



ABN 70 625 645 338

For personal use only

**SOMERSET MINERALS LIMITED
ANNUAL REPORT**

FOR THE YEAR ENDED 30 JUNE 2026

CONTENTS

Corporate Directory	3
Directors' Report	4
Consolidated Statement of Profit or Loss and Other Comprehensive Income	29
Consolidated Statement of Financial Position	30
Consolidated Statement of Changes in Equity	31
Consolidated Statement of Cash Flows	32
Notes to the Financial Statements	33
Consolidated Entity Disclosure Statement	66
Directors' Declaration	67
Auditor's Independence Declaration	68
Independent Auditor's Report	69
ASX Additional Information	76

For personal use only

DIRECTORS

Mr Mike Edwards	Non-Executive Chairman
Mr Chris Hansen	Managing Director
Mr Alex Vilela	Executive Technical Director
Ms Melanie Ross	Non-Executive Director

COMPANY SECRETARY

Ms Melanie Ross

REGISTERED OFFICE & PRINCIPAL PLACE OF BUSINESS

Level 2, 22 Mount Street
PERTH WA 6000
Ph: +61 8 6188 8181

SOLICITORS

Steinepreis Paganin
Level 14, QV1 Building
250 St Georges Terrace
PERTH WA 6000
Ph: +61 8 9321 4000

AUDITORS

Pitcher Partners BA&A Pty Ltd
Level 11, 12-14 The Esplanade
PERTH WA 6000
Ph: +61 8 9322 2022

SHARE REGISTRY

Automic Registry Services
Level 5, 191 St Georges Terrace
PERTH WA 6000
Ph: +61 2 8072 1400

STOCK EXCHANGE

Australian Securities Exchange (ASX)
Code: SMM

WEBSITE

www.somersetminerals.com.au

SOMERSET MINERALS LIMITED
DIRECTORS' REPORT
30 JUNE 2026



Your Directors present their report, together with the financial statements of the Group, consisting of Somerset Minerals Limited (referred to hereafter as the "Company" or "Parent Entity") and the entities it controlled at the end of, or during, the financial year ended 30 June 2026.

DIRECTORS

The following persons were Directors of Somerset Minerals Limited during the whole of the financial year and up to the date of this report, unless otherwise stated.

NAME OF PERSON	POSITION
Mr Michael Edwards	Non-Executive Chairman
Mr Christopher Hansen	Managing Director
Mr Alex Vilela	Executive Technical Director (appointed 31 August 2026)
Ms Melanie Ross	Non-Executive Director

PRINCIPAL ACTIVITIES

During the financial year, the principal activities of the Group consisted of mineral exploration in Canada and Ecuador.

DIVIDENDS

No dividends were paid or declared since the start of the financial year. No dividend has been recommended.

OPERATING RESULTS

The profit of the Group amounted to \$2,169,869 (2025: loss of \$1,928,164) after providing for income tax.

REVIEW OF OPERATIONS

Corporate

Capital Raisings

During the year, the Company raised \$9.7 million (before costs) through the following share issues:

Date	Details	Shares	\$
July 2025	Director participation in placement	6,666,667	60,000
Aug – Oct 2025	Placement	307,692,308	4,000,000
Dec 2025	Flow-through placement	137,249,986	2,470,500
Dec 2025	Placement	99,750,014	1,197,000
June 2026	Placement	250,000,000	2,000,000
	Total (before costs)	801,358,975	9,727,500

The June 2026 placement was accompanied by a 1-for-10 entitlement offer, which was completed in August 2026 and raised \$1.17 million (before costs) through the issue of 145,687,956 shares (53,688,019 shares to eligible shareholders and 91,999,937 shortfall shares), together with 72,844,014 attaching options. As the entitlement offer was completed after year end, these proceeds are excluded from the capital raisings for the year and the table above.

Other share issues during the year comprised 5,882,353 shares on conversion of convertible notes and 11,224,381 shares issued in lieu of cash for a mineral claim acquisition, corporate advisory fees and rent.

Options

During the year, the Company issued the following unlisted options, all expiring 30 September 2029:

- 3,333,334 attaching options to Directors under a placement, exercisable at \$0.024;
- 20,000,000 options to the broker of the 2025 placement, exercisable at \$0.024;
- 5,000,000 options under a bridging loan agreement, exercisable at \$0.030;
- 17,500,000 options to a corporate adviser, exercisable at \$0.020; and
- 17,500,000 options to a corporate adviser, exercisable at \$0.024.

Performance rights

During the year, the Company granted 37,500,000 performance rights under its Employee Incentive Securities Plan, including 19,500,000 to Directors following shareholder approval on 23 April 2026. The rights granted in April and May 2026 vest in two equal tranches, subject to 20-day VWAP share price hurdles of between \$0.024 and \$0.045.

Ecuadorian Tax Dispute

The Company's wholly owned Ecuadorian subsidiary, Condor Gold S.A., which holds the Rio Zarza and Valle del Inca 1 projects, was party to a dispute with the Ecuadorian taxation authority. Subsequent to year end, the dispute was fully resolved in the Company's favour, with Ecuador's highest court dismissing the taxation authority's appeal. The ruling is enforceable and the matter is now closed, with no further liabilities arising under this claim.

Board Changes

On 31 August 2026, the Company appointed experienced exploration geologist Mr Alex Vilela to the Board as Executive Technical Director. Mr Vilela has led the Company's exploration initiatives at the Coppermine Project since its acquisition and will assume Board-level responsibility for the planning, management and execution of exploration programs across the Company's project portfolio.

Coppermine Project (Nunavut, Canada, 100%)

About the Coppermine Project

The Coppermine Project is located in the Kitikmeot region of Nunavut and consists of 107 exploration licences and one exclusive exploration right executed with Nunavut Tunngavik Incorporated (NTI), covering 1,677 km² in total, serving to position Somerset as the third largest landholder in the Coppermine region. Importantly, the Project covers a significant portion of the Copper Creek Formation, which is known to host high-grade copper mineralisation.

The Coppermine Project hosts 1,515 km² of the prospective Copper Creek Formation basalts, and is interpreted to include the strike extensions to White Cliff Minerals' (ASX:WCN) high-priority targets of Danvers, Vision, Stark, Thor and Rocket, with the prospectivity of the wider project area also supported by extensive surface sampling and historic exploration. In particular, Somerset holds the ground surrounding, and along strike from, White Cliff Minerals' Danvers prospect, which hosts a historical (non-JORC and non-NI 43-101 compliant) resource estimate of 4.16 Mt @ 2.96% Cu.¹

The Coppermine Project presents a regional-scale copper (Cu) and silver (Ag) exploration opportunity within the Copper Creek basalts, which host high-grade structurally controlled sulphide and native copper mineralisation in brecciated sub-vertical fault zones. Copper mineralisation in the Project area principally occurs in three styles: **fissure-hosted (~2.0 – 45% Cu)**, **sediment-hosted (~0.25 – 2.0% Cu)**, and **basalt flow top replacement (~2.0 – 15% Cu)**.² The region's geology and mineralisation are analogous to the Keweenaw Peninsula copper deposits in Michigan, USA, which host high-grade native copper in continental flood basalts and sediments, in basalt flow tops and fault zones.

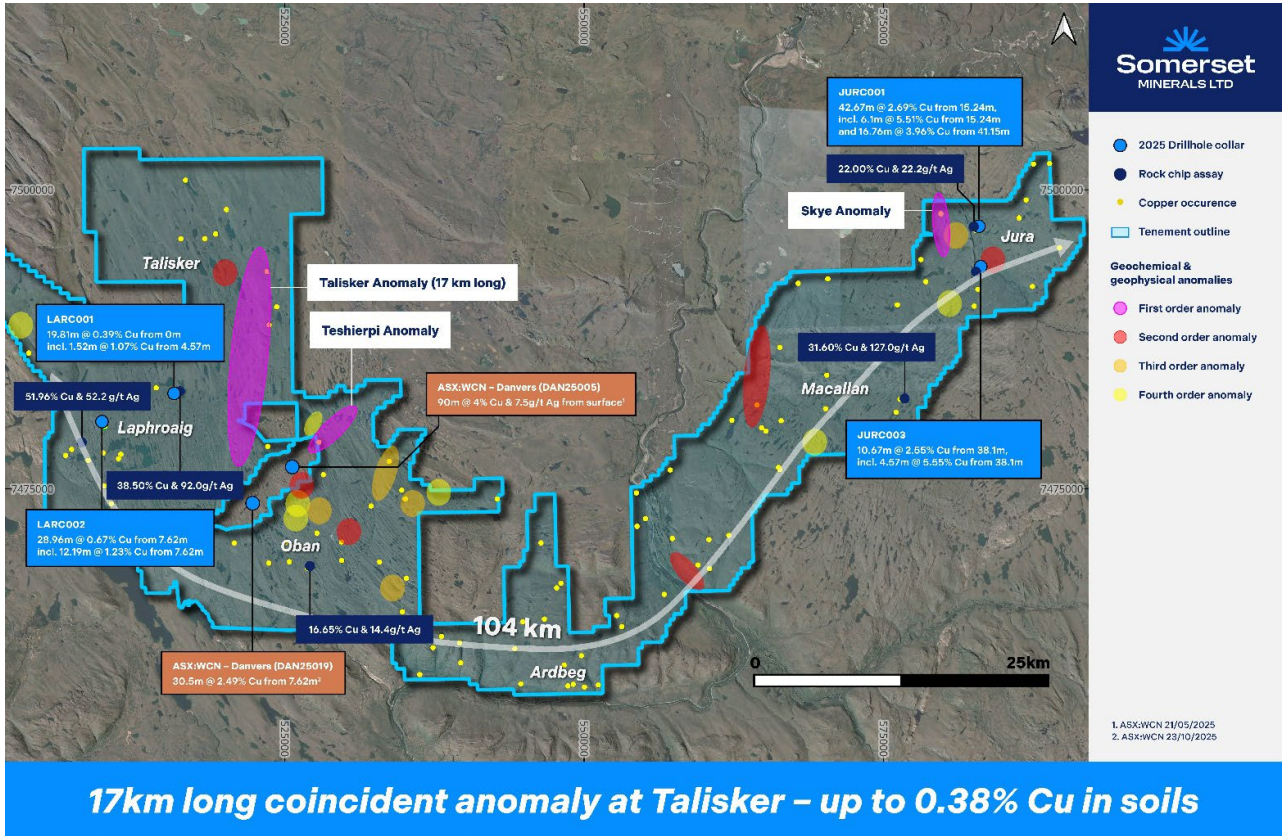


Figure 1: Somerset Minerals Coppermine Project showing coincident airborne magnetic and till geochemical anomalies (ranked), highlighting the ~17 km Talisker Corridor (up to 0.38% Cu in till) and proximity to White Cliff Minerals' Danvers copper project. See ASX:SMM 04/02/2026.

¹Refer to ASX:WCN Announcement dated 26/11/2024. The historic resource estimate for White Cliff's Danvers prospect is not in accordance with the JORC Code. The Company notes that the estimate and historic drilling results dated 1967 and 1968 are not reported in accordance with the NI 43-101 or JORC Code 2012. A competent person has not done sufficient work to disclose the estimate/results in accordance with the JORC Code 2012. It is possible that following further evaluation and/or exploration work that the confidence in the estimate and reported exploration results may be reduced when reported under the JORC Code 2012. Nothing has come to the attention of the Company that causes it to question the accuracy or reliability of the historical exploration results, but the Company has not independently validated the historical exploration results and therefore is not to be regarded as reporting, adopting or endorsing the historical exploration results.

²Refer to E.D. Kindle, 1972, Classification and Description of Copper Deposits, Coppermine River Area, District of Mackenzie

Activities

During the year, the Group undertook a dual-tracked exploration campaign, focussing on delineating mineralisation at Jura, while concurrently testing the broader 1,677 km² landholding for coincident geochemical and geophysical anomalies.

Jura Exploration

Over two successive drill campaigns completed between July and September 2025, a total of twelve (12) reverse circulation (RC) drill holes (JURC001–JURC012) were drilled at Jura, with all twelve holes intersecting copper mineralisation. This work has rapidly advanced Jura from a conceptual prospect to a clearly emerging copper system, with thick, continuous zones of sulphide mineralisation hosted within a broader and largely untested ~7 km long, north–south striking fault corridor.

The Phase 2 campaign (August–September 2025) concentrated on down-dip and along-strike extensions from the original discovery hole JURC001 (42.7 m @ 2.69% Cu from 15.2 m), confirming that high-grade mineralisation extends to depths of more than 190 m down-dip. Down-dip holes JURC005 and JURC006 intersected broad, strongly mineralised envelopes, including 61.0 m @ 0.85% Cu from 67.1 m (**including 27.4 m @ 1.49% Cu and 9.1 m @ 2.88% Cu**) in JURC005, and 59.4 m @ 1.5% Cu from 83.8 m in JURC006 (**including 19.8 m @ 3.54% Cu and 4.6 m @ 6.87% Cu**). Along strike to the north, follow-up holes JURC012, JURC008 and JURC007 returned similarly robust intercepts, including 39.6 m @ 1.61% Cu from 128 m in JURC012 (**including 18.3 m @ 3.14% Cu, 4.6 m @ 6.05% Cu**), 71.6 m @ 0.57% Cu from 89.9 m in JURC008 (**10.7 m @ 2.47% Cu, 4.6 m @ 4.38% Cu**), and 16.8 m @ 0.82% Cu from 53.3 m in JURC007 (3.0 m @ 2.97% Cu). Step-out holes JURC009, JURC010 and JURC011 also intersected multiple zones of mineralisation, demonstrating the continuity of mineralisation. A ground induced polarisation (IP) geophysical survey mapped a large low-resistivity zone extending from the known high-grade mineralisation, as well as high-chargeability and lookalike resistivity zones that defined multiple new drill targets. These targets were tested in the March 2026 diamond drilling campaign.

These results built on the initial Phase 1 RC program, completed in July 2025, which was designed to validate historical (1968) drilling and test the downdip and along-strike extent of outcropping copper mineralisation. At Jura North, **JURC001 intersected 42.7 m @ 2.69% Cu from 15.2 m, including 16.8 m @ 3.96% Cu and 6.1 m @ 5.51% Cu**, confirming a thick, high-grade, near-surface copper zone. **JURC002, drilled ~70 m away, returned 18.29 m @ 1.36% Cu from 108.2 m, including 6.1 m @ 3.78% Cu**, demonstrating continuity of mineralisation at depth and along strike. **Over 3 km to the south, drilling at JURC003 and JURC004 confirmed that the same fault-hosted system persists, with JURC003 intersecting 10.67 m @ 2.55% Cu from 38.1 m, including 4.57 m @ 5.55% Cu**. This work, integrated with eight days of detailed field mapping and rock-chip sampling across the Jura trend, shows that **mineralisation has now been confirmed by drilling over more than 3 km of strike, and together with surface copper occurrences and geophysics, is interpreted to extend for more than 7 km along the Jura Fault Zone.**

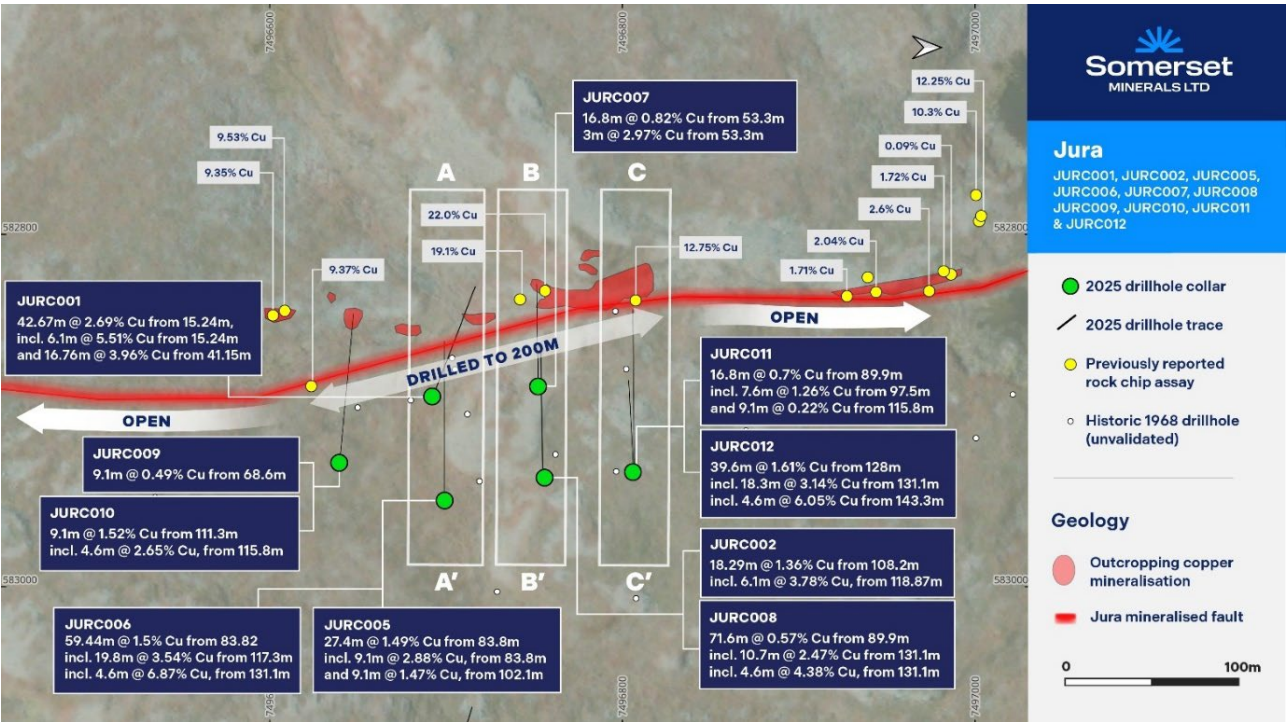


Figure 2: Plan map showing drill hole collar locations and significant intercepts.

Geological and geophysical studies completed alongside the drilling have significantly improved the understanding of controls on mineralisation at Jura. Copper mineralisation is hosted within a steeply east-dipping (~65°) north-south striking fault zone, with true thickness locally up to ~60 m and a characteristic geometry of a high-grade core within a broader lower-grade halo. The mineral assemblage is dominated by chalcocite (a copper-rich sulphide mineral), with malachite and minor bornite, and is consistently associated with intense hematite alteration and a pronounced magnetic low, providing powerful vectors for further targeting across the Coppermine district. Re-assays have also confirmed a gold (Au) and silver component to the system, with rock chips returning up to 1.4 g/t Au in association with 13.55% Cu and 24.3 g/t Ag, and drill re-sampling (e.g. in JURC006) yielding up to 0.7 g/t Au over 1.5 m alongside 8.3% Cu and 7.5 g/t Ag.

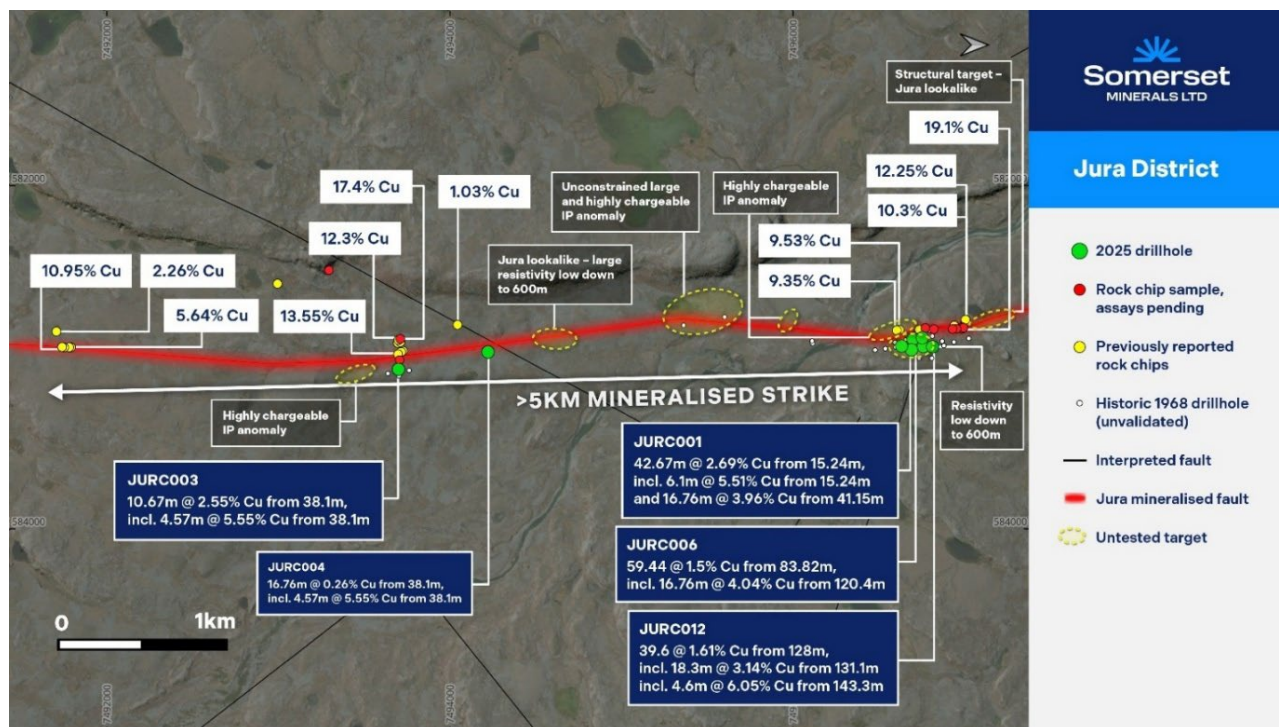


Figure 3: Plan map showing wider Jura prospect area, drill hole collar locations, significant intercepts and rock chip samples.

