



VANADIUM RESOURCES LIMITED

ABN 47 618 307 887

FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2025

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VANADIUM RESOURCES LIMITED

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VANADIUM RESOURCES LIMITED

CORPORATE DIRECTORY

Board of Directors

Mr Jurie Wessels	Executive Chairman
Mr John Ciganek	Non-Executive Director
Mr Michael Davy	Non-Executive Director

Company Secretary

Ms Kyla Garic

Registered Office and Principal Place of Business

Suite 7, 63 Shepperton Road
Victoria Park WA 6100

Telephone: 08 6158 9990
Website: www.vr8.global

Stock Exchange Listing
Listed on the Australian Securities Exchange (ASX Code: VR8)
Listed on the Frankfurt Stock Exchange (FRA Code: TR3)

Auditors

RSM Australia Partners
Level 32, 2 The Esplanade
Perth WA 6000

Solicitors

Nova Legal
Level 2
50 Kings Park Road
West Perth WA 6005

Bankers

National Australia Bank Limited
197 St Georges Terrace
Perth WA 6000

Share Registry

Automic Share Registry
Level 5/191 St Georges Terrace
Perth WA 6000
Telephone: 08 9698 5414

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VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

The Directors of Vanadium Resources Limited ("**the Company**") present their report, together with the financial statements on the consolidated entity consisting of Vanadium Resources Limited and its controlled entities for the half-year ended 31 December 2025 ("**the Period**").

It is recommended that the Directors' Report be read in conjunction with the annual financial statements for the year ended 30 June 2025 and considered together with any public announcements made by the Company during the Period and up to the date of this report.

DIRECTORS

The names of the Company's Directors who held office from 1 July 2025 until the date of this report are set out below. The Directors were in office for this entire period unless otherwise stated.

Name	Status	Appointment date
Mr Jurie Hendrik Wessels	Executive Chairman	Appointed on 26 July 2019
Mr John Ciganek	Non-Executive Director	1 October 2025, previously Managing Director and Chief Executive Officer from 18 December 2020
Mr Michael Davy	Non-Executive Director	Appointed 1 December 2019

REVIEW AND RESULTS OF OPERATIONS

Steelpoortdrift Vanadium Project

During the Period, the Company continued to advance its world-class Steelpoortdrift Vanadium Project (the "**Project**") in South Africa.

On 22 July 2025¹, the Company announced that its subsidiary, Vanadium Resources (Pty) Limited ("**VanRes**") had executed a binding magnetite ore supply agreement with China Precious Asia Limited ("**CPAL**") for the offtake of vanadium-rich magnetite direct shipping ore ("**DSO**").

On 28 July 2025², the Company announced that, due to the strategy of pursuing early production through a DSO operation, plans to construct a concentrator had been paused. Further, the Company noted that the Water Use Licence ("**WUL**") Application had previously been approved by the Department of Mineral Resources and Energy ("**DMRE**"), and the WUL had been granted for Steelpoortdrift. The Company also noted that the application for the rezoning from "Agriculture" to "Special" of a 605-hectare area at Steelpoortdrift, which includes the proposed site of the mine, was in process.

On 21 August 2025³, the Company provided an update on its activities at the Project. The Company reported steady progress on the binding magnetite DSO offtake agreement executed with CPAL. According to the terms of the agreement, a pricing mechanism for the DSO (which has no established spot market) was to be agreed by 30 August 2025. The Company noted that it anticipated an extension to this date would likely be required, pending confirmation of pricing metrics, and that mutually agreed variations to certain previously announced binding terms would also likely be required.

In parallel, the Company noted that it was continuing to actively assess and advance other complementary near-term growth opportunities for the Project. These included the potential for:

- 1) Further DSO agreements;
- 2) The development of a concentrator and related concentrate offtake agreements; and

¹ Refer to ASX release, "**BINDING OFFTAKE FOR 100KTPM EXECUTED FOR DIRECT SHIPPING ORE**", 22 July 2025

² Refer to ASX release, "**QUARTERLY ACTIVITIES REPORT – JUNE 2025**", 28 July 2025

³ Refer to ASX release, "**VR8 GEARS UP FOR DSO OPERATIONS**", 21 August 2025

VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

REVIEW AND RESULTS OF OPERATIONS (continued)

- 3) Access to and/or acquisition/partnership of processing infrastructure adjacent to facilities near to domestic and export markets (allowing for the production of products such as 98% vanadium pentoxide, vanadium-pig iron, and/or vanadium nitride.)

