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Caravel Minerals Limited
(ACN 120 069 089)

Annual Financial Report

30 June 2026

The Directors of Caravel Minerals Limited (the "Company" or "Caravel") present their report on the consolidated entity (the "Group") consisting of Caravel Minerals Limited and its subsidiaries for the year ended 30 June 2026.

Directors

Qualifications, Experience and Special Responsibilities of Directors

Wayne Trumble – Non-Executive Chairman

A senior executive with 40 years of specific industry expertise in mining, electricity, investment and construction. Wayne currently consults as Energy Manager for Newmont Mining managing the supply of energy to the Newmont operations at Boddington and Tanami.

For the twelve years to 2013, Wayne was the Executive General Manager of Griffin Power Pty Ltd, reporting to the Board of the Griffin Group, where he led Griffin's move from fuel supplier to electricity generator. Wayne led the team responsible for preparation of strategy and the development, execution and operation of Griffin's $1.2 billion Bluewaters coal fired project, providing 436 MW of base load power in Western Australia.

Other current directorships	***Special responsibilities***
nil	Chairman Member of Remuneration Committee
Former directorships in the last three years	***Interests in shares and options***
nil	465,454 shares 1,000,000 unlisted options

Don Hyma - Managing Director

Don Hyma has more than 40 years of international mineral resource project development experience across Canada, Chile, New Caledonia and Australia. He started with Hatch in 1984 and later held senior roles with Falconbridge (now Glencore) on Raglan Nickel, Collahuasi Copper and Koniambo Nickel.

As General Manager Pilbara Growth at Rio Tinto Iron Ore from 2007, he was part of the 320 Mtpa expansion team and directly responsible for Brockman 4, Western Turner Syncline, Hope Downs 4 and the Yurralyi Maya power station projects. He subsequently served as Vice-President Projects at the Iron Ore Company of Canada, Chief Technical Officer at Mitsui on the Robe River Joint Venture, and Director of Projects at Fortescue, leading construction of Eliwana, Iron Bridge and WHIMS.

Don is currently Managing Director of Caravel Minerals, advancing the Caravel Copper Project, and led technical due diligence on the landmark Rhodes Ridge sale to Mitsui. He holds a BSc in Mining Engineering, an MSc in Mineral Processing and an International Executive Management Diploma from INSEAD.

Other current directorships	***Special responsibilities***
nil	Managing Director
Former directorships in the last three years	***Interests in shares and options***
nil	100,000 shares 8,000,000 unlisted options

Alasdair Cooke - Executive Director

Alasdair has over thirty-five years of experience in the mining industry with twenty years managing public resource companies. Alasdair is a qualified geologist with a track record of successful exploration and project development. He is a founding partner of Perth-based investment and technical services company Mitchell River Group (MRG). MRG has established a number of successful mining projects including greenfield mines in Australia, Africa and South America.

Alasdair is a substantial shareholder of Caravel Minerals.

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Other current directorships
Alma Metals Limited
Aurora Energy Metals Limited

Special responsibilities
Executive Director

Former directorships in the last three years
nil

Interests in shares and options
45,450,223 shares
4,000,000 unlisted options

Richard Monti – Non-Executive Director

Richard has a successful forty year career in the international mineral resource industry and brings to Caravel broad project development and corporate experience. Richard is currently on the board of ASX listed companies Strata Minerals Limited and Boab Metals Limited and is the principal of Terracognita supplying technical, commercial and corporate advice to resource industry companies.

Other current directorships
Strata Minerals Limited
Boab Metals Limited

Special responsibilities
Chairman of Remuneration Committee

Former directorships in the last three years
Alto Metals Limited

Interests in shares and options
2,436,364 shares
1,000,000 unlisted options

Daniel Davis – CFO and Company Secretary

Daniel is a qualified accountant who has twenty years-experience in senior accounting and corporate roles for resources businesses in all stages from exploration to development, construction and mining. In addition to his role with Caravel, he is the company secretary of ASX-listed Alma Metals.

Principal Activities

The principal activities of the group during the financial year were the exploration of mineral tenements in Western Australia ("WA").

Dividends

No dividends have been declared, provided for or paid in respect of the year ended 30 June 2026 (30 June 2025: nil)

Review of Operations

Caravel Copper Project, WA

The Definitive Feasibility Study (DFS) for the Caravel Copper Project commenced in September 2025, including commencement of engineering for process plant, water pipeline and borefield, tailings storage facility and non-processing and power supply infrastructure.

On 19 June 2026, the DFS-standard mine plan was completed and an updated JORC-compliant Ore Reserve for the Project was reported.

Water supply studies focussed on the definition of the groundwater resource through additional bores drilled within the Gillingarra Borefield.

The Company progressed environmental approvals for the Project following feedback from the Environmental Protection Authority, and the updated Environmental Review Document is substantially complete, with submission to the Environmental Protection Authority targeted for the fourth quarter of 2026.

Heritage and environmental survey work continued across the Project area during the year in support of the Company's approvals pathway, undertaken in consultation with Traditional Owners and relevant stakeholders.

Land access was secured for key mining and general purpose leases required for the Project, and groundwater assessment work was expanded through additional bores at the Gillingarra Borefield.

During the year, the Company published its inaugural Sustainability Report, covering the period from 1 July 2024 to 30 June 2025, and continued to strengthen its environmental, social and governance credentials.

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Corporate and Financial Position

The group's net loss from operations for the year was $20,325,146 (2025: $7,448,620).

At 30 June 2026, the group had net current assets of $19,312,982 (2025: $5,044,755). The Directors believe there are sufficient funds to meet the Group's working capital requirements and as at the date of this report the Group believes it can meet all liabilities as and when they fall due.

In November 2025, the Company signed a non-binding Memorandum of Understanding with Kutch Copper Limited, a subsidiary of Adani Enterprises Limited, establishing a framework for potential investment collaboration and the negotiation of a life-of-mine offtake agreement for up to 100% of the Project's copper concentrate output for supply to Kutch Copper's 500,000 tonne per annum smelter in Gujarat, India.

Engagement with potential strategic investors and partners in relation to the Project's development and funding is continuing.

The Company advanced financing discussions with international banks and export credit agencies, receiving non-binding letters of interest from Finland's Finnvera plc and Germany's KfW IPEX-Bank to support project funding, building on an earlier letter of interest from Denmark's Export and Investment Fund (EIFO).

During the year the Company secured a total of $30,000,000 in funding from Regal Resources Royalties Fund, comprising $15,000,000 drawn under the Regal Loan Facility in July 2025 and a further $15,000,000 received in June 2026 for the sale of a 0.75% net smelter royalty. This funding provides Caravel with the capacity to completea Definitive Feasibility Study for the Caravel Copper Project while it continues to progress project financing and strategic partnering discussions. Further details of these arrangements are set out under Financing Facilities below and in Note 5.5.

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Directors have reviewed the business outlook and the assets and liabilities of the Group and are of the opinion that the going concern basis of accounting is appropriate as they believe the Group will continue to be successful in securing additional funds through equity issues as and when the need to raise funds arises.

Capital Structure

There was no movement in the number of Company's shares on issue during the year ended 30 June 2026.

On 6 November 2025, following a grant by the Board of Directors on 5 September 2025, the Company issued 12,300,000 unlisted options to employees and contractors at an exercise price of 22 cents per option, expiring on 1 November 2027.

On 6 November 2025, following approval of shareholders at the AGM on 31 October 2025, the Company issued 14,000,000 unlisted options to Directors at an exercise price of 22 cents per option, expiring on 1 November 2027.

On 19 December 2025, the Company issued 10,000,000 unlisted call options as part of the consideration payable by Caravel to acquire an option to acquire land at the Caravel Copper Project site. The options have an exercise price of 42 cents, expiring on 23 December 2030.

Financing Facilities

On 31 July 2025, the Group drew a loan of $15,000,000 from Regal Resources Royalties Fund ("Regal") under the Regal Loan Facility, bearing interest at 10% per annum compounded quarterly and capitalised until maturity, and secured by a general security deed over the Company's assets. The Company must elect on or before 31 December 2026 either to repay the loan balance in cash or to convert it to a 0.75% net smelter return royalty over the Caravel Copper Project, and Regal retains an ongoing first right to participate in any future royalty or stream financing. On 12 June 2026 the Loan repayment date was extended to 31 March 2028, with all other terms remaining unchanged.

