



INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED
31 DECEMBER 2025

ABN 63 103 323 173
WWW.LIBERTYMETALS.COM

For personal use only

LIBERTY METALS LTD
(Formerly Traka Resources Limited)
ABN 63 103 323 173
INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2025



CONTENTS

DIRECTORS' REPORT	2
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME.....	4
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	5
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	6
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8
DIRECTORS' DECLARATION	19
AUDITOR'S INDEPENDENCE DECLARATION.....	20
INDEPENDENT AUDITOR'S REVIEW REPORT	21

The interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by Liberty Metals Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

DIRECTORS' REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2025



Your directors present their report on Liberty Metals Limited (formerly Traka Resources Limited) ("Liberty" or the "Company") and its subsidiaries (collectively the "Group") for the half year ended 31 December 2025.

DIRECTORS

The following persons were directors of the Company during the half year and up to the date of this report. Directors were in the office for the entire period unless otherwise stated.

Nicholas Katris	Non-Executive Chair	Appointed 4 August 2025
Timothy Morrison	Non-Executive Director	Appointed 4 August 2025
Jay Stephenson	Non-Executive Director and Company Secretary	
Harvey Kaplan	Non-Executive Chair	Resigned 4 August 2025
Joshua Gordon	Non-Executive Director	Resigned 4 August 2025

REVIEW OF OPERATIONS AND LIKELY DEVELOPMENTS

The Company's loss for the half-year ended 31 December 2025 was \$1,106,408 (2024: \$522,959).

During the half-year Liberty undertook a significant strategic repositioning, transitioning toward an international critical minerals exploration strategy through the acquisition and advancement of a portfolio of projects in Brazil.

Corporate Activities

During the reporting period, the Company implemented a number of corporate initiatives designed to support its revised strategic direction. These included completion of a capital raise of 4,000,000 ordinary shares raising \$2.8 million before costs to provide funding for project acquisition and working capital, changes to the composition of the Board to strengthen technical and corporate capability, and the rationalisation of legacy assets.

The Company also completed a corporate rebranding and name change to Liberty Metals Limited, reflecting its updated strategic focus on critical minerals aligned with global energy transition supply chains.

Acquisition of Brazilian Project Portfolio

A key milestone during the period was Liberty's entry into Brazil through the acquisition of a portfolio of exploration projects prospective for titanium minerals and rare earth elements.

Following completion of due diligence and receipt of shareholder approval, the Company exercised its option to acquire a 100% interest in the Brazilian project portfolio during the December 2025 quarter and issued 2,075,428,572 ordinary shares at a share price of \$0.0025 and 517,857,142 listed options exercisable at \$0.025 that expire on 17 October 2029 to the Vendors of the projects.

The acquisition represents a transformational step for Liberty, providing exposure to multiple exploration opportunities within an established mining jurisdiction and significantly expanding the Company's international footprint.

The Brazilian portfolio comprises three complementary exploration projects located in different geological settings and targeting a range of critical mineral commodities.

Paraíba Project

The Paraíba Project consists of multiple granted exploration concessions located in northeastern Brazil in the state of Paraíba. The project is considered prospective for hard-rock titanium mineralisation and represents an early-stage exploration opportunity. Work during the period focused on geological review, target assessment and planning of future exploration programs.

Rio Grande Project

The Rio Grande Project, located in the state of Rio Grande do Sul, comprises a large landholding located within a

For personal use only

DIRECTORS' REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2025



coastal geological environment prospective for heavy mineral sands. The project area benefits from favourable infrastructure access and forms part of a broader mineralised district. Activities during the reporting period were directed toward data compilation and exploration planning.

Alcobaça Project

The Alcobaça Project is located in Bahia State and is prospective for heavy mineral sands and rare earth mineralisation. The project provides additional exposure to commodities considered important to emerging technologies and energy transition markets. Initial work undertaken during the period focused on project evaluation and integration into the Company's exploration portfolio.

Exploration Activities

Following completion of the acquisition, Liberty commenced integration of the Brazilian assets into its operational framework. Activities undertaken during the period primarily involved geological assessment, compilation of historical information, and planning of systematic exploration programs intended to advance project understanding.

Exploration expenditure during the half-year reflected early-stage evaluation activities associated with the newly acquired portfolio.

Australian Projects

The Company retained certain Australian exploration interests during the reporting period. These assets remain subject to ongoing review as the Company prioritises allocation of resources toward its international critical minerals strategy.

