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MEDIA RELEASE

27 February 2026

Austral Gold Files Appendix 4E Preliminary Final 2025 Report

Established gold producer Austral Gold Limited (Austral or the Company) (ASX: AGD; TSX-V: AGLD; OTCQB: AGLDF) is pleased to announce that it's Appendix 4E: Preliminary Final Report for the year ended 31 December 2025 ("FY25"). The complete Report is available under the Company's profile at www.asx.com.au, www.sedarplus.ca and on the Company's website at australgold.com.

FY25 Highlights

- **Reopening of the Casposo Mine (Argentina)** during FY25, contributing 4,283 GEOs in Q4. Combined with 11,109 GEOs from the Guanaco Mine Complex (Chile), total FY25 production was 15,392 GEOs.
- **Profit after tax of US\$14.7 million** (FY24: loss of US\$27.1 million), representing the first net profit since FY20.
- **Net cash generated from operating activities of US\$9.3 million**, compared with net cash used in operating activities of US\$6.5 million in FY24.
- **Average realised price of US\$3,576 per GEO**, C1 cash cost of US\$2,264 per GEO, and AISC of US\$2,501 per GEO.
- **Cash and cash equivalents of US\$10.5 million** (FY24: US\$3.6 million).
- **Financial debt of US\$26.6 million** (FY24: US\$26.6 million) and **net financial debt of US\$16.0 million** (FY24: US\$23.0 million).

Post year-end:

- **Sold 6,588,761 shares of Unico Silver** for net proceeds of **US\$4.7 million**. Of this amount, US\$2.7 million were used to **exercise 15 million options at A\$0.26 per share to acquire 15 million Unico shares**.
- **Private placement** raised gross proceeds of **A\$8.456 million (approximately US\$5.9 million)** with commitments received on 17 February 2026 and closed on 23 February 2026.

Casposo Processing Plant



About Austral Gold

Austral Gold is a growing gold and silver mining producer building a portfolio of quality assets in the Americas based on three strategic pillars: production, exploration and equity investments. Austral continues to lay the foundation for its growth strategy by advancing its attractive portfolio of producing and exploration assets. Under its equity investments pillar, Austral holds shares in ASX-listed Unico Silver, as previously disclosed in the December 2025 Quarterly Report.

For more information, please visit the Company's website at www.australgold.com.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.



Release approved by the Chief Executive Officer of Austral Gold, Stabro Kasaneva.

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Forward Looking Statements

Statements in this news release that are not historical facts are forward-looking statements. Forward-looking statements are statements that are not historical, and consist primarily of projections and statements regarding future plans, expectations and developments. Words such as "expects", "intends", "plans", "may", "could", "potential", "should", "anticipates", "likely", "believes" and words of similar expressions are intended to identify forward-looking statements. The forward-looking statement in this news release include, but are not limited to, statements regarding the Company's broader operational, financial, and strategic objectives.

All of these forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those expressed or implied, including, without limitation, uncertainty of exploration programs, development plans and cost estimates, commodity price fluctuations; political or economic instability and regulatory changes; currency fluctuations, the state of the capital markets, uncertainty in the measurement of mineral resources and reserves; and other risks and hazards related to the exploitation and development of mineral properties, as well as the availability of capital. You are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Austral cannot assure you that actual events, performance or results will be consistent with these forward-looking statements, and management's assumptions may prove to be incorrect. Austral's forward-looking statements reflect current expectations regarding future events and operating performance and speak only as of the date hereof and Austral does not assume any obligation to update forward-looking statements if circumstances or management's beliefs, expectations or opinions should change other than as required by applicable law. For the reasons set forth above, you should not place undue reliance on forward-looking statements.

Preliminary and Unaudited Financial Information

The financial information presented in this announcement, including the results contained in the Appendix 4E: Preliminary Final Report for the year ended 31 December 2025, is **preliminary**, has been prepared by management, and remains **unaudited**. Actual audited results may differ from the preliminary figures disclosed, and such differences may be material.

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PRELIMINARY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

The report is based on accounts which are in the process of being audited

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Appendix 4E, previous corresponding period, year ended 31 December 2024

Revenue and net profit			US\$'000	
Revenue from ordinary activities	Up	39.1%	to	51,170
Income from ordinary activities after tax	Up	154%	to	14,726
Net profit attributable to members	Up	154%	to	14,726

Dividend information

No dividends for the financial year 2025 has been declared.

Net tangible assets per security	December 2025 per share	December 2024 per share
Net tangible assets per security	US\$0.05	US\$0.02
Common shares on issue at balance sheet date	621,125,901	612,311,353

Additional Appendix 4E disclosure requirements can be found in the Directors' Report and the 31 December 2025 year-end financial statements. This report is based on the consolidated year-end financial statements for the year to 31 December 2025 .

This report is based on accounts which are in the process of being audited.

Forward Looking Statements

Statements in this Appendix 4E that are not historical facts are forward-looking statements. Forward-looking statements are statements that are not historical, and consist primarily of projections - statements regarding future plans, expectations and developments. Words such as "expects", "intends", "plans", "may", "could", "potential", "should", "anticipates", "likely", "believes" and words of similar import tend to identify forward-looking statements. Forward-looking statements in this Appendix 4E include, but are not limited to, statements regarding the Company's 2026 production guidance of 27,000–33,000 GEOs, mine life estimates, the forecast after-tax NPV for Casposo, planned exploration plans and development activities, and the potential uses of the Company's investment portfolio.

All of these forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those expressed or implied, including, without limitation, business integration risks; uncertainty of production, development plans and cost estimates, commodity price fluctuations; political or economic instability and regulatory changes; currency fluctuations, the state of the capital markets, uncertainty in the measurement of mineral reserves and resource estimates, Austral's ability to attract and retain qualified personnel and management, potential labor unrest, reclamation and closure requirements for mineral properties; unpredictable risks and hazards related to the development and operation of a mine or mineral property that are beyond the Company's control, the availability of capital to fund all of the Company's projects and other risks and uncertainties identified under the heading "Risk Factors" in the Company's continuous disclosure documents filed on the ASX and on SEDAR+. You are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Austral cannot assure you that actual events, performance, or results will be consistent with these forward-looking statements, and management's assumptions may prove to be incorrect. Austral's forward-looking statements reflect current expectations regarding future events and operating performance and speak only as of the date hereof and Austral does not assume any obligation to update forward-looking statements if circumstances or management's beliefs, expectations or opinions should change other than as required by applicable law. For the reasons set forth above, you should not place undue reliance on forward-looking statements.

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REVIEW OF RESULTS

For the Year Ended 31 December 2025

The following report on the review of results for the year ended 31 December 2025 (“FY25”) and 2024 (“FY24”) together with the consolidated financial report of Austral Gold Limited (the Company) and its subsidiaries (referred to hereafter as the Group).

The review is presented within the context of the Group’s strategic framework, which is based on three core pillars: Production, Exploration and Equity Investments.

PRINCIPAL ACTIVITIES



PRODUCTION

During the year ended 31 December 2025, the Company re-opened the Casposo Mine in Argentina, achieving record fourth quarter production of 4,283 gold equivalent ounces (GEOs). Combined with 11,109 GEOs produced at the Guanaco Mine Complex in Chile, total production for the year was 15,392 GEOs.