On 11 March 2026, the Company announced that drilling had resumed at the Coppermine Project, with an approximately 2,000m diamond drilling campaign underway at Jura North. The program was designed to extend the Jura North discovery by testing mineralisation along strike and down dip, while also assessing potential parallel lodes identified from the 2025 IP-resistivity survey (see ASX:SMM 20/10/2025). Initial drilling was focused on extending the main fault-hosted copper system down dip to approximately 400–500m below surface, targeting a strong resistivity low that extends to at least 600m depth and is associated with thick, high-grade copper intercepts.

On 2 June 2026, the Company announced the first assay results from the campaign, with both initial holes successfully intersecting copper mineralisation at depth³:

- JUDD001: 5.2m @ 2.23% Cu from 219.6m, including 0.9m @ 9.26% Cu from 219.6m
- JUDD002: 31.1m @ 0.38% Cu from 246.2m, including 6m @ 0.92% Cu from 256m
- JUDD005: 18.8m @ 1.21% Cu from 228.2m, including 6.6m @ 2.02% Cu from 234m⁴

As the first modern diamond drilling completed at Jura North, the campaign is generating valuable geological and structural information, with a detailed structural analysis underway to better understand the controls on mineralisation along the trend.

Beyond the immediate Jura North drilling area, the broader Jura district continues to emerge as a stand-alone exploration camp. The Jura mineralised fault zone has a defined strike extent of approximately 7km, expressed at surface by very high-grade copper rock chip samples grading up to 19.1% Cu and 21.1g/t Ag, while at Jura Central, approximately 3km along strike, hole JURC003 returned 10.67m @ 2.55% Cu from 38.1m, including 4.57m @ 5.55% Cu – a high-grade intercept yet to be followed up (see ASX:SMM 03/09/2025). Together with the adjacent Skye and Nor targets, the scale of these opportunities supports Jura's emergence as a potential stand-alone copper district.

³See ASX:SMM 02/06/2026

⁴See ASX:SMM 16/06/2026

Laphroaig Exploration

As part of the Phase 1 program in July 2025, two RC holes were drilled in the Laphroaig district. At Larry, drillhole LARC002 was completed to test the downdip extension of outcropping chalcocite mineralisation hosted in basalt. The hole was planned based on detailed field mapping, which identified a dense network of mineralised chalcocite veins along a prominent, 100-metre-long ridge. Significant intercepts from LARC002 include:

- 29.0 metres @ 0.67% Cu from 7.6 metres, including:
 - o 12.2 metres @ 1.23% Cu from 7.6 metres.⁵

At Lars, drillhole LARC001 was completed to test the downdip expression of ~50 metres of outcropping mineralisation hosted in basalt. The hole was planned based on detailed field mapping, which identified an outcrop of pervasive, flow-top replacement style mineralisation next to a large fault. Significant intercepts from LARC001 include:

- 19.8 metres @ 0.39% Cu from 0 metres; including
 - o 1.5 metres @ 1.07% Cu from 4.6 metres; and
 - o 3.05 metres @ 0.20% Cu from 25.91 metres.⁶

Regional Exploration

In July 2025, alongside the Phase 1 drilling, the Company completed a prospecting and mapping field campaign (see ASX:SMM Announcement dated 11/08/2025). Surface samples were collected across the Laphroaig, Jura, Nor and Oban districts, spanning a distance of over 110 km, and identified further high-grade copper mineralisation at surface, including:

- Larry – 607753: 49.20% Cu & 88.2g/t Ag
- Lars – 621598: 12.70% Cu & 31.8g/t Ag
- Jura North – 621515: 22.00% Cu & 22.2g/t Ag
- Jura South – 621517: 12.75% Cu & 13.4g/t Ag
- Nor – 621503: 31.60% Cu & 127.0g/t Ag⁷

Critically, more than 90% of the landholding is blanketed by a thin veneer (1–10 m) of glacial cover, meaning vast areas remain effectively unexplored despite having the same lithology and structural corridors as Jura. To unlock this hidden potential and realise the Project's longer-term, district-scale opportunity, Somerset designed and completed a comprehensive regional exploration program aimed at identifying coincident geochemical and geophysical anomalies for systematic prioritisation and drill testing.

On the geophysical front, a large-scale, high-resolution airborne magnetic survey—totalling approximately 11,000 line-km on 200 m line spacing—was flown across the broader project area to see beneath the thin cover and create detailed structural maps. In parallel, a large regional geochemical program was completed, comprising 1,488 glacial till samples collected across the project. Sampling was undertaken on a 1 × 1 km grid along key fault corridors and a 1.5 × 1.5 km grid elsewhere, preferentially targeting frost boils in glacial till to capture mineralised geochemical signatures within the overburden.

On 4 February 2026, the Company announced that results had been received from the late-2025 regional geophysical and geochemical programs completed across its flagship Coppermine Project.

The airborne gradiometer magnetic survey and first-pass glacial till geochemical survey successfully delivered on Somerset's key objective of identifying new undercover exploration targets. The programs highlighted multiple areas where strong copper anomalies coincide with demagnetised magnetic features, interpreted as altered and potentially mineralised fault corridors.

The standout result was the newly defined Talisker Corridor, which is now ranked as Somerset's highest-priority regional target. Talisker comprises a highly anomalous, approximately 17km-long coincident geochemical and geophysical anomaly. The corridor includes four of the ten samples from the survey that returned values greater than 1,000 ppm Cu, with a peak result of 3,790ppm Cu, or 0.38% Cu, in till. This is considered an exceptional result for a first-pass, district-scale survey.

The corridor sits only ~4km from White Cliff Minerals' (ASX:WCN) Danvers copper deposit, with the Talisker fault linking into the Teshierpi Fault Zone that hosts Danvers. The prospectivity of this structural setting was further reinforced during the year, with WCN reporting a new high-grade copper discovery at Danvers, where drillhole DAN26012 returned 19.81m @ 6.64% Cu from 152.4m, including 3.05m @ 17.68% Cu.⁸

⁵Refer to ASX:SMM Announcement dated 03/09/2025

⁶Refer to ASX:SMM Announcement dated 03/09/2025

⁷Refer to ASX:SMM Announcement dated 11/08/2025

⁸See ASX:WCN 10/06/2026. The reader is referred to the Proximate Statement in this report.

SOMERSET MINERALS LIMITED
DIRECTORS' REPORT
30 JUNE 2026

Importantly, the strongest responses at Talisker occur in areas with little to no outcrop and minimal historical exploration. This supports Somerset's view that sizeable copper systems may remain concealed beneath the thin 1–10m veneer of cover that masks much of the Company's landholding.

During the June 2026 quarter, the Company's highest-priority regional target, Talisker, was materially advanced to drill-ready status ahead of its maiden RC drilling campaign.

On 2 June 2026, the Company announced that infill soil sampling would commence at Talisker in early June, following deferral of the originally planned March program due to insufficient snow cover, with the maiden RC drill campaign scheduled for July 2026. Updated permits were received allowing for up to 100 holes to be completed across the licence area, together with the future installation of an exploration camp.

On 16 June 2026, the Company announced the completion of the infill soil sampling program across the Talisker corridor. During the program, field crews identified numerous zones of copper mineralisation at surface across ~14km of the anomaly, both in outcrop and till, collecting 58 mineralised rock chip samples and recovering a ~2.3kg native copper nugget⁹. The mineralisation observed is interpreted to be structurally controlled along the north–south striking fault zone and is consistent with the styles recognised elsewhere across the Project – dominantly vein-hosted and flow-top replacement copper, with chalcocite and lesser bornite as the primary copper minerals, commonly oxidised to malachite and chrysocolla at surface. Detailed structural mapping was also completed along outcropping bedrock on the edges of the Talisker fault, capturing valuable structural data to model and interpret mineralisation ahead of drilling. Each soil sample was analysed on-site using a field-portable XRF (pXRF) unit prior to dispatch to the laboratory, enabling early modelling and interpretation of anomalous zones ahead of the return of laboratory assays. Rock chip samples were submitted to ALS Laboratories in Yellowknife, with laboratory assays for both the soil and rock chip samples pending at year end. With sampling at Talisker complete, field crews moved on to further high-priority areas across the Project, including Danvers North, Skye and Jura South.

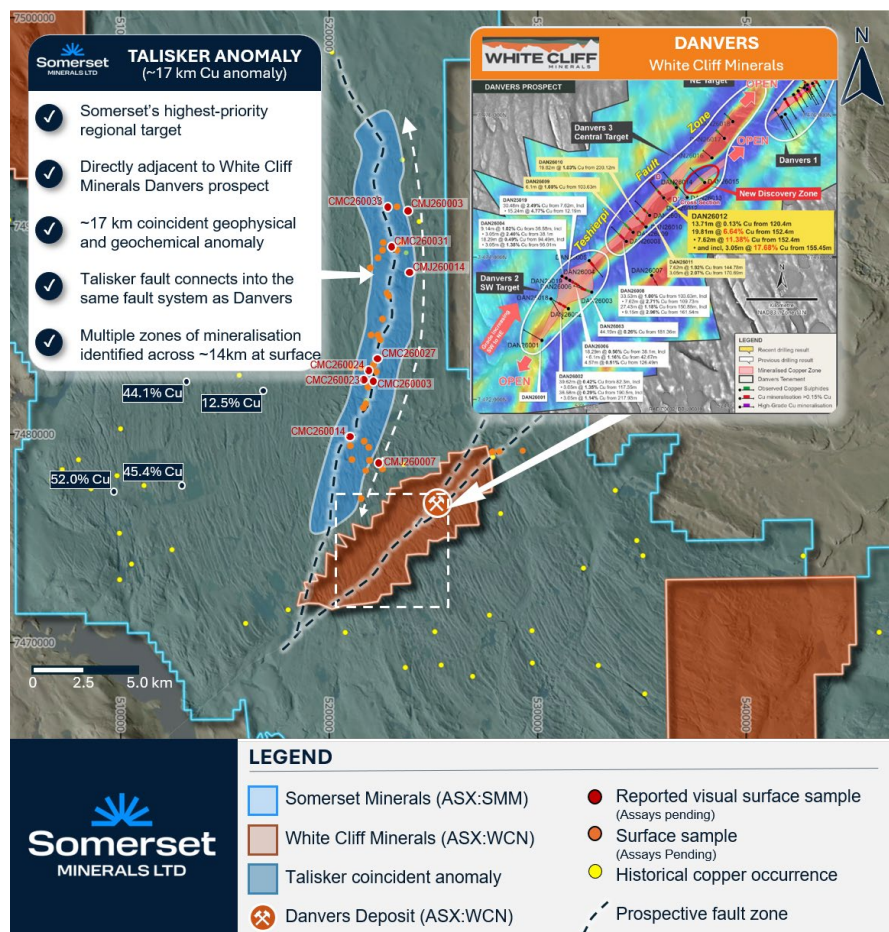


Figure 4: Talisker combines proximity to Danvers, demagnetised geophysics, Cu geochemistry and multiple mapped surface copper occurrences over ~14km. This image contains references to drill results derived by other parties either nearby or proximate to the Coppermine Project and includes references to topographical or geological similarities. It is important to note that such discoveries or geological similarities do not in any way guarantee that the Company will have any success or similar successes in generating similar results, if at all. (See ASX:SMM 24/06/2026; ASX:WCN 10/06/2026).

⁹Visual observations of the presence of rock or mineral types and abundance should never be considered a proxy or substitute for laboratory analyses where mineral types, concentrations or grades are the factor of principal economic interest. See ASX:SMM 16/06/2026.

Subsequent to year end, on 8 July 2026, the Company announced that maiden RC drilling (an approximately 2,500 m program) had commenced at the Talisker copper target. Modelling of the preliminary pXRF dataset from the infill soil program (641 samples), in conjunction with structural mapping and surface copper occurrences, identified a highly anomalous and spatially cohesive copper corridor over a central 3.4km strike of the ~17km anomaly¹⁰. An initial ten holes were planned across five section lines within this corridor, representing the first ever drill testing of the Talisker fault.

On 3 August 2026, the Company announced assay results from the recently completed surface rock chip sampling program across its flagship Coppermine Project. A total of 86 rock chip samples were submitted for analysis, collected from the Talisker district, and Jons Pit, Skye, Danvers North and Danvers South prospects. Assay results confirmed widespread high-grade copper mineralisation, with 47 samples returning grades above 1% Cu and 19 samples above 10% Cu, up to peaks of 46.3% Cu at Skye (CMB26004) and 36.4% Cu & 214g/t Ag at Talisker (CMJ260014). Silver credits are a consistent feature of the results, with 17 samples returning grades above 30g/t Ag. At Talisker, 37 of the 75 samples collected returned grades above 1% Cu, confirming copper mineralisation at surface over more than 12 km of strike within the ~17 km corridor.¹¹

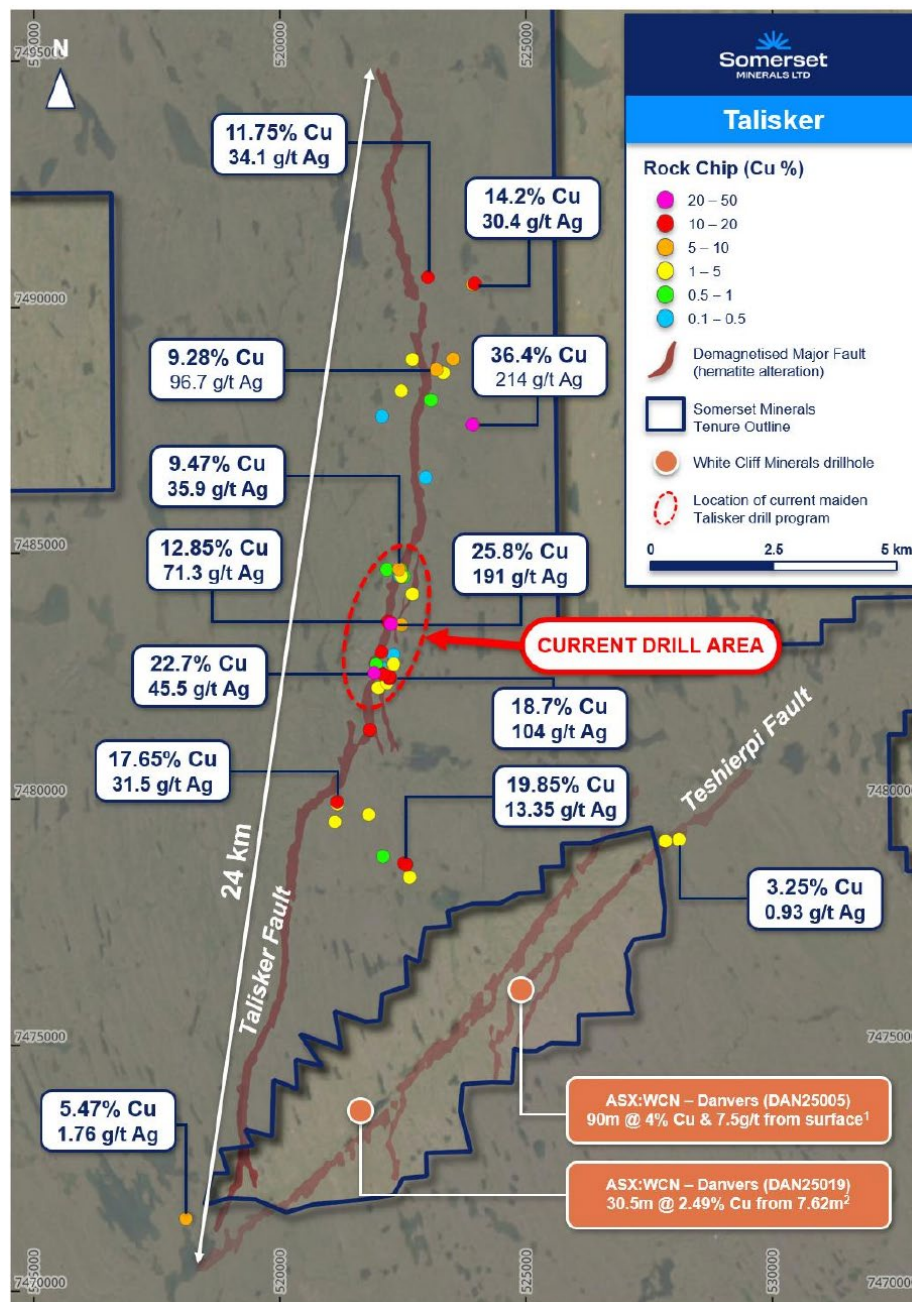


Figure 5: Location of surface rock chip results above 0.1% Cu across the Talisker district.

¹⁰See ASX:SMM 08/07/2026. pXRF results are preliminary and semi-quantitative in nature and are subject to confirmation by laboratory analysis.

¹¹See ASX:SMM 03/08/2026.

On 6 August 2026, the Company announced assay results for the first two holes received from its maiden reverse circulation (RC) drill program at the Talisker copper target. Both holes intersected thick zones of high-grade copper-silver mineralisation, confirming a new, largely blind copper discovery as part of the maiden drill campaign across the central Talisker corridor, including¹²:

- TARC0008: Two zones of mineralisation within a broader **mineralised envelope of ~79 metres**
 - **38.1m @ 1.27% Cu & 7.4 g/t Ag from 41.15m**, including:
 - **19.81m @ 2.33% Cu & 13.8 g/t Ag from 57.91m**, incl. **3.05m @ 6.32% Cu & 42.7 g/t Ag** from 74.68m
 - **35.05m @ 1.01% Cu & 4.7 g/t Ag from 0m**, including:
 - **6.1m @ 4.5% Cu & 21.4 g/t Ag from 24.38m**, incl. **3.05m @ 5.96% Cu & 29.8 g/t Ag** from 27.43m
- TARC0003: Two zones of mineralisation within a broader **mineralised envelope of ~53 metres**
 - **36.58m @ 1.62% Cu & 11.8 g/t Ag from 22.86m**, including:
 - **9.14m @ 4.39% Cu & 28.8 g/t Ag from 36.58m**, incl. **1.52m @ 9.09% Cu & 64.6 g/t Ag** from 44.2m
 - **6.1m @ 1.29% Cu & 2.7 g/t Ag from 70.1m**

The Company holds permits allowing for up to 100 holes across the licence area. The broader ~17km Talisker corridor, of which only a central ~2 km section was tested by the maiden program, remains almost entirely untested and represents a significant pipeline of drill-ready exploration upside.

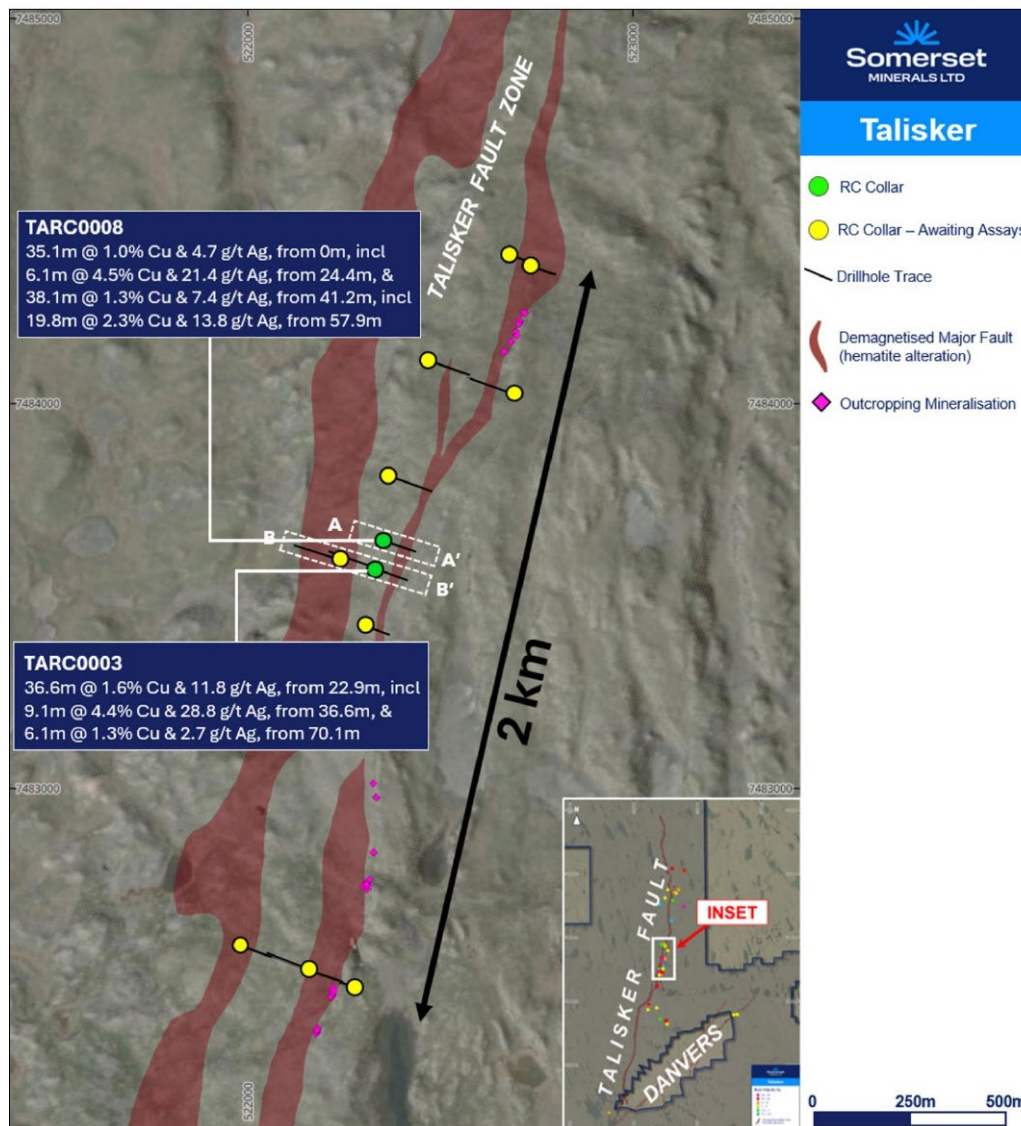


Figure 6: Plan map of the Talisker corridor showing drillhole collar locations, significant intercepts, outcropping copper mineralisation, and the demagnetised signature of the Talisker fault zone.