On 12 June 2026, the Company entered into a royalty funding arrangement with Regal, receiving a further $15,000,000 from Regal for a new 0.75% net smelter return royalty over the Caravel Copper Project.

Full details of the Regal Loan Facility and the royalty arrangements are set out in Note 5.5 to the financial statements.

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Material Business Risk

The business activities of the Company are subject to risks and there are many risks which may impact on the Company's future performance. Some of these risks can be mitigated by the use of safeguards and appropriate systems and controls, but many are outside of the control of the Company and cannot be mitigated.

- Exploration projects: Mineral exploration is high-risk, with no guarantee of economic ore discoveries beyond the Caravel Copper Project. Various factors like geological conditions, weather patterns, water supply, and government regulations can affect exploration. Uncertainty surrounds securing suitable water and power supplies for the Caravel Copper Project. Access to capital, maintaining tenement titles, and obtaining approvals are crucial for success.
- Water supply: Whilst the Company has identified a potential water supply for the project and is in discussions with third parties to secure this, there can be no assurance that such water supply can be secured on favourable terms. If adequate water cannot be secured for the project on acceptable terms, the Company may be required to scale back its proposed development of the Caravel Copper Project.
- Regulatory risks: Extensive laws and regulations affect exploration, including permits, environmental compliance, and native title issues. Obtaining permits may be time-consuming, and non-compliance can lead to fines or suspension of activities.
- Environmental risks: All mining projects are subject to scrutiny for environmental protection issues and are at risk of not being approved if the impact on the environment is significant. The Caravel Copper Project is expected to be permitted under Part IV of the Environmental Protection Act 1986 (WA) approval process and the necessary environmental studies and documentation has been prepared on this basis. Whilst the Company is not aware of any significant environmental sensitivities in connection with the Caravel Copper Project, there can be no assurance that environmental approval will be obtained on acceptable terms.
- Mineral resource estimations: The mineral resource estimates for the Caravel Copper Project are estimates only and no assurances can be given that any particular levels of recovery of copper will in fact be realised. Mineral resource estimates are expressions of judgment based on knowledge, experience and resource modelling. Mineral resource estimates are inherently imprecise and rely to some extent on interpretations made. They are also influenced by the recoverability of the value component from the defined resource.
- Copper price volatility: The Company is seeking to develop the Caravel Copper Project which is reliant in part upon the price of copper. Further, in the event of any future copper production, the Company's financial performance will be sensitive to the copper price which is affected by numerous factors and events that are beyond the control of the Company.
- Impact of inflation on costs: Higher than expected inflation rates generally, or specific to the mining industry in particular, could be expected to increase operating and development costs and potentially reduce the value of future project developments.
- Title risk: Maintaining tenure over the Company's projects depend on meeting license conditions and the ability to fund future work programs. Tenement renewals are uncertain, and new conditions may be imposed.
- Legal proceedings: Legal proceedings may arise from time to time in the course of the Company's business. As at the date of this report, there are no material legal proceedings affecting the Company and the Directors are not aware of any legal proceedings pending or threatened against or affecting the Company.

Significant Changes in the State of Affairs

None.

Matters subsequent to the end of the financial year

On 4 September 2026, the Company issued 1,000,000 unlisted options to an employee under the Company's Employee Incentive Plan. The options have an exercise price of $0.36 each and expire on 25 August 2029, and were

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issued without security holder approval under ASX Listing Rule 7.2 (Exception 13). No options were issued to key management personnel or their associates.

Other than the matter noted above, no matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the entity's operations, the results of those operations, or the entity's state of affairs in future financial years.

Environmental Regulation and Performance

The Group's operations are subject to environmental laws and regulations under Commonwealth and Western Australian legislation, and to the conditions attaching to its granted tenements. Full compliance with these laws, regulations and conditions is regarded as a minimum standard for all activities.

During the year the Group continued to progress the environmental approvals for the Caravel Copper Project through the Environmental Protection Authority's Public Environmental Review process, supported by the Environmental Review Document and associated technical studies. The Group also continued to expand its pre-construction environmental baseline monitoring program across the Mine Site Development Envelope and the Borefield Development Envelope, including groundwater level and quality monitoring, surface water flow and quality monitoring, soil moisture monitoring adjacent to the Banksia Woodland Threatened Ecological Community, and feral fauna camera trapping.

Instances of environmental non-compliance by an operation are identified either by external compliance audits or inspections by relevant government authorities. There have been no significant known breaches by the Group during the financial period. Further detail on the Group's environmental performance is set out in the Company's FY2026 Sustainability Report.

Greenhouse Gas and Energy Data Reporting Requirements

The Directors have considered compliance with the National Greenhouse and Energy Reporting Act 2007 which requires entities to report annual greenhouse gas emissions and energy use. The directors have assessed that there are no current reporting requirements, but may be required to do so in the future.

Meetings of Directors

The following table sets out the number of meetings of the Company's directors held during the year ended 30 June 2026, and the number of meetings attended by each director.

	Board Meetings Number Eligible to attend	Board Meetings Number attended	Remuneration Committee Meetings Number Eligible to attend	Remuneration Committee Meetings Number attended
Wayne Trumble	5	5	2	2
Richard Monti	5	5	2	2
Alasdair Cooke	5	5	-	-
Don Hyma	5	5	-	-

Insurance of Officers and Auditors

During or since the end of the financial year the Company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The Company has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The amount of the premium is $21,204 (2025: $27,864) exclusive of GST.

Share Options on Issue at the Date of this Report

Unissued shares

At the date of this report, the unissued ordinary shares of Caravel Minerals Limited under option are as follows:

	Number of shares under option	Exercise price ($)	Expiry Date
Unlisted options	26,300,000	0.22	1/11/2027
Unlisted options	10,000,000	0.42	19/12/2030
Unlisted options	1,000,000	0.36	25/08/2029
Performance rights	1,000,000	-	30/09/2026

Option holders and performance right holders do not have any right, by virtue of the option or right, to participate in any share issue of the Company or any related body corporate.

Shares issued as a result of the exercise of options

No options were exercised during the financial year.

Non-Audit Services

There were no non-audit services provided during the year by the auditor, BDO Audit Pty Ltd.

Auditor's Independence Declaration

The auditor's independence declaration is on page 12.

Remuneration Report (Audited)

This Remuneration Report outlines the director and executive remuneration arrangements of the Company in accordance with the requirements of the *Corporations Act 2001* and its Regulations. For the purposes of this report Key Management Personnel (KMP) of the Group are defined as those persons having the authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the Group. Based on this definition the KMP for the year ended 30 June 2026 of Caravel Minerals Limited are the directors of the Company.

Details of Key Management Personnel

Directors

Wayne Trumble	Non-Executive Chairman
Richard Monti	Non-Executive Director
Donald Hyma	Managing Director
Alasdair Cooke	Executive Director

There were no changes in KMP after the reporting date and before the date the annual financial report was authorised for issue.

Remuneration and Performance

The remuneration is a mix of fixed and variable pay, and a blend of short and long-term incentives linked to performance.

The following table shows key performance indicators for the Group over the last five years:

	2026	2025	2024	2023	2022
Loss for the year attributable to owners (A$)	(20,325,146)	(7,448,620)	(6,405,380)	(11,065,755)	(14,435,952)
Basic loss per share (cents)	(3.64)	(1.36)	(1.25)	(2.44)	(3.72)
Dividend payments	-	-	-	-	-
Dividend payment ratio (%)	-	-	-	-	-
Increase / (decrease) in share price (%)	45.5	(10.8)	(19.6)	27.8	(60.9)
Total KMP incentives[1] as percentage of loss for the year (%)	5.45	(3.4)	1.8	4.4	3.5

[1] Incentives are comprised of share-based payments of $901,857 and a cash bonus of $213,120.

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Remuneration Philosophy

The performance of the Company depends upon the quality of its Directors and Executives. To prosper, the Company must attract, motivate and retain highly skilled Directors and Executives.

To this end, the Company embodies the following principles in its remuneration framework:

- Provide competitive rewards to attract high calibre executives; and
- Link executive rewards to shareholder value.

Due to the early stage of development which the Company is in, shareholder wealth is directly affected by the Company share price, as the Company is not in a position to pay dividends. By remunerating Directors and Executives in part by share based payments, the Company aims to align the interests of Directors and Executives with Shareholder wealth, providing individual incentive to perform and thereby improving overall Company performance and associated value.

As the Company is in the development stage of an inherently risky industry, the remuneration policy does not currently take into account current or prior year earnings. Other than share based payments made to the directors from time to time, there is no specific link to the Company's performance and directors' remuneration.