Net cash from operating activities of US\$9,252 thousand in FY25, achieved at average selling price of US\$3,576 per GEO and operating cash cost per GEO of US\$2,264 and all-in-sustaining cost of US\$2,501.

Production guidance for 2026 has been established at 27,000–33,000 GEOs, representing approximately a twofold increase compared with 2025 production.



EXPLORATION

During the year, the Company completed a Technical Report for Casposo¹ prepared in accordance with NI 43-101 standards. The report supports an after-tax Net Present Value (NPV) of US\$72.7 million, based on a gold price assumption of US\$2,855 per ounce, over an estimated mine life of 74 months.

During the fourth quarter of 2025, the Company defined its 2026 exploration program, focused on near-mine and brownfields targets surrounding its wholly owned processing facilities in Argentina and Chile, including the Manantiales Project and the Juncal Project.



EQUITY INVESTMENTS

During the year, the Company maintained its strategic shareholding in ASX-listed Unico Silver and realised gains from the partial sale of its Unico shareholding as well as from the sale of other publicly listed securities held within the portfolio.

The investment portfolio enhances balance sheet flexibility and may provide an additional source of capital to support a portion of the Company’s exploration and development activities that underpin its operating asset base.



EVENTS SUBSEQUENT TO REPORTING PERIOD

Subsequent to 31 December 2025, the Company exercised its 15 million Unico options.

On 23 February 2026, the Company completed a strategic private placement raising A\$8,456 thousand (approximately US\$5.9 million) before costs from sophisticated and institutional investors in Australia.

⁽¹⁾ Technical Report dated 14 October 2025 and effective 30 April 2025 on the Casposo Mine Calingasta Department, San Juan Province, Argentina. Report in accordance with CIM Definitions 2014, National Instrument 43-101 (“NI 43-101”) and Joint Ore Reserves Committee Code, 2012 (JORC 2012), prepared by non-independent employees and Competent Persons of the Group, Marcos Valencia, Guillermo Valdés and Francisco Pavez, employees of the Company.

REVIEW OF RESULTS OF OPERATIONS

A summary of key operating results for FY25 and FY24 are set out in the following tables for comparative purposes.

KEY OPERATIONAL INDICATORS

Combined Operations	For the year ended 31 December	
	2025	2024
Safety Indicators		
Lost-Time Accidents (LTA)	3	2
Non-Lost-Time Accidents (NLTA)	13	11
Total Production		
Gold produced (Oz)	13,529	15,138
Silver produced (Oz)	138,786	37,154
Gold-Equivalent produced (Oz) *	15,392	15,573
C1 Cash Cost of Production (US\$/AuEq Oz) ⁽²⁾	2,264	1,943
All-in Sustaining Cost (US\$/Au Oz) ⁽³⁾	2,501	2,164
Realised gold price (US\$/Au Oz)	3,532	2,358
Realised silver price (US\$/Ag Oz)	52	28
Gold Equivalent sales volume	14,309	15,605

(*) Excludes 185 gold ounces and 4,123 silver ounces produced at the Casposo plant during the commissioning phase in Q3 2025.

Guanaco/Amancaya Operations	For the year ended 31 December	
	2025	2024
Safety Indicators		
Lost-Time Accidents (LTA)	2	2
Non-Lost-Time Accidents (NLTA)	11	11
Mining		
Mined Ore (t)	-	28,567
Agitation Leaching Process		
Milled Ore (t)	197,264	325,251
Plant Grade Mine (g/t Au)	N/A	2.45
Plant Grade Heap (g/t Au)	0.82	1.03
Plant Grade Mine (g/t Ag)	N/A	7.01
Plant Grade Heap (g/t Ag)	4.03	3.40
Gold recovery rate (%)	82.40	84.67
Silver recovery rate (%)	55.05	59.86
Gold produced (Oz)	3,878	10,594
Silver produced (Oz)	10,693	24,373
Gold-Equivalent produced (Oz) ⁽¹⁾	4,006	10,879
Heap Leaching Process		
Crushed Ore (t)	993,595	477,070
Gold produced (Oz)	6,871	4,544
Silver produced (Oz)	19,779	12,781
Gold-Equivalent produced (Oz)	7,103	4,694
Total Production		
Gold produced (Oz)	10,749	15,138
Silver produced (Oz)	30,472	37,154
Gold-Equivalent produced (Oz)	11,109	15,573
C1 Cash Cost of Production (US\$/AuEq Oz) ⁽²⁾	2,602	1,943
All-in Sustaining Cost (US\$/Au Oz) ⁽³⁾	2,834	2,164
Realised gold price (US\$/Au Oz)	3,393	2,358
Realised silver price (US\$/Ag Oz)	37	28
Gold Equivalent sales volume	11,052	15,605

(1) (AuEq) ratio is calculated at: 84.6:1 for FY25 and 85.4:1 for FY24

(2) The cash cost (C1) includes: Mine, Plant, On-Site G&A, Smelting, Refining, and Royalties (excludes Corporate G&A). It is the cost of production per gold equivalent ounce.

(3) The All-in Sustaining Cost (AISC) includes: C1, Sustaining Capex, Brownfield Exploration, and Mine Closure Amortisation

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Casposo Operations	For the year ended 31 December	
	2025 ⁽³⁾	2024
Safety Indicators		
Lost-Time Accidents (LTA)	1	-
Non-Lost-Time Accidents (NLTA)	2	-
Agitation Leaching Process		
Milled Ore (t)	72,701	-
Plant Grade Mine (g/t Au)	1.40	-
Plant Grade Mine (g/t Ag)	58.90	-
Gold recovery rate (%)	90.34	-
Silver recovery rate (%)	84.36	-
Gold produced (Oz)	2,780	-
Silver produced (Oz)	108,314	-
Gold-Equivalent produced (Oz) ⁽¹⁾	4,283	-
C1 Cash Cost of Production (US\$/AuEq Oz) ⁽²⁾	1,387	-
All-in Sustaining Cost (US\$/Au Oz) ⁽²⁾	1,638	-
Realised gold price (US\$/Au Oz)	4,219	-
Realised silver price (US\$/Ag Oz)	59	-
Gold Equivalent sales volume	3,257	-

(1) AuEq ratio is calculated at 72.1:1 Ag:Au for 2025

(2) C1 cash cost updated from US\$1,401 and All-in Sustaining cost of Production from US\$1,650 in the December 2025 quarterly report

(3) Commissioning commenced in September 2025, with commercial production starting October 2025

Cash Costs of Production (C1) refer to the direct expenses incurred during the production of gold and silver. These costs are typically reported on a per-ounce basis while **All in Sustaining costs (AISC)** provides a comprehensive view of the total costs included with gold and silver production and includes C1 plus sustaining costs to maintain ongoing mining operations.