Outlook

The acquisition of the Brazilian projects has positioned Liberty with a diversified portfolio of early-stage exploration assets focused on commodities relevant to global electrification and energy transition trends.

During the next reporting period, the Company intends to advance exploration planning across its Brazilian portfolio, undertake further geological evaluation and continue assessing strategic opportunities consistent with its critical minerals focus.

EVENTS OCCURRING AFTER BALANCE DATE

To the best of the directors' knowledge and belief, there have not been any matters or circumstances which have arisen since the end of the half-year which have significantly affected the operations of the Company, nor are there any such matters or circumstances or any likely developments which, in the opinion of the directors, may affect the future results of those operations or the state of affairs of the Company.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required items of section 307C of the Corporations Act 2001 is set out on page 20 of this Interim Financial Report.

This report is made in accordance with a resolution of the directors.

Nicholas Katris
Chair
Perth, 12 March 2026

For personal use only

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Note	31 December 2025 \$	31 December 2024 \$
Interest income		2,838	3,921
Other income	2	421,175	5,824
Fair value gain	6	20,000	-
Exploration and evaluation expenses		(99,516)	(90,883)
Administration expenses	3	(1,450,905)	(441,821)
Loss before income tax		(1,106,408)	(522,959)
Income tax expense		-	-
Loss for the half year		(1,106,408)	(522,959)
Other comprehensive income for the half year		-	-
Total comprehensive loss for the half year attributable to ordinary equity holders of the Company		(1,106,408)	(522,959)
		Cents	Cents
Basic and diluted loss per share attributable to the ordinary equity holders of the Company		(0.03)	(0.03)

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	Note	31 December 2025 \$	30 June 2025 \$
Current assets			
Cash and cash equivalents		2,244,722	83,454
Trade and other receivables		215,927	5,111
Total current assets		2,460,649	88,565
Non-current assets			
Mineral exploration and evaluation	5	5,922,932	-
Plant and equipment		623	1,562
Financial assets	6	220,000	-
Total non-current assets		6,143,555	1,562
Total assets		8,604,204	90,127
Current liabilities			
Trade and other payables		192,197	163,440
Provisions		-	20,703
Total current liabilities		192,197	184,143
Total liabilities		192,197	184,143
Net Assets / (Liabilities)		8,412,007	(94,016)
Equity			
Issued capital	4	33,177,649	25,482,146
Reserves		2,933,858	1,016,930
Accumulated losses		(27,699,500)	(26,593,092)
Total Equity / (Deficiency)		8,412,007	(94,016)

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Contributed Equity	Unissued Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$
2025					
As at 1 July 2025	25,482,146	-	1,016,930	(26,593,092)	(94,016)
Loss for the half year	-	-	-	(1,106,408)	(1,106,408)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half year	-	-	-	(1,106,408)	(1,106,408)
Transactions with equity holders in their capacity as equity holders:					
Share based payments	-	-	1,916,928	-	1,916,928
Transaction costs of share issue	(293,068)	-	-	-	(293,068)
Issue of ordinary fully paid shares	7,988,571	-	-	-	7,988,571
As at 31 December 2025	33,177,649	-	2,933,858	(27,699,500)	8,412,007
2024					
As at 1 July 2024	24,825,592	135,000	982,286	(25,306,272)	636,606
Loss for the half year	-	-	-	(522,959)	(522,959)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half year	-	-	-	(522,959)	(522,959)
Transactions with equity holders in their capacity as equity holders:					
Share based payments	-	-	10,172	-	10,172
Issue of ordinary fully paid shares	(65,632)	-	-	-	(65,632)
Transaction costs of share issues	735,263	(135,000)	-	-	600,263
As at 31 December 2024	25,495,223	-	992,458	(25,829,231)	658,450

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

For personal use only

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	31 December 2025	31 December 2024
	\$	\$
Cash flows from operating activities		
Interest received	2,838	3,921
Payments to suppliers and employees	(517,852)	(449,602)
Payments for exploration activities (expensed)	(136,972)	(90,883)
Other receipts	-	1,000
Net cash outflows from operating activities	(651,986)	(535,564)
Cash flows from investing activities		
Proceeds from disposal of exploration assets	235,000	-
Payments for exploration and evaluation (capitalised)	(40,096)	-
Net cash inflows from investing activities	194,904	-
Cash flows from financing activities		
Payment for share issue costs	(181,650)	(67,328)
Proceeds from issue of shares	2,800,000	600,263
Net cash inflows from financing activities	2,618,350	532,935
Net increase/(decrease) in cash and cash equivalents held	2,161,268	(2,629)
Cash and cash equivalents at the beginning of the half year	83,454	690,937
Cash and cash equivalents at the end of the half year	2,244,722	688,308