Remuneration structure

In accordance with best practice corporate governance, the structure of non-executive director and executive remuneration is separate and distinct.

Non-executive director remuneration

Objective

The Board seeks to set aggregate remuneration at a level which provides the Company with the ability to attract and retain directors to the highest calibre, whilst incurring a cost which is acceptable to shareholders.

Structure

The Constitution and the ASX Listing Rules specify that the aggregate directors' fees payable to non-executive directors shall be determined from time to time by a general meeting. An amount not exceeding the amount determined is then divided between the directors as agreed. Shareholders' have approved aggregate non-executive directors' fees payable of $300,000 per year.

The Board determines payments to the non-executive directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. Cash fees for non-executive directors are not linked to the performance of the Company or shareholder wealth.

All remuneration paid to Non-Executive Directors is valued at cost to the Company and expensed.

The remuneration of Non-Executive Directors for the years ended 30 June 2026 and 30 June 2025 is detailed below, within this section.

Executive remuneration

Objective

The Company aims to reward executives (both executive directors and company executives) with a level and mix of remuneration commensurate with their position and responsibilities within the Company and so as to:

- Reward executives for Company performance;
- Align the interest of executives with those of shareholders; and
- Ensure total remuneration is competitive by market standards.

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Structure

The remuneration policy for executives is to provide a fixed remuneration component and a specific equity related component. The board believes that this remuneration policy is appropriate given the stage of development of the Company and the activities which it undertakes and is appropriate in aligning director objectives with shareholder and business objectives.

The remuneration policy going forward in regard to setting the terms and conditions for the executive directors has been developed by the board taking into account market conditions and comparable salary levels for companies of a similar size and operating in similar sectors.

Fixed Remuneration

Objective

The level of fixed remuneration is set so as to provide a base level of remuneration.
Fixed remuneration is to be reviewed annually and the process consists of a review of company and individual performance, relevant comparative remuneration in the market and internal policies and practices.

Structure

Executives are given the opportunity to receive their fixed remuneration in a variety of forms including cash and fringe benefits. It is intended that the manner of payment chosen will be optimal for the recipient without creating undue cost for the Company.

The remuneration policy going forward in regard to setting the terms and conditions for the executive directors has been developed by the board taking into account market conditions and comparable salary levels for companies of a similar size and operating in similar sectors.

The remuneration of executives for the years ended 30 June 2026 and 30 June 2025 is detailed below, within this section.

Variable Remuneration

Objective

The objective of variable remuneration provided is to reward executives in a manner which aligns this element of remuneration with the creation of shareholder wealth.

Structure

Variable remuneration may be delivered in the form of options, shares or cash bonus.

Executives receive a superannuation guarantee contribution required by the government, which was 12% during the year ended 30 June 2026 (2025: 11.5%) and do not receive any other retirement benefit. Some individuals, however, may choose to sacrifice part of their salary to increase payments towards superannuation.

Cash Bonus

During the year ended 30 June 2026, the Board approved the payment of a cash bonus to the Managing Director, Don Hyma. The total amount paid was $213,120 (2025: $169,200) representing 59% of Don Hyma's base salary for 2026.

In the 2026 calendar year, the board has discretion to award a bonus up to 100% of base salary to the Managing Director. The quantum of the bonus will be based on progress of the Caravel Copper Project development milestones and work to secure funding of the project.

Options Granted

During the financial year, a total of 14,000,000 options over ordinary shares were granted to KMP (2025: nil).

The cost of these equity-settled transactions is measured by reference to the fair value of the equity instruments at the date at which they are granted, which is determined using a Black-Scholes model.

Assumptions used in determining the fair value of the options granted to KMP during the year are set out in the table below.

	KMP Options
Grant Date	31/10/2025
Number of options	14,000,000
Dividend yield (%)	-
Expected volatility (%)	70.00%
Risk free interest rate (%)	3.55%
Expected life of the option (years)	2.00
Option exercise price ($)	0.220
Share price at grant date ($)	0.185
Expiry date	1/11/2027
Fair value per option ($)	**0.0644**
Total value at grant date ($)	**901,857**
Vesting conditions	None – vested on grant
Awarded to:	
Wayne Trumble	1,000,000
Richard Monti	1,000,000
Donald Hyma	8,000,000
Alasdair Cooke	4,000,000

No options were exercised during the reporting period (2025: nil).

Key Management Personnel Remuneration

	Short term employee benefits		**Post-employment benefits**	**Share based payments**	**% Performance-based**	**Total**
	Cash salary $	**Cash bonus $**	**Superannuation $**	**Options $**	**$**	**$**
Key Management Personnel remuneration – 2026						
Non-Executive Directors						
Wayne Trumble	37,200	-	30,000	64,418	49%	131,618
Richard Monti	48,000	-	5,760	64,418	55%	118,178
Executive Directors						
Donald Hyma	361,629	213,120	-	515,347	67%	1,090,096
Alasdair Cooke	265,600	-	-	257,674	49%	523,274
Total	712,429	213,120	35,760	901,857	60%	1,863,166

	Short term employee benefits		**Post-employment benefits**	**Share based payments**	**% Performance-based**	**Total**
	Cash salary $	**Cash bonus $**	**Superannuation $**	**Options[1] $**	**$**	**$**
Key Management Personnel remuneration - 2025						
Non-Executive Directors						
Wayne Trumble	36,900	-	30,000	(4,411)	(7%)	62,489
Richard Monti	48,000	-	5,520	(4,411)	(9%)	49,109
Executive Directors						
Donald Hyma	361,629	169,200	-	(389,721)	(156%)	141,108
Alasdair Cooke	182,300	-	-	(25,584)	(16%)	156,716
Total	628,829	169,200	35,520	(424,127)	(62%)	409,422

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[1] The negative share-based payment expense represents a reversal of prior year's expense for options assessed to be unlikely to vest.

Employment Contracts

Executive Directors

The employment conditions of Executive Director, Mr Alasdair Cooke, are formalised in an Executive Services Agreement. The total remuneration package from 1 July 2025 to the reporting date was $150,000 per annum with an additional $1,700 per day for additional time worked. Notice of one month is required for either party to terminate the contract.

The employment conditions of Managing Director, Mr Donald Hyma, are formalised in an Executive Services Agreement. The remuneration package includes a base fee of $361,629. Notice of three months is required for either party to terminate the contract.

Additional Disclosures Relating to Key Management Personnel

Shareholding

The number of shares in the company held during the financial year by KMP of the consolidated entity, including their personally related parties, is set out below:

	Balance at 30/06/2025	Acquired	Exercise of options	Disposed	Balance at 30/06/2026
Non-Executive Directors					
Wayne Trumble	465,454	-	-	-	465,454
Richard Monti	2,436,364	-	-	-	2,436,364
Executive Directors					
Donald Hyma	100,000	-	-	-	100,000
Alasdair Cooke	45,150,223	300,000	-	-	45,450,223
Total	48,152,041	300,000	-	-	48,452,041

Unlisted options holding

The number of unlisted options over ordinary shares in the company held during the financial year by KMP of the consolidated entity, including related parties, is set out below:

	Balance at 30/06/2025	Issued as remuneration during the year	Expired during the year	Balance at 30/06/2026	Vested and exercisable	Maximum value yet to vest ($)
Non-Executive Directors						
Wayne Trumble	500,000	1,000,000	(500,000)	1,000,000	1,000,000	-
Richard Monti	500,000	1,000,000	(500,000)	1,000,000	1,000,000	-
Executive Directors						
Donald Hyma	8,000,000	8,000,000	(8,000,000)	8,000,000	8,000,000	-
Alasdair Cooke	2,900,000	4,000,000	(2,900,000)	4,000,000	4,000,000	-
Total	11,900,000	14,000,000	(11,900,000)	14,000,000	14,000,000	-

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Listed options holding

The number of listed options over ordinary shares in the company held during the financial year by KMP of the consolidated entity, including related parties, is set out below:

	Balance at 30/06/2025	Acquired	Expired	Exercised	Balance at 30/06/2026
Non-Executive Directors					
Wayne Trumble	22,727	-	(22,727)	-	-
Richard Monti	68,182	-	(68,182)	-	-
Executive Directors					
Donald Hyma	-	-	-	-	-
Alasdair Cooke	1,496,363	-	(1,496,363)	-	-
Total	**1,587,272**	**-**	**(1,587,272)**	**-**	**-**

Use of Remuneration Consultants

The company did not use the services of any remuneration consultants during the year.