¹²See ASX:SMM 06/08/2026.

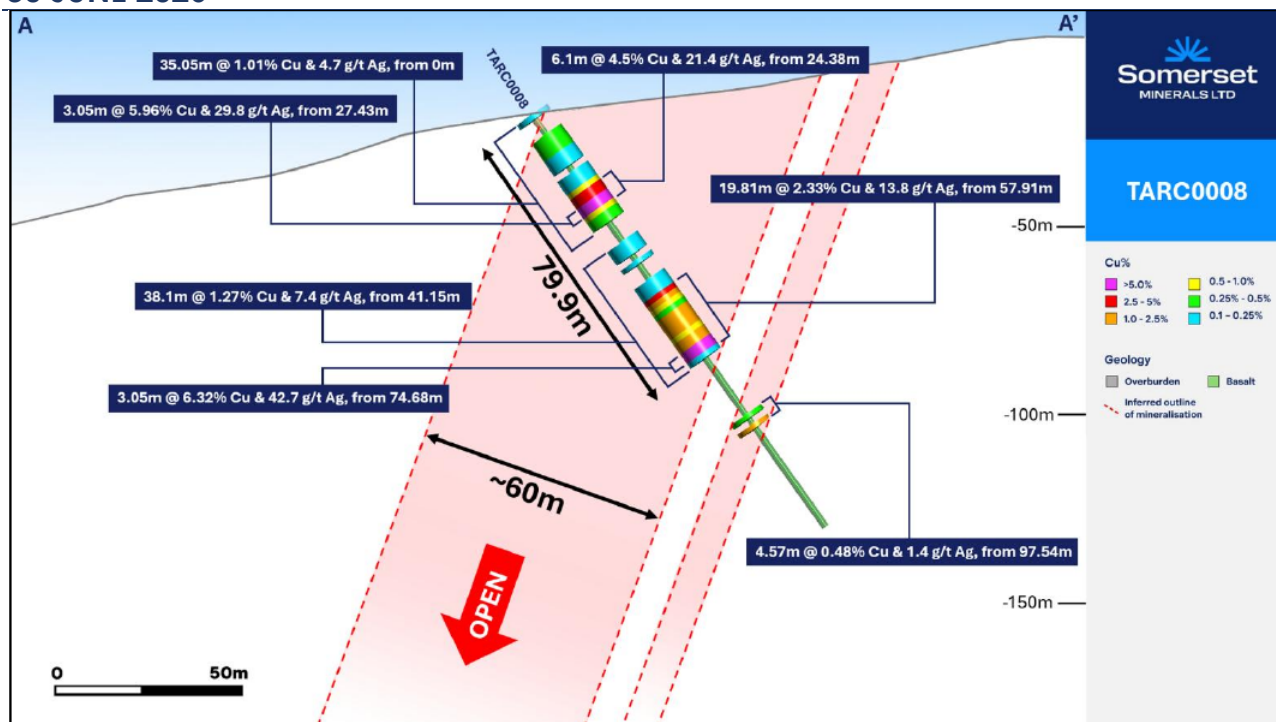


Figure 7: Cross section through TARC0008.

Prescott Project (Nunavut, Canada, 100%)

About the Prescott Project

The Prescott Project consists of 52 licences covering 624km² that are located directly along strike and adjacent to American West Metals Limited's (ASX:AW1) Storm Copper Project on both the Prince of Wales and Somerset Islands. The licences on the adjacent Prince of Wales Island are interpreted to host an anticlinal repetition of the same geological formation hosting the Storm Copper Project which hosts an Indicated and Inferred JORC (2012) Mineral Resource of 28.2 Mt @ 1.0% Cu and 3.3 g/t Ag, containing 276 kt of copper and 3.0 Moz of silver¹³.

Exploration at the Prescott Project is principally targeting sediment-hosted copper deposits, as well as Mississippi Valley-type zinc-lead (Zn-Pb) deposits. Sediment-hosted copper deposits are a globally significant source of copper, forming one of the two main types of copper deposits, the other being porphyry copper deposits. These types of systems present significant opportunity for a material mineral discovery.

Gravity is the preferred geophysical exploration method for this style of mineralisation and has a proven track record in the Resolute region. A previous gravity survey inversion served to positively identify copper mineralisation associated with the Storm deposit, and a gravity survey was also used to discover the Polaris Zn-Pb mine. Airborne gravity gradiometry (AGG) surveys offer advantages over electromagnetic (EM) surveys, as they are cheaper, quicker, and capable of detecting non-conductive ore minerals.

During the year, Somerset acquired an additional 14.5 km² of exploration licences adjoining the recently defined >4 km long copper anomaly reported by American West Metals (ASX:AW1), where regional soil geochemistry has outlined a strong, high-priority 4.1 km × 0.7 km copper anomaly now named the Chevron Prospect (see ASX:AW1 17/11/2025). The newly acquired tenure was open for application and is considered prospective for a continuation of the same anomalous geochemical trend, with the Chevron Prospect exhibiting geological characteristics analogous to those hosting known copper deposits in the Storm area, including a comparable geochemical signature and structural orientation¹⁴.

Other than the acquisition of the additional licences described above, no field exploration activities were undertaken at the Prescott Project during the year ended 30 June 2026.

¹³Refer to AW1's ASX Announcement dated 21/01/2026 – Significant upgrade to Storm Copper Mineral Resource Estimate (total Indicated and Inferred Mineral Resource reported at a 0.25% Cu cut-off). There is no certainty that further work by the Company will lead to achieving the same size, shape, grade, or form of the comparison resource. The Company's project is in a different stage of development and further exploration needs to be undertaken to further prove or disprove any comparison.

¹⁴There is no certainty that further work by the Company will lead to achieving the same size, shape, grade, or form of the comparison resource or project. The Company's project is in a different stage of development and further exploration needs to be undertaken to further prove or disprove any comparison.

Blackdome-Elizabeth Gold Project (British Columbia, Canada – divestment completed subsequent to year-end)

The Blackdome-Elizabeth Gold Project comprises 93 licences covering 315km² that are located in southern British Columbia, Canada. The Blackdome Gold Mine hosts a relatively unexplored epithermal gold mineralisation system that historically produced approximately 230,000 ounces of gold at an average mill head grade of 21.9 g/t gold (1985-1991). The Blackdome Gold Mine includes a fully permitted processing plant and associated tailings storage facility. The Elizabeth Gold Project (approximately 30km south of the Blackdome Mine and associated mill) is a relatively underexplored high-grade mesothermal gold project with mineralisation presenting in vein sets which range in true width from 0.5 m to 6.5 m.

No exploration activities were undertaken at either the Elizabeth Project or the Blackdome Project during the year ended 30 June 2026.

On 30 September 2024, the Company announced that it had entered into an earn-in agreement with Blackdome Mining Ltd for the staged divestment of its interest in the Blackdome-Elizabeth Gold Project for total cash consideration of C\$150,000, with Somerset to retain a 0.5% net smelter return (NSR) royalty on completion.

Subsequent to year end, on 8 July 2026, the Company announced that the divestment of its interest in the Blackdome-Elizabeth Gold Project had completed, with the final payment of C\$50,000 received (in addition to the initial C\$100,000 payment). The transaction completed Somerset's exit from the project while retaining exposure to future production at Blackdome through a 0.5% NSR royalty, allowing the Company to focus its resources on the flagship Coppermine Project.

Zamora Projects (Ecuador, 100%)

The Zamora Projects are located in the Cordillera del Condor mineral belt of south-east Ecuador, which hosts numerous major gold and copper porphyry deposits. The Zamora Projects include the Valle del Inca 1 Project and the Rio Zarza Project.

No exploration activities were undertaken during the year ended 30 June 2026. The Company continues to hold the Rio Zarza and Valle del Inca 1 Projects, which remain on care and maintenance with all mineral licences maintained in good standing.

Subsequent to year end, on 8 July 2026, the Company announced that the Ecuadorian tax dispute involving its subsidiary, Condor Gold S.A., had been fully resolved in the Company's favour, with Ecuador's highest court dismissing the taxation authority's appeal. The ruling is enforceable and the matter is now closed, with no further liabilities arising under this claim.

Subsequent to year end, on 23 July 2026, the Company announced the receipt of a confidential, non-binding and indicative proposal from Lundin Gold Inc. (TSX:LUG) in relation to the potential acquisition of Condor Gold S.A., which holds the Rio Zarza and Valle del Inca 1 concessions, together with approximately 500 hectares of associated freehold surface rights. The proposal contemplates, on completion of the transaction, total consideration payable to Somerset of US\$5.25 million (~A\$7.5 million) and includes a suggested exclusivity period of 90 days¹⁵. The proposal is non-binding and incomplete and remains subject to various customary conditions, including the completion of due diligence, the negotiation and execution of definitive transaction documentation, and the receipt of all required approvals.

There is no certainty that the proposal will result in a transaction, or as to the total consideration, terms, or timing on which any transaction might ultimately proceed.

¹⁵See ASX:SMM 23/07/2026; ASX:SMM 27/07/2026. A\$ conversion at a USD:AUD exchange rate of 1.43.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results from 24 July 2025 onwards are based on information compiled by Mr Alex Vilela who is a Member of the Australasian Institute of Mining and Metallurgy and is the Executive Technical Director for the Company. Mr Vilela has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Vilela consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Exploration Results before 24 July 2025 are based on information compiled by Mr Christopher Hansen who is a Member of the Australasian Institute of Mining and Metallurgy and is Managing Director of the Company. Mr Hansen has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hansen consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

PREVIOUSLY ANNOUNCED EXPLORATION RESULTS

The Company confirms it is not aware of any new information or data which materially affects the information included in the original market announcements referred to in this report and the information included in the original market announcements continues to apply. The Company confirms the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

PROXIMATE STATEMENT

This report contains references to JORC Mineral Resources and exploration results derived by other parties either nearby or proximate to the Project, and includes references to topographical or geological similarities to that of the Project. It is important to note that such Mineral Resources, exploration results, discoveries or geological similarities do not in any way guarantee that the Company will achieve comparable exploration results, or that it will be successful in delineating a JORC compliant Mineral Resource on the Project, if at all.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the Directors, there were no significant changes in the state of affairs of the Group which have not been disclosed elsewhere in the Annual Report.

FINANCIAL POSITION

The net assets of the Group were \$12,407,364 as at 30 June 2026 (2025: net assets of \$1,094,699).

The net current assets of the Group were \$1,292,709 as at 30 June 2026 (2025: \$1,172,613).

EVENTS SUBSEQUENT TO YEAR-END

- On 8 July 2026, the Company issued 2,057,537 fully paid ordinary shares on conversion of performance rights held by Mr Chris Hansen;
- On 12 August 2026, the Company issued 53,688,019 fully paid ordinary shares under its entitlement offer, raising \$429,504 before costs;
- On 19 August 2026, the Company issued 91,999,937 fully paid ordinary shares under its entitlement offer shortfall, raising \$735,999 before costs;
- On 31 August 2026, Mr Alex Vilela was appointed Executive Technical Director; and
- On 9 September 2026, the Company issued 134,999,998 options exercisable at \$0.02 and expiring 30 September 2029 to placement participants and the lead manager.

Apart from the above, no other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

Information on likely developments in the operations of the Group and the expected results of operations are disclosed in the Review of Operations above.

MATERIAL BUSINESS RISKS

The Group's exploration and evaluation operations will be subject to the normal risks of mineral exploration. The material business risks that may affect the Group are summarised below:

Future capital raisings

The Group's ongoing activities may require substantial further financing in the future. The Group will require additional funding to continue its exploration and evaluation operations on its projects with the aim to identify economically mineable reserves and resources. Any additional equity financing may be dilutive to shareholders, may be undertaken at lower prices than the current market price and debt financing, if available, may involve restrictive covenants which limit the Group's operations and business strategy. Although the Directors believe that additional capital can be obtained, no assurances can be made that appropriate capital or funding, if and when needed, will be available on terms favourable to the Group or at all. If the Group is unable to obtain additional financing as needed, it may be required to reduce, delay or suspend its operations and this could have a material adverse effect on the Company's activities and could affect the Group's ability to continue as a going concern.

Exploration risk

The success of the Group depends on the delineation of economically mineable reserves and resources, access to required development capital, movement in the price of commodities, securing and maintaining title to the Group's exploration and mining tenements and obtaining all consents and approvals necessary for the conduct of its exploration activities. Exploration on the Group's existing tenements may be unsuccessful, resulting in a reduction in the value of those tenements, diminution in the cash reserves of the Group and possible relinquishment of the tenements. The exploration costs of the Group are based on certain assumptions with respect to the method and timing of exploration. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, the actual costs may materially differ from these estimates and assumptions.

Accordingly, no assurance can be given that the cost estimates and the underlying assumptions will be realised in practice, which may materially and adversely affect the Group's viability. If the level of operating expenditure required is higher than expected, the financial position of the Group may be adversely affected.

Feasibility and development risks

It may not always be possible for the Group to exploit successful discoveries which may be made in areas in which the Group has an interest. Such exploitation would involve obtaining the necessary licences or clearances from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied.

Regulatory risk

The Group's operations are subject to various Commonwealth, State and Territory and local laws and plans, including those relating to mining, prospecting, development permit and licence requirements, industrial relations, environment, land use, royalties, water, native title and cultural heritage, mine safety and occupational health. Approvals, licences and permits required to comply with such rules are subject to the discretion of the applicable government officials.

No assurance can be given that the Group will be successful in maintaining such authorisations in full force and effect without modification or revocation. To the extent such approvals are required and not retained or obtained in a timely manner or at all, the Group may be limited or prohibited from continuing with exploration. The Group's business and results of operations could be adversely affected if applications lodged for exploration licences are not granted. Mining and exploration tenements are subject to periodic renewal. The renewal of the term of a granted tenement is also subject to the discretion of the relevant Minister. Renewal conditions may include increased expenditure and work commitments or compulsory relinquishment of areas of the tenements comprising the Group's projects. The inability to meet those conditions may adversely affect the operations, financial position and/or performance of the Group.

Mineral resource estimate risk

Mineral resource estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made but may change significantly when new information becomes available. There are risks associated with such estimates.

Mineral resource estimates are necessarily imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to resource estimates could affect the Group's future plans and ultimately its financial performance and value. Price fluctuations, as well as increased production costs or reduced throughput and/or recovery rates, may render resources containing relatively lower grades uneconomic and may materially affect resource estimations.

Environmental risk

The operations and activities of the Group are subject to the environmental laws and regulations of Australia. As with most exploration projects and mining operations, the Group's operations and activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. The Group attempts to conduct its operations and activities to the highest standard of environmental obligation, including compliance with all environmental laws and regulations. The Group is unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Group's cost of doing business or affect its operations in any area. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Group to incur significant expenses and undertake significant investments which could have a material adverse effect on the Group's business, financial condition and performance.

Availability of equipment and contractors

There is a risk that the Group may not be able to source all the equipment and contractors required to fulfil its proposed activities. There is also a risk that hired contractors may underperform or that equipment may malfunction, either of which may affect the progress of the Group's activities.

Economic and market risk

General economic conditions such as, laws relating to taxation, new legislation, trade barriers, movement in interest and inflation rates, national and international political circumstances, natural disasters, quarantine restrictions, epidemics and pandemics, may have an adverse effect on the Group's operations and financial performance, including its exploration activities and the ability to fund those activities.

ENVIRONMENTAL REGULATION

The Group holds participating interests in several mining and exploration tenements. The various authorities granting such tenements require the tenement holder to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. There have been no known breaches of the tenement conditions, and no such breaches have been notified by any government agencies.

DESIGNATED FOREIGN ISSUER

The Company is a "designated foreign issuer" as such term is defined in National Instrument 71-102 – Continuous Disclosure and Other Exemptions Relating to Foreign Issuers of the Canadian Securities Administrators, and in addition to applicable securities laws in Canada, the Company is also subject to the applicable foreign regulatory requirements of the Australian Securities Exchange and other applicable securities laws and regulatory authorities in Australia. Because the Company is a "designated foreign issuer", the Company is permitted to satisfy certain of the obligations of applicable securities laws in Canada, including many of its disclosure obligations, by relying upon compliance with the requirements of the applicable foreign regulators and foreign securities laws. In addition, persons or companies may be permitted to satisfy the early warning and insider reporting requirements of applicable Canadian securities laws by complying with the comparable requirements of applicable foreign regulators and foreign law requirements. Accordingly, the disclosure made by the Company, and persons and companies with an interest in the Company, may differ from the disclosure that would be required to be provided by the Company, or by such persons and companies, if the Company were not a "designated foreign issuer".

INFORMATION ON DIRECTORS

Mr Michael Edwards	Non-Executive Chairman
Qualifications	B.Sc.Geology, BBus (EcoFin)
Experience	Mr Edwards is a Geologist and Economist with over 25 years' experience in senior management roles within both the public and private sectors. Mr Edwards worked for Barclays Australia in their Commercial and Corporate Finance department before returning to university to complete a Bachelor of Science Geology. Mr Edwards then spent eight years as an Exploration and Mine Geologist, principally working in Australia with a focus on Archaean gold and base metals. Over the past 16 years, Mr Edwards has held numerous Executive and Non-Executive Director roles, predominantly with ASX-listed companies and most recently was Non-Executive Chairman of Greenstone Resources Limited (ASX:GSR) which successfully merged with Horizon Minerals Limited (ASX:HRZ). Mr Edwards holds a Bachelor of Business (Economics & Finance) from Curtin University of Technology, and a Bachelor of Science (Geology) from the University of Western Australia Mr Edwards was formerly Non-Executive Chairman of Firefly Resources Limited (ASX:FFR) (October 2019 to November 2021) and formerly Non-Executive Chairman of Greenstone Resources Limited ASX:GSR) (August 2021 to June 2024).
Interest in Shares	1,111,111
Interest in Performance Rights	7,500,000
Interest in Options	555,556
Directorships held in other listed entities	Executive Chairman at Daly Resources (appointed 20 February 2026) Non-Executive Chairman of Metal Hawk Ltd (ASX:MHK) (appointed 29 May 2023) Non-Executive Director of De.Mem Ltd (ASX:DEM) (appointed 21 November 2016) Non-Executive Director of Javelin Minerals Ltd (ASX:JAV) (appointed 18 June 2025) Non-Executive Chairman of Greenstone Resources Ltd (ASX:GSR) (appointed 19 August 2021, resigned 18 June 2024) Non-Executive Chairman of Future Battery Minerals Ltd (ASX:FBM) (appointed 1 February 2022, resigned 30 June 2024)

For personal use only

Mr Christopher Hansen	Managing Director
Qualifications	BEcon, Grad. Dip. MinExplGeoSc
Experience	Mr Hansen is a multidisciplinary metals and mining professional, combining core technical fundamentals with a strong finance and project development mind-set. Having initially focused on building a solid technical foundation with industry majors such as Fortescue Metals Group and Barrick Gold, Mr Hansen later joined a preeminent London based mining private equity fund developing robust investment skills, project development expertise, market knowledge and strong industry relations. Since returning to Australia, Mr Hansen has leveraged his experience in both public and private markets, having led mining business development activities for one of Australia's largest private investment groups, as well as leading Greenstone Resources Limited through its successful merger with Horizon Minerals Limited (ASX:HRZ). Mr Hansen holds a BSc in Geology from the University of Auckland, and an MSc in Mineral Economics from Curtin University.
Interest in Shares	31,585,079
Interest in Performance Rights	30,367,837
Interest in Options	5,268,833
Directorships held in other listed entities	Non-Executive Director of Horizon Minerals Ltd (ASX: HRZ) (<i>appointed 18 June 2024, resigned 20 September 2024</i>) Managing Director of Greenstone Resources Limited (ASX:GSR) (<i>appointed 17 May 2021, resigned 18 June 2024</i>)
Ms Melanie Ross	Non-Executive Director and Company Secretary
Qualifications	CA, AGIA ACG
Experience	Ms Ross is an accounting and corporate governance professional with over 20 years' experience in financial accounting and analysis, audit, business and corporate advisory services in public practice, commerce and state government. Ms Ross holds a Bachelor of Commerce and is a member of the Institute of Chartered Accountants in Australia and New Zealand and an associate member of the Governance Institute of Australia.
Interest in Shares	216,000
Interest in Performance Rights	3,500,000
Interest in Options	800,000
Directorships held in other listed entities	Non-Executive Director of Ragusa Minerals Ltd (<i>appointed 5 July 2021, resigned 13 April 2026</i>)

Mr Alex Vilela	Executive Technical Director (appointed 31 August 2026)
Qualifications	BSc (Hons) Geology, MAusIMM
Experience	Mr Vilela is an accomplished exploration geologist with international experience across Australia, Canada, Africa, Europe and South America, and brings extensive expertise in project generation, acquisition and economic mineral discovery across base and precious metals. Mr Vilela commenced his career with Sandfire Resources at the DeGrussa Copper Project in Western Australia, before gaining extensive international operational experience with TSX-listed Allied Gold Corp in Ethiopia and Côte d'Ivoire. He subsequently led target generation for Conico Limited's Mestersvig Pb-Zn Project in Greenland and worked across Greenstone Resources' Western Australian gold portfolio. More recently, his focus has included the generation, evaluation and acquisition of early-stage exploration opportunities.
Interest in Shares	17,128,018
Interest in Performance Rights	26,310,300
Interest in Options	-
Directorships held in other listed entities	-

MEETING OF DIRECTORS

The number of meetings of the Group's Board of Directors ("the Board") held during the year ended 30 June 2026, and the number of meetings attended by each Director were:

Name	Number eligible to attend	Number attended
Christopher Hansen	6	6
Melanie Ross	6	6
Michael Edwards	6	6
Alex Vilela	-	-

There were six Directors meetings held during the financial year, however many board matters were dealt with via circular resolutions.