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2025

NOTE 1 SEGMENT INFORMATION

Management has determined that the Company has two reportable geographical segments, being mineral exploration activities in both Australia and Brazil.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker ("CODM"). The CODM has been identified as the Board of Directors, which is responsible for allocating resources and assessing the performance of the Company's operations.

The Board monitors performance primarily based on actual versus budgeted exploration expenditure and overall funding requirements across the exploration portfolio, rather than by individual geographic location. Accordingly, management has concluded that the Company operates as a single operating and reportable segment for the purposes of AASB 8 Operating Segments.

	31 December 2025			30 June 2025		
	Australia \$	Brazil \$	Group \$	Australia \$	Brazil \$	Group \$
Total current assets	2,460,649	-	2,460,649	88,565	-	88,565
Total non-current assets	220,623	5,922,932	6,143,555	1,562	-	1,562
Total assets	2,681,272	5,922,932	8,604,204	90,127	-	90,127
Total liabilities	192,197	-	192,197	184,143	-	184,143
Net assets / (liabilities)	2,489,075	5,922,932	8,412,007	(94,016)	-	(94,016)
Income	424,013	-	424,013	9,745	-	9,745
Expenses	(1,530,421)	-	(1,530,421)	(532,704)	-	(532,704)
Loss before income tax	(1,106,408)	-	(1,106,408)	(522,959)	-	(522,959)

NOTE 2 OTHER INCOME

	31 December 2025 \$	31 December 2024 \$
Sundry income	-	5,824
Gain from disposal of assets ¹	421,175	-
	421,175	5,824

¹During the period, the Company sold its interests Mt Catlin to Prowse Commodities Pty Ltd a subsidiary of Avira Resources Limited. The consideration for the sale was as follows:

- A\$15,000 non-refundable option fee that was received on 1 May 2025.
- A\$250,000 completion payment less the option fee on 5 September 2025.
- 20,000,000 fully paid ordinary shares in Avira Resources Ltd issued on 5 December 2025.
- 20,000,000 performance rights in Avira Resources Ltd that vest upon Mt Cattlin achieving a JORC Indicated Resource of 250,000 ounces of gold at 1g/t within 36 months issued on 5 December 2025.
- 1.0% Net Smelter Return (NSR) royalty on future production from Mt Cattlin that becomes payable after the first 5,000 ounces of gold have been produced and sold from the tenements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

NOTE 3 ADMINISTRATION EXPENSES

	31 December 2025	31 December 2024
	\$	\$
Loss before income tax includes the following administration expenses:		
Personnel expenses:		
Salaries, directors' fees and management fees	182,659	261,378
Superannuation	21,500	20,530
Share based payments	1,003,635	10,172
Less: disclosed as exploration expenditure	-	(8,000)
	1,207,794	284,080
Depreciation	938	1,868
Other expenses:		
Rent and rates	7,442	16,844
Company secretarial and accounting	32,500	43,098
Audit and tax	23,732	16,771
Communications	19,103	17,848
Listing fees	19,405	19,751
Consultancy Services	39,621	28,500
Other	100,370	13,061
	1,450,905	441,821

For personal use only

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

NOTE 4: CONTRIBUTED EQUITY

	31 December 2025 No of Shares	30 June 2025 No of Shares	31 December 2025 \$	30 June 2025 \$
a) Ordinary shares – fully paid				
At 1 July	2,125,790,241	1,750,658,554	25,482,146	24,825,592
Issue of ordinary shares:				
Acquisition of tenements ¹	2,075,428,572	-	5,188,571	-
Placement	4,000,000,020	-	2,800,000	-
Shares issued for consultancy services	-	30,000,000	-	45,000
Entitlement issue	-	345,131,687	-	690,263
Capital raising costs ²			(293,068)	(78,709)
Balance at end of period	8,201,218,833	2,125,790,241	33,177,649	25,482,146

¹The Company issued 2,075,428,572 ordinary shares at a share price of \$0.0025 to acquire the Brazilian project portfolio. The shares were valued using the closing ASX share price on the date the acquisition was completed.