KEY FINANCIAL RESULTS

Thousands of US\$	Year ended 31 December	
	2025	2024
Revenue (US\$'000)	51,170	36,790
Gross profit (US\$'000)	16,707	3,557
Gross profit (%)	32.6%	9.7%
Income/ loss before income tax (US\$'000)	18,462	(32,209)
Income/ loss attributed to owners of the Company (US\$'000)	14,726	(27,068)
Earnings/ loss per share (basic and fully diluted) (US\$/share)	2.40c	(4.42)c
Cash and cash equivalents	10,531	3,590
Current assets	35,167	20,177
Non-current assets	61,700	53,913
Bank overdraft	-	199
Current liabilities	41,154	26,000
Non-current liabilities	26,017	32,725
Net assets	29,696	14,365
Net current liabilities	(5,987)	(5,823)
Current loans and borrowings	19,332	5,433
Non-current loans and borrowings	6,895	19,901
Current lease liabilities	344	677
Non-current lease liabilities	-	385
Combined debt (bank overdraft, loans, borrowings and lease liabilities)	26,571	26,595
Combined net debt (net of cash and cash equivalents)	16,040	23,005
Current ratio ⁽¹⁾	0.85	0.78
Total liabilities to net assets	2.26	4.09

⁽¹⁾ Current Assets divided by Current Liabilities

OPERATING AND FINANCIAL RESULTS OF THE GROUP

During FY25, the Group realised a profit before and after income tax of US\$18,462 thousand (FY24: loss of \$32,209 thousand) and US\$14,726 thousand (FY24: loss of US\$27,074 thousand), respectively. This represents the Group's first profit after income tax since FY20.

Sales revenues from operations increased by US\$14,380 thousand to US\$51,170 thousand (FY24: US\$36,790). Gross profit increased to US\$16,707 thousand, representing a margin of 32.6%, up from US\$3,557 and a margin of 9.7% in FY24.

The increase in revenue was primarily driven by higher production following the commencement of commercial production at Casposo, and a 52% increase in the average price of gold sold to US\$3,576 per ounce and an 87% increase in the price of silver sold to US\$52 per ounce.

The increase in gross profit and margin was mainly due to higher production and higher sales prices, partially offset by higher production costs.

The Group's results during FY25 were also impacted by the following factors:

- i. A non-cash impairment reversal of US\$3,689 thousand relating to property plant and equipment (FY24: non-cash impairment of US\$16,705). The reversal followed a reassessment of the recoverable amount of the Casposo mine due to the restart of operations in October 2025. In FY24, the Group recognised an impairment charge relating to the remaining carrying value of the Amancaya mine in Chile due to the decision to temporarily cease operations in that area.
- ii. An impairment loss of US\$782 thousand relating to exploration and evaluation assets (FY24: US\$8,836 thousand). The FY25 impairment primarily relates to two properties in Chile acquired from Revelo Resources in 2021. The FY24 impairment was primarily attributable to the Jaguelito project in Argentina.
- iii. An Increase in administration expenses of US\$413 thousand to US\$6,742 thousand (FY24: US\$6,329 thousand), primarily attributable to higher employee-related costs associated with additional personnel required for the restart of Casposo and performance-based remuneration accrued during the year. This increase was partially offset by lower business property and other taxes. In addition, administration expenses as a percentage of sales revenue decreased to 13.2% (FY24: 17.2%), reflecting higher sales revenue during the period.
- iv. An increase in other income of US\$11,096 thousand to US\$13,954 thousand (FY24: US\$2,858 thousand), primarily due to the realised and unrealised gains of US\$12,980 thousand (FY24: US\$1,724 thousand) arising from the sale of, and increases in the fair value of, equity securities in publicly listed mining companies.
- v. A decrease in other expenses of US\$626 thousand to US\$3,640 thousand (FY24: US\$4,266 thousand), primarily due to lower care and maintenance expenses as operations progressed towards production. Additionally, the Group's decision to terminate an agreement with the Amancaya underground contractor in FY24 contributed to the decrease. These reductions were partially offset by production start-up costs of US\$1,496 thousand incurred at the Casposo plant (FY24 US\$382 thousand)
- vi. A decrease in finance income of US\$3,703 thousand to US\$50 thousand (FY24: US\$3,753 thousand), primarily due to a US\$3,652 thousand decrease in foreign exchange gains to US\$nil (FY24: US\$3,652 thousand). The FY24 foreign exchange gains were mainly due to the increase in the value of the US dollar versus the Chilean peso.
- vii. A decrease in finance costs of US\$1,083 thousand to US\$4,774 thousand (FY24: US\$3,691 thousand), primarily attributable to foreign exchange losses of US\$1,478 thousand arising from movements in the US dollar relative to the Chilean peso and Argentine peso.

The Group's overall cost of production ("C1") per GEO and all-in sustaining cost ("AISC") per GEO increased to US\$2,264 and US\$2,501 in FY25, from US\$1,943 and US\$2,164 in FY24, respectively. Production in FY25 was higher than in FY24 due to commercial production at Casposo commencing in October 2025.

At Guanaco, the cost of production ("C1") per GEO and all-in sustaining cost ("AISC") per GEO increased to US\$2,602 and US\$2,834 in FY25, from US\$1,943 and US\$2,164 in FY24, respectively. The increase was primarily attributable to lower production volumes in FY25, following the temporary suspension of the agitation leach circuit for approximately three months after the workplace fatality reported in late August 2025.

At Casposo the cost of production ("C1") per GEO and all-in sustaining cost ("AISC") per GEO was US\$1,387 and US\$1,638 respectively. The lower unit costs were primarily attributable to processing material sourced exclusively from stockpiles.

FINANCIAL POSITION

The Group held cash and cash equivalents of US\$10,531 thousand at 31 December 2025 (2024: US\$3,590 thousand). When combined with the fair value of 1,930 unsold and unrefined gold equivalent ounces ("GEOs") in inventory with a fair value of US\$8,280 thousand (31 December 2024: 490 GEOs with a fair value of US\$1,296 thousand), total liquidity amounted to US\$18,811 thousand (31 December 2024: US\$4,886 thousand).

Trade and other receivables (current and non-current) decreased by US\$73 thousand to US\$4,914 thousand at 31 December 2025 (31 December 2024: US\$4,987 thousand). The decrease was mainly due to the recognition of VAT receivables at Casposo following its transition to production. This was partially offset by receipt of the US\$2,000 thousand access fee under the Toll Processing Agreement executed in December 2024 with ASX-listed Challenger Gold Limited and received in January 2025, together with a decrease in supplier prepayments.

Other financial assets increased by US\$7,050 thousand to US\$10,433 thousand at 31 December 2025 (31 December 2024: US\$3,383 thousand), primarily due to unrealised gains on shares and options held in Unico Silver.

Inventories increased by US\$1,162 thousand to US\$9,866 thousand at 31 December 2025 (31 December 2024: US\$8,704 thousand) mainly due to higher gold bullion and gold in process at Casposo.

Property, plant and equipment increased by US\$10,415 thousand to US\$40,470 thousand at 31 December 2025 (31 December 2024: US\$30,055 thousand), primarily reflecting capital expenditures at the Casposo plant and a partial reversal of the 2018 impairment at Casposo.

Current trade and other payables increased by US\$789 thousand to US\$15,572 thousand at 31 December 2025 (31 December 2024: US\$14,783 thousand), primarily due to higher royalty payables outstanding at year end.

Net current liabilities decreased by US\$164 thousand to US\$5,987 at 31 December 2025 (31 December 2024: US\$5,823 thousand). The Group expects its net current liability position to continue to improve in FY26, supported by higher production volumes and improved margins.