Voting and comments made at the Company's 2025 Annual General Meeting

At the Annual General Meeting held on 31 October 2025 the company's shareholders did not record a vote of more than 25% against the Remuneration Report and no questions were raised at the meeting in relation to the Remuneration Report.

Transactions with key management personnel

The following transactions with related parties took place during the year ended 30 June 2026:

- $248,722 (2025: $237,467) was paid or payable to Mitchell River Group, of which Mr Alasdair Cooke is a part owner, for provision of serviced offices and geological consultancy. The unpaid amount due to Mitchell River Group at 30 June 2026 was $36,504 (30 June 2025: $32,290).

No loans to key management personnel were provided during the period or up to the date of signing this report.

END OF AUDITED REMUNERATION REPORT

Signed in accordance with a resolution of the directors.

Don Hyma
Managing Director
25 September 2026

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DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF CARAVEL MINERALS LIMITED

As lead auditor of Caravel Minerals Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Caravel Minerals Limited and the entities it controlled during the period.

Jarrad Prue

Director

BDO Audit Pty Ltd

Perth

25 September 2026

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Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2026

	Note	2026 $	2025 $
Other Income	*4.1*	1,293,834	683,172
Administration services	*4.2*	(1,603,143)	(1,373,938)
Employee expenses	*4.2*	(1,685,128)	(1,853,789)
Share based payments (expense)/reversal	*8.7*	(1,485,443)	484,378
Exploration expenses		(15,325,309)	(5,388,443)
Net finance costs	*5.5*	(1,519,957)	-
Loss before income tax expense		(20,325,146)	(7,448,620)
Income tax expense	*4.4*	-	-
Loss for the year		(20,325,146)	(7,448,620)
Items that will not be reclassified to profit or loss:			
Changes in the fair value of equity investments at fair value through other comprehensive income		-	-
Comprehensive loss attributable to the shareholders of the Company		(20,325,146)	(7,448,620)
Comprehensive loss attributable to the shareholders of the Company arises from:			
Basic and diluted loss per share (cents per share) for continuing operations attributable to the shareholders of the Company	*4.5*	(3.64)	(1.36)
Basic and diluted loss per share (cents per share) attributable to the shareholders of the Company	*4.5*	(3.64)	(1.36)

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

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Consolidated Statement of Financial Position
As at 30 June 2026

	Note	2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	*5.1*	21,973,400	5,545,633
Trade and other receivables	*5.3*	499,824	400,160
Total current assets		22,473,224	5,945,793
Non-current assets			
Exploration and evaluation expenditure	*3.1*	3,182,811	3,182,811
Property, plant and equipment	*3.2*	392,515	379,995
Total non-current assets		3,575,326	3,562,806
Total assets		26,048,550	9,508,599
Liabilities			
Current liabilities			
Trade & other payables	*5.4*	3,160,242	901,038
Total current liabilities		3,160,242	901,038
Non-current liabilities			
Borrowings	*5.5*	16,286,634	-
Royalties payable	*5.5*	15,000,000	-
Total non-current liabilities		31,286,634	-
Total liabilities		34,446,876	901,038
Net (liabilities)/assets		(8,398,326)	8,607,561
Equity			
Share capital	*6.1*	98,034,675	98,034,675
Accumulated loss		(113,674,637)	(93,349,491)
Reserves		7,241,636	3,922,377
Total (deficiency in equity)/equity attributable to shareholders of the Company		(8,398,326)	8,607,561

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

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Consolidated Statement of Changes in Equity
For the Year Ended 30 June 2026

	Contributed equity	Accumulated losses	Share-Based Payments Reserve	Total equity
	$	$	$	$
At 30 June 2025	98,034,675	(93,349,491)	3,922,377	8,607,561
Loss for the year	-	(20,325,146)	-	(20,325,146)
Total comprehensive loss for the year	-	(20,325,146)	-	(20,325,146)
Transactions with owners in their capacity as owners:				
Issue of new shares net of cost	-	-	-	-
Share-based payments	-	-	3,319,259	3,319,259
Total	-	-	3,319,259	3,319,259
At 30 June 2026	98,034,675	(113,674,637)	7,241,636	(8,398,326)
At 30 June 2024	93,339,251	(85,900,871)	4,406,755	11,845,135
Loss for the year	-	(7,448,620)	-	(7,448,620)
Total comprehensive loss for the year	-	(7,448,620)	-	(7,448,620)
Transactions with owners in their capacity as owners:				
Issue of new shares net of cost	4,695,424	-		4,695,424
Share-based payments	-	-	(484,378)	(484,378)
Total	4,695,424	-	(484,378)	4,211,046
At 30 June 2025	98,034,675	(93,349,491)	3,922,377	8,607,561

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

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Consolidated Statement of Cash Flows
For the Year Ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Interest received		511,498	364,262
Government grants		779,608	337,119
Payments to suppliers and employees		(2,857,578)	(2,858,106)
Payments for exploration and evaluation expenditure		(11,516,397)	(5,625,727)
Net cash (outflow) from operating activities	*5.2*	(13,154,869)	(7,782,452)
Cash flows from investing activities			
(Payments)/proceeds for property, plant and equipment		(184,041)	(89,930)
Net cash inflow/(outflow) from investing activities		(184,841)	(89,930)
Cash flows from financing activities			
Proceeds from issue of shares	*6.2*	-	5,000,000
Share issue costs	*6.2*	-	(304,576)
Proceeds from borrowings net of cost	*5.5*	14,766,677	-
Proceeds from royalty funding	*5.5*	15,000,000	-
Net cash inflow from financing activities		29,766,677	4,695,424
Cash and cash equivalents at the beginning of the year	*5.1*	5,545,633	8,722,591
Net increase/(decrease) in cash and cash equivalents		16,427,767	(3,176,958)
Cash and cash equivalents at the end of the year	*5.1*	21,973,400	5,545,633

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

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1. Material accounting policy information

The accounting policies that are material to the consolidated entity are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

2. Basis of preparation

The annual report of Caravel Minerals Limited for the year ended 30 June 2026 was authorised for issue in accordance with a resolution of the directors on 25 September 2026.

2.1. Statement of Compliance

These financial statements are general purpose financial statements which have been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board.

Caravel Minerals Limited is a for-profit entity for the purpose of preparing the financial statements.

2.2. Functional and Presentation Currency

The financial report is presented in Australian dollars.

2.3. Compliance with IFRS

These financial statements comply with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

2.4. Going Concern

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The financial statements for the year ended 30 June 2026 have been prepared on the basis that the group is a going concern and therefore, contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business.

During the year the group recorded a net loss after tax of $20,325,146 (2025: $7,448,620) and had net cash outflows from operating activities of $13,154,869 (2025: $7,782,452). At balance date the group has working capital of $19,312,982 (2025: $5,044,755).

The Group's ability to continue as a going concern is principally dependent upon its ability to secure funds by raising capital from equity markets or by other means, and by managing cash flows in line with available funds, and/or the successful development of its exploration assets.

These conditions indicate a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors are confident of the ability of the Company to potentially raise capital as and when needed. The Directors are satisfied there are sufficient funds to meet the Group's working capital requirements as at the date of this report. The Directors have reviewed the business outlook and the assets and liabilities of the Group and are of the opinion that the going concern basis of accounting is appropriate as they believe the Group will continue to be successful in securing the additional funds as and when the need to raise funds arises.

Should the entity not be able to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability or classification of recorded asset amounts, nor the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

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2.5. Significant Accounting Judgements, Estimates and Assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements and estimates on historical experience and on other various factors it believes to be reasonable under the circumstances, the results of which form the basis of the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions and conditions.

Management has identified the following critical accounting policies for which significant judgements, estimates and assumptions are made. Actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods.

Further details of the nature of these assumptions and conditions may be found in the relevant notes to the financial statements.

Significant accounting judgements

The determination of mineral resources impacts the accounting for asset carrying values. Caravel Minerals Limited estimates its mineral resources in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves 2012 (the 'JORC' Code). The information on mineral resources was prepared by or under the supervision of Competent Persons as defined in the JORC Code. The amounts presented are based on the mineral resources determined under the JORC Code.

There are numerous uncertainties inherent in estimating mineral resources, and assumptions that are valid at the time of estimation may change significantly when new information becomes available.