In addition, the Company announced that it had initiated a pit optimisation program focused on starter mining areas to confirm potential head grades and to ascertain minimum DSO specifications. Several starter pits were under consideration over prospective terrain for initial operations.

On 25 September 2025⁴, the Company announced that it had commenced operational readiness activities for DSO mining at the Project in anticipation of finalising an offtake agreement with CPAL. Following ongoing discussions and reciprocal site visits, the deadline for finalising pricing arrangements with CPAL was extended to the end of September via an addendum⁵ to the magnetite ore supply agreement. The Company also noted that the Board had determined it appropriate to advance all relevant discussions with other interested parties. Further, the Company noted that an appropriate mining contractor had been identified, with the scope of works and mining and processing methodology provisionally agreed. The Company appointed Jan Frederick Viljoen, a highly experienced local mining engineer, as Chief Operating Officer and Technical Manager of VanRes, for the Steelpoortdrift Mine.

On 31 October 2025⁶, the Company announced that it was continuing to advance multiple initiatives aligned with its strategy to unlock near term cash flow from the Project. The Company noted that a response to its previously updated Social and Labour Plan (which had been submitted to the DMRE) was expected in due course. Further, engagement with senior community representatives was noted as progressing towards land use agreements, which process is eased through strong community support for the commencement of mining operations and production of ore products.

Outlook

The Company has continued to advance its broader strategic equity and offtake process for the Project, which has included the ongoing assessment of:

- 1) Strategic partnerships;
- 2) Offtake-based financing opportunities;
- 3) Development of a concentrator (alongside concentrate offtake); and
- 4) Access to and/or acquisition/partnership of market-adjacent processing infrastructure (for the potential production of V₂O₅ flake, vanadium-pig iron and/or vanadium nitride).

These initiatives are being actively advanced concurrently and are not mutually exclusive. The Company has experienced increased engagement from parties with exposure to U.S., EU and allied-aligned markets. VR8 notes vanadium's ongoing inclusion in the recent U.S. Geological Survey ("USGS"), "Final 2025 List of Critical Minerals"⁷ and the EU critical raw materials list, as governed by Critical Raw Materials Act⁸ which highlights the strategic significance of vanadium to the U.S. energy storage and defence sectors. U.S. consumption is estimated by the USGS at ~14,000tpa⁹ (by vanadium content), which is not covered by domestic sources of supply. With global supply heavily concentrated in China and Russia, VR8 believes that primary sources of supply from outside these jurisdictions holds increasing geopolitical and strategic significance.

⁴ Refer to ASX release, "DSO AND OPERATIONAL READINESS UPDATE", 25 September 2025

⁵ Refer to ASX release, "ADDENDUM TO MAGNETITE ORE SUPPLY AGREEMENT WITH CPAL", 1 September 2025

⁶ Refer to ASX release, "QUARTERLY ACTIVITIES REPORT – SEPTEMBER 2025", 31 October 2025

⁷ U.S. Geological Survey, Department of the Interior, "Final 2025 List of Critical Minerals", Federal Register, Vol. 90, No. 214 (7 November 2025), Document No. 2025-19813. <https://public-inspection.federalregister.gov/2025-19813.pdf>

⁸ Regulation (EU) 2024/1252 of the European Parliament and of the Council of 11 April 2024 establishing a framework for ensuring a secure and sustainable supply of critical raw materials. Regulation - EU - 2024/1252 - EN - EUR-Lex

⁹ U.S. Geological Survey, Mineral Commodity Summaries 2024 – Vanadium, January 2024. 14,000t of apparent consumption estimated for 2023. <https://pubs.usgs.gov/periodicals/mcs2024/mcs2024-vanadium.pdf>

VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

REVIEW AND RESULTS OF OPERATIONS (continued)

Steelpoortdrift is one of the few undeveloped primary vanadium deposits globally with a large resource base, shallow and high-grade geology, extensive technical work completed and an existing mining licence. VR8 believes that these attributes ideally position the Project to be capable of supporting long-term feedstock supply to downstream processors. Presently, VR8 considers that the greatest development opportunity for the Project lies in an integrated approach that maximises the Project's inherent advantages, including optimising the value of the suite of minerals present in Steelpoortdrift's ore and aligning with U.S. facing critical mineral initiatives in line with the evolving geopolitical landscape.