Combined net financial debt (loans, borrowings, lease liabilities and bank overdraft net of cash and cash equivalents) decreased by US\$6,965 thousand to US\$16,040 thousand at 31 December 2025 (31 December 2024: US\$23,005 thousand). Total financial debt was US\$26,571 thousand at 31 December 2025, of which US\$19,332 thousand (representing 72.8% of total financial debt) was classified as short-term. The short-term financial debt includes US\$1,606 thousand of US\$12,396 thousand of related party loans, lease liabilities, bank overdraft and the short-term portion of two long-term bank loans. The decrease in financial debt was impacted by the repayment of a US\$2,000,000 loan plus accrued interest of US\$133,000 in shares of Unico Silver owned by the Company (see note 19 to the financial statements for further details), provided by Inversiones Financieras del Sur SA ("IFISA"), the Company's largest shareholder, under a loan agreement dated 25 September 2024 (the "Loan Agreement").

Net assets increased by US\$15,331 thousand from 31 December 2024 to US\$29,696 thousand at 31 December 2025 (31 December 2024: US\$14,365 thousand), mainly due to the turnaround to a net profit for FY25.

CASH FLOW

During FY25, net cash generated from operating activities increased by US\$15,744 to US\$9,252 thousand, compared with net cash used in operating activities of US\$6,492 thousand in FY24. This improvement was primarily attributable to higher cash receipts from sales driven by increased production following the commencement of commercial production at Casposo, together with stronger margins supported by higher gold and silver prices and lower unit production costs.

Net cash used in investing activities totalled US\$2,475 thousand (FY24:US\$5,030 thousand provided), primarily comprising:

- Capital expenditures of US\$7,904 thousand (FY24:US\$434 thousand), mainly relating to additions to plant, property and equipment, with the majority attributable to the Casposo plant. FY24 additions included US\$334 thousand for the Heap Reprocessing Project at Guanaco.
- Proceeds of US\$3,797 thousand from the sale of equity securities (FY24:US\$4,742 thousand), primarily relating to Unico Silver shares. This amount excludes the 8 September 2025 loan repayment with Unico Silver shares, valued at US\$2,133 thousand, to Inversiones Financieras del Sur SA (IFISA). FY24 proceeds mainly comprised US\$2,950 thousand from cash sales of Unico shares to directors Mr Elsztain and Mr Zang and to IFISA (of which they are also directors and shareholders), and US\$1,396 thousand from the on-market sale of Revival Gold Inc. shares.
- Proceeds of US\$1,108 thousand from the sale of equipment (FY24:US\$958 thousand).
- Receipt of US\$1,000 thousand (FY24: US\$750 thousand) being the final cash instalment from Unico following the 2022 sale of SCRN Properties Ltd., whose principal asset was the Pingüino exploration project.
- Exploration and evaluation expenditure of US\$468 thousand (FY24:US\$928 thousand).

Net cash provided by financing activities amounted to US\$363 thousand, (FY24: US\$3,814 thousand), including net loan proceeds of US\$3,435. Of this amount, US\$230 thousand was sourced from related parties. (FY24: US\$8,516 thousand). Interest payments on loans, leases and other financing items totalled US\$3,072 thousand (FY24:US\$3,740).

LIQUIDITY AND CAPITAL RESOURCES

Access to capital

On 23 February 2026, upon closing of the transaction, the Group completed a brokered private placement for gross proceeds of US\$5,947 thousand (A\$8,456 thousand). This financing further strengthens the Group's capital position and provides additional financial flexibility.

The Group also benefits from a supportive shareholder base and established banking relationships, both of which have demonstrated consistent financial support in prior periods. The Group expects this support to continue.

Following the exercise of the Unico Silver options in January 2026, the Group's equity investment portfolio now consists solely of Unico Silver shares. As of 31 December 2025, the portfolio was valued at US\$10,433 thousand and represents a source of liquidity that can be monetised if required.

ROUNDING

The Company is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with the instrument to the nearest thousand dollars, unless otherwise indicated.

**PRELIMINARY FINANCIAL REPORT FOR THE FINANCIAL
YEAR ENDED 31 DECEMBER 2025**

The report is based on accounts which are in the process of being audited

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AUSTRAL GOLD LIMITED FINANCIAL REPORT 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2025

All figures are reported in thousands of US\$	Note	2025	2024
Sales revenue	8	51,170	36,790
Cost of sales	1	(34,463)	(33,233)
Gross profit		16,707	3,557
Other income	2	13,954	2,858
Other expenses	3	(3,640)	(4,266)
Impairment reversal/ (loss) on mine properties	13	-	(2,550)
Impairment reversal/ (loss) on property plant and equipment	14	3,689	(16,705)
Impairment loss on exploration and evaluation asset	15	(782)	(8,836)
Administration expenses	4	(6,742)	(6,329)
Finance income	5	50	3,753
Finance costs	6	(4,774)	(3,691)
Profit/ (loss) before income tax		18,462	(32,209)
Income tax (expense)/ benefit		(3,736)	5,135
Profit/ (loss) for the year end after income tax expense		14,726	(27,074)
Profit/ (loss) attributable to:			
Owners of the Company		14,726	(27,068)
Non-controlling interests		-	(6)
		14,726	(27,074)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation		(68)	52
Foreign currency translation		(68)	52
Total comprehensive income/ (loss) for the year		14,658	(27,022)
Comprehensive income/(loss) attributable to:			
Owners of the Company		14,658	(27,016)
Non-controlling interests		-	(6)
		14,658	(27,022)
Income/ (loss) per share (cents per share):			
Basic income/(loss) per share attributable to the ordinary equity holders	7	2.40	(4.42)
Diluted income/(loss) per share attributable to the ordinary equity holders	7	2.40	(4.42)

The accompanying notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

All figures are reported in thousands of US\$	Note	As at	
		31 December 2025	31 December 2024
Assets			
Current assets			
Cash and cash equivalents	9	10,531	3,590
Trade and other receivables	10	4,337	4,500
Other financial assets	11	10,433	3,383
Inventories	12	9,866	8,704
Total current assets		35,167	20,177
Non-current assets			
Other receivables	10	577	487
Mine properties	13	155	1,395
Property, plant and equipment	14	40,470	30,055
Exploration and evaluation asset	15	19,145	19,459
Deferred tax asset		1,353	1,517
Total non-current assets		61,700	52,913
Total assets		96,867	73,090
Liabilities			
Current liabilities			
Bank overdraft		-	199
Trade and other payable	16	15,572	14,783
Employee entitlements	17	5,042	2,908
Loans and borrowings	19	19,332	5,433
Deferred contract liabilities		864	2,000
Lease liabilities		344	677
Total current liabilities		41,154	26,000
Non-current liabilities			
Provisions for reclamation and rehabilitation	18	12,949	11,566
Loans and borrowings	19	6,895	19,901
Lease liabilities		-	385
Deferred contract liabilities		1,728	-
Employee entitlements		30	27
Deferred tax liability		4,415	846
Total non-current liabilities		26,017	32,725
Total liabilities		67,171	58,725
Net assets		29,696	14,365
Equity			
Issued capital	20	109,787	109,114
Accumulated losses	21	(78,932)	(93,658)
Reserves		(1,159)	(1,091)
Total equity		29,696	14,365

The accompanying notes are an integral part of these consolidated financial statements.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2025

All figures are reported in thousands of US\$	Note	Issued capital	Accumulated losses	Reserves	Non-controlling interest	Total
Balance at 1 January 2024		109,114	(66,549)	(1,157)	165	41,573
Loss for the year		-	(27,068)	-	(6)	(27,074)
Other comprehensive income		-	(14)	66	-	52
Total comprehensive income/ (loss)		-	(27,082)	66	(6)	(27,022)
Decrease in Sierra Blanca investment		-	(27)	-	27	-
Sale of Sierra Blanca investment		-	-	-	(186)	(186)
Balance at 31 December 2024		109,114	(93,658)	(1,091)	-	14,365
Balance at 1 January 2025						
Loss for the year		-	14,726	-	-	14,726
Other comprehensive income		-	-	(68)	-	(68)
Total comprehensive income/ (loss)		-	14,726	(68)	-	14,658
Conversion of convertible notes		673	-	-	-	673
Balance at 31 December 2025		109,787	(78,932)	(1,159)	-	29,696

The accompanying notes are an integral part of these consolidated financial statements.