SOMERSET MINERALS LIMITED
DIRECTORS' REPORT
30 JUNE 2026



REMUNERATION REPORT (AUDITED)

This report details the nature and amount of the remuneration for each key management personnel of Somerset Minerals Limited for the year ended 30 June 2026.

The remuneration report is set out under the following headings:

- A Principles used to determine the nature and amount of remuneration
- B Details of remuneration
- C Service agreements
- D Share based compensation
- E Shareholdings
- F Performance rights held
- G Option holdings
- H Related party disclosures

A. Principles used to determine the nature and amount of remuneration

In determining competitive remuneration rates, the Board, acting in its capacity as the remuneration committee, seeks independent advice on local and international trends among comparative companies and industry generally. It examines terms and conditions for employee incentive schemes benefit plans and share plans. Independent advice may be obtained to confirm that executive remuneration is in line with market practice and is reasonable in the context of Australian executive reward practices.

The Board recognises that Somerset Minerals Limited operates in a global environment. To prosper in this environment we must attract, motivate and retain key executive staff.

Market comparisons

Consistent with attracting and retaining talented executives, the Board endorses the use of incentive and bonus payments. The Board will continue to seek external advice to ensure reasonableness in remuneration scale and structure, and to compare the Group's position with the external market.

The impact and high cost of replacing senior employees and the competition for talented executives requires the committee to reward key employees when they deliver consistently high performance.

Board remuneration

The total maximum remuneration of non-executive Directors is initially set by the Constitution and subsequent variation is by ordinary resolution of Shareholders in general meeting in accordance with the Constitution, the *Corporations Act 2001* and the ASX Listing Rules, as applicable. The determination of non-executive Directors' remuneration within that maximum will be made by the Board having regard to the inputs and value to the Group of the respective contributions by each non-executive Director. The current amount has been set at an amount not to exceed \$400,000 per annum.

The Board determines actual payments to Directors and reviews their remuneration annually based on independent external advice with regard to market practice, relativities, and the duties and accountabilities of Directors.

A review of Directors' remuneration is conducted annually to benchmark overall remuneration including retirement benefits. There were no use of external consultants for remuneration advice for the year ended 30 June 2026.

Performance-based remuneration

The Group has adopted an employee securities incentive plan ('ESIP' or 'Option Plan') to provide ongoing incentives to Directors, executives and employees of the Group. The objective of the ESIP is to provide the Group with a remuneration mechanism, through the issue of securities in the capital of the Group, to motivate and reward the performance of the Directors and employees in achieving specified performance milestones within a specified performance period. The Board will ensure that the performance milestones attached to the securities issued pursuant to the ESIP are aligned with the successful growth of the Group's business activities.

The Directors and employees of the Group have been, and will continue to be, instrumental in the growth of the Group. The Directors consider that the ESIP is an appropriate method to:

- (a) reward Directors and employees for their past performance;
- (b) provide long term incentives for participation in the Group's future growth;
- (c) motivate Directors and generate loyalty from senior employees; and
- (d) assist to retain the services of valuable Directors and employees.

Performance based incentives may also be offered to directors and employees outside of the ESIP from time to time, to fulfil the same objectives the ESIP as summarised above.

During the year, there were no options issued to Key Management Personnel of the Group as part of their remuneration (2025: nil options).

During the year, the Group issued 19,500,000 performance rights to Key Management Personnel of the Group (2025: 16,500,000). Refer to section F for further information.

Group performance, shareholder wealth and directors and executives remuneration

The remuneration policy has been tailored to increase the direct positive relationship between shareholder's investment objectives and Director's and executive's performance. Currently, Directors and executives are encouraged to hold shares in the Group to ensure the alignment of personal and shareholder interests. The Group provides performance-based remuneration via their Employee Incentive Securities Plan. No options were issued under the plan during the financial year ended 30 June 2026 (2025: Nil options).

B. Details of remuneration

The key management personnel consisted of the following Directors:

Key Management Personnel	Appointment	Appointment/ Resignation
Christopher Hansen	Managing Director	-
Michael Edwards	Non-Executive Chairman	-
Melanie Ross	Non-Executive Director	-

Amounts of remuneration

The remuneration for each key management personnel of the Group for the year was as follows:

2026

Key Management Personnel	Short-term Benefits				Post-employment Benefits	Share based Payments		Total	Performance Related %
	Cash, salary & Commissions	Cash profit Share	Non-Cash Benefit	Other	Super-annuation	Performance Rights ¹	Options		
	\$	\$	\$	\$	\$	\$	\$	\$	%
Mr M Edwards	50,000	-	-	-	6,000	50,390	-	106,390	47
Mr C Hansen	275,000	-	-	-	30,000	244,853	-	549,853	45
Ms M Ross	36,000	-	-	-	-	24,386	-	60,386	40
	361,000	-	-	-	36,000	319,629	-	716,629	45

¹ During the year ended 30 June 2026, the Company issued performance rights to Directors as part of their remuneration package as an equity-based incentive. The performance rights are subject to market-based performance conditions. There were no service conditions attached to these performance rights, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2.

2025

Key Management Personnel	Short-term Benefits				Post-employment Benefits	Share based Payments		Total	Performance Related %
	Cash, salary & Commissions	Cash profit Share	Non-Cash Benefit	Other	Super-annuation	Performance Rights ⁵	Options		
	\$	\$	\$	\$	\$	\$	\$	\$	%
Mr M Edwards ¹	48,118	-	-	-	5,534	80,085	-	133,737	60
Mr C Hansen	227,083	-	-	-	26,115	229,466	-	482,664	48
Ms M Ross ²	36,000	-	-	-	-	43,534	-	79,534	55
Ms A Betti ^{3,4}	1,452	-	-	-	-	-	-	1,452	-
	312,653	-	-	-	31,649	353,085	-	697,387	51

¹ Mr M Edwards was appointed as Non-Executive Chair on 15 July 2024

² Payable to Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholder and Director, relating to Ms Ross' Director's fees.

³ Ms A Betti resigned as Non-Executive Director as at 15 July 2024

⁴ Payable to Consilium Corporate Pty Ltd, a Company with which Ms Betti is a shareholder and Director, relating to Ms Betti' Director's fees.

⁵ During the year ended 30 June 2025, the Company issued performance rights to Directors as part of their remuneration package as an equity-based incentive. The performance rights are subject to market-based performance conditions. There were no service conditions attached to these performance rights, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2.

C. Service agreements

Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholder and Director, are also engaged to perform Company Secretarial and Accounting duties. During the financial year ended 30 June 2026, \$178,605 (2025: \$170,100) was paid or payable under this agreement.

Employment contracts of Key Management Personnel

Each member of the Group's Key Management Personnel are employed on open-ended employment contracts between the individual person and the Group.

Non-executive Directors have entered into a service agreement with the Group in the form of a letter of appointment.

The below is as at the date of this financial report:

Key Management Personnel	Appointment	Term of Agreement	Base Salary (excludes superannuation) \$ p.a.	Termination Benefit
Christopher Hansen	Managing Director	No fixed term	275,000	3 months
Michael Edwards	Non-Executive Chairman	No fixed term	50,000	Nil
Melanie Ross	Non-Executive Director	No fixed term	36,000	Nil

D. Share based compensation

Options

There were no options granted as compensation to Key Management Personnel during the financial year ended 30 June 2026 (2025: Nil).

Shares

There were no shares issued as compensation to Key Management Personnel during the financial year ended 30 June 2026 (2025: Nil).

Performance rights

There were 19,500,000 performance rights granted as compensation to Key Management Personnel during the financial year 30 June 2026 (2025: 16,500,000).

E. Shareholdings

The number of shares in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2026	Balance at beginning of the year	Granted as remuneration during the year	Purchased on-market or as part of capital raising	Conversion of performance rights	Other changes during the year	Balance at end of year
Mr M Edwards	-	-	1,111,111	-	-	1,111,111
Mr C Hansen	26,029,523	-	5,555,556	-	-	31,585,079
Ms M Ross	216,000	-	-	-	-	216,000
	26,245,523	-	6,666,667	-	-	32,912,190

F. Performance rights held

The number of performance rights in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2026	Balance at beginning of the year	Granted as remuneration during the year ¹	Conversion to Shares	Other changes during the year	Balance at end of year
Mr M Edwards	4,500,000	3,000,000	-	-	7,500,000
Mr C Hansen	15,367,837	15,000,000	-	-	30,367,837
Ms M Ross	2,000,000	1,500,000	-	-	3,500,000
	21,867,837	19,500,000	-	-	41,367,837

¹ These performance rights were granted on 23 April 2026 and have been summarised within the next section.

Performance rights issued to Key Management Personnel

The following performance rights over unissued ordinary shares were issued to Key Management Personnel ('KMP') during, or since the end of, the current financial year ended 30 June 2026:

Class	Grant date	Expiry date (years)	Exercise price \$	Number
Performance rights	23/04/2026	5	-	19,500,000
				19,500,000

On 23 April 2026, the Company granted 19,500,000 performance rights under 2 tranches to Directors of the Company, following shareholder approval being obtained at a General Meeting held on 23 April 2026.

The fair value of the services could not be reliably measured and therefore a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights issued. The value of these performance rights are expensed within the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the relevant vesting period.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	9,750,000	9,750,000
Grant date	23 April 2026	23 April 2026
Expiry date (years)	5.00	5.00
Underlying share price	\$0.017	\$0.017
Implied 20-day VWAP barrier	\$0.046	\$0.061
Exercise price	\$nil	\$nil
Volatility	125%	125%
Risk free rate	4.72%	4.72%
Dividend yield	-	-
Value per right	\$0.0164	\$0.0161
Total fair value of rights	\$159,855	\$157,163

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.030; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.040.

There were no service conditions attached, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2.

G. Option holdings

The number of options in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2026	Balance at beginning of the year	Granted as remuneration during the year	Conversion to shares	Expired during the year	Other changes during the year ¹	Balance at end of year
Mr M Edwards	-	-	-	-	555,556	555,556
Mr C Hansen	2,491,055	-	-	-	2,777,778	5,268,833
Ms M Ross	836,000	-	-	(36,000)	-	800,000
	3,327,055	-	-	(36,000)	3,333,334	6,624,389

¹ Free-attaching options received on participation in a placement on the same terms as other investors.

H. Related party disclosures

i. Transactions occurring with related parties

Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholders and Director, are also engaged to perform Company Secretarial and Accounting duties. Per the terms of the agreement, either party may terminate by giving three (3) months written notice to the other. All transactions were made on normal commercial terms and conditions and at market rates. During the year, \$178,605 (2025: \$170,100) was paid or payable under this agreement.

During the year ended 30 June 2026, there were payments made to Consilium Corporate Pty Ltd, for Ms Ross Non-Executive Director fees of the Company. The payments were for the provision of director fees and amounts paid or payable were \$36,000 (2025: \$36,000) for Ms Ross. As at 30 June 2026, \$3,652 remained payable (2025: \$883 remained payable).

During the year ended 30 June 2025, Mr Hansen subscribed for convertible notes in the Company with a face value of \$50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on 12 December 2024.

On 23 April 2025, the Company acquired 100% of the shares in Sentinel Resources Pty Ltd, through its subsidiary, which holds a 100% interest in the Coppermine Project. Mr Hansen held an interest of 13.2% of the issued capital in Sentinel Resources Pty Ltd which entitled Mr Hansen to 11,836,515 out of the 90,000,000 fully paid ordinary shares issued as part of the acquisition, equating to \$136,120 out of the \$1,035,000 paid by the Company to the vendors as consideration.

There are no other transactions with related parties during the years ended 30 June 2026 and 30 June 2025.

ADDITIONAL INFORMATION

The profit/ (loss) of the Group for the year ended 30 June 2026 is summarised below:

	2026 \$	2025 \$	2024 ⁽ⁱ⁾ \$	2023 ⁽ⁱ⁾ \$	2022 ⁽ⁱ⁾ \$
Share price at financial year end (\$)	0.007	0.024	0.020 ⁽ⁱⁱ⁾	0.165	0.295
Total dividends declared (cents per share)	Nil	Nil	Nil	Nil	Nil
Basic profit/ (loss) per share (cents per share)	0.21	(0.71)	(0.19)	(0.12)	(0.08)

⁽ⁱ⁾ Restated to reflect a 5:1 share consolidation which occurred on 29 November 2024 pursuant to AASB 133.

⁽ⁱⁱ⁾ As the financial year end 30 June 2024 fell on a non-business day, the share price at financial year end is the closing share price at 28 June 2024.

This concludes the remuneration report, which has been audited.

OPTIONS AND RIGHTS OVER SHARES

Ordinary shares under option of Somerset Minerals Limited at the date of this report are as follows:

Issue date	Expiry date	Exercise price	Number under option
13 June 2024	30 November 2027	\$0.050	12,000,001
13 June 2024	30 November 2027	\$0.050	1,200,000
12 December 2024	30 November 2027	\$0.050	34,837,494
15 January 2025	30 November 2027	\$0.050	506,582
18 June 2025	30 September 2029	\$0.024	190,499,977
11 July 2025	30 September 2029	\$0.024	3,333,334
26 September 2025	30 September 2029	\$0.024	20,000,000
2 October 2025	30 September 2029	\$0.030	5,000,000
1 May 2026	30 September 2029	\$0.024	17,500,000
1 May 2026	30 September 2029	\$0.020	17,500,000
12 August 2026	30 September 2029	\$0.020	26,844,031
19 August 2026	30 September 2029	\$0.020	45,999,983
9 September 2026	30 September 2029	\$0.020	134,999,998

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Group or of any other body corporate.

Performance rights on issue at the date of this report are as follows:

Issue date	Expiry date	Number of Performance Rights
13 June 2024	13 June 2029	20,000,014
12 December 2024	15 July 2029	1,500,000
11 July 2025	11 July 2030	15,000,000
17 July 2025	17 July 2030	8,000,000
7 May 2026	07 May 2031	19,500,000
22 May 2026	22 May 2031	17,500,000

SHARES ISSUED ON THE EXERCISE OF OPTIONS

There were no ordinary shares of Somerset Minerals Limited issued during the year ended 30 June 2026 and up to the date of this report on the exercise of options (2025: Nil).

INDEMNITY AND INSURANCE OF OFFICERS

The Group has indemnified the Directors and executives of the Group for the costs incurred, in their capacity as a Director or executive, for which they may be held personally liable, except where there is a lack of good faith. During the financial year, the Group paid a premium in respect of a contract to insure the Directors and executives of the Group against a liability to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of liability and the amount of the premium.

INDEMNITY AND INSURANCE OF AUDITOR

The Group has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Group or any related entity against a liability incurred by the auditor. During the financial year, the Group has not paid a premium in respect of a contract to insure the auditor of the Group or any related entity.

PROCEEDINGS ON BEHALF OF THE GROUP

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Group, or to intervene in any proceedings to which the Group is a party, for the purpose of taking responsibility on behalf of the Group for all or part of those proceedings.

NON-AUDIT SERVICES

Details of the amounts paid or payable to the auditor for non-audit services provided during the financial year by the auditor are outlined in Note 19 to the financial statements.

The Directors are satisfied that the provision of non-audit services during the financial year, by the auditor, is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*.

The Directors are of the opinion that the services as disclosed in Note 19 to the financial statements do not compromise the external auditor's independence requirements of the *Corporations Act 2001* for the following reasons:

- all non-audit services have been reviewed and approved to ensure that they do not impact the integrity and objectivity of the auditor; and
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants (including independence standards) issued by the Accounting Professional and Ethical Standards Board, including reviewing or auditing the auditor's own work, acting in a management or decision-making capacity for the Group, acting as advocate for the Group or jointly sharing economic risks and rewards.

ROUNDING OF AMOUNTS

In accordance with ASIC *Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183*, the amounts in the directors' report and in the financial report have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

OFFICERS OF THE GROUP WHO ARE FORMER PARTNERS OF PITCHER PARTNERS BA&A PTY LTD

There are no officers of the Group who are former partners of Pitcher Partners BA&A Pty Ltd.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is included within this financial report.

AUDITOR

Pitcher Partners BA&A Pty Ltd continues in office in accordance with section 327B of the *Corporations Act 2001*.

This Directors' report is signed in accordance with a resolution of Directors made pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the Directors



Chris Hansen
Managing Director

Date: 30 September 2026
Perth

For personal use only

SOMERSET MINERALS LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME
FOR THE YEAR ENDED 30 JUNE 2026



		Consolidated	
	Note	2026	2025
		\$	\$
Other income	4	937,845	203,997
Fair value gain on financial instruments	12	10,795	130,705
Gain on disposal of subsidiaries	26	4,372,409	-
Foreign exchange gain		50,585	4,742
Directors' and employee benefits expense		(410,859)	(511,304)
Legal and other professional fees		(838,388)	(379,569)
Management consulting fees		(2,855)	(713)
Regulatory fees		(185,299)	(203,072)
Advertising and marketing expenses		(138,262)	(38,174)
Share based payments expense	16	(728,474)	(353,681)
Finance costs	4	(133,262)	(182,586)
Impairment loss on exploration and evaluation expenditure	9	(21,831)	(255,201)
Impairment expense	26	(249,477)	-
Depreciation expense		(19,372)	(715)
Other expenses	4	(473,686)	(342,593)
Profit/ (loss) before income tax		2,169,869	(1,928,164)
Income tax expense	5	-	-
Profit/ (loss) for the year		2,169,869	(1,928,164)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(598,967)	28,350
Other comprehensive (loss)/ profit for the year, net of tax		(598,967)	28,350
Total comprehensive profit/ (loss) for the year		1,570,902	(1,899,814)
Profit/ (loss) for the year attributable to:			
- Owners of the Group		2,169,869	(1,928,164)
- Non-controlling interests		-	-
		2,169,869	(1,928,164)
Total comprehensive profit/ (loss) for the year attributable to:			
- Owners of the Group		1,570,902	(1,899,814)
- Non-controlling interests		-	-
		1,570,902	(1,899,814)
Loss per share		Cents	Cents
- Basic profit/ (loss) per share	22(c)	0.21	(0.71)
- Diluted profit/ (loss) per share	22(c)	0.21	(0.71)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

SOMERSET MINERALS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026



		Consolidated	
	Note	2026	2025
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents	6	3,071,350	1,843,502
Trade and other receivables	7	30,916	77,236
Other assets	8(a)	425,998	466,809
Total current assets		3,528,264	2,387,547
Non-current assets			
Exploration and evaluation	9	10,998,862	4,056,445
Right of use assets		22,426	-
Property, plant and equipment		21,829	4,536
Other assets	8(b)	78,139	593,873
Total non-current assets		11,121,256	4,654,853
Total assets		14,649,520	7,042,401
LIABILITIES			
Current liabilities			
Trade and other payables	10	2,077,513	817,052
Share funds held in trust		-	10,000
Lease liabilities		19,039	-
Provisions	11(a)	40,537	287,882
Flow through premium liability	13	98,466	-
Other financial liabilities	12	-	100,000
Total current liabilities		2,235,555	1,214,934
Non-current liabilities			
Lease liabilities		6,601	-
Provisions	11(b)	-	4,732,768
Total non-current liabilities		6,601	4,732,768
Total liabilities		2,242,156	5,947,702
Net assets		12,407,364	1,094,699
EQUITY			
Issued capital	14	42,633,256	34,361,954
Reserves	15	2,492,244	2,309,031
Accumulated losses		(32,718,136)	(35,550,590)
Equity attributable to owners of the Group		12,407,364	1,120,395
Non-controlling interests		-	(25,696)
Total equity		12,407,364	1,094,699

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

SOMERSET MINERALS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

Consolidated	Equity attributable to owners of Somerset Minerals Limited					Non-controlling interests	Total
	Issued Capital	Share based payment reserve	Foreign exchange reserve	Accumulated losses	Total		
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2024	30,682,241	1,780,564	579,913	(34,514,936)	(1,472,218)	(25,696)	(1,497,914)
Loss for the year	-	-	-	(1,928,164)	(1,928,164)	-	(1,928,164)
Other comprehensive income	-	-	28,350	-	28,350	-	28,350
Total comprehensive profit/ (loss) for the year	-	-	28,350	(1,928,164)	(1,899,814)	-	(1,899,814)
Issue of capital (net of costs)	3,679,713	-	-	-	3,679,713	-	3,679,713
Share based payments	-	812,714	-	-	812,714	-	812,714
Transfer to accumulated losses upon expiry of options	-	(892,510)	-	892,510	-	-	-
Balance at 30 June 2025	34,361,954	1,700,768	608,263	(35,550,590)	1,120,395	(25,696)	1,094,699
Balance at 1 July 2025	34,361,954	1,700,768	608,263	(35,550,590)	1,120,395	(25,696)	1,094,699
Profit for the year	-	-	-	2,169,869	2,169,869	-	2,169,869
Other comprehensive income	-	-	(598,967)	-	(598,967)	-	(598,967)
Total comprehensive profit/ (loss) for the year	-	-	(598,967)	2,169,869	1,570,902	-	1,570,902
Issue of capital (net of costs)	8,271,302	197,404	-	-	8,468,706	-	8,468,706
Share based payments	-	1,247,361	-	-	1,247,361	-	1,247,361
Transfer to accumulated losses upon expiry of options	-	(662,585)	-	662,585	-	-	-
Derecognition of non-controlling interest on disposal of subsidiary	-	-	-	-	-	25,696	25,696
Balance at 30 June 2026	42,633,256	2,482,948	9,296	(32,718,136)	12,407,364	-	12,407,364

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

SOMERSET MINERALS LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026



		Consolidated	
	Note	2026	2025
		\$	\$
Cash flows from operating activities			
Interest received		12,215	12,123
Tax refund received		-	191,529
Interest paid		(25,509)	-
Payments to suppliers and employees		(1,431,655)	(1,322,023)
Repayment of Mining exploration tax rebate	4(b)	(128,894)	-
Net cash outflow from operating activities	23(a)	(1,573,843)	(1,118,371)
Cash flows from investing activities			
Payments for exploration and evaluation		(6,258,400)	(2,190,301)
Purchase of property, plant and equipment		(25,169)	(5,250)
Proceeds from disposal of exploration projects		-	612,499
Cash acquired from acquisition of subsidiary	9	-	53,801
Proceeds from disposal of subsidiary	26	48,675	-
Net cash outflow from investing activities		(6,234,894)	(1,529,251)
Cash flows from financing activities			
Proceeds from issue of shares		9,727,500	2,385,000
Share issue costs paid		(697,663)	(35,980)
Proceeds from share funds held in trust		-	10,000
Lease liability repayments		(6,569)	-
Proceeds from borrowings		-	700,000
Net cash inflow from financing activities		9,023,268	3,059,020
Net increase in cash and cash equivalents		1,214,531	411,398
Cash and cash equivalents at the beginning of the financial year		1,843,502	1,435,783
Effects of exchange rate changes on cash and cash equivalents		13,317	(3,679)
Cash and cash equivalents at the end of the financial year	6	3,071,350	1,843,502

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

1. Material accounting policy information

Corporate information

Somerset Minerals Limited (the "Company") is a public listed company and is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Its registered office and principal place of business is Level 2, 22 Mount Street, Perth WA 6000.