Corporate and Financial Position

On 25 July 2025¹⁰, the Company announced that it had received firm commitments to raise A\$1.2m (before costs) via an oversubscribed share placement ("**Placement**"). Further, in conjunction with the Placement, the Company announced that it would also convert 645 of the 783 outstanding convertible notes (\$1,000 per note), together with accrued interest, into 24,061,198 fully paid ordinary shares. The remaining 138 convertible notes were repaid in cash, together with accrued interest.

On 29 September 2025, the Company lodged its Corporate Governance Statement and Appendix 4G for the financial year ended 30 June 2025, in compliance with ASX Listing Rules and corporate governance principles.

On 1 October 2025¹¹, the Company advised that experienced South African mining entrepreneur, Nick Diack, had been appointed to lead the Company in the capacity of Chief Executive Officer, effectively immediately. To accommodate Mr. Diack's appointment, John Ciganek transitioned into a Non-Executive Director role.

Prior to his executive appointment, Mr. Diack co-founded and acted as Managing Director to Southern Point Resources where he raised over ZAR 800m for the investment company's maiden fund, SPR Fund I SA L.P., using the raised proceeds to acquire Vanchem, a major vanadium processing facility. Mr. Diack previously worked closely with major Chinese mining investment firms, pioneering South Africa's first PGM streaming transaction and securing significant financing for distressed mining companies. Earlier career roles include head of business development for Sentinel Bridge where he developed financing solutions for small-scale mining in Chile. Before that, Mr. Diack was an Associate Partner at Fortis Capital, a mid-market private equity and distressed asset turnaround firm, and a management consultant at MAC Consulting focusing on strategy development and shared services optimisation for major mining companies.

On 27 November 2025¹², the Company held its Annual General Meeting. All motions were successfully carried.

As of 31 December 2025, VR8 and its subsidiaries held total cash and cash equivalents of \$420,719. A total of \$479,050 was spent on exploration and development activities during the Period. The Company did not incur expenditure for mining production activities.

MINERAL RESOURCE AND ORE RESERVES

Mineral Resource

The Mineral Resource has been classified in the Measured, Indicated and Inferred categories, in accordance with 2012 Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ("**JORC Code, 2012**"). The Mineral Resources amount to 680Mt, averaging 0.70% V₂O₅ at a cut-off grade of 0.45% V₂O₅.

¹⁰ Refer to ASX release, "*OVERSUBSCRIBED PLACEMENT TO ADVANCE NEAR-TERM PRODUCTION*", 25 July 2025

¹¹ Refer to ASX release, "*NEW CEO APPOINTMENT TO DRIVE TOWARDS NEAR-TERM PRODUCTION*", 1 October 2025

¹² Refer to ASX release, "*RESULTS OF ANNUAL GENERAL MEETING*", 27 November 2025

VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

MINERAL RESOURCE AND ORE RESERVES (continued)

Table 1: Mineral Resource Estimate (as at 30 April 2022)

CLASSIFICATION	VOLUME (M m ³)	QUANTITY (Mt)	QUALITY (% V ₂ O ₅ In-situ)	CONTAINED V ₂ O ₅ (Mt)	QUALITY (% Fe ₂ O In-Situ)	CONTAINED Fe ₂ O (Mt)
Measured	43.77	145.46	0.72	1.05	22.47	32.68
Indicated	98.75	327.29	0.70	2.29	22.80	74.62
Inferred	63.41	207.38	0.68	1.40	22.90	47.49
Total Mineral Resource	205.93	680.13	0.70	4.74	22.76	154.80

Source: Sound Mining International SA (Pty) Limited, Steelpoortdrift Vanadium Project Mineral Resource Estimate Report, 30 April 2022
Notes:

- Stated at a cut-off grade of 0.45% V₂O₅;
- The Mineral Resources are stated on a 100% attributable basis for Vanadium Resources (Pty) Limited ("VanRes"), of which VR8 owns 86.49%;
- The Mineral Resources are inclusive of Ore Reserves; and
- Reported in-situ with any apparent computational errors due to rounding not considered significant.