²Included in the capital raising costs were 25,000,000 options exercisable at \$0.025 that expire on 17 October 2029. The options had a fair value of \$77,655.

For personal use only

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

NOTE 4: CONTRIBUTED EQUITY (Continued)

b) Options and Performance Rights

Set out below is a summary of the movement of options issued as share-based payments on issue during the current and prior period.

Grant Date	Security	Expiry Date	Exercise Price	Outstanding at start of period	Granted during period	Exercised/Expired during period	Outstanding at end of period	Fair value per right/option
25 Nov 2022	Director Options	24 Nov 2025	\$0.008	2,000,000	-	(2,000,000)	-	-
24 Jan 2024	Free attaching options	15 Dec 2026	\$0.005	437,664,632	-	-	437,664,632	-
18 Jul 2024	Free attaching options	15 Dec 2026	\$0.005	97,500,000	-	-	97,500,000	-
09 Dec 2024	Free attaching options	15 Dec 2026	\$0.005	75,065,844	-	-	75,065,844	-
21 Feb 2024	Broker options	15 Dec 2026	\$0.005	87,532,927	-	-	87,532,927	\$0.0009
27 Jun 2024	Consultant options	31 Dec 2026	\$0.005	15,000,000	-	-	15,000,000	\$0.0008
28 Nov 2024	Former Director Options	09 Dec 2027	\$0.005	20,000,000	-	-	20,000,000	\$0.0004
28 Nov 2024	Performance Rights	15 Nov 2027	-	60,000,000	-	(60,000,000)	-	-
28 Nov 2024	Performance Rights	15 Nov 2027	-	60,000,000	-	(60,000,000)	-	-
30 Jun 2025	Former CEO Options	30 June 2028	\$0.005	10,000,000	-	-	10,000,000	\$0.0007
30 Jun 2025	Former CEO Options	30 June 2028	\$0.010	10,000,000	-	-	10,000,000	\$0.0009
30 Jun 2025	Former CEO Options	30 June 2028	\$0.015	10,000,000	-	-	10,000,000	\$0.0012
24 Sep 2025	Consultant options ¹	17 Oct 2029	\$0.0025	-	150,000,000	-	150,000,000	\$0.0018
17 Oct 2025	Free attaching options ¹	17 Oct 2029	\$0.0025	-	964,285,755	-	964,285,755	-
07 Nov 2025	Free attaching options ¹	17 Oct 2029	\$0.0025	-	35,714,285	-	35,714,285	-
07 Nov 2025	Broker options ¹	17 Oct 2029	\$0.0025	-	25,000,000	-	25,000,000	\$0.0031
28 Nov 2025	Consultant options ¹	17 Oct 2029	\$0.0025	-	400,000,000	-	400,000,000	\$0.0010
12 Dec 2025	Consultant options ¹	17 Oct 2029	\$0.0025	-	100,000,000	-	100,000,000	\$0.0010
12 Dec 2025	Performance Rights	12 Dec 2028	-	-	2,100,000,000	-	2,100,000,000	\$0.0001 - \$0.0003
12 Dec 2025	Performance Rights	12 Dec 2028	-	-	15,000,000	-	15,000,000	\$0.0009 - \$0.0013
17 Dec 2025	Acquisition options ¹	17 Oct 2029	\$0.0025	-	517,857,142	-	517,857,142	\$0.013
				884,763,403	4,307,857,182	(122,000,000)	5,070,620,585	

¹The Options that expire on 17 October 2029 are Listed Options

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2025

NOTE 4: CONTRIBUTED EQUITY (Continued)

c) Share-based payments

	31 December 2025	31 December 2024
	\$	\$
Share based payments expense	1,003,635	10,172
Acquisition of tenements	673,214	-
Share issue costs	77,655	-
Prepaid consultant services	162,424	-
	1,916,928	10,172

During the half year, 2,100,000,000 Performance Rights were issued to Directors of the Company.

Participants	Class A	Class B	Class C	Class D	Class E	Class F	Class G	TOTAL
Nicholas Katris	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	700,000,000
Timothy Morrison	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	700,000,000
Jay Stephenson	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	700,000,000

Class A Performance Rights would vest upon the Company achieving a market capitalisation of A\$25 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class B Performance Rights would vest upon the Company achieving a market capitalisation of A\$50 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class C Performance Rights would vest upon the Company achieving a market capitalisation of A\$100 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class D Performance Rights would vest upon the Company achieving a market capitalisation of A\$150 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class E Performance Rights would vest upon the Company achieving a market capitalisation of A\$200 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class F Performance Rights would vest upon the Company achieving a market capitalisation of A\$300 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

Class G Performance Rights would vest upon the Company achieving a market capitalisation of A\$400 million, calculated by the number of Shares on issue multiplied by the volume weighted average price (VWAP) of Shares over 20 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2028.

For personal use only

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2025

NOTE 4: CONTRIBUTED EQUITY (Continued)

These rights have been valued using a Trinomial model with the valuation assumptions below:

	Class A	Class B	Class C	Class D	Class E	Class F	Class G
Number Issued	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000
Expiry Date	12/12/2028	12/12/2028	12/12/2028	12/12/2028	12/12/2028	12/12/2028	12/12/2028
Grant Date	25/11/2025	25/11/2025	25/11/2025	25/11/2025	25/11/2025	25/11/2025	25/11/2025
Share price at grant date	\$0.003	\$0.003	\$0.003	\$0.003	\$0.003	\$0.003	\$0.003
Volatility	100%	100%	100%	100%	100%	100%	100%
Risk Free Rate (%)	3.74%	3.74%	3.74%	3.74%	3.74%	3.74%	3.74%
Underlying Fair Value on Grant Date	\$0.0003	\$0.0003	\$0.0002	\$0.0002	\$0.0001	\$0.0001	\$0.0001
Total Fair Value (\$) – Life of rights	867,361	750,503	594,971	494,818	424,236	329,654	268,726
Total Fair Value (\$) – expensed to 31 December 2025	84,164	72,825	57,733	48,015	41,166	31,988	26,076

During the half year, 15,000,000 Performance Rights were issued to Josh Gordon a former director of the Company.

7,500,000 Class A Performance Rights would vest upon the Company achieving a volume weighted average price (VWAP) of Shares of \$0.005 over 15 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2027.

7,500,000 Class B Performance Rights would vest upon the Company achieving a volume weighted average price (VWAP) of Shares of \$0.01 over 15 consecutive trading days on which the Shares have actually traded, on ASX on or before 12 December 2027.

These rights have been valued using a Trinomial model with the valuation assumptions below:

	Class A	Class B
Number Issued	7,500,000	7,500,000
Expiry Date	12/12/2027	12/12/2027
Grant Date	17/08/2025	17/08/2025
Share price at grant date	\$0.002	\$0.002
Volatility	100%	100%
Risk Free Rate (%)	3.29%	3.29%
Underlying Fair Value on Grant Date	\$0.0013	\$0.0009
Total Fair Value (\$) – Life of rights	10,036	6,395
Total Fair Value (\$) – expensed to 31 December 2025	10,036	6,395

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

NOTE 4: CONTRIBUTED EQUITY (Continued)

During the half year, the Company issued 150,000,000 options at \$0.025 that expire on 17 October 2029 to Consultants for services . The options had a fair value of \$265,849.

During the half year, the Company issued 25,000,000 options at \$0.025 that expire on 17 October 2029 to Brokers for capital raising services. The options had a fair value of \$77,655.

These options subsequently became listed and were valued utilising a Black & Scholes option pricing model with the following inputs:

	Consultants	Brokers
Options	150,000,000	25,000,000
Grant date	24/09/2025	7/11/2025
Expiry date:	17/10/2029	17/10/2029
Share price at grant date	\$0.0025	\$0.0040
Exercise price	\$0.0025	\$0.0025
Volatility	100%	100%
Risk Free Rate (%)	4.19%	4.19%
Underlying Fair Value on Grant Date	\$0.0018	\$0.0031
Total Fair Value (\$)	265,849	77,655

During the half year, the Company issued 517,857,142 listed options at \$0.025 that expire on 17 October 2029 to acquire the Brazilian project portfolio. The options had a fair value of \$673,214 based on the listed option price at the date the acquisition was completed.

During the half year, the Company issued 400,000,00 listed options at \$0.025 that expire on 17 October 2029 to Consultants. The options had a fair value of \$400,000 based on the listed option price at the date the service was provided.

During the half year, the Company issued 100,000,00 listed options at \$0.025 that expire on 17 October 2029 to Consultants. The options had a fair value of \$100,000 based on the listed option price at the date the service was provided.