The financial report covers the Company and its controlled entities (the "Group").

The consolidated financial report was approved by the Directors on 30 September 2026.

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

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the *Corporations Act 2001*, as appropriate for for-profit oriented entities.

Compliance with International Financial Reporting Standards

These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Functional currency and presentation currency

The financial statements are presented in Australian dollars which is the Group's functional and presentation currency.

Rounding of amounts

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183, the amounts in the financial report have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 2.

a) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by Somerset Minerals Limited at the end of the reporting year.

b) Foreign currency translation

The financial statements are presented in Australian dollars, which is the Company's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the financial year-end. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

c) Parent entity

In accordance with the *Corporations Act 2001*, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in Note 25.

d) Income tax

The income tax expense (revenue) for the financial year-end comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the financial year-end. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority. Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses. Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the financial year-end when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the financial year-end. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

e) Exploration and evaluation

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves.

Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made.

f) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the year for goods and services received by the Group during the year which remain unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are generally paid within 60 days of recognition.

g) Provisions

Provisions are recognised when the Group has a present (legal or constructive) obligation as a result of a past event, it is probable the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in provision resulting from the passage of time is recognised as a finance cost.

h) Issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with short periods to maturity and bank overdrafts.

j) Other income

Interest revenue is recognised as interest accrues using the effective interest method.

k) Equity-settled compensation

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the consolidated entity's estimate of shares that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the consolidated entity revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the equity-settled employee benefits reserve.

Equity-settled share-based payment transactions with other parties are measured at the fair value of the goods and services received, except where the fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments granted.

l) Flow-through share premium liability

The Group may issue flow-through shares in Canada, which are equity instruments issued under the relevant Canadian tax legislation that transfer tax deductions for qualifying exploration expenditures to investors. The issuance price of flow-through shares typically includes a premium over the ordinary share price to reflect the tax benefits transferred.

The premium received on flow-through shares is initially recognised as a liability in accordance with AASB 9 *Financial Instruments* as the Group has a present obligation to incur qualifying exploration expenditures to provide the tax deductions to shareholders. The liability is measured initially at the amount of the premium received.

The liability is derecognised on a pro-rata basis as the Group incurs qualifying exploration expenditures with the reduction of the flow-through share premium previously recorded is recognized as other income in the statement of profit or loss.

Any portion of the liability not settled due to unfulfilled obligations is accounted for in accordance with AASB 137 *Provisions, Contingent Liabilities and Contingent Assets*, as required.

m) Financial Instruments

Financial assets

Financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership. The measurement of the loss allowance depends upon the consolidated entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses.

Financial liabilities

Financial liabilities are initially measured at fair value, net of transaction costs, except for financial liabilities at fair value through profit or loss, which are initially measured at fair value alone.

Subsequent measurement of financial liabilities at amortised cost uses the effective interest method. Financial liabilities classified as at fair value through profit or loss are subsequently measured at fair value, with changes in fair value recognised in profit or loss.

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled, or expires. If an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, the original liability is derecognised and a new liability is recognised, with the difference recognised in profit or loss.

n) New, revised or amending Accounting Standards and Interpretations adopted

The Australian Accounting Standards Board (AASB) has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Group. The Group has decided not to early adopt any of these new and amended pronouncements. The Group's assessment of the new and amended pronouncements that are relevant to the Group but applicable in future reporting periods is set out below.

AASB 2024-3 Amendments to Australian Accounting Standards – Annual Improvements Volume 11

AASB 2024-3 makes amendments to AASB 1 First-time Adoption of Australian Accounting Standards, AASB 7 Financial Instruments: Disclosures, AASB 9 Financial Instruments, AASB 10 Consolidated Financial Statements and AASB 107 Statement of Cash Flows.

The main amendments relate to the improvements of consistency and understandability between various accounting standards and clarification regarding derecognition of a lease liability upon extinguishment.

These amending standards mandatorily apply to annual reporting periods commencing on or after 1 January 2027 and will be first applied by the Group in the financial year commencing 1 July 2027.

The likely impact of this accounting standard on the financial statements of the Group is yet to be determined.

AASB 18: Presentation and Disclosure in Financial Statements

AASB 18 replaces AASB 101 Presentation of Financial Statements to improve how entities communicate in their financial statements, with a focus on information about financial performance in the profit or loss.

AASB 18 has also introduced changes to other accounting standards including AASB 108 Basis of Preparation of Financial Statements (previously titled Accounting Policies, Changes in Accounting Estimates and Errors), AASB 7 Financial Instruments: Disclosures, AASB 107 Statement of Cash Flows, AASB 133 Earnings Per Share and AASB 134 Interim Financial Reporting.

The key presentation and disclosure requirement are:

- the presentation of two newly defined subtotals in the statement or profit or loss – operating profit and profit before financing and income taxes;
- the new classification of income and expense in the statement of profit or loss into operating, investing and financing categories;
- the disclosure of management-defined performance measures; and
- enhanced requirements for grouping (aggregation and disaggregation) of information.

The likely impact of this accounting standard on the financial statements of the Group is yet to be determined.

o) Going Concern

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

The Group has incurred a net profit after tax for the year ended 30 June 2026 of \$2,169,869 (2025: net loss of \$1,928,164) and had net cash outflows from operating and investing activities of \$1,573,843 (2025: \$1,118,371) and \$6,234,894 (2025: \$1,529,251) respectively. As at 30 June 2026, the Group had cash and cash equivalents of \$3,071,350.

Whilst the above conditions indicate a material uncertainty which may cast significant doubt over the Group's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report, the directors believe that there are reasonable grounds to believe that the Group will be able to continue as a going concern, after consideration of the following factors:

- a) It is forecasted that the Group will require further capital to continue as a going concern, the Group has previously successfully raised funds through share issues and debt funding and the Directors are confident that this could be achieved again to fund the on-going operations of the Group; and
- b) The Group has the ability to scale back exploration costs and reduce other discretionary expenditure to preserve cash reserves.

On this basis, the directors are of the opinion that the financial statements should be prepared on a going concern basis and that the Group will be able to pay its debts as and when they fall due and payable.

Should the Group be unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or the amount of liabilities that might result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

2. Critical 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, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances.

The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Exploration and evaluation expenditure

Exploration and evaluation costs have been capitalised on the basis that activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised.

Impairment of non-financial assets

Determining the recoverability of exploration, evaluation and development expenditure capitalised in accordance with the Group's accounting policy requires judgements as to future events and circumstances, in particular, whether successful development and commercial exploration, or alternative sale, or the respective areas of interest will be achieved. If after having capitalised the expenditure a judgement is made that recovery of the exploration expenditure is unlikely, an impairment loss is recorded in the consolidated statement of profit or loss and other comprehensive income. The carrying amounts of exploration, evaluation and development assets are set out in Note 9.

Share based payment transactions

The Group measures the cost of equity-settled transactions with suppliers and employees by reference to the fair value of the goods or services received. If the Group is unable to determine the fair value of goods or services received, the transactions are measured with reference the fair value of equity instruments at the date at which they are granted. The fair value is determined by using either the Hoadley Parisian Barrier Model or Black-Scholes Option Pricing model taking into account the terms and conditions upon which the instruments were granted.

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.

Rehabilitation provision

In the prior year a provision was made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Group's mining and exploration activities are subject to various laws and regulations governing the protection of the environment.

The Group recognised management's best estimate for asset retirement obligations and site rehabilitation in the period in which they were incurred. Actual costs incurred in the future periods have differed materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could have affected the carrying amount of the provision.

There was uncertainty as to what future liabilities would arise in relation to potential closure and rehabilitation costs, which depended on completion of the closure and reclamation plans required by the relevant regulatory authorities. All known costs that could be reliably measured at the time were recognised in provisions as disclosed in Note 11(b).

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



3. Segment information

The Group operates within three geographical segments within mineral exploration and extraction, being Australia, Canada and Ecuador. The segment information provided to the chief operating decision maker is as follows:

Year ended 30 June 2026	Corporate activities AUSTRALIA \$	Corporate and Exploration Activities CANADA \$	Exploration Activities ECUADOR \$	Consolidated \$
Segment other income	747,887	4,375,531	248,216	
Total other income				5,371,634
Segment result before income tax	(1,664,720)	3,741,411	93,178	
Profit before income tax				2,169,869
At 30 June 2026				
Segment current assets	2,920,234	577,372	20,429	
Segment non-current assets	532,216	10,527,675	71,594	
Total assets	3,452,450	11,105,047	92,023	14,649,520
Segment liabilities	430,433	1,377,462	434,261	
Total liabilities				2,242,156

Year ended 30 June 2025	Corporate activities AUSTRALIA \$	Corporate and Exploration Activities CANADA \$	Exploration Activities ECUADOR \$	Consolidated \$
Segment other income	8,649	330,795	-	
Total other income				339,444
Segment result before income tax	(1,731,085)	193,381	(390,458)	
Loss before income tax				(1,928,164)
At 30 June 2025				
Segment current assets	2,162,729	219,784	5,035	
segment Non-current assets	624,242	3,960,672	69,941	
Total assets	2,786,971	4,180,455	74,975	7,042,401
Segment liabilities	463,070	4,801,727	682,905	
Total liabilities				5,947,702

For personal use only

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



4. Other income and expenses

a) Other income

Reversal of Ecuador tax provision ^{Note 11(a)}
Interest
Flow-through share premium income
Mining exploration tax rebate

Consolidated	
2026	2025
\$	\$
248,216	-
11,941	12,468
677,688	-
-	191,529
937,845	203,997

b) Other expenses

Repayment of Mining exploration tax rebate ¹
Insurance expense
Travel expenses
Occupancy expenses
Corporate expenses

Consolidated	
2026	2025
\$	\$
128,894	-
93,753	63,982
24,008	95,738
71,709	75,053
155,322	107,820
473,686	342,593

¹ The Group repaid a portion of British Columbia Mining Exploration Tax Credits previously claimed to the Canada Revenue Agency following a determination that certain related expenditures were ineligible.

c) Finance costs

Unwinding of rehabilitation provision ^{Note 11(b)}
Interest expenses
Borrowing costs

Consolidated	
2026	2025
\$	\$
60,046	21,046
25,509	6,098
47,707	155,442
133,262	182,586

For personal use only

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



5. Income tax expense

	Consolidated	
	2026	2025
	\$	\$
Profit/ (loss) before income tax expense	2,169,869	(1,928,164)
Tax at the Australian tax rate of 30% (2025: 30%)		
Tax at Canadian tax rate of 27% (2025: 27%)		
Tax at Ecuador tax rate 25% (2025: 25%)		
Tax at the blended statutory tax rate of 29.47% (2025: 29.30%)	656,596	(564,903)
Amounts not deductible /(taxable) in calculating taxable income	(923,278)	552,935
Recognition of previously unrecognised tax losses	-	(53,788)
Non-recognition of deferred tax position	266,682	65,756
Income tax expense	-	-
<i>Deferred Tax Assets</i>		
Tax losses	1,798,171	1,687,145
Plant and equipment under lease	965	-
Business-related costs	3,771	6,475
Capital raising costs	35,163	24,248
Accruals	20,777	11,700
Non-recognition of deferred tax position	(1,858,847)	(1,729,568)
	-	-
<i>Deferred Tax Liabilities</i>		
Prepayments	(31,614)	(180,870)
Non-recognition of deferred tax position	31,614	180,870
	-	-
Potential tax benefit relating to unused tax losses for which no deferred tax asset has been recognised	1,798,171	1,687,145

The deferred tax asset attributable to carried forward income tax losses and temporary differences has not been recognised as an asset as the Group has not commenced trading and the availability of future profits to recoup these losses is not considered probable at the date of this report.

6. Cash and cash equivalents

	Consolidated	
	2026	2025
	\$	\$
Cash at bank	3,071,350	1,843,502
	3,071,350	1,843,502

7. Trade and other receivables

	Consolidated	
	2026	2025
	\$	\$
GST receivable	27,689	73,834
Withholding tax receivable	99	-
Interest receivable	3,128	3,402
	30,916	77,236

8. Other assets

a) Current

Prepayments
 Marketable securities

Consolidated	
2026	2025
\$	\$
349,295	382,982
76,703	83,827
425,998	466,809

b) Non-current

Prepayments⁽ⁱ⁾
 Bond deposits⁽ⁱⁱ⁾

Consolidated	
2026	2025
\$	\$
-	251,774
78,139	342,099
78,139	593,873

⁽ⁱ⁾Non-current prepayments relate to advance royalty payments which will be deducted from any future royalty payments made. The project was divested on 2 June 2026 and the prepayments have been written off, refer note 26.

⁽ⁱⁱ⁾ Bond deposits are held for mine sites until reclamation has been deemed satisfactorily completed by the chief inspector of mines, and the permits can be closed. The reduction in the year reflects the divestment of the Blackdome-Elizabeth Project on 2 June 2026, with the bonds held in respect of that project transferring with the divested entities.

9. Exploration and evaluation

A summary of the exploration and evaluation asset is as follows:

Opening balance
 Acquisition incurred during the year⁽ⁱ⁾
 Additions during the year
 Impairment loss incurred during the year⁽ⁱⁱ⁾
 Proceeds from sale of project ⁽ⁱⁱⁱ⁾, Note 26
 Transfer to assets held for sale⁽ⁱⁱⁱ⁾
 Changes in rehabilitation ^{Note 11(b)}
 Foreign exchange movements
 Closing balance

Consolidated	
2026	2025
\$	\$
4,056,445	1,820,490
150,000	981,199
7,457,509	2,260,437
(21,831)	(255,201)
(50,413)	(107,239)
-	(472,611)
(125,391)	(201,166)
(467,457)	30,536
10,998,862	4,056,445

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



(i) Asset Acquisitions

Mineral claim in Hope Lakes District

On 25 March 2026, the Company and its wholly owned subsidiary 1501253 B.C. Ltd (an entity incorporated in British Columbia, Canada) entered into a binding sale and purchase agreement with Tundra Copper Corp. (Tundra) to acquire a 100% interest in Mineral Claim 101383 (Mineral Claim), held by Tundra and situated in the Hope Lakes District.

The consideration payable to Tundra was satisfied in full by the issue of 9,036,145 fully paid ordinary shares in the capital of the Company to the value of \$150,000. The Consideration Shares were issued on 1 May 2026.

The transaction is an acquisition of mineral claims and the consideration has been capitalised as exploration and evaluation expenditure.

Details of the transaction outlined above are as follows:

Purchase Consideration:

9,036,145 fully paid ordinary shares

Total consideration capitalised as exploration and evaluation expenditure

**1 May
2026
\$**

150,000

150,000

Sentinel Resources Pty Ltd

In the prior year on 9 December 2024, the Company entered into a Binding Share Sale Deed (SSD) to acquire 100% of the issued capital of Sentinel Resources Pty Ltd, which through its local subsidiary, 1501253 B.C. LTD. (an entity incorporated in British Columbia, Canada) holds the Coppermine Project in Nunavut Canada.

The consideration payable consisted of:

1. upfront consideration of 90,000,000 fully paid ordinary shares; and
2. the grant of a 1.5% net smelter royalty on future production on the all metals and minerals produced from the Coppermine Project Claims.

Obtaining shareholder approval was the final condition precedent under the SSD which was obtained at a General Meeting held on 23 April 2025. Subsequently, 90,000,000 fully paid shares were issued on 2 May 2025 as consideration under the SSD.

As Sentinel Resources Pty Ltd did not meet the definition of a business in accordance with AASB 3 Business Combinations, the acquisition could not be accounted for as a business combination. Therefore, the acquisition has been accounted for as an asset acquisition whereby the consideration transferred by the Group has been allocated to the fair value of the assets acquired and liabilities assumed.

Details of the transaction outlined above are as follows:

Purchase Consideration:

90,000,000 fully paid ordinary shares - as per share price on acquisition date

1.5% net smelter royalty¹

Total purchase consideration

**23 April
2025
\$**

1,035,000

-

1,035,000

**Fair Value
\$**

Sentinel Resources Pty Ltd

Exploration and evaluation expenditure acquired

Cash and cash equivalents acquired

Net assets acquired

981,199

53,801

1,035,000

¹ Given the early stage exploration status on the project, there remains significant uncertainty on the project ability to produce future net smelter royalties, and hence this consideration has been determined to be \$nil on acquisition date.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



(ii) Impairment

Management assessed for indicators of impairment and have determined:

- The Blackdome-Elizabeth Project was previously impaired to a carrying value of C\$150,000 (\$165,944), being the consideration receivable for the sale of the project. Consideration of C\$100,000 (\$107,239) was received in the prior period and offset against the carrying value of exploration and evaluation expenditure, leaving a carrying value of C\$50,000 at 30 June 2025. The remaining consideration of C\$50,000 (\$50,413) was received during the period and applied against the carrying value, reducing it to \$nil, and the project was divested on 2 June 2026. The amounts above have been translated from Canadian dollars at the exchange rates prevailing at the respective transaction dates, with the resulting difference attributable to foreign exchange movements.
A reversal of impairment of \$133,207 was recognised during the period following the remeasurement of the rehabilitation provision (30 June 2025: reversal of impairment of \$131,586). Refer to Note 26 for details of the disposal.
- The Zamora Project remains in care and maintenance and has been impaired to a carrying value of \$nil, resulting in an impairment expense of \$155,038 recognised during the period (30 June 2025: impairment expense of \$386,787).

For all other exploration and evaluation projects, the ultimate recoupment of exploration and evaluation expenditure carried forward is dependant on successful development and commercial production or alternatively, sale of the respective areas.

(iii) Assets sold

In the prior year on 15 July 2024, the Company entered into a Purchase Agreement (Agreement) with Barrick Gold (Ecuador) S.A. (Barrick) for the sale of the Valle Del Tigre II mineral concession of the Zamora project. Under the terms of the Agreement, Barrick agreed to pay total cash consideration of \$472,611 (US\$320,194). The concession was classified as a non-current asset held for sale on entering into the Agreement.

All consideration receivable under the Agreement was received in the year ended 30 June 2025, with the sale completing on 10 January 2025.

There were no assets classified as held for sale during the year ended 30 June 2026.

Non-current assets classified as held for sale movement

	Consolidated 30 June 2025 \$
Opening balance	-
Asset held for sale	472,611
Foreign exchange movements	32,649
Proceeds from sale of project offset against carrying value of assets	(505,260)
	-

10. Trade and other payables

	Consolidated 2026 \$	2025 \$
Trade creditors	1,415,191	358,430
Accrued expenses	69,255	39,000
Other payables	593,067	419,622
	<u>2,077,513</u>	<u>817,052</u>

11. Provisions
a) Current

Ecuador provision⁽ⁱ⁾
Other provisions

Consolidated	
2026	2025
\$	\$
-	251,639
40,537	36,243
40,537	287,882

⁽ⁱ⁾A provision previously recognised for potential tax liabilities relating to a portion of the Rio Zarza licence that was sold by Condor Gold S.A. prior to being acquired by the Company has been reversed following updated legal advice indicating that the likelihood of any liability arising is now remote. The reversal has been recognised in the consolidated statement of profit or loss and other comprehensive income (refer note 4(a)).

b) Non-current

Rehabilitation – Blackdome

Opening balance
Unwinding of discount
Reassessment of rehabilitation estimate⁽ⁱ⁾
Foreign exchange movements
Derecognised on disposal of subsidiaries ^{Note 26}

Consolidated	
2026	2025
\$	\$
4,732,768	4,833,260
60,046	21,046
(125,391)	(201,166)
(466,874)	79,628
(4,200,549)	-
-	4,732,768

⁽ⁱ⁾A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Group's mining and exploration activities are subject to various laws and regulations governing the protection of the environment.