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CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025

All figures are reported in thousands of US\$	Note	2025	2024
Cash Flows from operating activities			
Cash receipts from customers (inclusive of GST/VAT)		51,124	37,295
Cash paid to suppliers and employees (inclusive of GST/VAT)		(42,514)	(43,888)
Interest received		50	101
Cash received for deferred contract liabilities		592	-
Income tax received (paid)		-	-
Net cash generated / (used in) from operating activities		9,252	(6,492)
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		1,108	958
Payments from sale of subsidiary		1,000	750
Payments for property, plant and equipment		(7,904)	(434)
Payments for exploration and evaluation		(468)	(928)
Payments for mine properties		(8)	(58)
Proceeds from sale of other financial assets		3,797	4,742
Net cash generated (used in) / from investing activities		(2,475)	5,030
Cash flows from financing activities			
Proceeds from loans and borrowings		8,301	19,999
Repayment of loans and borrowings		(4,866)	(12,445)
Interest paid on loans and borrowings		(1,916)	(1,495)
Repayment of lease liabilities		(726)	(1,135)
Interest paid on leases		(83)	(184)
Other Interest paid		(347)	(926)
Net cash generated from financing activities		363	3,814
Net increase in cash and cash equivalents		7,140	2,352
Cash and cash equivalents at the beginning of the period		3,391	1,039
Cash and cash equivalents at the end of the year	9	10,531	3,391

The accompanying notes are an integral part of these consolidated financial statements.
The comparative statement of cash flows has been restated. Refer to note 25..

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Notes to the Consolidated Financial Statements

1. COST OF SALES

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Production	28,876	22,401
Staff costs	7,534	5,927
Royalty	1,096	970
Mining canon fees	654	339
Inventory movements	(5,780)	356
Total cost of sales before depreciation and amortisation expense	32,380	29,993
Depreciation of property, plant and equipment	2,072	3,115
Amortisation of mine properties	11	125
Total depreciation and amortisation expense	2,083	3,240
Total cost of sales	34,463	33,233
Severance included in staff costs	107	158

2. OTHER INCOME

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Net fair value gain on financial assets at fair value through profit or loss	12,980	1,724
Gain on sale of equipment	711	654
Gain on sale of subsidiary	-	91
Equipment rental	58	8
Other	205	381
Total other income	13,954	2,858

3. OTHER EXPENSES

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Production startup costs		
Staff costs	415	208
Security	224	41
Maintenance	258	35
Contractor services	263	53
Electricity	174	22
Other	162	23
	1,496	382
Care and maintenance ⁽¹⁾	331	2,114
Exploration expenses	532	272
Inventory impairment at non-operating mine ⁽²⁾	401	299
Other	880	1,199
Total other expenses	3,640	4,266

⁽¹⁾ Includes depreciation of US\$nil thousand (2024-US\$18 thousand)

⁽²⁾ Includes inventory obsolescence for US\$251 (2024-US\$299)

Notes to the Consolidated Financial Statements

4. ADMINISTRATION EXPENSES

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Office and utility costs	1,005	922
Staff costs ^{(1) (2)}	3,874	2,974
Consulting and professional services	1,018	1,283
Non-executive director fees ⁽²⁾	300	300
Depreciation of property, plant and equipment	13	14
Business, property and other taxes	363	721
Other	169	115
Total administration expenses	6,742	6,329
⁽¹⁾ Severance included in staff costs	72	292
⁽²⁾ Amounts for defined contribution plans included in staff costs and director fees	34	75

5. FINANCE INCOME

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Interest income	50	101
Gain from foreign exchange	-	3,652
Total finance income	50	3,753

6. FINANCE COSTS

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Interest expense	2,919	3,206
Loss from foreign exchange	1,478	-
Interest expense on leases	83	186
Present value adjustment to mine closure provision	294	299
Total finance costs	4,774	3,691

7. EARNINGS PER SHARE

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Net loss attributable to owners	14,726	(27,068)
Weighted-average number of ordinary shares (basic)	613,463,783	612,311,353
Weighted-average number of ordinary shares (diluted) at 31 December ⁽¹⁾	613,463,783	612,311,353
Basic earnings (loss) per ordinary share (cents)	2.40	(4.42)
Diluted earnings (loss) per ordinary share (cents)	2.40	(4.42)

(1) At 31 December 2024, the Group had outstanding convertible notes that were convertible into up to 15,578,942 ordinary shares. These potential ordinary shares could have diluted basic earnings per share in the future but were not included in the calculation of diluted earnings per share for the year ended 31 December 2024 because they were anti-dilutive at that date.

The convertible notes, together with the related accrued interest, were converted into 8,814,548 ordinary shares during 2025.

Notes to the Consolidated Financial Statements

8. OPERATING SEGMENTS

Management have determined the operating segments based on reports reviewed by the Chief Operating Decision Maker (“CODM”). The CODM considers the business from both an operations and geographic perspective and has identified two reportable segments, Guanaco/Amancaya which is based in Chile and Casposo/Manantiales which is based in Argentina. The CODM monitors the performance in these two regions separately. During the year ended 31 December 2025 and 2024, the Group earned 100% of its consolidated revenue from sales made to one customer.

All figures are reported in thousands of US\$	For the year ended 31 December 2025				For the year ended 31 December 2024			
	Guanaco/Amancaya	Casposo	Other Group items	Consolidated	Guanaco/Amancaya	Casposo	Other Group items	Consolidated
Sales Revenue								
Gold	36,500	9,874	-	46,374	35,871	-	-	35,871
Silver	995	3,801	-	4,796	919	-	-	919
Cost of sales	(28,077)	(4,303)	-	(32,380)	(29,993)	-	-	(29,993)
Depreciation and amortisation expense	(1,411)	(672)	-	(2,083)	(3,240)	-	-	(3,240)
Impairment loss on mine properties	-	-	-	-	(2,550)	-	-	(2,550)
Impairment reversal/(loss) on property plant and equipment	-	3,689	-	3,689	(16,705)	-	-	(16,705)
Impairment loss exploration and evaluation assets	(406)	-	(376)	(782)	(763)	-	(8,073)	(8,836)
Other income	814	99	13,041	13,954	720	235	1,903	2,858
Other expenses	(1,228)	(2,323)	(89)	(3,640)	(1,363)	(2,849)	(54)	(4,266)
Administration expenses	(3,043)	(1,074)	(2,625)	(6,742)	(3,168)	(92)	(3,069)	(6,329)
Finance income	8	4	38	50	2,460	369	924	3,753
Finance expenses	(3,828)	(813)	(133)	(4,774)	(2,241)	(51)	(1,399)	(3,691)
Income tax (expense)/benefit	(163)	(2,599)	(974)	(3,736)	5,100	35	-	5,135
Segment profit/(loss)	161	5,683	8,882	14,726	(14,953)	(2,353)	(9,768)	(27,074)
Segment assets	47,909	36,222	12,736	96,867	49,050	16,240	7,800	73,090
Segment liabilities	42,527	20,778	3,866	67,171	44,986	9,179	4,560	58,725
Property, plant and equipment	453	7,451	-	7,904	434	-	-	434
Exploration and Evaluation expenditure asset	319	149	-	468	287	641	-	928
Mine properties	8	-	-	8	58	-	-	58
Capital expenditure	780	7,600	-	8,380	779	641	-	1,420