Ore Reserves

The Ore Reserves for the Steelpoortdrift Project amounts to 77Mt at an average grade of 0.72% V₂O₅ with 30Mt of Proved Ore Reserves at an average grade of 0.70% V₂O₅ and 47Mt of Probable Ore Reserves at an average grade of 0.72% V₂O₅. Table 2 below show the Ore Reserves statement as at 30 September 2022.

Table 2: SPD Project Ore Reserve (as at 30 September 2022)

CLASSIFICATION	QUANTITY (Mt)	QUALITY (% V ₂ O ₅ RoM)	CONTAINED V ₂ O ₅ (Mt)
Proved Ore Reserves	30.23	0.70%	0.21
Probable Ore Reserves	46.62	0.72%	0.34
Total Ore Reserves	76.86	0.72%	0.55

Source: Sound Mining, 2022

Notes:

- The Ore Reserves are stated at a price of USD9.50/lb;
- The Ore Reserves are stated on a 100% attributable basis for VanRes, of which VR8 is owns 86.49%;
- The LoM was restricted to a production forecast of 25 years whereafter the mining licence will need to be renewed;
- The Ore Reserves are reported at the point of delivery for processing;
- The Quantity is reported in metric tonnes and the grade reported as a percentage of contained V₂O₅;
- Any apparent computational errors due to rounding are not considered significant;
- The Ore Reserves may be subject to legal, political, environmental or other risks;
- Losses that could occur as a result of transportation of content or Flake are considered to be negligible; and
- 39% of the Ore Reserves are in the Proved category and no Inferred Mineral Resources included in the Ore Reserve estimate.

Competent Person's Statement and Compliance Statements

The information in the referenced in this report that relates to Exploration Results, including the Mineral Resources contained within the Production Target (and forecast financial information derived from the production targets) at the Steelpoortdrift project has previously been released to the ASX. The Company confirms that it is not aware of any information or data that materially affects the information included in the market announcement, and that all material assumptions and technical parameters underpinning the announcement continue to apply. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

MINERAL RESOURCE AND ORE RESERVES (continued)

Mineral Resources

The Company confirms it is not aware of any new information or data that materially affects the information included in the 4 October 2022 (VR8 updated mineral resource and ore reserve for the Steelpoortdrift Vanadium Project) vanadium resource estimate and all material assumptions and technical parameters underpinning the estimate continue to apply and have not materially changed when referring to its resource announcement made on 4 October 2022. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Ore Reserves

The Company confirms that it is not aware of any new information or data that materially affects the information included in the Ore Reserves Statement and that all material assumptions and technical parameters underpinning the estimates in the Ore Reserves Statement continue to apply and have not materially changed. The Information that has been presented in this report has been extracted from the announcement dated 4 October 2022 (VR8 updated mineral resource and ore reserve for the Steelpoortdrift Vanadium Project). The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

SIGNIFICANT CHANGES TO THE STATE OF AFFAIRS

Refer to the Review of Operations and Activities above for the significant changes in the state of affairs of the consolidated entity during the half year.

FINANCIAL RESULTS

The financial results of the consolidated entity for the half-year ended 31 December 2025 are:

	31 December 2025	30 June 2025
Cash and cash equivalents (\$)	420,719	160,169
Net assets (\$)	29,952,987	28,152,612

	31 December 2025	31 December 2024
Net loss after tax attributable to the owners of the Company (\$)	(218,718)	(1,143,292)
Loss per share (cents)	(0.04)	(0.20)

EVENTS OCCURRING AFTER REPORTING DATE

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under s 307C of the Corporations Act 2001 is set out on page 10 for the half-year ended 31 December 2025.