The Group recognises management's best estimate for assets retirement obligations and site rehabilitations in the reporting period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

12. Other financial liabilities

Derivative liability
Host debt

Consolidated	
2026	2025
\$	\$
-	40,206
-	59,794
-	100,000

In the prior year on 9 May 2025, the Company entered into a bridging loan facility of up to \$100,000, maturing 3 months from drawdown and convertible into shares at a 15% discount to the 15-day VWAP immediately prior to the election, subject to shareholder approval.

On initial drawdown, the conversion feature was assessed as a derivative liability and recognised at a fair value of \$40,206, with the host debt recognised at \$59,794. The fair value was determined as the conversion discount, being the difference between the value of the shares issuable on conversion, based on the 15-day VWAP and the conversion price. The derivative liability was classified as Level 2 in the fair value hierarchy.

At conversion, the derivative liability was revalued, resulting in a fair value gain of \$10,795 recognised in profit or loss. On 2 October 2025, the loan was extinguished through the issue of 5,882,353 fully paid ordinary shares, with \$89,205 recognised in issued capital.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



13. Flow through premium liability

Flow through premium liability⁽ⁱ⁾

Consolidated	
2026	2025
\$	\$
98,466	-
98,466	-

Flow through premium liability movement

Opening balance

Flow through share premium liability recognised⁽ⁱ⁾

Amount recognised in other income

Foreign exchange movements

Closing balance

Consolidated	
2026	2025
\$	\$
-	-
822,717	-
(677,688)	-
(46,563)	-
98,466	-

⁽ⁱ⁾On 17 December 2025, the Company issued 137,249,986 flow through shares at a price of \$0.018 per share for gross proceeds of \$2,470,500. A flow through premium liability of \$822,717 was recognised on issuance. The Group has committed to spend the flow through funds by 31 December 2026.

During the period the Group incurred eligible exploration expenditure of C\$1,961,878, and a corresponding portion of the premium liability of \$677,688 was released to profit or loss and recognised in other income. The liability is denominated in Canadian dollars and is retranslated at each reporting date, with exchange differences recognised in profit or loss. At 30 June 2026 the flow through premium liability was \$98,466, representing the premium attributable to flow through funds not yet spent.

14. Issued capital

Ordinary shares – fully paid

Consolidated	
2026	2025
\$	\$
42,633,256	34,361,954

a) Ordinary shares

Details	No. of shares	Issue price	\$
		\$	
2026			
Opening balance: 1 July 2025	638,413,848		34,361,954
– 11 July 2025 – Director Participation in share placement ⁽ⁱ⁾	6,666,667	0.009	60,000
– 22 August 2025 – Share placement	161,270,128	0.013	2,096,512
– 2 October 2025 – Share placement	146,422,180	0.013	1,903,488
– 2 October 2025 - Conversion of convertible notes ^{Note 12}	5,882,353	0.015	89,205
– 17 December 2025 – Flow through capital raise ^{Note 13}	137,249,986	0.018	2,470,500
– 17 December 2025 – Flow through premium liability ^{Note 13}	-	-	(822,717)
– 18 December 2025 – Share placement	99,750,014	0.012	1,197,000
– 1 May 2026 – Consideration shares for mineral claim ^{Note 9}	9,036,145	0.017	150,000
– 1 May 2026 – Shares issued in lieu of corporate advisory fees ⁽ⁱⁱ⁾	1,058,824	0.017	18,000
– 1 May 2026 – Shares issued in lieu of rent ⁽ⁱⁱⁱ⁾	1,129,412	0.017	19,200
– 29 June 2026 – Share placement	250,000,000	0.008	2,000,000
– Capital raising costs	-	-	(909,886)
Closing balance: 30 June 2026	1,456,879,557		42,633,256

- (i) Directors (or their nominees) participated in a share placement during the period. Mr Chris Hansen subscribed for 5,555,556 fully paid ordinary shares for an amount of \$50,000 and Mr Mike Edwards subscribed for 1,111,111 fully paid ordinary shares for an amount of \$10,000. 1 free attaching unlisted option was issued for every 2 placement shares issued, each option is exercisable at \$0.024 on or before 30 September 2029.
- (ii) On 1 May 2026, 1,058,824 shares to the value of \$18,000 were issued in lieu of cash payable for corporate advisory services and 1,129,412 shares to the value of \$19,200 were issued in lieu of rent payable on the Company's former office premises.

Details	No. of shares	Issue price \$	\$
2025			
Opening balance: 1 July 2024	1,030,998,748		30,682,241
– 29 November 2024 - Share consolidation ⁽ⁱ⁾	(824,798,625)	-	-
– 12 December 2024 – Conversion of convertible notes ⁽ⁱⁱ⁾	49,674,988	0.012	468,855
– 12 December 2024 – Acquisition success fee ⁽ⁱⁱⁱ⁾	3,004,144	0.025	75,104
– 12 December 2024 – Xwisten anniversary payment ^(iv)	2,000,000	0.020	40,000
– 15 January 2025 – Conversion of convertible notes ⁽ⁱⁱ⁾	1,013,164	0.006	6,537
– 29 April 2025 – Placement	65,219,814	0.009	586,979
– 2 May 2025 – Consideration Shares for asset acquisition ^(v)	90,000,000	0.012	1,035,000
– 2 May 2025 – Shares issued in lieu of rent	1,371,429	0.014	19,200
– 2 May 2025 – Consideration shares to Broker ^(vi)	4,250,000	0.015	63,750
– 18 June 2025 – Placement	199,780,186	0.009	1,798,022
– 18 June 2025 – Consideration shares to Broker ^(vii)	15,900,000	0.009	143,100
– Capital raising costs	-	-	(556,834)
Closing balance: 30 June 2025	638,413,848		34,361,954

- (i) Completed a Share consolidation on the basis of every 5 fully paid shares to be consolidated to 1 fully paid ordinary share in the Company.
- (ii) On 17 September 2024 the Company entered into a convertible loan note deed with RM Corporate Finance Pty Ltd to raise capital to the value of up to \$1,000,000 with a fixed interest rate of 8%. As a result, convertible notes with a face value of \$600,000 were issued during the period. Each convertible note is convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued.
- On initial drawdown date, it was assessed the convertible feature attached to the convertible notes represents a derivative liability. On initial drawdown date this was calculated to have a fair value of \$257,859 and was separated from the host debt, which was recognised at \$342,141. At conversion date the convertible feature was revalued, resulting in a fair value gain recognised through the statement of profit and loss amounting to \$130,705. The amount transferred from liabilities to share capital at the date of conversion was \$475,392.
- (iii) Consideration paid to RM Corporate Finance Pty Ltd as a success fee for their services performed in assisting with the acquisition of Somerset (Canada) Pty Ltd which was capitalised to exploration and evaluation expenditure.
- (iv) Fourth anniversary payment pursuant to the Exploration Agreement with Bridge River Indian Band represented by the Chief and Council of Xwisten.
- (v) Issued 90,000,000 fully paid ordinary shares as part of the upfront consideration payable for the acquisition of Sentinel Resources Pty Ltd, refer to Note 9.
- (vi) Consideration paid to RM Corporate Finance Pty Ltd acting as lead manager and sole bookrunner to the Company's convertible note deed to raise up to \$1,000,000, comprising of a cash fee of \$13,750 and a placement fee of 6% under the convertible note deed elected to be settled in full paid shares.
- (vii) Consideration paid to RM Corporate Finance Pty Ltd acting as lead manager to the Company's placement to raise comprising of a capital raising fee of 6% of gross proceeds under the placement.

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Group in proportion to the number of and amounts paid on the shares held.

Every holder of ordinary shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll, each share is entitled to one vote.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



b) Capital management

The objectives of management when managing capital is to safeguard the Group's ability to continue as a going concern, so that the Group may continue to provide returns for shareholders and benefits for other stakeholders.

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programmes and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required. The working capital position of the Group at 30 June 2026 is as follows:

	Consolidated	
	2026	2025
	\$	\$
Cash and cash equivalents	3,071,350	1,843,502
Trade and other receivables	30,916	77,236
Other current assets	425,998	466,809
Current liabilities	(2,235,555)	(1,214,934)
Working capital position	1,292,709	1,172,613

15. Reserves

Share based payments reserve
Foreign currency reserve

	Consolidated	
	2026	2025
	\$	\$
Share based payments reserve	2,482,948	1,700,768
Foreign currency reserve	9,296	608,263
	2,492,244	2,309,031

a) Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

b) Share based payments reserve

The share-based payments reserve records items recognised as expenses on valuation of equity instruments granted in lieu of goods or services received.

Reconciliation of share-based payments reserve

	Consolidated	
	2026	2025
	\$	\$
Opening balance	1,700,768	1,780,564
– Options – recognised in equity (share issue costs) ^{Note 16 (a), (d)}	197,404	367,343
– Options - recognised as a borrowing cost ^{Note 16 (b)}	47,707	91,690
– Options – recognised as an expense ^{Note 16 (c)}	471,180	-
– Performance Rights – recognised as an expense	728,474	353,681
– Transfer to accumulated losses upon expiry of options	(662,585)	(892,510)
Closing balance	2,482,948	1,700,768

16. Share-based payments

Options

Below are details of share-based payments made during the years ended 30 June 2026 and 30 June 2025.

The volatilities utilised in calculating the fair value of share-based payments was determined by calculating the historical volatility of the Company for recent comparative historical periods.

During the year ended 30 June 2026, the following transactions occurred:

a) Options issued as share issue costs

On 2 October 2025, 20,000,000 options exercisable at \$0.024 with an expiry date of 30 September 2029 were issued to the broker of a share placement in lieu of cash for capital raising services provided. The options vest immediately. The value of the options was capitalised to share issue costs.

The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	Broker Options
Number of options	20,000,000
Grant date	26 September 2025
Expiry date (years)	4
Underlying share price	\$0.013
Exercise price	\$0.024
Volatility	130%
Risk free rate	3.58%
Dividend yield	-
Value per option	\$0.00987
Total fair value of options	\$197,404

b) Options issued as borrowing costs

On 9 May 2025, the Company entered into a bridging loan agreement amounting to \$100,000. The loan facility matures 3 months from the drawdown date and subject to the borrower obtaining shareholder approval at a General Meeting and is convertible into Shares at a conversion price equal to a 15% discount to the 15-day volume weighted average price of the Borrower's Shares immediately prior to the date of the election. Under the terms of the bridging loan agreement, the Company issued 5,000,000 unlisted options, exercisable at \$0.03 each on or before 30 September 2029. The options were granted on 26 September 2025, following shareholder approval at a General Meeting.

The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options issued. The options were issued in conjunction with a borrowing arrangement and have been recognised as a finance cost and expensed through the consolidated statement of profit or loss and other comprehensive income.

Inputs have been detailed below:

Input	Loan Options
Number of options	5,000,000
Grant date	26 September 2025
Expiry date (years)	4
Underlying share price	\$0.013
Exercise price	\$0.03
Volatility	130%
Risk free rate	3.58%
Dividend yield	-
Value per option	\$0.00954
Total fair value of options	\$47,707

c) *Options issued for corporate advisory services*

On 23 April 2026, Shareholders approved the issue of 35,000,000 unlisted options to a corporate adviser in consideration for ongoing corporate advisory services. The options comprise 17,500,000 exercisable at \$0.020 each and 17,500,000 exercisable at \$0.024 each, in both cases on or before 30 September 2029.

The fair value of the services could not be reliably measured and therefore a Black-Scholes Option Pricing model was used to determine the value of the options issued. The options were issued in consideration for corporate advisory services and have been recognised within legal and other professional fees in the consolidated statement of profit or loss and other comprehensive income.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of options	17,500,000	17,500,000
Grant date	23 April 2026	23 April 2026
Expiry date (years)	3.44	3.44
Underlying share price	\$0.017	\$0.017
Exercise price	\$0.024	\$0.020
Volatility	139%	139%
Risk free rate	4.68%	4.68%
Dividend yield	-	-
Value per option	\$0.0133	\$0.0136
Total fair value of options	\$232,818	\$238,362

During the year ended 30 June 2025, the following transactions occurred:

d) *Options issued as share issue costs*

On 15 April 2025, the Company entered into a mandate for services with a broker. Under the terms of the mandate, the broker as lead manager to a share placement received a capital raising fee of 6% (plus GST) on gross proceeds raised.

In addition to the above capital raising fee, the broker received 58,000,000 options exercisable at \$0.010 with an expiry date of 30 November 2027 for services provided. The options vest immediately and were expensed in full during the year. The value of the options was capitalised to share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	Broker Options
Number of options	58,000,000
Grant date	15 April 2025
Expiry date (years)	4.46
Underlying share price	\$0.0090
Exercise price	\$0.0240
Volatility	121%
Risk free rate	3.29%
Dividend yield	-
Value per option	\$0.0063
Total fair value of options	\$367,343

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



e) Options issued as borrowing costs

On 17 September 2024 the Company entered into a convertible loan note deed with RM Corporate Finance Pty Ltd (RM Corporate) to raise capital to the value of up to \$1,000,000 with a fixed interest rate of 8%. Under the terms of the convertible loan note deed, the Company issued 10,000,000 broker options with an exercise price of \$0.050 and an expiry of 3 years following shareholder approval being obtained at the 2024 Annual General Meeting held on the 26 November 2024.

The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model for was used determine the value of the options issued. The value of these options were expensed in full on grant date as there were no vesting conditions attached.

The options were issued to RM Corporate in conjunction with a capital raise and have been recognised as a borrowing cost and expensed through the consolidated statement of profit or loss and other comprehensive income as a finance cost over the term of the arrangement.

Inputs have been detailed below:

Input	Broker Options
Number of options	10,000,000
Grant date	26 November 2024
Expiry date (years)	3.0
Underlying share price	\$0.015
Exercise price	\$0.050
Volatility	136%
Risk free rate	4.07%
Dividend yield	-
Value per option	\$0.009
Total fair value of options	\$91,690

Set out below is a summary of the movements in options issued as share-based payments during the year ended 30 June 2026:

Grant date	Expiry date	Exercise price \$	Balance at the start of the year	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
23/08/2022	12/09/2025	0.600	320,000	-	-	(320,000)	-
06/09/2022	05/09/2025	0.375	3,200,000	-	-	(3,200,000)	-
19/05/2023	05/09/2025	0.375	3,000,000	-	-	(3,000,000)	-
17/01/2024	30/11/2027	0.010	10,000,001	-	-	-	10,000,001
17/01/2024	30/11/2027	0.010	2,000,000	-	-	-	2,000,000
13/06/2024	30/11/2027	0.010	1,200,000	-	-	-	1,200,000
12/12/2024	30/11/2027	0.050	10,000,000	-	-	-	10,000,000
15/04/2025	30/09/2029	0.024	58,000,000	-	-	-	58,000,000
26/09/2025	30/09/2029	0.024	-	20,000,000	-	-	20,000,000
26/09/2025	30/09/2029	0.030	-	5,000,000	-	-	5,000,000
23/04/2026	30/09/2029	0.024	-	17,500,000	-	-	17,500,000
23/04/2026	30/09/2029	0.020	-	17,500,000	-	-	17,500,000
			87,720,001	60,000,000	-	(6,520,000)	141,200,001
Weighted average exercise price			0.05	0.02	-	0.08	0.013

The weighted average remaining contractual life of options at 30 June 2026 was 1.38 years (2025: 3.21 years).

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



Set out below is a summary of the movements in options issued as share-based payments during the year ended 30 June 2025:

Grant date	Expiry date	Exercise price ¹ \$	Balance at the start of the year ¹	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
20/04/2021	12/11/2024	1.000	300,000	-	-	(300,000)	-
14/05/2021	12/11/2024	1.000	300,000	-	-	(300,000)	-
16/08/2021	3/12/2024	1.575	300,000	-	-	(300,000)	-
1/09/2021	3/12/2024	1.550	216,000	-	-	(216,000)	-
10/11/2021	12/11/2024	1.250	200,000	-	-	(200,000)	-
12/11/2021	3/12/2024	0.872	200,000	-	-	(200,000)	-
18/11/2021	3/12/2024	1.550	272,000	-	-	(272,000)	-
17/06/2022	29/06/2025	0.600	540,000	-	-	(540,000)	-
23/08/2022	12/09/2025	0.600	320,000	-	-	-	320,000
06/09/2022	05/09/2025	0.375	3,200,000	-	-	-	3,200,000
23/12/2022	23/12/2024	0.490	123,690	-	-	(123,690)	-
19/05/2023	05/09/2025	0.375	3,000,000	-	-	-	3,000,000
17/01/2024	30/11/2027	0.010	10,000,001	-	-	-	10,000,001
17/01/2024	30/11/2027	0.010	2,000,000	-	-	-	2,000,000
13/06/2024	30/11/2027	0.010	1,200,000	-	-	-	1,200,000
12/12/2024	30/11/2027	0.050	-	10,000,000	-	-	10,000,000
15/04/2025	30/09/2029	0.024	-	58,000,000	-	-	58,000,000
			22,171,691	68,000,000	-	(2,451,690)	87,720,001

Weighted average exercise price 0.10 0.03 - 1.08 0.05

¹ Includes adjustment to reflect a share consolidation of 5 options consolidated to 1 option which occurred on 29 November 2024.

Set out below are the valued options exercisable at the end of the financial year:

Grant date	Expiry date	Exercise price \$	2026 #	2025 #
23 August 2022	12 September 2025	0.600	-	320,000
6 September 2022	5 September 2025	0.375	-	3,200,000
19 May 2023	5 September 2025	0.375	-	3,000,000
17 January 2024	30 November 2027	0.010	10,000,001	10,000,001
17 January 2024	30 November 2027	0.010	2,000,000	2,000,000
13 June 2024	30 November 2027	0.010	1,200,000	1,200,000
12 December 2024	30 November 2027	0.050	10,000,000	10,000,000
15 April 2025	30 September 2029	0.024	58,000,000	58,000,000
26 September 2026	30 September 2029	0.024	20,000,000	-
26 September 2026	30 September 2029	0.030	5,000,000	-
23 April 2026	30 September 2029	0.024	17,500,000	-
23 April 2026	30 September 2029	0.020	17,500,000	-
			141,200,001	87,720,001

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



Performance Rights

Below are details of share-based payments made during the years ended 30 June 2026.

a) *Performance rights issued to Directors and employees as an incentive*

On 23 April 2026, the Company granted 19,500,000 performance rights under 2 tranches to Directors of the Company, following shareholder approval being obtained at a General Meeting held on 23 April 2026. A further 15,000,000 performance rights were granted to an employee on the same terms on 20 May 2026.

The fair value of the services could not be reliably measured and therefore a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights issued.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	9,750,000	9,750,000
Grant date	23 April 2026	23 April 2026
Expiry date (years)	5.00	5.0
Underlying share price	\$0.017	\$0.017
Implied 20-day VWAP barrier	\$0.046	\$0.061
Exercise price	\$nil	\$nil
Volatility	125%	125%
Risk free rate	4.72%	4.72%
Dividend yield	-	-
Value per right	\$0.0164	\$0.0161
Total fair value of rights	\$159,855	\$157,163
Expense recognised for 30 June 2026	\$159,855	\$157,163
Expense recognised for 30 June 2025	\$nil	\$nil

Input	Tranche 1	Tranche 2
Number of rights	7,500,000	7,500,000
Grant date	20 May 2026	20 May 2026
Expiry date (years)	5.00	5.0
Underlying share price	\$0.014	\$0.014
Implied 20-day VWAP barrier	\$0.046	\$0.061
Exercise price	\$nil	\$nil
Volatility	124%	124%
Risk free rate	4.74%	4.74%
Dividend yield	-	-
Value per right	\$0.0133	\$0.0131
Total fair value of rights	\$100,115	\$98,155
Expense recognised for 30 June 2026	\$100,115	\$98,155
Expense recognised for 30 June 2025	\$nil	\$nil

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.030; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.040.

There were no service conditions attached, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2.

For personal use only

b) *Performance rights issued to employees as an incentive*

On 20 May 2026, 2,500,000 performance rights under 2 tranches were granted to employees of the Company.

The fair value of the services could not be reliably measured and therefore, a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights issued.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	1,250,000	1,250,000
Grant date	20 May 2026	20 May 2026
Expiry date (years)	5.00	5.0
Underlying share price	\$0.014	\$0.014
Implied 20-day VWAP barrier	\$0.037	\$0.069
Exercise price	\$nil	\$nil
Volatility	124%	124%
Risk free rate	4.74%	4.74%
Dividend yield	-	-
Value per right	\$0.0135	\$0.0130
Total fair value of rights	\$16,899	\$16,221
Expense recognised for 30 June 2026	\$16,899	\$16,221
Expense recognised for 30 June 2025	\$nil	\$nil

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.024; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.045.

There were no service conditions attached, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



Below are details of share-based payments made in previous years.

c) *Performance rights issued to Directors as an incentive*

On 12 December 2024, the Company issued 1,500,000 performance rights under 3 tranches to the Non-Executive Chairman, Mr Edwards, expiring 5 years from the date of appointment following shareholder approval being obtained at the 2024 Annual General Meeting held on the 26 November 2024.