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Notes to the Consolidated Financial Statements

Geographic information:

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Revenue by geographic location		
Chile	37,495	36,790
Argentina	13,675	-
Total revenue	51,170	36,790

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Non-current assets by geographic location		
Chile	39,171	40,811
Argentina	22,529	12,102
Total non-current assets	61,700	52,913

9. CASH AND CASH EQUIVALENTS

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Non-current assets by geographic location		
Cash at call and on hand	8,730	3,372
Short-term investments	1,801	218
Total cash and cash equivalents	10,531	3,590

Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows, is reconciled to items in the Statement of Financial Position as follows:

Cash and cash equivalents	10,531	3,590
Bank overdraft	-	(199)
Cash and cash equivalents, net of bank overdraft	10,531	3,391

10. TRADE AND OTHER RECEIVABLES

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Current		
Trade Receivables	402	106
Prepayments	563	614
Other tax receivable	-	73
Other receivables	-	2,963
Due from related party	2	-
GST/VAT receivable	3,376	744
Total current receivables	4,343	4,500
Allowance for expected credit losses on GST/VAT	(6)	-
Net current receivables	4,337	4,500
Non-current		
GST/VAT receivable	57	808
Prepayments	88	-
Other tax receivable	447	140
Other receivables	42	21
Total non-current receivables	634	969
Allowance for expected credit losses on GST/VAT	(57)	(482)
Net non-current receivables	577	487
Trade debtors ageing		
The ageing of trade receivables is 0-30 days	402	106
>30 days	-	-

Notes to the Consolidated Financial Statements

11. OTHER FINANCIAL ASSETS

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Listed equity securities — level 1	4,308	2,820
Unico Silver options— level 3	6,125	563
Total current other financial assets at fair value through profit or loss	10,433	3,383

The table above sets out the Group's financial assets measured and recognised at fair value at 31 December 2025 and 2024 with any movements recorded through the profit or loss statement.

Unico Silver equity securities classified as level 1.

Listed equity securities consist of shares of Australian listed mining companies denominated in A\$ at 31 December 2025 and shares in Australian and Canadian listed mining companies denominated in A\$ and C\$ at 31 December 2024.

Level 3 recurring fair value

Reconciliation of Level 3 fair values

The following table presents the changes in level 3 instruments for the year ended 31 December 2025.

All figures are reported in thousands of US\$	Options
Opening balance 31 December 2023	496
Gains recognised in other income	67
Closing balance 31 December 2024	563
Gains recognised in other income	5,562
Closing balance 31 December 2025	6,125

The main level 3 inputs used by the group in measuring the fair value of financial instruments are derived and evaluated as follows:

- These options were valued using the Black Scholes model. Key inputs into the model include the underlying share price, expiry date and volatility
- Annual volatility: measures the degree of variation in the price of the asset. Higher volatility implies greater uncertainty or risk about the asset's future price.

Transfers: there were no transfers during the year.

During January 2026, all options were exercised for shares of an Australian listed mining company (note 24.1).

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Strike price	A\$0.26	A\$0.26
Annual volatility	119.72%	99.79%
Interest rate	3.73%	3.95%
Expiration date	1 March 2026	1 March 2026

12. INVENTORIES

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Materials and supplies	5,896	5,918*
Ore stocks	226	1,647
Gold bullion and gold in process	3,744	1,139
Total inventories	9,866	8,704

*As part of the Group's regular inventory review process, certain materials and supplies that are considered obsolete were identified. Obsolescence is determined based on factors such as age, condition, and likelihood of use. The allowance for inventory obsolescence forming part of the above balance is US\$2,452 thousand (31 December 2024: US\$2,181 thousand) resulting in an expense of US\$251 thousand included with other expenses (note 3) thousand (31 December 2024: US\$299 thousand) and US\$20 thousand (31 December 2024: US\$8 thousand) charged to cost of sales (note 1)

Notes to the Consolidated Financial Statements

13. MINE PROPERTIES

All figures are reported in thousands of US\$	Guanaco/ Amancaya	Casposo	Total
Mine Properties – 31 December 2024			
Cost	66,596	9,795	76,391
Accumulated amortisation	(65,201)	(9,795)	(74,996)
Carrying value — Mine Properties	1,395	-	1,395
Mine Properties – 31 December 2025			
Cost	65,367	5,957	71,324
Accumulated amortisation	(65,212)	(5,957)	(71,169)
Carrying value — Mine Properties	155	-	155

All figures are reported in thousands of US\$	For the year ended 31 December	
	2025	2024
Costs carried forward in respect of areas of interest		
Carrying amount at the beginning of the year	1,395	6,259
Additions	8	58
Transfers from exploration and evaluation asset	-	103
Impairment reversal/ (loss) for the year	-	(2,550)
Transfer mine closure asset to plant, property and equipment	(1,237)	-
Decrease in provision for reclamation and rehabilitation	-	(2,081)
Amortisation	(11)	(394)
Carrying amount at end of the year	155	1,395

Carrying value — Guanaco/Amancaya

The Guanaco and Amancaya mines have been determined by Management to be a single Cash Generating Unit (“CGU”).

In 31 December 2024, the Group decided to temporarily cease operations at the Amancaya underground mine. Since the open pit mining operations began at the Amancaya mine, ore has been transported to the Guanaco mine for processing. Following the completion of the construction of the Heap Reprocessing Project of the Heap Reprocessing Project at the Guanaco mine site, the Heap Reprocessing Project has become the primary source of mineral production for the CGU.

Since the operations at the Amancaya underground mine have now temporarily ceased, with no near-term plans to recommence operations, the Group identified an indicator of impairment and performed an assessment of the recoverable value. The Group determined the recoverable value of the Amancaya assets to be \$nil and an impairment charge of \$19,255 thousand has been recorded as at 31 December 2024, relating to mine properties (\$2,550 thousand) and property plant and equipment assets \$(16,705 thousand). The impairment charge was recorded in the Guanaco/Amancaya operating segment.

Notes to the Consolidated Financial Statements

Carrying value — Casposo

Impairment Reversal

During the year ended 31 December 2025, the Group reassessed the recoverable amount of the Casposo Mine cash-generating unit (“CGU”) following the restart of operations in October 2025. The mine had been on care and maintenance since June 2019. An impairment loss of US\$29.2 million was recognised in 2018 in respect of mining properties and property, plant and equipment associated with the Casposo CGU, based on an independent valuation that estimated a recoverable amount of US\$7.8 million at that time.