For personal use only

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2025

NOTE 5: MINERAL EXPLORATION AND EVALUATION

	31 December 2025	30 June 2025
	\$	\$
Opening balance	-	-
Acquisition of tenements ¹	5,861,785	-
Additions	61,147	-
	5,922,932	-

The recoupment of costs carried forward in relation to areas of interest during the exploration and evaluation phase depends on the successful development, commercial exploitation, or sale of the respective areas.

¹During the period, the Company exercised its option to acquire a 100% interest in the following Brazilian exploration projects:

- Paraiba Hard Rock Rutile Project in Paraiba State Brazil,
- Rio Grande Heavy Minerals Sands Project in Rio Grande do Sul Brazil, and
- Alcobaca Mineral Sands and Rare Earths Project in Bahia State Brazil.

The consideration consisted of issuing 2,075,428,572 ordinary shares in the Company and 517,857,142 listed options exercisable at \$0.025 that expire on 17 October 2029 to the Vendors of the projects. The Vendors retain a 1.5% Net Smelter Return (NSR) royalty, with the Company holding an option to buy back 0.5% of the NSR for AUD 500,000 within five years of commercial production.

Accounting policy - Brazil Projects

The carrying amount represents capitalised exploration and evaluation expenditure incurred within the tenements that form part of the Paraiba Hard Rock Rutile Project, Rio Grande Heavy Minerals Sands Project, and Alcobaca Mineral Sands and Rare Earths Project. Exploration and evaluation expenditure for these projects is capitalised as an exploration and evaluation asset in the year it is incurred, where the following conditions are satisfied:

- the rights to tenure of the area of interest are current; and
- at least one of the following conditions is met:
 - the exploration and evaluation expenditure is expected to be recouped through successful development and exploitation of the area of interest, or alternatively, through its sale; or
 - exploration and evaluation activities in the area of interest have not, at the balance date, reached a stage that permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

Exploration and evaluation assets are initially measured at cost and include the acquisition of rights to explore, studies, exploratory drilling, trenching and sampling, and associated activities, together with an allocation of depreciation and amortisation of assets used in exploration and evaluation activities. General and administrative costs are included in the measurement of exploration and evaluation costs only where they are directly related to operational activities in a particular area of interest.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

NOTE 5: MINERAL EXPLORATION AND EVALUATION

Accounting policy - Australian Projects

Expenditure incurred during exploration and early evaluation stages of areas of interest is written off as incurred. Once a decision to proceed to development has been taken, all further expenditure incurred relating to the area will be capitalised. Expenditure on acquisition of an area of interest is only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. When production commences, the accumulated costs for the relevant area of interest are amortized over the life of the area according to the rate of depletion of the economically recoverable reserves.

NOTE 6: FINANCIAL ASSETS

	31 December 2025	30 June 2025
	\$	\$
Opening balance	-	-
Acquisition of financial assets ¹	200,000	-
Fair value movement in financial assets	20,000	-
	220,000	-

¹During the period, the Company sold its interests Mt Catlin to Prowse Commodities Pty Ltd a subsidiary of Avira Resources Limited. Included in the consideration was 20,000,000 fully paid ordinary shares in Avira Resources Ltd. The financial assets are classified as fair-value-through-profit-or-loss. The securities are traded in an active market, being the ASX, and consequently they are measured as a Level 1 input on the fair value hierarchy

NOTE 7 COMMITMENTS FOR EXPENDITURE

In order to maintain the mineral tenements in which the Company and other parties are involved, the Company is committed to fulfil the minimum annual expenditure conditions under which the tenements are granted. This represents potential expenditure which may be avoided by relinquishment of tenure. Exploration expenditure commitments beyond twelve months cannot be reliably determined. Since the last reporting date, there has been no material change in these commitments.

NOTE 8 RELATED PARTIES

Except for the performance rights issued to directors (refer to note 4), all other arrangements with related parties, as set out in the 30 June 2025 financial statements, continue to be in place.

NOTE 9 CONTINGENT LIABILITIES

The directors are not aware of any contingent liabilities as at 31 December 2025.

For personal use only

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2025

NOTE 9 EVENTS OCCURRING AFTER BALANCE DATE

To the best of the directors' knowledge and belief, there have not been any matters or circumstances which have arisen since the end of the half-year which have significantly affected the operations of the Company, nor are there any such matters or circumstances or any likely developments which, in the opinion of the directors, may affect the future results of those operations or the state of affairs of the Company.

