

# Andromeda

METALS

**FINANCIAL REPORT**

**For the Half-Year Ended**

**31 December 2025**

## CONTENTS

	Page
Directors' Report	3
Auditor's Independence Declaration	14
Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income	15
Condensed Consolidated Statement of Financial Position	16
Condensed Consolidated Statement of Changes in Equity	17
Condensed Consolidated Statement of Cash Flows	18
Notes to the Financial Statements	19
Directors' Declaration	27
Independent Auditor's Review Report	28

## Directors' Report

The names of the directors of Andromeda Metals Limited (**Andromeda, the Company**) during the half-year period and as at the date of this report, are:

**Sue-Ann Higgins**

Executive Chair

LLB (Hons), BA, ACIS, GAICD  
Grad Dip Company Secretarial Practice  
Grad Dip Applied Finance and Investment

**Michael Wilkes**

Non-Executive Director  
Remuneration and Nomination Committee Chair  
Audit and Risk Committee Chair

BEng (Hons), MBA, MAusIMM, MAICD

**Jean-Dominique Sorel**

Non-Executive Director

BSc, MBA

**Miguel Galindo**

Non-Executive Director

MEngSc (Chem) majoring in Ceramic  
Technology, Post-graduate studies at  
London Business School (UK), Fuqua  
Business School at Duke University  
(USA) and INSEAD (Singapore)

## Operating and Financial Review

### Strategy

To achieve the goal of delivering superior long-term shareholder returns, the directors of Andromeda Metals have formulated a strategy for the Company, comprising the following key elements:

- The Company's primary focus is on advancing the Great White Project (**GWP**, the **Project**) through to a final investment decision for development and production. This is underpinned by the Directors continuing to see a strong growing market, with supply deficits, for high-quality kaolin products driven by long-term declines in global sources of supply.
- The Company will seek to pursue additional opportunities to develop new products, processes and/or technologies that leverage the high-quality kaolin from GWP and have the potential to further enhance shareholder value. This includes the potential for Andromeda to become a low-cost producer of the high-value critical mineral, high-purity alumina.
- The Company will adhere to principles of good corporate governance, caring for its employees, conducting its operations in an environmentally sensitive and safe manner, and maintaining respect for its stakeholders and for the communities in which it operates.
- The Company acknowledges the importance of committing to, and establishing, an integrated approach to Sustainability supported by consistent reporting on Environmental, Social and Governance (**ESG**) frameworks and factors. As the Company moves into production its aspiration is to adopt, monitor and report on relevant frameworks and metrics that emerge from the developing consensus and convergence of ESG standards used in Australia and the main markets in which the Company sells its products. The Company will also comply with all legislative requirements for sustainability reporting.

### Financial Results

Income for the six months ending 31 December 2025 was \$305,204, representing a 43% decrease from the \$534,651 during the prior corresponding period (pcp). The decrease was driven by larger adjustments in accrued research and development incentives for activities conducted by the Company in FY24 compared to the equivalent adjustments in FY25.

The net result of operations for the six months ending 31 December 2025 was a loss after income tax of \$101,576,350 (31 December 2024 loss of \$2,337,940) representing a 4,245% increase from the corresponding period, reflecting an impairment of \$98,942,403 following a reassessment of asset carrying values based on current information available at the reporting date, consistent with applicable accounting standards.

Exploration and evaluation expenditure for the six months ending 31 December 2025 was \$3,077,266 (2024: \$1,423,289), the majority of which was directed towards the advancement of the Great White Project. In accordance with the Group's accounting policy, \$3,077,266 (2024: \$1,402,443) was capitalised.

Operating expenditure, excluding exploration and evaluation impairment and expenses for the six months ending 31 December 2025 totalled \$2,939,151 (2024: \$2,718,628) which is inclusive of the valuation of options and performance rights issued to directors and employees.

At 31 December 2025, the Company held cash and cash equivalents totalling \$10,061,519 (31 December 2024: \$3,205,225).

## **Review of Operations**

During the period 1 July to 31 December 2025, the primary focus for Andromeda has been to continue the advancement of the Great White Project (**GWP**) while also progressing the potential to become a low-cost producer of the high-value critical mineral, high-purity alumina (**HPA Project**).

### **The Great White Project**

The Company continued moving towards making a final investment decision for the initial Stage 1A+ development of GWP while progressively de-risking the project and evaluating funding arrangements.

### **Project Funding**

During the period, the Company progressed its global cornerstone equity funding process as part of a broader project funding strategy to support the development of Stage 1A+ of the GWP. Due diligence processes and discussions on terms and documentation were progressed to an advanced stage with a cornerstone equity investor, for an investment at the asset level for both the GWP and the HPA Project. The process is in its final stages but has experienced delay due to recent geopolitical events in the Middle East.

### **Capital Raising**

To support the continued advancement of the GWP in the Period, the Company raised over \$14 million before costs in capital (**Capital Raising**), via:

- Share Placement – successful placement of new fully paid ordinary shares which raised \$13 million, with significant demand from institutional and sophisticated investors<sup>1</sup>;
- Share Purchase Plan (**SPP**) – to eligible shareholders on the same terms as the Share Placement, which raised \$996,000 before costs<sup>2</sup>; and
- \$30,000 participation by a Director who was not a shareholder at the time of the Capital Raising, with the securities issued following shareholder approval obtained at a General Meeting held on 10 December 2025.

Participants under both the Share Placement and SPP also received three (3) free attaching options for every five (5) New Shares allocated exercisable at \$0.026 for a fully paid ordinary share, expiring 2 years from the date of issue.

The funds raised under the Capital Raising were used to:

- Support the development of the GWP, including:
  - Lodgement of a \$3.79 million rehabilitation bond and payment of \$670,000 to the Native Vegetation Fund to satisfy the Significant Environmental Benefit (SEB) obligations;
  - Early Works activities at the GWP mine site; and,
  - Procurement of Stage 1A+ equipment and transportation of key long lead items already fabricated to Australia.
- Advancement of the HPA Project;
- Product marketing – across both GWP and the HPA Project; and,
- General working capital and costs of the Capital Raising.

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<sup>1</sup> Refer to ADN ASX dated 17 October 2025 titled *Successful completion of \$13 million Placement*.

<sup>2</sup> