

ADELONG GOLD LIMITED AND CONTROLLED ENTITIES

ABN: 15 120 973 775

**Financial Report for the Half-Year
Ended 31 December 2025**

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AND CONTROLLED ENTITIES**



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CONTENTS	Page
Directors' Report	3
Auditor's Independence Declaration	6
Consolidated Statement of Profit or Loss and Other Comprehensive Income	7
Consolidated Statement of Financial Position	8
Consolidated Statement of Changes in Equity	9
Consolidated Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration	17
Independent Auditor's Review Report	18

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The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Adelong Gold Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

Directors

The names and details of the Group's Directors in office during the financial period and until the date of this report are as follows:

Mena Habib
Ian Holland
Kurt Linghohr
Louie Simens (Appointed 15 September 2025, Resigned 27 January 2026)

Principal Activities and Change in State of Affairs

During the period the principal continuing activities of the consolidated entity consisted of exploration activities at the Group's mining tenements predominately situated in Victoria, Australia.

The Company issued 498,159,688 fully paid ordinary shares raising a total of \$2,262,500, net of capital raising costs.

Review of Operations

Operating Results for the half-year

The loss for the group after tax was \$7,336,641 (2024: Loss of \$344,013) for the half-year ended 31 December 2025.

Review of financial position

The net assets of the Group have decreased by \$597,129 from \$10,459,287 as at 30 June 2025 to \$9,862,158 as at 31 December 2025. The Directors believe the Group is in a stable financial position to continue its current programs notwithstanding future capital raisings will be required.

Victorian Gold Strategy

- The Company's exploration strategy is focused on high-grade orogenic gold systems within historically productive gold belts, particularly within Victoria, which hosts several world-class goldfields.
- The Company's Victorian portfolio includes the Apollo Gold Project, located within the Walhalla Gold Belt, and the Lauriston Gold Project, located within the Bendigo Goldfields region. Both districts are historically significant gold provinces known for structurally controlled quartz reef mineralisation, which remain highly prospective for new discoveries.
- Exploration activities undertaken during the reporting period focused on validating historical exploration results, refining geological interpretations and testing priority targets through drilling programs.

Apollo Gold Project

- The Company continued to advance the Apollo Gold Project, located within the northern portion of the Walhalla Gold Belt in Victoria, approximately 120 kilometres north-east of Melbourne. The project comprises a 100% interest in Exploration Licence EL006430, covering approximately 102 km² within a historically productive gold district.
- During the reporting period, the Company completed its maiden diamond drilling program at Apollo. The program comprised four diamond drill holes for approximately 1,060 metres, targeting mineralisation associated with the Dig Fault Zone and historic workings in the Meade's Mine area.
- Results from the program confirmed the presence of significant gold mineralisation associated with quartz veining and structural zones, supporting the Company's geological model for the project (ASX Release: 6 October 2025).

Key results from the program included:

- 27.0m at 1.69 g/t Au, including higher-grade zones up to 7.58 g/t Au
- 10.9m at 3.26 g/t Au, including 6.0m at 5.36 g/t Au
- 5.8m at 3.26 g/t Au, including 2.5m at 5.43 g/t Au
- 13.0m at 1.61 g/t Au, including 3.01m at 5.26 g/t Au

These results confirm the presence of a mineralised gold system associated with the Dig Fault Zone, with mineralisation intersected beneath historic workings and along interpreted structural controls. Importantly, mineralisation remains open along strike and at depth, indicating potential for further discoveries within the broader structural corridor. The results from the maiden drilling program provide a strong technical foundation for follow-up exploration and further drilling aimed at defining the scale and continuity of mineralisation.

Lauriston Gold Project

The Company also progressed exploration activities at its Lauriston Gold Project, located within the Bendigo Goldfields region of central Victoria, a district historically recognised for significant orogenic gold mineralisation. The project area is considered prospective for epizonal gold systems, similar to the Fosterville and Costerfield deposits located along strike to the north.

During the reporting period, the Company commenced its initial reconnaissance drilling program at Lauriston. The program was designed to test priority targets from the Comet and Yankee/Trojan prospect within an initial program of up to 3,000m of diamond drilling (ASX Release: 8 October 2025).

The Company reported observations from the first two drill holes at the Comet prospect with both holes intersecting multiple zones of shearing, quartz veining and sulphide-bearing mineralisation. Minor visible gold was also observed in the second hole (ASX Release: 21 November 2025). By the end of the period, an initial program of six diamond drill holes (1,481.6m total) at the Comet prospect had been completed and the drill rig had commenced at the Yankee-Trojan prospect located three kilometres to the north along the same regional trend (ASX Release: 21 January 2026). All assay results remain pending as at the time of this report.

Adelong Gold Project (Challenger Gold Mine)

The Adelong Gold Project historically centred on the Challenger Gold Mine, located near Adelong in southern New South Wales.

Divestment of Remaining Interest

During the reporting period, the Company entered into binding transaction documentation to sell its remaining 49% interest in Challenger Mines Pty Ltd, the entity holding the Challenger Gold Project, to Great Divide Mining Limited (ASX Release: 8 December 2025). Under the terms of the agreement, the Company will receive 10,000,000 fully paid ordinary shares in Great Divide Mining Limited. The Company will also retain a 1% Net Smelter Return (NSR) royalty over future gold production from the defined Challenger mining area, capped at 125,000 ounces of gold produced.

The transaction simplifies the Company's asset structure, removes future funding obligations associated with the joint venture and maintains exposure to potential future production upside through both the equity holding and royalty interest.

Subsequent to the end of the reporting period, the Company announced that the transaction had been completed (ASX Release: 2 February 2026).

Brazilian Critical Minerals Projects

The Company continues to maintain exploration interests in Brazil through the Santa Rita do Araçuaí Project in Minas Gerais and the Paraíba Project in the state of Paraíba. Both projects are located within regions considered prospective for lithium-bearing pegmatites and associated critical minerals.

During the reporting period, the Company reviewed exploration results from earlier reconnaissance programs and assessed potential follow-up exploration activities. Future work may include additional geological mapping, geochemical sampling and target definition programs.

Corporate

There were a number of corporate initiatives undertaken during the reporting period, including:

The Company completed the sale of its non-core holding of 25,000,000 ordinary shares in Sarama Resources Limited (ASX: SRR) at a price of \$0.03 per share, generating proceeds of \$750,000 (ASX Release: 15 August 2025). This transaction bolstered the Company's cash balance and supported the accelerated exploration at the Company's Apollo and Lauriston projects in Victoria

The Company secured a strategic investment from Nova Minerals (ASX: NVA) during the period (ASX Release: 9 September 2025). Under the terms of the transaction, Nova Minerals invested \$1 million into the Company and received First Right of Refusal (FROR) on all antimony offtake. As a representative of Nova Minerals, Mr Louie Simens joined the Board as a Non-Executive Director effective from 15 September 2025.

Events Subsequent to the End of the Reporting Period

Mr Louie Simens resigned as a Non-Executive Director of the Company, effective 27 January 2026.

Adelong transferred its 10,000,000 CMPL shares (49% interest) to Great Divide Mining Limited (GDM) and received 10,000,000 fully paid ordinary shares in GDM, issued on 2 February 2026 as consideration. 5,000,000 (ASX:GDM) shares are subject to voluntary escrow for 6 months from the date of issue. 5,000,000 GDM shares are subject to voluntary escrow for 12 months from the date of issue. Adelong retains a 1% net smelter return royalty on future gold production from the Challenger Gold Project, capped at 125,000 ounces.

On 18 February 2026, the Company issued 21,818,181 fully paid ordinary shares valued at \$120,000 as consulting fees for the acquisition of the Lauriston Gold Project in accordance with the consulting agreement.

On 18 February 2026, the Company issued 78,000,000 fully paid ordinary shares arising from Performance Rights vesting upon the achievement of share price vesting conditions.

Auditor's Independence Declaration

The lead auditor's independence declaration for the half year ended 31 December 2025 has been received and can be found on page 6 of the Financial Report.

The Directors' Report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3)(a) of the Corporations Act 2001.



Mr Ian Holland
Melbourne, 16 March 2026

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AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF ADELONG GOLD LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2025 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.


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A.M. FONG
Director

Melbourne: 16 March 2026

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ADELONG GOLD LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025



	Note	Consolidated Group	
		31 December 2025	31 December 2024
		\$	\$
Continuing operations			
Revenue and other income		14,275	4,373
Administration expenses		(108,065)	(88,177)
Investor relations		(158,762)	(1,920)
Employee benefits expense		(37,413)	(38,033)
Share registry costs		(31,331)	(19,404)
Depreciation and amortisation expense		(10,824)	(35,406)
Directors' fees		(66,000)	(125,325)
Consulting and marketing fees		(218,435)	(37,396)
Insurance		(20,921)	(21,547)
Legal and professional fees		(164,004)	(90,048)
Tenancy costs		(12,021)	(11,080)
Travel and accommodation		(14,218)	(8,146)
Doubtful debts – loan to Cosmo Gold		-	128,096
Acquisition consulting fees		(330,000)	-
Finance costs		(1,491)	-
Loss on fair value of investments		(50,000)	-
Loss on disposal of subsidiary	3	(16,807)	-
Share based payments expense		(5,140,510)	-
Provision for loss on GST claim	10	(891,539)	-
Share of equity accounted result		(51,287)	-
Loss before income tax		(7,309,353)	(344,013)
Tax expense		(27,288)	-
Net loss for the half-year		(7,336,641)	(344,013)
Total comprehensive loss		(7,336,641)	(344,013)
Earnings per share			
Basic and diluted earnings per share (cents)	2	(0.30)	(0.03)

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ADELONG GOLD LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025



		Consolidated Group	
		31 December	30 June
		2025	2025
Note		\$	\$
Assets			
Current Assets			
	Cash and cash equivalents	2,863,504	3,092,021
	Trade and other receivables	104,096	101,340
4	Other financial assets	100,000	800,000
	Other assets	460,043	610,935
	Total Current Assets	3,527,643	4,604,296
Non-Current Assets			
	Other assets	-	659,975
5	Plant and equipment and right of use assets	54,121	285,636
3	Exploration expenditure	6,891,113	5,611,827
3	Investments accounted for using the equity method	3,600,000	-
	Total Non-Current Assets	10,545,234	6,557,438
	Total Assets	14,072,877	11,161,734
Liabilities			
Current Liabilities			
6	Trade and other payables	3,558,222	672,313
	Employee entitlements – annual leave	37,729	30,134
	Lease liabilities	31,387	-
	Total Current Liabilities	3,627,338	702,447
Non-Current Liabilities			
6	Trade and other payables	560,000	-
	Lease liabilities	23,381	-
	Total Non-Current Liabilities	583,381	-
	Total Liabilities	4,210,719	702,447
	Net Assets	9,862,158	10,459,287
Equity			
7	Issued capital	28,887,119	26,624,619
11	Reserves	7,227,726	2,049,718
	Retained earnings	(26,252,687)	(18,929,485)
	Minority interest	-	714,435
	Total Equity	9,862,158	10,459,287

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ADELONG GOLD LIMITED AND CONTROLLED ENTITIES
 ABN: 15 120 973 775
 STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2025



	Issued Capital	Accumulated Losses	Option Reserve	Financial Asset Reserve	Foreign Currency Translation Reserve	Minority Interest	Total
	\$	\$	\$	\$	\$	\$	\$
Consolidated Group							
Balance at 1 July 2024	22,270,957	(16,480,281)	283,075	-	227	-	6,073,978
Comprehensive income							
Loss for the period	-	(344,013)	-	-	-	-	(344,013)
Other comprehensive income for the period	-	-	-	25,000	-	-	25,000
Total comprehensive income for the period	-	(344,013)	-	25,000	-	-	(319,013)
Balance at 31 December 2024	22,270,957	(16,824,294)	283,075	25,000	227	-	5,754,965
Balance at 1 July 2025	26,624,619	(18,916,046)	2,049,490	-	227	700,997	10,459,287
Comprehensive income							
Loss for the period	-	(7,336,641)	-	-	-	-	(7,336,641)
Total comprehensive income for the period	-	(7,336,641)	-	-	-	-	(7,336,641)
Transactions with owners, in their capacity as owners, and other transactions							
Shares issued during the period	2,500,000	-	-	-	-	-	2,500,000
Transaction costs net of tax	(237,500)	-	-	-	-	-	(237,500)
Disposal of subsidiary	-	-	-	-	-	(700,997)	(700,997)
Performance Rights and Options issued during the period	-	-	5,178,009	-	-	-	5,178,009
Total transactions with owners and other transactions	2,262,500	-	5,178,009	-	-	(700,997)	6,739,512
Balance at 31 December 2025	28,887,119	(26,252,687)	7,227,499	-	227	-	9,862,158

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ADELONG GOLD LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025



	Consolidated Group		
	Note	31 December 2025	31 December 2024
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(864,827)	(465,741)
Interest received		12,085	3,161
Net cash (used in) operating activities		<u>(852,742)</u>	<u>(462,580)</u>
Cash flows from investing activities			
Proceeds from disposal of investments		750,000	-
Payments for exploration expenditure		(1,168,582)	(222,662)
Deconsolidation of former subsidiary		(29,255)	-
Payments for loan to Cosmo Gold Limited		(100,000)	-
Net cash (used in) investing activities		<u>(547,837)</u>	<u>(222,662)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		1,250,000	-
Payments for capital raising costs		(76,909)	-
Repayment of convertible note		-	(258,658)
Net cash provided by / (used in) financing activities		<u>1,173,091</u>	<u>(258,658)</u>
Net decrease in cash held		(227,488)	(943,900)
Cash and cash equivalents at beginning of financial period		3,090,992	1,152,581
Cash and cash equivalents at end of financial period		<u>2,863,504</u>	<u>208,681</u>

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The accompanying notes form part of these financial statements.

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

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.

(a) Going Concern

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the half-year of \$7,336,641 (2024: \$344,013) and net cash outflows from operating activities of \$852,742 (2024: \$462,580).

The directors have prepared a cash flow forecast, which indicates that the Company will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

Included in current liabilities are trade and other payables of \$1,020,000 able to be settled in shares rather than cash. As noted in Note 9 there is 5,000,000 (ASX:GDM) shares available to be sold if required after 6 months from the date of issue (2 February 2026).

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are confident of the Company's ability to raise additional funds as and when they are required.

Note 2 Earnings per Share

	Consolidated Group	
	31 December 2025	31 December 2024
	\$	\$
(a) Reconciliation of earnings to profit or loss		
Losses	(7,336,641)	(344,013)
Losses used to calculate basic EPS	<u>(7,336,641)</u>	<u>(344,013)</u>
	No.	No.
(b) Weighted average number of ordinary shares outstanding during the period used in calculating basic EPS	2,434,559,044	1,117,988,958
Weighted average number of ordinary shares outstanding during the period used in calculating dilutive EPS	<u>2,434,559,044</u>	<u>1,117,988,958</u>
Basic loss per share from continuing and discontinued operations	<u>(0.30)</u>	<u>(0.03)</u>

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Note 3 Exploration Expenditure

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
Exploration Expenditure – Intangible	6,802,529	5,611,827
Balance at beginning of the period	5,611,827	3,407,192
Acquisition of Apollo Gold project	-	700,000
Acquisition of Lauriston Gold project	3,500,000	500,000
Great Divide Mining Ltd Joint Venture contribution	-	300,000
Disposal of subsidiary (i)	(3,360,076)	-
Additions / Foreign exchange movements	1,050,778	704,635
Balance at end of the period	<u>6,802,529</u>	<u>5,611,827</u>
Exploration Expenditure - Tangible	88,584	-
Balance at the beginning of period	-	-
Additions / Foreign exchange movements	89,753	-
Less: Depreciation	(1,169)	-
Balance at end of the period	<u>88,584</u>	<u>-</u>
Total	<u><u>6,891,113</u></u>	<u><u>5,611,827</u></u>

- (i) On 17 July 2025, the Company reduced its share of ownership of Challenger Mines Pty Ltd (CMPL) from 85% to 49% upon achievement of the first gold pour at the Challenger Gold Mine. CMPL was accounted for as an investment using the equity method from this date up until 31 December 2025. A loss on the disposal of the subsidiary of \$16,807 is recorded in the Statement of Profit or Loss and Other Comprehensive Income and an asset of \$3,600,000 on the Statement of Financial Position as at 31 December 2025.

The value of the Company's interest in exploration expenditure is dependent upon the:

- continuance of the economic entity's right to tenure of the areas of interest;
- the results of future exploration; and
- the recoupment of costs through successful development and exploitation of the areas of interest, or alternatively, by their sale.

The recovery of deferred exploration and evaluation costs is dependent upon the success of pre-feasibility studies, exploration and evaluation.

The Group has reviewed all of its tenements and has only carried forward the expenses on the tenements that give rise to a potential economic benefit to the Company through development or exploration.

The Group has considered the impairment indicators below and confirms no such indicators are applicable at 31 December 2025. As such, the Group does not consider that a full impairment test is necessary.

Impairment indicators

- The period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area;
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale;
- Evidence is available of obsolescence or physical damage of an asset; and
- The net assets of the Group exceeds its market capitalisation.

Note 4 Other Financial Assets

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
CURRENT		
Loan to Cosmo Gold Limited	100,000	-
Shares held in Sarama Resources Limited – at fair value	-	800,000
Total current assets	<u>100,000</u>	<u>800,000</u>

Note 5 Plant and Equipment and Right of Use Assets

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
Plant and Equipment and Right of Use Assets		
At cost	64,945	1,054,629
Accumulated depreciation	(10,824)	(768,993)
Total Plant and equipment and Right of Use Assets	<u>54,121</u>	<u>285,636</u>

(a) **Movements in Carrying Amounts**

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period.

	Plant and Equipment	ROU Asset	Total
	\$	\$	\$
Balance at 1 July 2025	285,636	-	285,636
Disposal of subsidiary	(285,636)	-	(285,636)
Additions during the period	-	64,945	64,945
Depreciation expense	-	(10,824)	(10,824)
	<u>-</u>	<u>54,121</u>	<u>54,121</u>

Note 6 Trade and Other Payables

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
CURRENT		
Trade Creditors	71,459	228,612
Sundry payables and accruals	75,219	443,701
Lauriston Gold Project consideration and consulting fees	2,520,000	-
GST claim liability (i)	891,539	-
Total	<u>3,558,222</u>	<u>672,313</u>
NON-CURRENT		
Lauriston Gold Project consideration and consulting fees	560,000	-
Total	<u>560,000</u>	<u>-</u>

(i) Refer to Note 10 for details on this liability and related contingent asset.

Note 7 Issued Capital and Options

	Consolidated Group	
	31 December	30 June
	2025	2025
	\$	\$
2,566,836,361 (2024: 1,117,988,958) fully paid ordinary shares	28,887,119	26,624,620

The Group has authorised share capital amounting to 2,566,836,361 ordinary shares.

(a) Ordinary Shares	Consolidated Group			
	31 December 2025		30 June 2025	
	No.	\$	No.	\$
At the beginning of the reporting period	2,068,676,673	26,624,619	1,117,988,958	22,270,958
Shares issued during the period	498,159,688	2,500,000	950,687,715	4,763,888
Less transaction costs arising from issue of shares	-	(237,500)	-	(410,227)
At the end of the reporting period	<u>2,566,836,361</u>	<u>28,887,119</u>	<u>2,068,676,673</u>	<u>26,624,619</u>

On 14 July 2025, 180,000,000 fully paid ordinary shares were issued at a value of \$900,000, in partial consideration for the Lauriston project acquisition in accordance with the Lauriston Acquisition Agreement.

On 14 August 2025, 68,159,688 fully paid ordinary shares were issued at \$0.005135 per share raising \$350,000 before costs.

On 15 September 2025, 250,000,000 fully paid ordinary shares were issued at \$0.005 per share, raising a total of \$1,250,000 before costs.

(b) Listed and Unlisted Options

The following reconciles the outstanding Options to subscribe for fully paid ordinary shares in the Company at the beginning and end of the financial period.

	Consolidated Group	
	31 December 2025	30 June 2025
	No.	No.
At the beginning of the reporting period	1,737,427,222	1,082,083,335
Issued during the period	375,000,000	655,343,887
Lapsed during the period	(20,000,000)	-
Balance at the end of financial period	<u>2,092,427,222</u>	<u>1,737,427,222</u>
Exercisable at the end of the financial period	<u>2,042,427,222</u>	<u>1,687,427,222</u>

	Number	Issue Date	Expiry Date	Exercise
				\$
Listed options – ADGOA	250,000,000	15/09/2025	01/05/2029	\$ 0.008
Listed options – ADGOA	75,000,000	15/09/2025	01/05/2029	\$ 0.008
Listed options – ADGOA	50,000,000	10/12/2025	01/05/2029	\$ 0.008

Note 7: Issued Capital and Options (continued)

15,000,000 unlisted options is subject to 2 years service for Ian Holland. The remainder 15,000,000 unlisted options is subject to 2 years service of Ian Holland and 20 day VWAP of \$0.05.

20,000,000 unlisted options is subject to 3 years service of Ian Holland and 20 day VWAP of \$0.10.

(c) Share-based Payments

The following share-based payment arrangements were in existence during the current reporting period:

	Numbers	Grant Date	Expiry Date	Exercise Price	Fair value at grant date \$	Vesting Period
(i) Options granted - brokers	75,000,000	15 September 2025	1 May 2029	0.8 cents	187,500	N/A
(ii) Options granted	50,000,000	10 December 2025	1 May 2029	0.8 cents	100,000	N/A

	Numbers	Grant Date	Expiry Date	Share Price Hurdles	Fair value at grant date \$	Vesting Period
(i) Performance Rights granted	36,000,000	15 September 2025	15 September 2029	0.8 – 2.5 cents	213,480	N/A
(ii) Performance Rights granted	246,000,000	10 December 2025	10 December 2029	0.8 – 2.5 cents	2,442,780	N/A
(iii) Performance Rights granted	225,000,000	10 December 2025	10 December 2029	0.8 – 2.5 cents	2,234,250	N/A

Note 8 Operating Segments

General Information

Identification of reportable segments

The Group operated predominately as an explorer with the view to identify attractive mineral deposits of sufficient grade and size to provide sustainable returns to shareholders. The directors do not believe that there are any reportable segments that meet the requirements of Accounting Standard AASB 8 Segment Reporting, on the basis that the chief operating decision maker, being the Board of Directors, review geological results and other qualitative measures as a basis for decision making.