Significant accounting estimates and assumptions

Exploration and evaluation expenditure

Exploration and evaluation expenditure is assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Exploration and evaluation expenditure is assessed for indicators of impairment in accordance with AASB 6 Exploration for and Evaluation of Mineral Resources when any of the following facts and circumstances exist:

- The term of exploration licence in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration and/ or evaluation of mineral resources in the specific area are not 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 decision was made to discontinue such activities in the specified area; or
- 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.

Where a potential impairment is indicated, an assessment is performed for each cash generating unit that is no larger than the area of interest. The Group performs impairment testing in accordance with accounting policy note 3.3.

Judgement is applied when considering whether fact and circumstances as per above indicate that the exploration and evaluation asset should be tested for impairment and no impairment indicators were noted during the year.

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Share based payments

The consolidated entity measures the cost of equity-settled transactions with employees (including directors and consultants) by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of options is determined by using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. Performance rights are generally valued with reference to the share price on grant date, in the absence of any market based vesting conditions. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity. Judgement has been exercised in relation to probability of achievement of non-market performance hurdles, and the timing of expected achievement. At each reporting period management assess the probability of the vesting of options and performance rights, where applicable, in accordance with AASB 2 – Share based payments (non-market conditions). The probability is assessed to either be less likely or more likely (0% or 100%) and a vesting expense is recorded accordingly.

3. Capital Expenditure

3.1. Exploration & Evaluation Expenditure

Caravel Mineral's Copper Project is located 120kms from Perth in Western Australia's Wheatbelt region. The potential mining area is located on cleared agricultural freehold land and is well connected to existing infrastructure including interconnected power, roads and highways, regional service towns and a range of export ports. Caravel's copper deposits form part of a regional copper-molybdenum-gold mineralised belt discovered in a previously unexplored part of the Yilgarn Craton.

Exploration and evaluation costs are expensed as incurred as an operating cost of the Group. Costs related to the acquisition of properties that contain mineral resources are capitalised and allocated separately to specific areas of interest. These costs are capitalised until the viability of the area of interest is determined.

The Group has exploration costs carried forward in respect of areas of interest:

Areas of interest:	2026 $	2025 $
Caravel Copper Project	3,182,811	3,182,811

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively the sale, of the respective areas of interest.

Land purchase option - exploration expenditure

During the year, the Company entered into the Whyte Land Acquisition Agreement, which provides an option to acquire land associated with the Caravel Copper Project. Consideration for the option comprised cash of $250,000 and the issue of 10,000,000 unlisted options over ordinary shares in the Company, with a fair value of $1,833,816 which is included in the exploration expenses in profit or loss. The options have an exercise price of $0.42 per share and expire on 23 December 2030.

Further details of the terms and valuation of the options are provided in Note 8.7.

3.2. Property, Plant and Equipment

Property, Plant and Equipment are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation is calculated on either the straight-line basis or diminishing value basis over their useful lives to the Group commencing from the time the asset is held ready for use. The depreciation rates used are as follows:

Buildings	2.5%
Plant and equipment	25%-33%
Exploration equipment	25%-33%
Vehicles	25%-33%
Leasehold improvements	25%-33%
Computer equipment and software	30%-40%
Furniture and fittings	15%-25%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of profit or loss and other comprehensive income.

	2026 $	2025 $
Land and building - Cost	224,097	224,097
Accumulated depreciation	(137,563)	(105,557)
Net carrying amount	86,534	118,540
Computer equipment - Cost	64,543	59,900
Accumulated depreciation	(56,212)	(48,312)
Net carrying amount	8,331	11,588
Vehicles - Cost	84,279	71,896
Accumulated depreciation	(46,688)	(71,345)
Net carrying amount	37,591	551
Exploration equipment - Cost	764,096	633,495
Accumulated depreciation	(513,569)	(385,454)
Net carrying amount	250,527	248,041
Furniture and fittings – Cost	20,000	9,494
Accumulated depreciation	(10,468)	(8,219)
Net carrying amount	9,532	1,275
Total Property Plant and Equipment	1,157,015	998,882
Accumulated depreciation	(764,500)	(618,887)
Net carrying amount	392,515	379,995

3.3. Impairment of assets

Caravel Minerals Limited conducts an annual internal review of asset values, which is used as a source of information to assess for any indicators of impairment. External factors, such as changes in expected future processes, technology and economic conditions, are also monitored to assess for indicators of impairment. If any indication of impairment exists, an estimate of the asset's recoverable amount is calculated.

An impairment loss is recognised for the amount by which the asset's carrying value exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are tested for possible reversal of the impairment whenever events or changes in circumstances indicate that the impairment may have reversed.

No impairment indicators were noted for the year ended 30 June 2026.

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4. Financial Performance

4.1. Other Income

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs that they are intended to compensate.

Other income is recognised to the extent that it is probable that economic benefits will flow to the Group and the income can be reliably measured. Other income is measured at the fair value of the consideration received or receivable.

Other Income	2026 $	2025 $
Government Grants and rebates	779,608	337,119
Interest revenue	511,498	346,053
Gain on sale of fixed assets	2,728	-
	1,293,834	683,172

4.2. Expenses

a) Administration services	2026 $	2025 $
Professional fees	308,445	236,317
Corporate costs	351,965	514,900
Depreciation	7,815	11,360
Occupancy	246,068	206,136
Other administration costs	688,850	405,225
	1,603,143	1,373,938

b) Employee expenses	2026 $	2025 $
Directors Fees	961,309	833,549
Salaries and wages	650,759	850,799
Superannuation	39,160	57,471
Payroll Tax & Fringe Benefits Tax	33,900	111,970
	1,685,128	1,853,789

4.3. Segment Information

Management has determined the operating segments based on the reports reviewed by the board of directors that are used to make strategic decisions. The Group does not have any material operating segments with discrete financial information. The Group does not have any customers and all its' assets and liabilities are primarily related to the mining industry and are located within Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

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4.4. Income Tax

Caravel Minerals Limited and its wholly-owned Australian controlled entities have implemented the tax consolidation legislation as of 1 July 2013. As a consequence, these entities are taxed as a single entity and the deferred tax assets and liabilities of these entities are set off in the consolidated financial statements.

4.4.1. The major components of income tax are:

	2026 $	2025 $
Current income tax	-	-
Deferred income tax	-	-

4.4.2. A reconciliation between tax expense and the product of accounting loss

	2026 $	2025 $
Accounting loss before tax	(20,325,146)	(7,448,620)
At the Company's statutory income tax rate of 25% (2025: 25%)	(5,081,286)	(1,862,155)
Add/(Deduct) tax effect of:		
Non-deductible expenses	13,329	10,760
Non-assessable R&D tax incentive	(194,902)	(84,280)
Non-deductible/(assessable) share based payments	371,361	(121,095)
DTA not brought to account as their realisation is not probable	4,891,499	2,056,770
	-	-
Income tax expense reported in the consolidated income statement	-	-
Income tax attributable to discontinued operations	-	-
	-	-

4.4.3. Deferred tax liabilities @ 25% (2025: 25%) have not been recognised in respect of

Deferred tax liabilities @ 25% (2025: 25%) have not been recognised in respect of	2026 $	2025 $
Exploration & Evaluation Expenditure	795,703	795,703
Prepayments	4,002	59,456
	799,705	855,159

4.4.4. Deferred tax assets have not been recognised in respect of

	2026 $	2025 $
Carry forward revenue losses	25,043,333	24,069,388
Capital losses	-	218,068
Provisions and accruals	35,263	18,987
Business related costs	131,632	209,790
Royalties payable	3,750,000	-
	28,960,228	24,516,233

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4.5. Loss Per Share

The following reflects the income and share data used in the calculations of basic and diluted loss per share:

	2026 $	2025 $
Gain (Loss) attributable to ordinary shareholders	(20,325,146)	(7,448,620)
Issued number of ordinary shares at 1 July	558,762,558	524,279,799
Effect of shares issued during the period	-	20,030,893
Weighted average number of shares for year to 30 June	558,762,558	547,310,692
Basic loss per share (cents per share)	(3.64)	(1.36)

At 30 June 2026, 36,300,000 (2025: 19,400,000) unlisted options and performance rights (which represent potential ordinary shares) were not dilutive as they would decrease the loss per share. Details of changes in share capital are disclosed in note 6.2.

Subsequent to the reporting date:
There have been no other conversions to, calls of, or subscriptions for ordinary shares or issues of potential ordinary shares since the reporting date and before the completion of this financial report.