VANADIUM RESOURCES LIMITED

DIRECTORS' REPORT

This report is signed in accordance with a resolution of the Board of Directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



J Wessels
Chairman

13 March 2026

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RSM Australia Partners

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Vanadium Resources 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:

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

RSM

RSM AUSTRALIA



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2026

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VANADIUM RESOURCES LIMITED

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 \$
Revenue from continuing operations			
Other income		74,348	18,363
Expenses			
Company secretary and financial management		(25,788)	(30,591)
Consulting and legal fees		-	(39,700)
Depreciation expenses		(6,611)	(5,635)
Directors' fees		(19,500)	(112,112)
Other expenses		(92,619)	(321,858)
Professional fees		(52,090)	(78,747)
Salaries and wages		(55,000)	(210,505)
Interest expense		(111,962)	-
Share and company registry fees		(70,382)	(46,067)
Share based payments	9	132,975	(330,502)
Loss from continuing operations before income tax		(226,629)	(1,157,354)
Income tax expense		-	-
Loss from continuing operations after income tax		(226,629)	(1,157,354)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit and loss</i>			
Foreign currency transactions		362,063	255,981
Other comprehensive income for the half-year, net of tax		362,063	255,981
Total comprehensive income/(loss) for the half-year		135,434	(901,373)
Loss for the half-year attributable to:			
Owners of Vanadium Resources Limited		(218,718)	(1,143,292)
Non-controlling interest		(7,911)	(14,062)
		(226,629)	(1,157,354)
Total comprehensive income/(loss) attributable to:			
Owners of Vanadium Resources Limited		94,430	(921,894)
Non-controlling interest		41,004	20,521
		135,434	(901,373)
Loss per share for the half-year attributable to the members of Vanadium Resources Limited:			
Basic and diluted loss per share	5	(0.04)	(0.20)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the notes to the financial statements.

VANADIUM RESOURCES LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	Note	31 December 2025 \$	30 June 2025 \$
ASSETS			
Current Assets			
Cash and cash equivalents		420,719	160,169
Trade and other receivables		53,003	135,357
Total Current Assets		473,722	295,526
Non-Current Assets			
Exploration and evaluation assets	6	29,708,930	29,101,863
Rehabilitation bond		295,142	201,516
Plant and equipment		6,827	13,097
Other financial assets		4,498	4,293
Total Non-Current Assets		30,015,397	29,320,769
TOTAL ASSETS		30,489,119	29,616,295
LIABILITIES			
Current Liabilities			
Trade and other payables		281,919	463,850
Borrowings		180,556	172,349
Convertible notes	7	-	759,102
Total Current Liabilities		462,475	1,395,301
Non-Current Liabilities			
Environmental rehabilitation liabilities		73,657	68,382
Total Non-Current Liabilities		73,657	68,382
TOTAL LIABILITIES		536,132	1,463,683
NET ASSETS		29,952,987	28,152,612
EQUITY			
Issued capital	8	39,884,042	38,126,126
Reserves		1,524,985	1,304,812
Accumulated losses		(11,216,570)	(10,997,852)
Equity attributable to the owners of Vanadium Resources Limited		30,192,457	28,433,086
Non-controlling interest		(239,470)	(280,474)
TOTAL EQUITY		29,952,987	28,152,612

The Consolidated Statement of Financial Position should be read in conjunction with the notes to the financial statements.

VANADIUM RESOURCES LIMITED

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

	Issued Capital	Reserves	Accumulated Losses	Non-controlling Interest	Total Equity
	\$	\$	\$	\$	\$
At 1 July 2025	38,126,126	1,304,812	(10,997,852)	(280,474)	28,152,612
Loss after tax for the period	-	-	(218,718)	(7,911)	(226,629)
Other comprehensive income, net of tax	-	313,148	-	48,915	362,063
Total comprehensive income/(loss) for the half-year		313,148	(218,718)	41,004	135,434
Transactions with owners in their capacity as owners:					
Issue of shares (net of costs)	1,796,716	-	-	-	1,796,716
Issue of options as share issue costs	(40,000)	40,000	-	-	-
Amortisation of performance rights	-	(132,975)	-	-	(132,975)
Balance at 31 December 2025	39,884,042	1,524,985	(11,216,570)	(239,470)	29,952,987
At 1 July 2024	38,076,126	202,050	(8,452,937)	(297,870)	29,527,369
Loss after tax for the period	-	--	(1,143,292)	(14,062)	(1,157,354)
Other comprehensive income, net of tax	-	221,398	-	34,583	255,981
Total comprehensive income/(loss) for the half-year		221,398	(1,143,292)	20,521	(901,373)
Transactions with owners in their capacity as owners:					
Amortisation of performance rights and options	-	330,502	-	-	330,502
Balance at 31 December 2024	38,076,126	753,950	(9,596,229)	(277,349)	29,956,498

The Consolidated Statement of Changes in Equity should be read in conjunction with the notes to the financial statements.