The fair value of the services could not be reliably measured and therefore, a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used for Tranche 1 and a Black-Scholes Option Pricing model for Tranches 2 and 3 to determine the value of the performance rights issued. The value of these performance rights are expensed within the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the relevant vesting period.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2	Tranche 3
Number of rights	1,000,000	250,000	250,000
Grant date	26 November 2024	26 November 2024	26 November 2024
Expiry date (years)	4.64	4.64	4.64
Underlying share price	\$0.015	\$0.015	\$0.015
Implied 15-day VWAP barrier	\$0.060	N/A	N/A
Exercise price	-	-	-
Volatility	122.80%	122.80%	122.80%
Risk free rate	4.07%	4.07%	4.07%
Dividend yield	-	-	-
Value per right	\$0.013	\$0.015	\$0.015
Total fair value of rights	\$13,393	\$3,750	\$3,750
Expense recognised for 30 June 2026	\$nil	\$809	\$809
Expense recognised for 30 June 2025	\$13,393	\$479	\$479

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on the VWAP remaining above \$0.060 for not less than 15 trading days;
- Tranche 2: Convert on the delineation of a JORC compliant Mineral Resource of >20Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment; and
- Tranche 3: Convert on the delineation of a JORC compliant Mineral Resource of >50Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment.

The Tranche 1 performance rights are expensed immediately, with Tranche 2 & 3 expensed over the vesting period based on the best estimate to achieve the relevant vesting conditions for each Tranche.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



d) *Performance rights issued to Directors and employees as an incentive*

On 12 June 2025, the Company granted 23,000,000 performance rights under 2 tranches to Directors and employees of the Company, following shareholder approval being obtained at a General Meeting held on the 12 June 2025. Subsequent to year end, 15,000,000 performance rights were issued on 11 July 2025 and 8,000,000 performance rights were issued on 17 July 2025.

The fair value of the services could not be reliably measured and therefore, a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights issued. The value of these performance rights are expensed within the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the relevant vesting period.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	11,500,000	11,500,000
Grant date	12 June 2025	12 June 2025
Expiry date (years)	5.00	5.0
Underlying share price	\$0.023	\$0.023
Implied 20-day VWAP barrier	\$0.036	\$0.068
Exercise price	\$nil	\$nil
Volatility	122.80%	122.80%
Risk free rate	4.07%	4.07%
Dividend yield	-	-
Value per right	\$0.022	\$0.0214
Total fair value of rights	\$254,603	\$246,036
Expense recognised for 30 June 2026	\$87,700	\$84,750
Expense recognised for 30 June 2025	\$166,903	\$161,286

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.024; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least \$0.045.

The performance rights issued to directors and employee were expensed immediately, and the performance rights issued to an employee under the ESIP are expensed over vesting period.

e) *Performance rights issued to vendors of Somerset (Canada) Pty Ltd for the asset acquisition of the Prescott Project*

On 13 June 2024, 20,000,014 performance rights were granted to the vendors of Somerset (Canada) Pty Ltd as part of the deferred consideration payable and will be expensed in the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the vesting period. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Pricing model was used to determine the value of the performance rights.

The inputs have been detailed below:

Input	Deferred Consideration PRs
Number of rights	20,000,014
Grant date	13 June 2024
Expiry date (years)	5.00
Underlying share price	\$0.004
Exercise price	\$nil
Volatility	114.33%
Risk free rate	3.92%
Dividend yield	-
Value per right	\$0.004 (pre-share consolidation)
Total fair value of rights	\$399,992
Expense recognised for 30 June 2026	\$5,997
Expense recognised for 30 June 2025	\$nil

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



The performance rights will vest on achieving the milestones below:

- (i) 10,000,007 Performance Rights (Class A Performance Rights) that convert into Shares where SMM delineates a JORC compliant unconstrained Mineral Resource (measured, indicated and inferred) of greater than 20Mt with grade of at least 1% copper equivalent at the Prescott Copper Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of the JORC Code), within 5 years of completion (Milestone 1); and
- (ii) 10,000,007 (Class B Performance Rights) that convert into Shares where SMM delineates a JORC compliant unconstrained Mineral Resource (measured, indicated and inferred) or greater than 50Mt with grade of at least 1% copper equivalent at the Prescott Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of JORC Code), within 5 years of completion (Milestone 2).

Management assessed the likelihood of achieving the non-market based milestones as low due to the early stage nature of exploration at the Prescott Project. The fair value of the deferred consideration, is recognised over the expected vesting period, with the likelihood reassessed at each reporting date.

Performance Rights

Performance rights outstanding at 30 June 2026:

Grant date	Expiry date	Exercise price \$	Balance at the start of the year	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
13/06/2024	30/11/2027	-	2,057,537	-	-	-	2,057,537
13/06/2024	13/06/2029	-	20,000,014	-	-	-	20,000,014
26/11/2024	15/07/2029	-	1,500,000	-	-	-	1,500,000
12/06/2025	11/07/2030	-	15,000,000	-	-	-	15,000,000
12/06/2025	17/07/2030	-	8,000,000	-	-	-	8,000,000
23/04/2026	07/05/2031	-	-	19,500,000	-	-	19,500,000
20/05/2026	22/05/2031	-	-	17,500,000	-	-	17,500,000
			46,557,551	37,000,000	-	-	83,557,551

Performance rights outstanding at 30 June 2025:

Grant date	Expiry date	Exercise price \$	Balance at the start of the year ¹	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
13/06/2024	30/11/2027	-	2,057,537	-	-	-	2,057,537
13/06/2024	13/06/2029	-	20,000,014	-	-	-	20,000,014
26/11/2024	15/07/2029	-	-	1,500,000	-	-	1,500,000
12/06/2025	11/07/2030	-	-	15,000,000	-	-	15,000,000
12/06/2025	17/07/2030	-	-	8,000,000	-	-	8,000,000
			22,057,551	24,500,000	-	-	46,557,551

¹Opening balance includes an adjustment to reflect a share consolidation of 5 performance rights consolidated to 1 performance right which occurred on 29 November 2024.

For personal use only

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



The weighted average remaining contractual life of performance rights at the end of the financial year was 3.70 years (2025: 4.43 years).

Set out below are the performance rights which have vested and are exercisable at the end of the financial year:

Grant date	Expiry date	2026 #	2025 #
13 June 2024	30 November 2027	2,057,537	1,371,691
		2,057,537	1,371,691

17. Interests of Key Management Personnel ('KMP')

Refer to the remuneration report contained in the Directors' report for details of the remuneration paid or payable to each member of the Group's Key Management Personnel for the year ended 30 June 2026.

The total remuneration paid and payable to KMP of the Group during the year are as follows:

	Consolidated	
	2026 \$	2025 \$
Short-term employee benefits	361,000	312,653
Post-employment benefits	36,000	31,649
Share based payments	319,629	353,085
	716,629	697,387

18. Related parties

a) Key Management Personnel

Disclosures relating to Key Management Personnel are set out in the Remuneration Report in the Directors' Report. Shares were issued to some Key Management Personnel during the year as part of the normal shareholder transactions on the same terms and conditions to other shareholders.

b) Other transactions and balances with related parties

i. Transactions occurring with related parties

Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholders and Director, are also engaged to perform Company Secretarial and Accounting duties. Per the terms of the agreement, either party may terminate by giving three (3) months written notice to the other. All transactions were made on normal commercial terms and conditions and at market rates. During the year, \$178,605 (2025: \$170,100) was paid or payable under this agreement.

During the year ended 30 June 2026, there were payments made to Consilium Corporate Pty Ltd, for Ms Ross Non-Executive Director fees of the Company. The payments were for the provision of director fees and amounts paid or payable were \$36,000 (2025: \$36,000) for Ms Ross. As at 30 June 2026, \$3,652 remained payable (2025: \$883 remained payable).

During the year ended 30 June 2025, Mr Hansen subscribed for convertible notes in the Company with a face value of \$50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on 12 December 2024.

On 23 April 2025, the Company acquired 100% of the shares in Sentinel Resources Pty Ltd, through its subsidiary, which holds a 100% interest in the Coppermine Project. Mr Hansen held an interest of 13.2% of the issued capital in Sentinel Resources Pty Ltd which entitled Mr Hansen to 11,836,515 out of the 90,000,000 fully paid ordinary shares issued as part of the acquisition, equating to \$136,120 out of the \$1,035,000 paid by the Company to the vendors as consideration.

There are no other transactions with related parties during the years ended 30 June 2026 and 30 June 2025.

For personal use only

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



19. Remuneration of auditors

Pitcher Partners BA&A Pty Ltd
 Audit and review of financial reports
 Other – taxation services

2026 \$	2025 \$
59,250	62,379
9,820	10,200
69,070	72,579

20. Commitments for expenditure

Capital commitments

There are no capital commitments contracted for at balance date.

Exploration and Evaluation

The Group is required to maintain current rights of tenure to tenements, which require outlays of expenditure in future financial periods. Under certain circumstances these commitments are subject to the possibility of adjustment to the amount and/or timing of such obligations, however they are expected to be fulfilled in the normal course of operations.

The Group has tenement rental and expenditure commitments payable of:

- Not later than 12 months
- Between 12 months and 5 years
- More than 5 years

Consolidated	
2026 \$	2025 \$
849,399	547,819
6,943,262	4,378,210
-	700,891
7,792,661	5,626,920

21. Dividends

There were no dividends paid, recommended or declared during the year.

22. Profit/ (loss) per share

- a) Reconciliation of earnings to profit or loss:
- Profit/ (loss) after income tax
 - Non-controlling interest
 - Profit/ (loss) after income tax attributable to the owners of Somerset Minerals Limited used in calculating basic and diluted profit/ (loss) per share

Consolidated	
2026 \$	2025 \$
2,169,869	(1,928,164)
-	-
2,169,869	(1,928,164)

- b) Weighted average number of ordinary shares used in the calculation of basic loss per share
 Weighted average number of ordinary shares used in the calculation of diluted profit/ (loss) per share

#	#
1,026,928,881	271,432,124
1,028,986,418	271,432,124

- c) Basic and diluted profit/ (loss) per share

Cents	Cents
0.21	(0.71)

- d) The following potential ordinary shares are anti-dilutive and are therefore excluded from the weighted average number of ordinary shares for the purposes of diluted earnings per share

Options
 Performance rights

2026 #	2025 #
302,377,388	271,475,070
81,500,014	46,557,551
383,877,402	318,032,621

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



23. Cash flow information

	Consolidated	
	2026	2025
	\$	\$
a) Reconciliation of profit/ (loss) after income tax to net cash outflow from operating activities		
Profit/ (loss) for the year	2,169,869	(1,928,164)
Share based payments	1,236,854	372,881
Foreign exchange	(46,563)	-
Impairment	271,308	255,201
Depreciation	19,372	715
Fair value gain on financial instruments	(10,795)	(130,705)
Revaluation of rehabilitation provision	107,753	176,488
Interest	-	6,098
Flow-through share premium income	(677,688)	-
Gain on disposal of subsidiary	(4,372,409)	-
Reversal of Ecuador tax provision	(248,216)	-
Change in operating assets and liabilities:		
Trade and other receivables	274	(345)
Other assets	(95,392)	(251)
Trade and other payables	81,581	98,965
Provisions	(9,791)	30,746
Net cash outflow from operating activities	(1,573,843)	(1,118,371)

b) Non cash investing and financing activities

During the year ended 30 June 2026:

- On 26 September 2025, the Company granted 5,000,000 options with a value of \$47,707. This has been recognised as a finance cost as disclosed in Note 16.
- On 26 September 2025, the Company granted 20,000,000 options with a value of \$197,404. This has been recognised as a share issue cost as disclosed in Note 16.
- On 2 October 2025, the Company issued 5,882,353 fully paid ordinary shares upon conversion of a convertible notes with a value of \$89,205.
- On 1 May 2026, the Company issued 9,036,145 fully paid ordinary shares with a value of \$150,000 as consideration to acquire a mineral claim. This has been capitalised to exploration and evaluation assets.

During the year ended 30 June 2025:

- On 17 September 2024, the Company granted 10,000,000 options with a value of \$91,691. This has been recognised as a finance cost.
- 12 December 2024, the Company issued 49,674,988 fully paid ordinary shares upon conversion of a convertible notes with a value of \$468,855.
- On 12 December 2024, the Company issued 2,000,000 fully paid ordinary shares as part of an Exploration Agreement with Xwisten to the value of \$40,000.
- On 12 December 2024, the Company issued 3,004,144 fully paid ordinary shares to RM Corporate Finance Pty Ltd as a success fee for services performed in assisting with an acquisition which was capitalised against E&E to the value of \$75,104.
- 15 January 2025, the Company issued 1,013,164 fully paid ordinary shares upon conversion of a convertible notes with a value of \$11,145.
- On 15 April 2025, the Company granted 58,000,000 options with a value of \$367,341. This has been recognised as a share issue cost as disclosed in Note 16.
- On 2 May 2025, the Company issued 4,250,000 fully paid ordinary shares with a value of \$63,750. This has been recognised as a finance cost.
- On 2 May 2025, the Company issued 90,000,000 fully paid ordinary shares, with a value of \$1,035,000 as part of the upfront consideration to acquire 100% of the issued capital of Sentinel Resources Pty Ltd which owns through its wholly owned subsidiary, the Coppermine Project, refer to Note 9.
- On 18 June 2025, the Company issued 15,900,000 fully paid ordinary shares to RM Corporate Finance Pty Ltd as a capital raising fee for services performed under a placement to the value of \$143,100. This has been recognised as a share issue cost.

24. Financial risk management

The Group's principal financial instruments comprise cash and short-term deposits. The Group has various other financial assets and liabilities such as other receivables and payables, which arise directly from its operations. The principal financial instruments are measured at amortised cost.

The Group's activities expose it to a variety of financial risks, including, credit risk, liquidity risk, foreign exchange rate risk and cash flow interest rate risk. The Group is not exposed to price risk.

Risk management is carried out by Management, who evaluates and agrees upon risk management and objectives.

a) Interest rate risk

The Group's exposure to interest rate risk is limited to cash held at bank at variable interest rates. The Group has no interest-bearing borrowings and a change in interest rates would not have a material impact on the Group's results.

b) Credit risk

The Group does not have any significant concentrations of credit risk. Credit risk is managed by Management and arises from cash and cash equivalents as well as credit exposure including outstanding receivables.

All cash balances held in Australia, Canada and Ecuador are held at internationally recognised institutions.

The maximum exposure to credit risk at reporting date is the carrying amount of the financial assets disclosed within the financial report.

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about default rates.

c) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash balances and access to equity funding.

The Group's exposure to the risk of changes in market interest rates relate primarily to cash assets.

Management monitors the cash-burn rate of the Group on an on-going basis against budget and the maturity profiles of financial assets and liabilities to manage its liquidity risk.

The financial liabilities the Group had at reporting date were other payables incurred in the normal course of the business. These were non-interest bearing and were due within the normal 30-60 days terms of creditor payments.

Maturity analysis for financial liabilities

Financial liabilities of the Group comprise of trade and other payables and other financial liabilities. As at 30 June 2026, all financial liabilities are contractually maturing within 60 days (2025: 60 days, except for the bridging loan agreement amounting to \$100,000 which was subject to shareholder approval at a future General Meeting of the Company).

d) Foreign currency risk

Foreign exchange risks arise when future commercial transactions and recognised financial assets and financial liabilities are denominated in a currency that is not the entity's functional currency.

The Group is primarily exposed to the fluctuations in the Canadian and US dollar, as the Group holds cash in Canadian and US dollars and much of the Group's exploration costs and contracts are denominated in Canadian and US dollars.

The Group aims to reduce and manage its foreign exchange risk by holding the majority of its funds in its Canadian and US dollar accounts so that the exchange rate is crystallised early and future fluctuations in rates for settlement of Canadian and US dollar denominated payables are avoided. As the Group's operations develop and expand, the Group will develop and implement a more sophisticated foreign exchange risk strategy, which may include the use of Forward Exchange Contracts and sophisticated treasury products.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



The carrying amount of the Group's foreign currency denominated financial assets and financial liabilities at the reporting date were as follows:

	Consolidated Financial Assets		Consolidated Financial Liabilities	
	2026	2025	2026	2025
	\$	\$	\$	\$
US dollars	20,429	8,437	545,406	425,772
Canadian dollars	346,401	69,189	1,101,003	68,959
	366,830	77,626	1,646,409	494,731

At 30 June 2026, had the Australian dollar strengthened by 5% against the US and Canadian dollars, with all other variables held constant, the Group's profit before tax would have been \$63,979 lower (2025: loss \$20,855 lower). A 5% weakening of the Australian dollar would have had an equal but opposite effect. The analysis is based on the foreign currency denominated financial assets and financial liabilities held at 30 June, and 5% is management's assessment of a reasonably possible change in exchange rates. The impact on equity is the same as the impact on loss before tax.

e) Fair value estimation

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: Unobservable inputs for the asset or liability

Assets or liabilities that were measured at fair value as at 30 June 2025 are set out in the below table:

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<i>Liabilities</i>				
Derivative liability ^{Note 12}	-	40,206	-	40,206
Total liabilities	-	40,206	-	40,206

There were no assets or liabilities measured at fair value as at 30 June 2026.

The derivative liability recognised at 30 June 2025 was derecognised during the year following conversion to fully paid ordinary shares (refer Note 12).

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



25. Parent entity information

The accounting policies of the parent entity, which have been applied in determining the financial information shown below, are the same as those applied in the consolidated financial statements except as set out below. Refer to Note 1 for a summary of the material accounting policies of the Group.

Financial position

	Parent	
	2026	2025
	\$	\$
Assets		
Current assets	2,893,607	2,122,102
Non-current assets	50,799	4,535
Total assets	2,944,406	2,126,637
Liabilities		
Current liabilities	502,268	422,989
Total liabilities	502,268	422,989
Equity		
Issued capital	38,264,563	29,993,262
Share based payment reserve	2,333,432	1,551,252
Accumulated losses	(38,155,857)	(29,840,866)
Total equity	2,442,138	1,703,648

Financial performance

Loss for the year	(8,314,991)	(2,906,639)
Other comprehensive income	-	-
Total comprehensive loss	(8,314,991)	(2,906,639)

Contingent assets, contingent liabilities and capital commitments

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

Material accounting policies

The accounting policies of the parent entity are consistent with those of the Group, as disclosed in Note 1, except for the following, investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

Interest in subsidiaries

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

Name of entity	Country of Incorporation	Class of Shares	Percentage Owned	
			2026	2025
Montejinni Resources Pty Ltd ¹	Australia	Ordinary	0%	90%
Condor Gold S.A.	Ecuador	Ordinary	100%	100%
Miningsources S.A.	Ecuador	Ordinary	100%	100%
Tempus Resources (Canada) Ltd	Canada	Ordinary	0%	100%
No. 75 Corporate Ventures Ltd	Canada	Ordinary	0%	100%
Somerset (Canada) Pty Ltd	Australia	Ordinary	100%	100%
Flexure Minerals Ltd	Canada	Ordinary	100%	100%
Sentinel Resources Pty Ltd	Australia	Ordinary	100%	100%
1501253 B.C. LTD.	Canada	Ordinary	100%	100%

¹ Somerset Minerals Limited held 90% interest in Montejinni Resources Pty Ltd up to the date of deregistration (refer note 26). The non-controlling interest held 10% (2025: 10%) of the voting rights of Montejinni Resources Pty Ltd.

SOMERSET MINERALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30 JUNE 2026 (continued)



26. Disposal of subsidiaries

Tempus Resources (Canada) Ltd and its wholly owned subsidiary No. 75 Corporate Ventures Ltd

On 2 June 2026 the Group lost control of Tempus Resources (Canada) Ltd and its wholly owned subsidiary No. 75 Corporate Ventures Ltd, which together held the Blackdome-Elizabeth Project in British Columbia, Canada.

Control passed on receipt of the final cash payment of C\$50,000, which satisfied the last outstanding condition for the counterparty to exercise its earn-in right under the terms of the earn-in agreement.

Total cash consideration was C\$150,000, of which C\$100,000 was received on 1 October 2024 in the prior financial year and C\$50,000 on 2 June 2026. The receipts were applied against the carrying amount of the exploration and evaluation asset as they were received.

The disposal is not presented as a discontinued operation. The Group retains its Prescott and Coppermine projects in Canada and the disposal is therefore of one project within a continuing geographical area rather than of a separate major line of business or geographical area of operations.

The carrying amounts of the assets and liabilities derecognised on the date control was lost were as follows:

	2 June 2026 \$
Cash and cash equivalents	1,738
Bond deposits	245,513
Exploration and evaluation	50,413
Asset retirement obligation	(4,200,549)
Net liabilities derecognised	(3,902,885)

The gain recognised on loss of control was as follows:

	2 June 2026 \$
Consideration received	50,413
Net liabilities derecognised	3,902,885
Reclassification of foreign currency translation reserve	444,807
Gain on loss of control	4,398,105

The gain arises principally from the derecognition of the asset retirement obligation relating to the project and from the reclassification to profit or loss of cumulative foreign exchange differences previously recognised in the foreign currency translation reserve. The gain is included as income in the consolidated statement of profit or loss and other comprehensive income.

The net cash inflow on disposal was as follows:

	2 June 2026 \$
Consideration received in cash	50,413
Less: cash and cash equivalents disposed of	(1,738)
Net cash inflow - investing activities	48,675

The Group retains a 0.5% net smelter return royalty over the property, which the grantor may repurchase at any time for CAD 25,000 and is entitled to a first production payment of CAD 100,000 payable within 180 days of first production. Both have been measured at a fair value of nil at the date control was lost, which has been formed on the basis of the stage of the project and likelihood to production.