5. Working Capital Management

5.1. Cash and Cash Equivalents

	2026 $	2025 $
Cash at bank and in hand	21,773,400	5,545,633
Short-term deposits	200,000	-
	21,973,400	5,545,633

5.2. Reconciliation of Net Loss After Income Tax Expense to Net Cash Used In Operating Activities

Cash flows from operating activities	2026 $	2025 $
(Loss) for the year	(20,325,146)	(7,448,620)
Adjustments for:		
Equity-settled share-based payment expenses	1,485,443	(484,378)
Equity-settled exploration expenses	1,833,816	-
Depreciation and amortisation expense	174,247	176,511
Gain on disposal of fixed assets	(2,728)	-
Net finance costs	1,519,957	
Change in operating assets & liabilities		
(Increase) in receivables	(99,664)	165,009
(Decrease) / increase in payables	2,259,206	(190,974)
Net cash used in operating activities	(13,154,869)	(7,782,452)

Non-cash financing activities

There were no non-cash financing and investment activities during the year.

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5.3. Trade and Other Receivables

Trade receivables are due for settlement no more than 30 days from the date of recognition. A provision for impairment is made based on a forward-looking expected credit loss model in line the requirements of AASB 9. Bad debts are written off when identified.

	2026 $	2025 $
Trade debtors	1,387	41,286
GST receivable	482,430	121,050
Prepayments	16,007	172,624
Environmental assessment fee prepaid	-	65,200
	499,824	400,160

5.4. Trade and Other Payables

The amounts are unsecured and are usually paid within 30 days.

	2026 $	2025 $
Trade payables	1,417,492	695,517
Other payables	242,750	205,521
GST Payable	1,500,000	-
	3,160,242	901,038

5.5. Borrowings

a) Regal Loan Facility

On 31 July 2025 the Group drew a loan of $15,000,000 from Regal Resources Royalties Fund ("Regal") under The Regal Loan Facility. Key terms of the facility are as follows:

- Loan Amount: $15,000,000
- Maturity: 31 January 2027, extended to 31 March 2028 upon signing Second Royalty Deed on 12 June 2026 ("Loan modification")
- Interest rate: 10% per annum, compounded quarterly and capitalised until maturity
- Security: General security deed over company assets
- Repayment election: The Company must make an election on or before 31 December 2026 to either:
  - Repay Loan Amount and capitalised interest ("Loan Balance") in cash; or
  - To convert the Loan Balance to a 0.75% net smelter return royalty on the Caravel Copper Project.
- First Right: Regal retains an ongoing first right to participate in any royalty or stream financing, regardless of repayment method.

<u>Loan modification</u>
The amendment was classified as a non-substantial modification. As no repayment of the loan is due within the 12 months, the loan balance is classified as a non-current liability.

Additional modification costs of $71,502 were added to the unamortised balance of capitalised borrowing costs. Following the extension, the combined unamortised transaction fees are amortised straight-line over the remaining extended life of the loan.

Reconciliation of movement in borrowings	**2026 $**
Regal Loan	
Outstanding at the beginning of the year	-
Loan drawdown	15,000,000
Capitalised Interest for the year[1]	1,422,582
Loan balance	16,422,582
Amortised borrowing costs	
Borrowing costs	(233,323)
Borrowing costs expensed during the year[1]	97,375
Amortised borrowing costs	(135,948)
	16,286,634

[1] Total of interest and the borrowing costs expensed during the year amounting to $1,519,957 is included as finance expenses in the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

Accounting Policy - Regal Loan Facility

Initial Recognition and Measurement

Borrowings are classified as financial liabilities measured at amortised cost. Borrowings are initially recognised at fair value, net of directly attributable transaction costs.

Subsequent Measurement

Subsequent to initial recognition, borrowings are measured at amortised cost using the effective interest rate (EIR) method. Finance costs, including contractual interest and the amortisation of borrowing costs, are recognised in profit or loss over the expected term of the borrowing using the EIR method.

Where interest is capitalised in accordance with the terms of a borrowing arrangement, the capitalised interest is added to the carrying amount of the borrowing and included in the amortised cost calculation.

Modification of Financial Liabilities

When the terms of an existing borrowing are modified, the Group assesses whether the modification is substantial in accordance with AASB 9 *Financial Instruments*.
Where a modification is determined to be substantial, the original financial liability is derecognised and a new financial liability is recognised at fair value. For modifications that are not substantial:

- the carrying amount of the liability is recalculated based on the modified contractual cash flows, discounted using the original effective interest rate;
- any resulting adjustment to the carrying amount is recognised immediately in profit or loss as a modification gain or loss; and
- fees and transaction costs directly attributable to the modification adjust the carrying amount of the liability and are amortised over the remaining term of the modified borrowing using the effective interest rate method.

Relevant measures in relation to the royalty conversion feature are considered to be non-financial variables.

b) Second Royalty Deed

On 12 June 2026 the Loan repayment date was extended to 31 March 2028, with all other terms remaining unchanged. On the same date the Company entered into a royalty funding arrangement (Second Royalty Deed) with Regal, receiving additional $15,000,000 from Regal for a new 0.75% net smelter return royalty over the Caravel Copper Project.

Accounting Policy - Royalty Liability

Amounts received in consideration for granting a royalty interest over future production are recognised as a financial liability when the arrangement gives rise to an obligation to make future payments. The liability is initially recognised at fair value and subsequently measured at amortised cost using the effective interest method. The carrying amount is reduced as royalty payments are made.

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The liability is classified as non-current where the Group does not expect settlement through royalty payments within 12 months of the reporting date.

6. Funding and risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

6.1. Contributed Equity

	2026 $	2025 $
Contributed equity	103,273,935	103,273,935
Cost of share issue	(5,239,260)	(5,239,260)
	98,034,675	98,034,675

6.2. Movement in shares on issue

Ordinary shares have the right to receive dividends as declared and, in the event of the winding up of the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

	Date	Number of shares	Issue price cents	$
Balance 30 June 2024		**524,279,799**		**93,339,251**
Share placement	25 Oct 2024	33,172,414	14.5	4,810,000
Share placement	13 Feb 2025	1,310,345	15.0	190,000
Less Transaction costs				(304,576)
Balance 30 June 2025		**558,762,558**		**98,034,675**
Balance 30 June 2026		**558,762,558**		**98,034,675**

6.3. Movement in unlisted equity instruments

Options	2026 Number	2025 Number
Outstanding at the beginning of the year	18,400,000	18,400,000
Issued during the year	36,300,000	-
Expired or lapsed during the year	(18,400,000)	-
Exercised during the year	-	-
Outstanding at the end of the year	36,300,000	18,400,000
Exercisable at the end of the year	36,300,000	-

Performance rights		
Outstanding at the beginning of the year	1,000,000	1,000,000
Issued during the year	-	-
Outstanding at the end of the year	1,000,000	1,000,000
Exercisable at the end of the year	-	-

6.4. Capital risk management

When managing capital, management's objective is to ensure the entity continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders.

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Being at an exploration stage, the Company does not generate cash inflows from its operations to fund its exploration and working capital requirements, therefore, the Company may issue shares to either generate cash for operations or to acquire assets in order to maintain adequate levels of cash reserves.

During the financial year ended 30 June 2026, no shares were issued by the Company (2025: 34,482,759 ordinary shares).

The Company is not subject to any externally imposed capital requirements.

6.5. Financial risk management

The Group's principal financial instruments comprise cash and short-term deposits.

The main purpose of these financial instruments is to fund capital expenditure on the Group's operations. The Group has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations. It is, and has been throughout the period under review, the Group's policy that no trading in financial instruments shall be undertaken. Being at an exploration stage, the Group has limited exposure to risks arising from its financial instruments.

Currently the Group does not have any exposure to commodity price risk or foreign currency risk. As the Group moves into development and production phases, exposure to commodity price risk, foreign currency risk and credit risk are expected to increase. The Board will set appropriate policies to manage these risks dependent on market conditions and requirements at that time.

Credit risk

Credit risk represents the loss that would be recognised if counterparties fail to perform as contracted. The Group's maximum exposure to credit risk at reporting date in relation to each class of financial asset is the carrying amount of those assets as indicated in the statement of financial position. The majority of cash and cash equivalents is held with one Australian Bank which has an AA- long-term credit rating from Standard and Poor's.

Wherever possible, the Group trades only with recognised, credit worthy third parties. There are no significant concentrations of credit risk within the Group. Since the Group trades only with recognised third parties, there is no requirement for collateral.