VANADIUM RESOURCES LIMITED

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

	31 December 2025	31 December 2024
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(332,647)	(518,323)
Interest received	44	15,921
GST refund	61,499	72,217
Net cash flows used in operating activities	(271,104)	(430,185)
Cash flows from investing activities		
Payments for capitalised exploration and evaluation	(479,050)	(1,338,039)
Net cash flows used in investing activities	(479,050)	(1,338,039)
Cash flows from financing activities		
Proceeds from the issue of shares (net of transaction costs)	1,115,300	-
Repayment of convertible loan notes	(144,596)	-
Proceeds from the issue of convertible loan notes	40,000	-
Net cash flows provided by financing activities	1,010,704	-
Net increase/(decrease) in cash and cash equivalents	260,550	(1,768,224)
Cash and cash equivalents at the beginning of the period	160,169	1,915,118
Cash and cash equivalents at the end of the period	420,719	146,894

The Consolidated Statement of Cash Flows should be read in conjunction with the notes to the financial statements.

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NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION

These general purpose financial statements for the interim half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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

Significant accounting judgements and key estimates

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

In preparing this interim financial report, the significant judgments made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2025.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going Concern

These financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As disclosed in the financial statements, the consolidated entity incurred a loss of \$226,629 and had net cash outflows from operating and investing activities of \$271,104 and \$479,050 respectively for the half-year ended 31 December 2025. As at that date, the consolidated entity had net current assets of \$11,247 and net assets of \$29,952,987.

The Directors believe that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- The Company's ability to issue additional shares under the Corporations Act 2001 to raise further working capital; and
- The consolidated entity has the ability to scale down its operations in order to curtail expenditure, so as to ensure that the cash available is sufficient to meet projected expenditure.

Accordingly, the Directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

Should the consolidated entity not achieve the matters set out above there exists a material uncertainty that may cast significant doubt on the consolidated entity's ability to continue as a going concern and therefore they may be unable to realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustment relating to the recoverability or classification of recorded asset amounts or to the amounts or classification of liabilities that might be necessary should the consolidated entity not be able to continue as a going concern.

VANADIUM RESOURCES LIMITED

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

NOTE 2: DIVIDENDS

No dividends were paid or proposed to be paid to members during the half-year ended 31 December 2025 (31 December 2024: nil).

NOTE 3: OPERATING SEGMENTS

The consolidated entity operates as one segment, which is the mineral exploration in South Africa.

NOTE 4: CONTINGENCIES AND COMMITMENTS

There are no material changes in the consolidated entity's contingencies and commitments from 30 June 2025.

NOTE 5: LOSS PER SHARE

Basic loss per share is calculated by dividing net loss for the 6-months attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the half-year.

Diluted loss per share is calculated by dividing the net loss attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the 6 months plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	31 December 2025	31 December 2024
	\$	\$
Net loss for the period attributable to owners	(218,718)	(1,143,292)
Weighted average number of ordinary shares for basic and diluted loss per share	614,864,830	562,625,204

Options on issue are considered anti-dilutive to the earnings per share as the Company is in a loss-making position.

Continuing operations		
- Basic and diluted loss per share (cents)	(0.04)	(0.20)

NOTE 6: EXPLORATION AND EVALUATION ASSETS

	31 December 2025	30 June 2025
Balance at beginning of the period	29,101,863	28,125,194
Exploration and expenditure assets incurred	607,032	1,450,774
Rehabilitation asset recognised/(derecognised)	35	(32,221)
Impairment of Quartz Bore Project	-	(441,884)
Balance at end of the period	29,708,930	29,101,863

VANADIUM RESOURCES LIMITED

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

NOTE 7: CONVERTIBLE NOTES

	31 December 2025	30 June 2025
Host liability	-	675,201
Derivative liability	-	83,901
	-	759,102

During the half-year ended 31 December 2025, and in conjunction with the placement announced on 25 July 2025, the Company converted 645 of the 783 outstanding convertible notes (at \$1,000 per note), together with accrued interest, into 24,061,198 fully paid ordinary shares, and repaid the remaining 138 convertible notes in cash together with accrued interest. In accordance with the terms of the convertible notes, the conversion price was determined at a 15% discount to the placement price.