NOTE 10 FINANCIAL INSTRUMENTS

The Company has a number of financial instruments which are not measured at fair value on a recurring basis in the statement of financial position. The directors consider that the carrying value of these financial instruments are a reasonable approximation of their fair value.

NOTE 11 SUMMARY OF MATERIAL ACCOUNTING POLICIES

Liberty is a public company, incorporated and domiciled in Australia and listed on the Australian Securities Exchange (ASX).

Statement of compliance and basis of preparation

The half year financial statements are general-purpose financial statements, which have been prepared in accordance with the requirements of the *Corporations Act 2001*, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting".

The Financial Statements are presented for the Group, comprising Liberty Metals Limited ("Liberty", or "the Company") and its subsidiaries (collectively the "Group").

The half-year financial statements do not include all notes of the type normally included within the annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements.

The half year financial statements should be read in conjunction with the annual financial statements of Liberty as at 30 June 2025 and considered together with any public announcements made by Liberty during the half year ended 31 December 2025 in accordance with the continuous disclosure obligations arising under the *Corporations Act 2001*.

The half-year financial statements have been prepared on the accruals basis and are based on historical cost.

For the purpose of preparing the half-year financial statements, the half year has been treated as a discrete reporting period.

Going Concern

During the half-year ended 31 December 2025, the Company incurred a net loss of \$1,106,408 and had cash outflows from operating activities of \$651,986. At balance date the Company's current assets exceeded current liabilities by \$2,268,452.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

Based on the Company's cash flow forecast, the Company will need to raise additional funds through further capital raises and/or asset sales. These factors give rise to a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in the financial statements. The financial statements do not include any adjustment relating to the recoverability and classification of recorded assets amounts nor to the amounts and classifications of liabilities that might be necessary should it not continue as a going concern.

Critical accounting estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of the half year financial statements are consistent with those adopted and disclosed in the Company's financial statements for the year ended 30 June 2025 and corresponding interim reporting period.

Accounting standards and interpretations adopted

New accounting standards and interpretations adopted 31 December 2025

In the half year ended 31 December 2025, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the half year reporting periods beginning on or after 1 July 2025.

As a result of this review, the Directors have determined that there is no material impact on the Company of any new and revised Standard and Interpretations and therefore no material change is necessary to accounting policies.

New accounting standards and interpretations in issue, not yet adopted

The Directors have also reviewed all the new and revised Standards and Interpretations in issue, not yet adopted, that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 January 2026.

As a result of this review, the Directors have determined that there is no material impact of any new and revised Standards and Interpretations in issue, not yet effective, on the Company and therefore no material change is necessary to accounting policies.

For personal use only

**DIRECTORS' DECLARATION
FOR HALF YEAR ENDED 31 DECEMBER 2025**

1. In the opinion of the Directors of Liberty Metals Limited ("Liberty", or "the Company") and its subsidiaries (collectively the "Group"):
 - a) the accompanying financial statements and notes, as set out on this Interim Financial Report, are in accordance with the Corporations Act 2001 and:
 - (i) comply with Accounting Standard AASB 134 *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory reporting requirements; and
 - (ii) give a true and fair view of the Group's financial position as at 31 December 2025 and of the performance for the half year then ended.
 - b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable
 - c) the Interim Financial Report is in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.

2. This declaration is made in accordance with a resolution of the Board of Directors made pursuant to section 303(5) of the Corporations Act 2001.



Nicholas Katris
Chair
Perth, 12 March 2026

For personal use only

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Liberty Metals Limited for the half-year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
12 March 2026


D B Healy
Partner

hlb**.com.au**

HLB Mann Judd ABN 22 193 232 714

A Western Australian Partnership

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

T: +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Liberty Metals Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the interim financial report of Liberty Metals Limited (the "Company") and its controlled entities (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2025, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying interim financial report of Liberty Metals Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibility is further described in the *Auditor's Responsibility for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the "Code") that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

We draw attention to Note 11 in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

hlb.com.au

HLB Mann Judd ABN 22 193 232 714

A Western Australian Partnership

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

T: +61 (0)8 9227 7500 E: mailbox@hlbwa.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the interim financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



HLB Mann Judd
Chartered Accountants

Perth, Western Australia
12 March 2026



D B Healy
Partner

For personal use only