Liquidity risk

Liquidity risk is the risk that the Group does not have sufficient funds to pay its debts as and when they become due and payable. The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of loans if and when required.

The Group manages liquidity risk by maintaining adequate cash reserves and continuously monitoring forecast and actual cash flows, matching the maturity profiles of financial assets and liabilities. As of 30 June 2026, the Group maintains a strong short-term liquidity position, with cash and cash equivalents significantly exceeding liabilities due within the next 12 months.

Contractual Maturities of Financial Assets and Liabilities

The following table details the Group's remaining contractual maturity for its financial assets and liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

	< 1 Month $	1-12 Months $	1-5 Years $	Total Contractual Cash Flows $
Financial Assets				
Cash and cash equivalents	21,973,400	-	-	21,973,400
Trade and other receivables	499,824	-	-	499,824
Total Financial Assets	**22,473,224**	**-**	**-**	**22,473,224**

	< 1 Month	1-12 Months	1-5 Years	Total Contractual Cash Flows
	$	$	$	$
Financial Liabilities				
Trade and other payables	3,160,242	-	-	3,160,242
Borrowings[1]	-	-	16,422,582	19,521,289
Royalties payable[2]	-	-	15,000,000	-
Total Financial Liabilities	**3,160,242**	**-**	**31,422,582**	**22,681,531**
Net Liquidity Position	**19,312,982**	**-**	**(31,422,582)**	**(12,109,600)**

[1] The Company holds the election to either repay the loan and the capitalised interest in cash or to convert the loan balance to a 0.75% net smelter return royalty on the Caravel Copper Project (details disclosed in Note 5.5).

[2] Royalties payable liability refers to a royalty over Caravel Copper Project, as disclosed in Notes 5.5 and 9.2. The contractual cash flows are dependent on the successful future development of the project.

Market risk

(A) Price risk

The Group is not exposed to a material equity security price risk. The Group is not exposed to material commodity price risk.

(B) Foreign currency risk

The group do not have any foreign currency balances and therefore is not exposed to any foreign currency risk.

(C) Interest rate risk

The following tables summarise the sensitivity of the Group's financial assets to interest rate risk. Had the relevant variables, as illustrated in the tables, moved, with all other variables held constant, post-tax loss and equity would have been affected as shown. The analysis has been performed on the same basis for 2026 and 2025 and represents management's judgement of a reasonably possible movement.

	Carrying Amount	Interest Rate Risk -1%		Interest Rate Risk +1%	
		Net Loss	Equity	Net Gain	Equity
	$	$	$	$	$
30 June 2026					
Cash and cash equivalents	21,973,400	(219,734)	(219,734)	219,734	219,734
30 June 2025					
Cash and cash equivalents	5,545,633	(55,456)	(55,456)	55,456	55,456

The Group's long-term borrowings are not considered sensitive to interest rate risk as they operate under a fixed contractual rate structure to its maturity.

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

7. Group Structure

7.1. Basis of consolidation

7.1.1. Subsidiaries

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

Investments in subsidiaries are carried at their cost of acquisition in the Company's financial statements.

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The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries:

Name of entity	Country of incorporation	Date of incorporation	Equity holding 30-Jun-2026	Equity holding 30-Jun-2025
Caravel Operations Pty Ltd (previously Quadrio Resources Pty Ltd)	Australia	11-Jun-1985	100%	100%
Caravel Exploration Pty Ltd	Australia	6-Sep-2023	100%	100%
Caravel Water Pty Ltd	Australia	6-Sep-2023	100%	100%

7.1.2. Transactions eliminated on consolidation

Intragroup balances, and any unrealised gains and losses or income and expenses arising from intragroup transactions, are eliminated in preparing the consolidated financial statements.

7.1.3. Comparatives

Prior period comparatives are for the year from 1 July 2024 to 30 June 2025.

7.2. Parent Entity Information

The following information relates to the parent entity, Caravel Minerals Limited. The information presented has been prepared using accounting policies that are consistent with those presented in the Notes to the Financial Statements, except for investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

	2026 $	2025 $
Current Assets	2,567,753	5,657,608
Non-Current Assets	14,105	3,363,574
Total Assets	2,581,858	9,021,182
Current Liabilities	226,982	413,621
Non-current liabilities	10,753,202	-
Total Liabilities	10,980,184	413,621
Contributed equity	98,034,675	98,034,675
Accumulated losses	(113,674,637)	(93,349,491)
Reserves	7,241,636	3,922,377
Total Equity	(8,398,326)	8,607,561
Loss for the year	(20,325,147)	(7,448,619)
Other comprehensive income/(loss) for the year	-	-
Total comprehensive loss for the year	(20,325,147)	(7,448,619)

Caravel Minerals Limited has not issued any guarantees on behalf of subsidiaries.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2026 and 30 June 2025.

Capital commitments

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2026 and 30 June 2025.

8. Related Parties

8.1. Related Parties

Details relating to key management personnel, including remuneration paid, are included in the audited remuneration report section of the directors' report. The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	2026 $	2025 $
Short term employee benefits	925,549	798,029
Post-employment benefits	35,760	35,520
Share based payments	901,857	(424,127)
Total compensation	1,863,166	409,422

8.2. Transactions with Other Related Parties

Transactions with other related parties during the year ended 30 June 2026 were as follows:

- The Group received invoices for the total of $248,722 (2025: $237,467) from Mitchell River Group, of which Mr Alasdair Cooke is a part owner, for provision of serviced offices and geological consultancy. A total of $3,162 was unpaid at 30 June 2026 (30 June 2025: $32,290).
- During the year ended 30 June 2026, a total of 14,000,000 (2025: nil) share options were granted to KMP. Details on terms and valuation of options granted are disclosed in note 8.5.
- No shares were granted to KMP during the year ended 30 June 2026 (2025: nil).

  No loans to key management personnel were provided during the period or up to the date of signing this report.

8.3. Share Based Payments

The Group provides benefits to Directors, employees, consultants and other advisors of the Group in the form of share-based payments, whereby the Directors, employees, consultants and other advisors render services in exchange for shares or rights over shares (equity-settled transactions).

The cost of these equity-settled transactions is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using a Black-Scholes model or fair value of services.

The fair value of performance rights is measured at the share price on the date the rights are granted.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the market price of the shares of the Company if applicable.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant recipient becomes fully entitled to the award (the vesting period).

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects (i) the extent to which the vesting period has expired and (ii) the Company's best estimate of the number of equity instruments that will ultimately vest. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The statement of profit or loss and other comprehensive income charge or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is only conditional upon a market condition.

If the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any modification that increases

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the total fair value of the share-based payment arrangement, or is otherwise beneficial to the recipient, as measured at the date of modification.

If an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of loss per share (see Note 4.5).

The effect of such an arrangement is equivalent to an option with a strike price per share equal to the share price on grant date.

8.4. Employee Incentive Plan

Shareholders approved the establishment of the Caravel Employee Incentive Plan at the 2022 AGM.

The following table illustrates the number and weighted average exercise prices (WAEP) of, and movements in, share options and performance rights granted as consideration for services provided to the Company during the year:

Options	**2026 Number**	**2026 WAEP**	**2025 Number**	**2025 WAEP**
Outstanding at the beginning of the year	18,400,000	0.33	18,400,000	0.33
Granted during the year	36,300,000	0.28	-	0.33
Expired or lapsed during the year	(18,400,000)	0.33	-	0.32
Exercised during the year	-	-	-	-
Outstanding at the end of the year	36,300,000	0.28	18,400,000	0.33
Exercisable at the end of the year	36,300,000	0.28	-	-

Weighted average remaining contractual life of options at 30 June 2026: 2.88 years (2025: 0.34 years).

Of the total unlisted options granted during the year, 10,000,000 options were issued as consideration for a land acquisition option.

Performance rights	**2026 Number**	**2026 WAEP**	**2025 Number**	**2025 WAEP**
Outstanding at the beginning of the year	1,000,000	-	-	-
Granted during the year	-	-	1,000,000	-
Outstanding at the end of the year	1,000,000	-	1,000,000	-

8.5. Options pricing model

Options

Options are valued using the Black-Scholes Option Valuation model, which takes account of factors including the option exercise price, the current level and volatility of the underlying share price, the risk-free interest rate, expected dividends on the underlying share, current market price of the underlying share and the expected life of the option.