In addition, 18,269,739 options were issued to convertible note holders with an exercise price of A\$0.050 and a three-year expiry. These options have been accounted for during the financial year ended 30 June 2025.

The derivative liability is remeasured at conversion date, with changes in fair value recognised in profit or loss. The fair value of the derivative liability was determined using option pricing techniques. The valuation model inputs used to determine the fair value of embedded derivatives at the conversion date are as follows:

Valuation Date	Tranche 1 30 July 2025	Tranche 2 30 July 2025
Face Value	\$662,555	\$156,957
Underlying Share Price	\$0.032	\$0.032
Conversion Price	\$0.0281	\$0.0281
Conversion Date	30 July 25	30 July 25
Expected Future Volatility	90%	90%
Risk Free Rate	3.21%	3.21%

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VANADIUM RESOURCES LIMITED

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

NOTE 8: ISSUED CAPITAL

	31 December 2025		30 June 2025	
	No. of Shares	\$	No. of Shares	\$
Ordinary shares – fully paid	624,716,705	39,884,042	564,291,871	38,126,126

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the share held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital. On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Movement reconciliation	Number	\$
Balance at 1 July 2025	564,291,871	38,126,126
Issue of shares on 30 July 2025 for settlement of convertible notes (Note 7)	24,061,198	674,916
Issue of shares on 30 July 2025 @ \$0.033 per shares	36,363,636	1,200,000
Share issue costs		(117,000)
Balance at 31 December 2025	624,716,705	39,884,042

NOTE 9: SHARE-BASED PAYMENTS

	31 December 2025	31 December 2024
	\$	\$
Recognised share-based payment transactions		
Performance right forfeited	(358,722)	-
Amortisation of ESIP rights issued	225,747	330,502
Share-based payment expenses recognised in profit or loss and other comprehensive income	(132,975)	330,502
Options issued as consideration for services provided (i)	40,000	-
Share-based payment recognised as share issue cost	40,000	-

(i) During current period, 2,500,000 units of options were issued to lead manager as part consideration of capital raising activities. The Black-Scholes Model was used to determine the estimated fair value of those options.

A summary of valuation inputs used is presented below:

	Lead Manager Options
Expected volatility (%)	90%
Risk free interest rate (%)	3.407%
Weighted average expected life of options (years)	3 years
Expected dividends	Nil
Exercise price (cents)	5.0
Share price at grant date (\$)	0.032
Fair value of options (cents)	1.6
Number of options	2,500,000
Expiry date	1 August 2028
Grant date	1 August 2025

VANADIUM RESOURCES LIMITED

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

NOTE 10: EVENTS AFTER THE END OF THE INTERIM PERIOD

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

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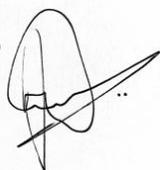
DIRECTORS' DECLARATION FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2025 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



J Wessels
Chairman

13 March 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF VANADIUM RESOURCES LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Vanadium Resources Limited (the Company) which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes to the financial statements comprising material accounting policy information and other explanatory information, and the directors' declaration of the consolidated entity 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 half-year financial report of Vanadium Resources Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's 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 *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-Year Financial Report* section of our report. We are independent of the consolidated entity 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the half-year financial report, which indicates that the consolidated entity incurred a net loss of \$226,629 and had net cash outflows from operating and investing activities of \$271,104 and \$479,050, respectively, for the half-year ended 31 December 2025. These events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the consolidated entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' Responsibility for the Half-Year Financial Report

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

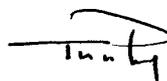
Auditor's Responsibility for the Review of the Half-Year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity'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 a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



RSM AUSTRALIA



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2026