A new Technical Report dated 14 October 2025 (effective 30 June 2025), prepared in accordance with NI 43-101 and JORC 2012, estimated the after-tax net present value (“NPV”) of Casposo’s Mineral Reserves at US\$72.7 million. This reflects significant changes in the assumptions used to determine recoverable amount, including:

- higher long-term gold and silver price assumptions
- updated Mineral Reserve and Resource estimates
- revised mine plan and extended life-of-mine
- improved operating cost assumptions
- recommencement of processing activities and renewed economic use of key infrastructure

These changes constitute indicators of reversal of impairment under IAS 36.111–112.

Amount of Reversal

Based on the updated recoverable amount, the Group recognised an impairment reversal of US\$3,689 thousand during the year. The reversal relates to assets for which recoverability has been restored following the restart of operations and the updated life-of-mine plan. The impairment reversal comprises the following:

	Impairment reversal (thousands of US\$)
Processing Plant	3,075
Electrical Power Line	613
Total	3,689

The reversal has been recognised in profit or loss within “Impairment reversal/ (loss) on property plant and equipment (note 14).”

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Notes to the Consolidated Financial Statements

14. PROPERTY, PLANT AND EQUIPMENT

All figures are reported in thousands of US\$	As at December	
	2025	2024
Property, plant and equipment owned	39,375	28,528
Right of use assets	1,095	1,527
	40,470	30,055
Property, plant and equipment owned		
Cost	205,293	190,204
Accumulated depreciation	(165,918)	(161,676)
Carrying amount at end of the year	39,375	28,528

Following is a reconciliation of changes in the balances of property, plant and equipment owned.

All figures are reported in thousands of US\$	As at December	
	2025	2024
Carrying amount at beginning of the year	28,528	47,080
Additions	7,904	434
Depreciation	(1,778)	(1,946)
Disposals	(3,340)	(3,646)
Depreciation on disposals	3,068	3,287
Transfer of mine closure asset from mine properties	1,237	-
Transfer for right-of-use assets	-	24
Increase (decrease) in provision for reclamation and rehabilitation	67	-
Impairment reversal / (loss) for the year (note 13)	3,689	(16,705)
Carrying amount at end of the year	39,375	28,528

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Notes to the Consolidated Financial Statements

14.1 Reconciliation of carrying amount

All figures are reported in thousands of US\$	Underground Mine Development	Plant	Mining Equipment	Buildings	Heap	Other	Total
Cost							
Balance at 31 December 2023	91,742	45,142	27,801	14,318	6,245	7,824	193,072
Additions	-	93	-	-	316	25	434
Transfer from mine properties	-	-	344	-	-	-	344
Disposals	-	-	(2,850)	-	-	(796)	(3,646)
Balance at 31 December 2024	91,742	45,235	25,295	14,318	6,561	7,053	190,204
Additions	-	7,776	64	3	-	61	7,904
Transfer from mine properties	-	10,458	-	-	-	-	10,458
Increase in provision for reclamation and rehabilitation	-	67	-	-	-	-	67
Disposals	(152)	-	(2,861)	-	-	(327)	(3,340)
Balance at 31 December 2025	91,590	63,536	22,498	14,321	6,561	6,787	205,293
Accumulated depreciation and impairment							
Balance at 31 December 2023	70,069	37,135	19,499	12,156	103	7,030	145,992
Depreciation	824	516	109	129	334	34	1,946
Transfer from mine properties	-	-	320	-	-	-	320
Disposals	-	-	(2,489)	-	-	(798)	(3,287)
Impairment	16,705	-	-	-	-	-	16,705
Balance at 31 December 2024	87,598	37,651	17,440	12,285	437	6,266	161,676
Depreciation	167	1,088	131	98	262	32	1,778
Transfer from mine properties	-	9,221	-	-	-	-	9,221
Impairment recovery	-	(3,075)	-	(614)	-	-	(3,689)
Disposals	(130)	-	(2,612)	-	-	(326)	(3,068)
Balance at 31 December 2025	87,635	44,885	14,959	11,768	699	5,972	165,918
Carrying amounts							
As at 31 December 2024	4,144	7,584	7,856	2,033	6,124	787	28,528
As at 31 December 2025	3,955	18,651	7,540	2,553	5,862	814	39,375

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Notes to the Consolidated Financial Statements

14.2 Right of use assets

All figures are reported in thousands of US\$	Office	Machinery and equipment	Total
Balance at 31 December 2023	158	2,378	2,536
Additions			
Disposals	(39)	(14)	(53)
Transfer to Plant property and equipment		(24)	(24)
Depreciation	(78)	(854)	(932)
Balance at 31 December 2024	41	1,486	1,527
Additions	-	-	-
Disposals	-	(125)	(125)
Depreciation	(41)	(266)	(307)
Balance at 31 December 2025	-	1,095	1,095

15. EXPLORATION AND EVALUATION ASSET

All figures are reported in thousands of US\$	As at December	
	2025	2024
Costs carried forward in respect of areas of interest		
Carrying amount at beginning of the year	19,459	27,894
Additions	468	928
Disposals of assets	-	(424)
Transfers to mine properties	-	(103)
Impairment for the year	(782)	(8,836)
Carrying amount at end of the period	19,145	19,459

The recovery of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation or sale of the areas of interest. This balance mainly relates to expenditures at the Guanaco, and Casposo exploration areas of interest.

Additions for the years ended 31 December 2025 and 2024, exploration and evaluation expenditures related mainly to the Casposo-Manantiales project in San Juan, Argentina, and the Guanaco projects in Chile.

During the year ended 31 December 2025, the Group impaired one property and a portion of another property previously acquired from Revelo Resources, totalling US\$376 thousand. Additionally, five properties at Guanaco were impaired, two of which were partially impaired, totalling US\$406 thousand.

During the year ended 31 December 2024, the Group impaired the Jaguelito project for US\$4,943 thousand. The decision was made after Mexplor Perforaciones Mineras S.A. ("Mexplor"), with whom the Company has an option agreement, informed the Group that they are not willing to fund their share of the project. In addition, the group impaired the three properties previously acquired from Revelo Resources in 2021 for US\$3,131 thousand as no exploration and evaluation expenditures had been performed on these properties since their acquisition. Furthermore, the Group impaired two properties located near Guanaco in Chile: the San Guillermo property for US\$516 thousand and the West Natalia property for US\$246 thousand as the Group abandoned the properties.

16. TRADE AND OTHER PAYABLES

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Current		
Trade payables	5,069	5,501
Accrued expenses	6,397	7,000
Royalty payable	2,643	1,306
Director fees	842	654
Other	621	322
Total current trade and other payables	15,572	14,783

Notes to the Consolidated Financial Statements

17. EMPLOYEE ENTITLEMENTS

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Current		
Salaries, social security and bonuses	1,018	2,251
Employee entitlements	4,024	757
Total current employee entitlements	5,042	2,908
Non-Current		
Employee entitlements	30	27

18. PROVISIONS

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Mine closure provision		
Movement in non-current provisions		
Opening balance	11,566	13,695
Increase (decrease) of provision for reclamation and rehabilitation expensed	-	471
Increase (decrease) of provision for reclamation and rehabilitation capitalised	67	(2,081)
Exchange difference	1,022	(818)
Present value adjustment	294	299
Closing balance	12,949	11,566

Mine closure provision

Provision for rehabilitation work has been recognised in relation to estimated future expenditures including rehabilitating mine sites, dismantling operating facilities and restoring affected areas. These future cost estimates are discounted to their present value. The calculation of this provision requires assumptions such as application of environmental legislation, mine closure dates, available technologies and engineering cost estimates.