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The table below sets out the assumptions used for options granted during the year ended 30 June 2026:

	Employee Options	KMP Options	Land Options
Grant Date	5/09/2025	31/10/2025	19/12/2025
Number of options	12,300,000	14,000,000	10,000,000
Dividend yield (%)	-	-	-
Expected volatility (%)	70.00%	70.00%	90.00%
Risk free interest rate (%)	3.40%	3.55%	4.30%
Expected life of the option (years)	2.15	2.00	5.00
Option exercise price ($)	0.220	0.220	0.420
Share price at grant date ($)	0.145	0.185	0.280
Expiry date	1/11/2027	1/11/2027	23/12/2030
Fair value per option ($)	**0.0423**	**0.0644**	**0.1834**
Total value at grant date ($)	520,579	901,857	1,833,816
Vest	*Vest on issue*	*Vest on issue*	*Vest on issue*
Awarded to KMP:			
Wayne Trumble	-	1,000,000	-
Richard Monti	-	1,000,000	-
Don Hyma	-	8,000,000	-
Alasdair Cooke	-	4,000,000	-

No options were granted during the year ended 30 June 2025.

Performance rights

No performance rights were granted during the year ended 30 June 2026 (2025: nil).

8.6. Shares

No shares were issued as share-based payments during the year ended 30 June 2026 (2025: nil).

8.7. Recognised share-based payment expense in profit or loss

	2026 $	2025 $
Share-based payment expense arising from employee options issued during the previous financial years	63,007	(484,378)[1]
Share-based payment expense arising from employee options issued during the current financial year	1,422,436	-
Total share-based payments expense in profit or loss	1,485,443	(484,378)

[1] Previously granted options contained a vesting condition requiring completion of the bankable feasibility study. As at 30 June 2025, management assessed that achievement of this condition was not probable before the expiry date of the options. Accordingly, the cumulative expense recognised in prior periods of $484,378 was reversed.

The amount of $1,833,816 arising from the issue of 10,000,000 unlisted options for acquisition of land purchase option is included in the exploration expenses in profit or loss.

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9. Other

9.1. Events occurring after the reporting period

On 4 September 2026, the Company issued 1,000,000 unlisted options to employees under the Employee Incentive Plan, with an exercise price of $0.36 each and expiring on 25 August 2029. As the options were granted after the reporting period, no share-based payment expense has been recognised in respect of them for the year ended 30 June 2026.

Other than the matter noted above, at the date of this report there are no matters or circumstances which have arisen since 30 June 2026 that have significantly affected or may significantly affect:

- the operations, in financial years subsequent to 30 June 2026, of the Group;
- the results of those operations, in financial years subsequent to 30 June 2026, of the Group.

9.2. Commitments and Contingencies

The Company has certain obligations to maintain the water extraction licence that has an option to acquire as part of the Dalmeny Option Agreement (see ASX release dated 22 October 2024). The aggregate of the prescribed work program applicable to the water extraction licence for the financial year ended 30 June 2027 is $665,670 and for the financial year ended 30 June 2028 is $665,670.

Under the Second Royalty Deed entered into with Regal Resources Royalties Fund on 12 June 2026, the Company is committed to paying Regal a 0.75% net smelter return royalty on future production from the Caravel Copper Project. The amount payable is contingent on the Project reaching production and cannot be reliably estimated at the reporting date. Further details are set out in Note 5.5.

As at 30 June 2026 Caravel Minerals Limited has no other commitments or contingent liabilities (2025: nil).

9.3. Remuneration of Auditors

	2026 $	2025 $
Amount received or due and receivable by the auditor for:		
Auditing the financial statements, including audit review - current year audits	65,700	60,827
Total remuneration of auditors	65,700	60,827

9.4. New and revised accounting standards

Adoption of new and revised accounting standards

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.

Standards issued but not yet effective

At the date of authorisation of the financial statements, the following Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet mandatory, and have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2026:

AASB 18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: 'Operating profit' and

'Profit before financing and income taxes'. There are also new disclosure requirements for 'management-defined performance measures', such as earnings before interest, taxes, depreciation and amortisation ('EBITDA') or 'adjusted profit'. The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes.

The Group will adopt this standard from 1 July 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

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Consolidated entity disclosure statement

Name of entity	Type of entity	Trustee, partner or participant in JV	% of share capital	Place of incorporation	Australian resident or foreign resident	Foreign jurisdiction(s) of foreign residents
Caravel Minerals Limited	Body Corporate	-	n/a	Australia	Australian	n/a
Caravel Operations Pty Ltd	Body Corporate	-	100	Australia	Australian	n/a
Caravel Exploration Pty Ltd	Body Corporate	-	100	Australia	Australian	n/a
Caravel Water Pty Ltd	Body Corporate	-	100	Australia	Australian	n/a
Caravel Resources Netherlands Cooperatief U.A.	Body Corporate	-	100	Netherlands	Foreign	Netherlands

Determination of tax residency

Section 295 (3A)(vi) of the *Corporation Act 2001* defines tax residency as having the meaning in the *Income Tax Assessment Act 1997*. The determination of tax residency involves judgement as there are different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretations:

- Australian tax residency
- The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5

- Foreign tax residency
- Where necessary, the consolidated entity has used independent tax advisers in foreign jurisdictions to assist in its determination of tax residency to ensure applicable foreign tax legislation has been complied with (see section 295(3A)(vii) of the *Corporations Act 2001*).

Partnerships and trusts

Australian tax law generally does not contain corresponding residency tests for partnerships and trusts and these entities are typically taxed on a flow-through basis. There are no partnerships or trusts in the consolidated group and no interests held in joint ventures by the group entities.

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Directors Declaration

In accordance with a resolution of the directors of Caravel Minerals Limited, I state that:

(1) In the opinion of the directors:

(a) the financial statements, notes and the additional disclosures included in the directors' report designated as audited, of the Group are in accordance with the *Corporations Act 2001* including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the period ended on that date; and

(ii) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and

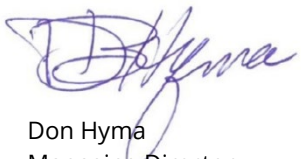
(iii) the information disclosed in the attached consolidated entity disclosure statement is true and correct.

(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.

(2) The Company has included in the notes to the financial statements an explicit and unreserved statement of compliance with International Financial Reporting Standards.

(3) This declaration has been made after receiving the declarations required to be made to the directors in accordance with section 295A of the *Corporations Act 2001* for the year ended 30 June 2026.

On behalf of the Board.



Don Hyma
Managing Director
25 September 2026

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INDEPENDENT AUDITOR'S REPORT

To the members of Caravel Minerals Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Caravel Minerals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the Corporations Act 2001, including:

i) Giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the year ended on that date; and

ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group 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.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 2.4 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the group's ability to continue as a going concern and therefore the group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

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Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Material uncertainty related to going concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Accounting for Loan and Royalty Agreements

Key audit matter	How the matter was addressed in our audit
During the year, as disclosed in note 5.5, the Group secured funding through a combination of debt and royalty financing arrangements with Regal Resources Royalties Fund in connection with the advancement of its flagship exploration project. The accounting for these arrangements has resulted in recognition of material financial liabilities at 30 June 2026. This is a key audit matter due to the significance of the balances and the significant judgement and complexity involved in assessing the contractual arrangements and determining the appropriate classification and measurement of the resulting financial liabilities.	Our procedures included, but were not limited to: • Obtaining and reviewing the executed financing and royalty agreements to understand the key contractual terms and settlement mechanisms; • Evaluating management's accounting position paper and assessing whether the accounting treatment adopted is consistent with Australian Accounting Standards; • Testing amounts recognised at initial recognition to supporting documentation, including executed agreements and funds received; • Obtaining an external confirmation from the lender to verify the outstanding loan balance at reporting date; • Evaluating the completeness and accuracy of financing costs recognised during the period, including the appropriateness of the estimated effective interest rate; and • Reviewing the disclosures in the financial report for adequacy, including the accounting policy, at Note 5.5.

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Other information

The directors are responsible for the other information. The other information comprises the information contained in annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and the annual report, which is expected to be made available to us after that date.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the directors and will request that it is corrected. If it is not corrected, we will seek to have the matter appropriately brought to the attention of users for whom our report is prepared.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of:

a) the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and

b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and

for such internal control as the directors determine is necessary to enable the preparation of:

i) the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

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Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at:

https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 6 to 11 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Caravel Minerals Limited, for the year ended 30 June 2026, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit Pty Ltd

BDO

Jarrad Prue

Director

Perth, 25 September 2026