Prepayments of AUD \$249,477 relating to the project, which were held outside the disposed entities and no longer represent future economic benefits to the Group, were written off on the same date.

For personal use only

Montejinni Resources Pty Ltd

During the year ended 30 June 2026, Montejinni Resources Pty Ltd, a dormant subsidiary in which the Group held a 90% interest, was deregistered. The Group's interest in the entity ceased on deregistration and it has been deconsolidated from that date. The entity held no assets or liabilities at that date. The non-controlling interest deficit of \$25,696 was derecognised, resulting in a loss of \$25,696 recognised in profit or loss.

27. Contingent assets and liabilities

Contingent assets

The Group had no contingent assets as at 30 June 2026 and 30 June 2025.

Contingent liabilities

At 30 June 2025, the Group disclosed that its subsidiary, Condor Gold S.A., was subject to a claim by the Ecuadorian taxation authority for tax liabilities relating to a portion of the Rio Zarza licence that Condor Gold S.A. sold before the Group acquired it. The Group recognised a provision of \$251,639 for the costs that could be reliably measured, and noted significant uncertainty over any further liabilities that might arise.

The Tax Tribunal of Ecuador's National Court of Justice, the country's highest court, has since dismissed the taxation authority's appeal and upheld an earlier ruling in the Group's favour, which found the assessments unlawful. The ruling is enforceable and the matter is now closed, with no further liabilities arising.

The provision was reversed during the year and recognised as income (refer Note 4(a) and Note 11(a)).

The Group notes that Royalties exist over certain tenements held by the Group and become payable upon the receipt of revenue from mining activities.

The Group had no other contingent liabilities as at 30 June 2026 and 30 June 2025.

28. Events subsequent to year end

- On 8 July 2026, the Company issued 2,057,537 fully paid ordinary shares on conversion of performance rights held by Mr Chris Hansen;
- On 12 August 2026, the Company issued 53,688,019 fully paid ordinary shares under its entitlement offer, raising \$429,504 before costs;
- On 19 August 2026, the Company issued 91,999,937 fully paid ordinary shares under its entitlement offer shortfall, raising \$735,999 before costs;
- On 31 August 2026, Mr Alex Vilela was appointed Executive Technical Director; and
- On 9 September 2026, the Company issued 134,999,998 options exercisable at \$0.02 and expiring 30 September 2029 to placement participants and the lead manager.

Apart from the above, no other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

SOMERSET MINERALS LIMITED
CONSOLIDATED ENTITY DISCLOSURE STATEMENT
AS AT 30 JUNE 2026



Somerset Minerals Limited is required by Australian Accounting Standards to prepare consolidated financial statements in relation to the Company and its controlled entities (the Group).

Entity Name	Entity Type	Place formed/ Country of Incorporation	Ownership interest	Australian tax resident or foreign tax resident	Foreign tax jurisdiction
Somerset Minerals Limited (the Company)	Body Corporate	Australia	N/A	Australia	N/A
Condor Gold S.A.	Body Corporate	Ecuador	100%	Foreign	Ecuador
Miningsources S.A.	Body Corporate	Ecuador	100%	Foreign	Ecuador
Somerset (Canada) Pty Ltd	Body Corporate	Australia	100%	Australia	N/A
Flexure Minerals Ltd	Body Corporate	Canada	100%	Foreign	Canada
Sentinel Resources Pty Ltd	Body Corporate	Australia	100%	Australia	N/A
1501253 B.C. LTD.	Body Corporate	Canada	100%	Foreign	Canada

Basis of preparation

The consolidated entity disclosure statement (CEDS) has been prepared in accordance with subsection Section 295 (3A) of the *Corporations Act 2001*. The entities listed in the statement are Somerset Minerals Limited and all the entities it controls in accordance with AASB 10 Consolidated Financial Statements.

Key assumptions and judgements

Determination of tax residency

Section 295 (3A) *Corporations Act 2001* requires that the tax residency of each entity which is included in the Consolidated Entity Disclosure Statement (CEDS) be disclosed. In the context of an entity which was an Australian resident, "Australian resident" has the meaning provided in the *Income Tax Assessment Act 1997 (Cth)*. The determination of tax residency involves judgment as the determination of tax residency is highly fact dependent and there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the Group has applied the following interpretations:

Australian tax residency

The Group has applied current legislation and judicial precedent, including having regard to the Commissioner of Taxation's public guidance in Tax Ruling TR 2018/5.

Foreign tax residency

The Group has applied current legislation and where available judicial precedent in the determination of foreign tax residency. Where necessary, the Group 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.

SOMERSET MINERALS LIMITED
DIRECTORS' DECLARATION
30 JUNE 2026

In the Directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as stated in Note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the year then ended;
- there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The Directors have been given the declarations required by section 295A of the *Corporations Act 2001*.

Signed in accordance with a resolution of Directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors



Chris Hansen
Managing Director

Date: 30 September 2026
Perth

For personal use only

AUDITOR'S INDEPENDENCE DECLARATION**TO THE DIRECTORS OF SOMERSET MINERALS LIMITED
AND ITS CONTROLLED ENTITIES**

In accordance with section 307C of the *Corporations Act 2001*, I declare to the best of my knowledge and belief in relation to the audit of the financial report of Somerset Minerals Limited for the year ended 30 June 2026, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.

This declaration is in respect of Somerset Minerals Limited and the entities it controlled during the year.

Pitcher Partners BA&A PTY LTD

PITCHER PARTNERS BA&A PTY LTD



PAUL MULLIGAN
Executive Director
Perth, 30 September 2026

For personal use only

**SOMERSET MINERALS LIMITED
ABN 70 625 645 338**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Somerset Minerals Limited ("the Company") and its controlled entities ("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 statements including material accounting policy information, the consolidated entity disclosure statements and the directors' declaration.

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

- (a) 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 then ended; and
- (b) 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 APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional and Ethical Standards Board ("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 1(o) in the financial report for the year ended 30 June 2026, which indicates that the Group had incurred a net profit after tax of \$2,169,869 (2025: net loss of \$1,928,164) and had net cash outflow from operating and investing activities of \$7,808,737 (2025: \$2,647,622). At 30 June 2026, the Group had cash and cash equivalents of \$3,071,350.

These conditions, along with other matters as set forth in Note 1(o) indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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.

For personal use only

**SOMERSET MINERALS LIMITED
ABN 70 625 645 338**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED**

Key Audit Matter	How our audit addressed the key audit matter
Carrying value of exploration and evaluation assets <i>Refer to Note 1(e), 2, 9</i>	
As at 30 June 2026, the carrying value of the exploration and evaluation assets was \$10,998,862. At 30 June 2026, the Group is required to assess whether: • there is any indication that an impairment loss recognised in period periods may no longer exist or may have decreased; and • there is any indication that the exploration and evaluation assets may be further impaired. If any such indicators exist, then the Group is required to estimate the recoverable amount of its exploration and evaluation assets. The determination as to whether there are any indicators to require an exploration and evaluation asset to be assessed for impairment, involves a number of management judgments including but not limited to: • Whether the Group has tenure of the tenements; • Whether the Group has sufficient funds to meet the tenement minimum expenditure requirements; and • Whether there is sufficient information for a decision to be made that the area of interest is not commercially viable. During the period, the Group determined that there were indicators of impairment, as disclosed in Note 9 to the financial statements. An impairment expense of \$21,831 was recognised in the consolidated statement of profit or loss and other comprehensive income as a result Given the size of the balance and the judgemental nature of the impairment indicator assessments, we consider this is a key audit matter.	Our procedures included, amongst others: Obtaining an understanding of and evaluating the design and implementation of the processes and controls associated with the capitalisation of exploration and evaluation expenditure, and those associated with the assessment of impairment indicators. Examining the Group's right to explore in the relevant area of interest, which included obtaining and assessing supporting documentation. We also considered the status of the exploration licences as it related to tenure. Considering the Group's intention to carry out significant exploration and evaluation activity in the relevant area of interest, including an assessment of the Group's cash-flow forecast models, assessing the sufficiency of funding and discussions with senior management and Directors as to the intentions and strategy of the Group's. Testing a sample of transactions by sighting evidence of signed contracts, related invoices and comparing the amount recognised as deferred exploration and evaluation assets is in accordance with AASB 6 <i>Exploration for and Evaluation of Mineral Resources</i>. Reviewing management's evaluation and judgement as to whether the exploration activities within each relevant area of interest have reached a stage where the commercial viability of extracting the resource could be determined. Assessing the adequacy of the disclosures included within the financial report.

**SOMERSET MINERALS LIMITED
ABN 70 625 645 338**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED**

Key Audit Matter

How our audit addressed the key audit matter

Share-based payments

Refer to Note 1(k), 2, 15 & 16

During the year ended 30 June 2026, the Group recognised a share-based payment expense of \$728,474. This amount comprised the value attributable to performance rights issued to Directors and employees during the financial year ended 30 June 2026.

In addition, the Group also recognised a number of share-based payments for shares and other equity instruments issued in lieu of payments to suppliers for services provided, including capital raising services, and in lieu of interest payable on financial liabilities;

Under Australian Accounting Standards, equity settled awards issued are measured at fair value of the services received, or if not reliably measurable, the fair value of the equity instruments granted on the measurement date taking into consideration the probability of the vesting conditions attached. This amount is recognised as an expense either immediately if there are no vesting conditions, or over the vesting period if there are vesting conditions.

In calculating the fair value there are a number of judgements management must make, including but not limited to:

- estimating the likelihood that the equity instruments will vest;
- estimating the likelihood that the equity instruments will vest;
- expected dividend yield; and
- risk-free rate of interest.

Due to the significance to the Group's financial report and the level of judgment involved in determining the valuation of the share-based payments, we consider the Group's calculation of the share-based payment expense to be a key audit matter.

Our procedures included, amongst others:

Obtaining an understanding of the relevant controls and evaluating the design and implementation of the relevant controls associated with the preparation of the valuation model used to assess the fair value of share-based payments, including those relating to volatility of the underlying security and the appropriateness of the model used for valuation.

Critically evaluating and challenging the methodology and assumptions of management in their preparation of valuation model, including management's assessment of likelihood of vesting, agreeing inputs to internal and external sources of information including but not limited to:

- Estimating the likelihood that the equity instruments will vest;
- Estimating expected future share price volatility;
- Expected dividend yield; and
- Risk-free rate of interest

Assessing the appropriateness of share-based payments expensed during the year, including recalculation of such amounts pursuant to the requirements of Australian Accounting Standards AASB 2 *Share-based Payment* ("AASB 2").

Assessing the adequacy of the disclosures included in the financial report.

For personal use only

**SOMERSET MINERALS LIMITED
ABN 70 625 645 338**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED**

Key Audit Matter	How our audit addressed the key audit matter
Disposal of Subsidiaries <i>Refer to Note 26</i>	
During the year, the Group disposed of its interests in Tempus Resources (Canada) Ltd and No. 75 Corporate Ventures Ltd, which together held the Blackdome-Elizabeth Project. The transaction resulted in the loss of control of the subsidiaries and the recognition of a gain of \$4,372,409 in profit or loss. In accounting for the deconsolidation, management applied significant judgement in: - determining the date on which control was lost; - assessing whether the conditions of the transaction had been satisfied; - identifying the assets, liabilities and reserves to be derecognised; - determining the fair value of the retained 0.5% net smelter return royalty and First Production Payment; and - calculating the resulting gain on deconsolidation Due to the significance of the transaction and the judgement involved in accounting for the loss of control and determining the resulting gain, we considered this area to be a key audit matter.	Our procedures included, amongst others: Reviewing the relevant earn-in and amendment agreements and assessing management's determination of the date on which control was lost. Evaluating management's assessment of the loss of control against the requirements of AASB 10, including the contractual rights and obligations arising from the transaction. Examining supporting documentation for completion of the transaction, including agreeing the consideration received to supporting documentation and assessing whether the relevant contractual conditions had been satisfied. Assessing management's deconsolidation calculation, including: - agreeing the assets, liabilities and reserves derecognised to the underlying accounting records; - recalculating the gain recognised on deconsolidation; - assessing the reclassification of the foreign currency translation reserve; and - evaluating management's fair value assessment of the retained 0.5% net smelter return royalty and First Production Payment; Assessing the adequacy of the disclosures in Note 26, including their consistency with the accounting treatment and judgements applied by management.

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2026 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly 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 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, 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.

Responsibilities of the Directors for the Financial Report

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

- a) the financial report (other than the consolidated entity disclosure statement) 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 (other than the consolidated entity disclosure statement) 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 have no realistic alternative but to do so.

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.

SOMERSET MINERALS LIMITED**ABN 70 625 645 338****INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED**

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 21 to 27 of the directors' report for the year ended 30 June 2026. In our opinion, the Remuneration Report of Somerset 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.

Pitcher Partners BA&A PTY LTD

PITCHER PARTNERS BA&A PTY LTD



Paul Mulligan
Executive Director
Perth, 30 September 2026

ASX ADDITIONAL INFORMATION

Additional information required by Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 22 September 2026.

(a) Ordinary shareholders

There are 1,604,625,050 fully paid ordinary shares on issue, held by 2,715 shareholders.

(b) Twenty largest shareholders

The names of the twenty largest holders of quoted ordinary shares are:

Rank	Name	Units	% of Units
1	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	102,850,281	6.41%
2	UBS NOMINEES PTY LTD	66,833,333	4.17%
3	DECK CHAIR HOLDINGS PTY LTD	52,880,000	3.30%
4	NETWEALTH INVESTMENTS LIMITED <WRAP SERVICES A/C>	42,741,938	2.66%
5	KEMBLA NO 20 PTY LTD<CAA A/C>	38,000,000	2.37%
6	KEA HOLDINGS PTY LTD <IOS HOLDING A/C>	35,500,000	2.21%
7	TREASURY SERVICES GROUP PTY LTD <NERO RESOURCE FUND A/C>	31,850,000	1.98%
8	CITICORP NOMINEES PTY LIMITED	30,144,326	1.88%
9	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	27,964,524	1.74%
10	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	24,170,257	1.51%
11	CHRISTOPHER HANSEN	21,767,413	1.36%
12	MAJI INVESTMENTS PTY LTD	21,567,717	1.34%
13	MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED	21,501,275	1.34%
14	DREAVR INVESTMENTS AUSTRALIA PTY LTD	20,000,000	1.25%
15	VERVE INVESTMENTS PTY LTD	19,800,000	1.23%
16	TEMPLAR CORPORATE PTY LTD	19,800,000	1.23%
17	MR GLENN JOHN POOLE	18,028,086	1.12%
18	KEVREX PTY LTD <KEVREX INVESTMENT A/C>	17,246,182	1.07%
19	CLEAR RIDGE CAPITAL PTY LTD <CLEAR RIDGE CAPITAL A/C>	16,000,000	1.00%
20	MR CAMERON JOHN LEVETT & MRS SUSANNE LEVETT	14,029,335	0.87%
Total		642,674,667	40.05%
Total Issued Capital		1,604,625,050	100.00%

(c) Voting rights

All ordinary shares (whether fully paid or not) carry one vote per share without restriction.

(d) Unmarketable parcels

Minimum \$500.00 parcel at \$0.011 per unit is 1,738 holders with 13,222,557 shares.

(e) Distribution of shareholders

Analysis of numbers of shareholders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	488	276,491	0.02%
1,001 – 5,000	654	1,636,268	0.10%
5,001 – 10,000	213	1,564,156	0.10%
10,001 – 100,000	612	26,378,717	1.64%
100,001 and above	748	1,574,769,418	98.14%
Total	2,715	1,604,625,050	100.00%

(f) Substantial shareholders

There are no substantial shareholders of the Group.

Minimum \$500.00 parcel at \$0.011 per unit is 1,735 holders with 13,271,155 shares.

ASX ADDITIONAL INFORMATION

(g) Share buy backs

There is no current on-market buy-back scheme.

(h) Unlisted Options

The Company has a total of 510,221,400 unlisted options on issue.
Unlisted options do not carry any voting rights.

(i) Performance Rights

The Company has a total of 81,500,014 performance rights on issue.
Performance rights do not carry any voting rights.

(j) Distribution of option holders

Unlisted options exercisable at \$0.05, expiring 30 November 2027

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	36	48,544,077	100%
Total	36	48,544,077	100%

There were no holders of these unlisted options which held greater than 20% or more.

Unlisted options exercisable at \$0.024, expiring 30 September 2029

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	3	107,509	0.06%
100,001 and above	126	231,225,802	99.94%
Total	129	231,333,311	100.00%

There were no holders of these unlisted options which held greater than 20% or more.

ASX ADDITIONAL INFORMATION

Unlisted options exercisable at \$0.020, expiring 30 September 2029

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	47	15,825	0.01%
1,001 – 5,000	33	93,970	0.04%
5,001 – 10,000	11	72,772	0.03%
10,001 – 100,000	53	2,207,009	0.98%
100,001 and above	120	222,954,436	98.94%
Total	126	225,344,012	100.00%

There were no holders of these unlisted options which held greater than 20% or more.

Unlisted options exercisable at \$0.03, expiring 30 September 2029

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	1	5,000,000	100.00%
Total	1	5,000,000	100.00%

Holders of greater than 20% or more of these options are as follows:

BT GLOBAL HOLDINGS PTY LTD <BT UNIT A/C>	5,000,000	100.00%
--	-----------	---------

(k) Distribution of performance rights holders

Analysis of numbers of performance rights holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	20	81,500,014	100.00%
Total	20	81,500,014	100.00%

Holders of greater than 20% or more of these performance rights are as follows:

CHRISTOPHER HANSEN	28,310,300	34.74%
MR ALEXANDRE JONES VILELA DA SILVA	26,310,300	32.28%

(l) Annual corporate governance statement

The Company's Corporate Governance Statement can be found on the Company's website at the following URL: <https://somerseminerals.com.au/corporate-governance/>

For personal use only

ASX ADDITIONAL INFORMATION

(m) Schedule of tenements

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
209456	Blackdome - Elizabeth	Lease	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
209457	Blackdome - Elizabeth	Lease	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509143	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509145	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509426	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509427	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509428	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509429	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509527	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509530	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509535	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509537	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509554	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509555	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509560	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509562	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509564	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509610	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509612	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509618	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509621	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
511687	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
535738	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
535742	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
535925	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
535993	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
539006	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
539008	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
539009	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
541801	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1029609	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044652	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044658	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044659	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044660	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044715	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044716	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044737	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044780	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044790	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044791	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044793	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044795	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044797	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044798	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044799	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
1044800	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044801	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044813	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044814	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044854	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044856	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1045917	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1045918	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1045919	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1046950	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509417	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
511626	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509354	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509356	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509357	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509358	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509359	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509360	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509405	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509409	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509412	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509415	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
666083	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
666044	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
666063	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044665	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044666	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1044667	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1073322	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1073324	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1084605	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
1084606	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
509411	Blackdome - Elizabeth	Claim	Canada	0%	Sold	No 75 Corporate Ventures Ltd.
4504/716	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
4501/716	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
4502/716	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
4503/716	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6260/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
9257/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6262/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6261/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6258/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6255/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6256/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
6263/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6264/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
6259/933	Blackdome - Elizabeth	Crown Grant	Canada	0%	Sold	Tempus Resources (Canada) Ltd
500055.1	Rio Zarza	Mining Title	Ecuador	100%	Granted	Condor Gold S.A
500228.1	Valle Del Inca I	Mining Title	Ecuador	100%	Granted	Condor Gold S.A
104428	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104430	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104431	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104816	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104814	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104815	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104444	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104446	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104447	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104448	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104463	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104432	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104433	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104434	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104435	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104436	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104437	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104438	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104539	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104464	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104462	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104489	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104490	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104487	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104488	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104491	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104492	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104493	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104494	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104495	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104496	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104441	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104442	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104450	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104429	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104439	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104452	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104453	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104454	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104455	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104459	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd

For personal use only

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
104460	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104440	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104443	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104445	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104449	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104427	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104451	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104456	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104457	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104458	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104461	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104861	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104862	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104863	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
105382	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104724	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104726	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104727	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104729	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104731	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104732	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104736	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104739	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104740	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104741	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104743	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104744	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104746	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104747	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104748	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104749	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104750	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104751	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104752	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104754	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104755	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104756	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104758	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104759	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104760	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104761	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104762	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104763	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104764	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104766	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104767	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104768	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.

For personal use only

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
104770	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104771	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104773	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104774	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104775	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104776	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104777	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104778	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104779	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104780	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104781	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104782	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104783	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104784	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104785	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104786	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104787	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104788	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104789	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104790	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104791	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104792	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104793	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104794	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104795	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104796	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104797	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104939	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104940	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104941	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105028	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105029	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105030	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105031	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105032	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105033	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105034	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105035	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105036	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105037	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105119	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105120	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105121	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105122	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105123	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105124	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105125	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
105126	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105127	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105128	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105129	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105130	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105131	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105132	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105133	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105134	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105135	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105136	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105137	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105138	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105139	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105140	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105141	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105142	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105143	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105144	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105145	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105146	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105147	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105148	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
CO-54 & CO-58	Coppermine Project	Exclusive Exploration Rights	Canada	100%	Granted	1501253 B.C. Ltd.

(n) Mineral resources and ore reserves statement

The Company held no Mineral Resources or Ore Reserves as at 30 June 2026.

The Elizabeth Project was the only project of the Company for which a Mineral Resource had previously been estimated. On 2 June 2026 the Company divested the project through the sale of its wholly owned subsidiaries, Tempus Resources (Canada) Ltd and No. 75 Corporate Ventures Ltd.