On 8 August 2024, the Chilean National Geology and Mining Service Agency (“Servicio Nacional de Geología y Minería” or “SERNAGEOMIN”) approved the updated Reclamation and Rehabilitation/Mine-Closure Plan (“MCP”) for the Guanaco Amancaya mine complex, resulting in a decrease of the MCP provision by US\$2,081 thousand.

The MCP provision encompasses the entire mine complex, and it foresees the initiation of closure activities in 2033, following the conclusion of production from the Heap Reprocessing Project.

As at 31 December 2025, the total restoration provision amounts to US\$8,841 thousand (31 December 2024—US\$7,440 thousand) for Guanaco/ Amancaya mine. The present value of the restoration provision was determined based on the following assumptions:

Undiscounted rehabilitation costs:

- US\$10,630 thousand (31 December 2024— US\$ 9,340 thousand);
- Discount period: 8.0 years (Discount period based on expected timing of restoration work).
- Discount rate: 2.33% (2024- 2.58%)

At 31 December 2025, the total restoration provision amounts to US\$4,107 thousand (31 December 2024: US\$4,126) for the Casposo mine. The present value of the restoration provision was determined based on the following assumptions:

- Number of years, 8.5 (31 December 2024-7 years).
- Undiscounted reclamation and rehabilitation costs: US\$4,764 thousand (31 December 2024-US\$4,760 thousand);
- Discount rate: 1.76% (2024- 2.08%)

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Notes to the Consolidated Financial Statements

19. LOANS AND BORROWINGS

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Current		
Loan facilities	8,398	3,779
Related party loans	10,934	1,606
Convertible notes	-	48
Total current loans and borrowings	19,332	5,433
Non-current		
Loan facilities	6,895	8,547
Related party loans	-	10,790
Convertible notes	-	564
Total non-current loans and borrowings	6,895	19,901

20. ISSUED CAPITAL

	As at 31 December	
	2025	2024
Fully paid ordinary shares (in thousands of US\$)	109,787	109,114
Number of ordinary shares	621,125,901	612,311,353
Weighted average number of ordinary shares	613,463,783	612,311,353

Movements in ordinary share capital	Number of ordinary shares	US\$000's
Balance at 31 December 2024	612,311,353	109,114
Issuance of shares to redeem convertible notes	8,814,548	673
Balance at 31 December 2025	621,125,901	109,787

Ordinary shares participate in dividends and the proceeds on winding up of the Parent Entity in proportion to the number of shares held. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands. The ordinary shares do not have any par value.

21. ACCUMULATED LOSSES

All figures are reported in thousands of US\$	As at	
	31 December 2025	31 December 2024
Accumulated losses at beginning of year	(93,658)	(66,549)
Net profit/ (loss) for the year	14,726	(27,068)
Foreign exchange movements	-	(14)
Disposal of subsidiary with a non-controlling interest	-	(27)
Accumulated losses at end of year	(78,932)	(93,658)

Notes to the Consolidated Financial Statements

22. SUBSIDIARIES

	Country of Incorporation	% owned as at 31 December	
		2025	2024
Subsidiaries			
Guanaco Mining Company Limited	British Virgin Islands	100.000	100.000
Guanaco Compañía Minera SpA	Chile	99.998	99.998
Minera Mena Chile Ltda	Chile	99.990	99.990
SCM Pampa Buenos Aires Ltda	Chile	99.990	99.990
Minera Celeste Chile Ltda	Chile	99.990	99.990
Minera Serena Chile Ltda	Chile	99.990	99.990
SMC Montezuma Ltda	Chile	99.990	99.990
Austral Gold Argentina S.A.	Argentina	99.970	99.970
Austral Gold North America Corp.	United States	100.000	100.000
Austral Gold Canada Limited	Canada	100.000	100.000
Casposo Argentina Mining Limited	Canada	100.000	100.000
Austral Gold Casposo Limited	Argentina	100.000	100.000
Revelo Resources Corp.	Canada	100.000	100.000
Minera Cuyo S.A.	Argentina	50.000	50.000

23. CAPITAL MANAGEMENT

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business.

The Group maintains strong relationships with its lenders, including banks which provide the Group with borrowings and lines of credit, and the gold refinery that the Group has an agreement with, and other customers of the Group that may fund the purchase of gold and silver in advance of delivery.

24. SUBSEQUENT EVENTS

- 24.1 During January 2026, the Group sold 6,588,761 shares of Unico Silver for net proceeds of US\$4,657 thousand. Of this amount, US\$2,725 thousand were used to exercise 15 million options at A\$0.26 per share to acquire 15 million Unico shares.
- 24.2 On 23 February 2026, the Group completed a brokered private placement for gross proceeds of US\$5,947 (A\$8,456 thousand). Broker fees of 5.0% plus GST were incurred and paid. Additional costs related to the placement were incurred. However, the final amount has not yet been determined as at the date these financial statements were authorised for issue.

Notes to the Consolidated Financial Statements

25. STATEMENT OF CASH FLOWS

The comparative statement of cash flows has been restated, with presentation changed to the direct method.

A reconciliation of loss after income tax to net cash used in operating activities has been included below:

Reconciliation of Loss After Income Tax to Net Cash used in Operating Activities	Year ended 31 December 2025	Year ended 30 December 2024
Profit/ (loss) after income tax	14,726	(27,074)
Adjustments for		
Income tax benefit recognized in profit/ (loss)	3,736	(5,135)
Impairment loss of exploration and evaluation asset	782	8,836
Impairment (reversal)/ loss of property, plant and equipment	(3,689)	16,705
Impairment (reversal)/ loss of mine properties	-	2,550
Depreciation and amortisation	2,096	3,272
Gain on sale of equipment	(711)	(654)
Gain on sale of subsidiary	-	(91)
Gain on sale of financial assets	-	(939)
Net finance charges	2,550	3,392
Gain from foreign exchange	-	(182)
Provision for reclamation and rehabilitation	1,383	(48)
Allowance for doubtful accounts	(425)	37
Inventory write-down	271	307
Non-cash employee entitlements	3	1,271
Net fair value gain on financial assets at fair value through profit or loss	(12,980)	(785)
Net cash generated from operating activities before change in assets and liabilities	7,742	1,462
Income tax refunds	-	(42)
Net cash generated from operating activities before changes in assets and liabilities	7,742	1,420
Changes in working capital		
Decrease / (increase) in inventory	(1,433)	688
Decrease in trade and other receivables	(502)	(76)
(Decrease) /increase in trade and other payables	719	(6,345)
(Decrease) / increase in supply chain financing arrangement	-	(835)
(Decrease) in employee entitlements	2,134	(1,344)
Cash received for deferred contract liabilities	592	-
Net cash generated/ used in from operating activities	9,252	(6,492)

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