Types of products and services:

The Group currently has no significant revenue from products or services.

Major customers:

The Group has no reliance on major customers.

Geographical areas:

The Group's exploration assets are located in Australia and Brazil.

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Note 9 Events Subsequent to the End of the Reporting Period

Mr Louie Simens resigned as a Non-Executive Director of the company, effective 27 January 2026.

Adelong transferred its 10,000,000 CMPL shares (49% interest) to Great Divide Mining Limited (GDM) and received 10,000,000 fully paid ordinary shares in GDM, issued on 2 February 2026 as consideration. 5,000,000 GDM shares are subject to voluntary escrow for 6 months from the date of issue. 5,000,000 GDM shares are subject to voluntary escrow for 12 months from the date of issue. Adelong retains a 1% net smelter return royalty on future gold production from the Challenger Gold Project, capped at 125,000 ounces.

On 18 February 2026, the Company issued 21,818,181 fully paid ordinary shares valued at \$120,000 as consulting fees for the acquisition of the Lauriston Gold Project in accordance with the consulting agreement.

On 18 February 2026, the Company issued 78,000,000 fully paid ordinary shares arising from Performance Rights vesting upon the achievement of share price vesting conditions.

Note 10 Contingent liabilities and Contingent Assets

Contingent Asset

A former subsidiary of the Group, Challenger Mines Pty Ltd (CMPL) received correspondence regarding an alleged fraud committed by an external service provider (not an employee of CMPL) against a third party, but in connection with CMPL.

The facts of this matter are still under investigation, but initial findings suggest that the fraud involves GST credits and the Australian Taxation Office (ATO), with funds misappropriated by the external service provider for personal gain.

An expense of \$891,539 has been recorded for the period and a liability of \$891,539 as at 31 December 2025 based on assessments from the ATO. The Group and the ATO are collectively pursuing recovery of the liability from other third parties; however, given the uncertainty, no receivable has been recognised.

This matter was disclosed by the parent entity as a warranty for the purposes of the share subscription deed entered into by Great Divide Mining Limited for the purposes of purchasing shares in CMPL.

Note 11 Reserves

a. Option Reserve

The option reserve records items recognised as expenses on valuation of employee share options and options issued as a result of

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
Balance at the beginning of the period	2,049,490	283,075
Issue of options during the period	287,499	816,000
Issue of performance rights during the period	4,890,510	950,415
Balance at the end of the period	<u>7,227,499</u>	<u>2,049,490</u>

The reserve has arisen on the grant of share options and Performance Rights as equity based payments and the issue of options as a result of a capital raise exercise.

b. Foreign Currency Translation Reserve

The foreign currency translation reserve records exchange differences arising on translation of a foreign controlled subsidiary.

	Consolidated Group	
	31 December 2025	30 June 2025
	\$	\$
Balance at the beginning of the period	227	227
Foreign currency movements during the period	-	-
Balance at the end of the period	<u>227</u>	<u>227</u>

c. Total Reserves

Option reserve	7,227,499	2,049,490
Foreign currency translation reserve	<u>227</u>	<u>227</u>
	<u>7,227,726</u>	<u>2,049,717</u>

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ADELONG GOLD LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
DIRECTORS' DECLARATION



In accordance with a resolution of the directors of Adelong Gold Limited, the directors of the company declare that:

- 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

A handwritten signature in black ink, appearing to be "I. Holland", written over a faint horizontal line.

Mr Ian Holland
Director
Dated: 16 March 2026, Melbourne

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ADELONG GOLD LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Adelong Gold Limited (the Entity), 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 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 the Entity is not in accordance with the Corporations Act 2001 including:

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

Directors' Responsibility for the Half-Year Financial Report

The directors of the Entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the 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. As the auditor of the Entity, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

Independence

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


MORROWS AUDIT PTY LTD


A.M. FONG

Director

Melbourne: 16 March 2026

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tailored your way



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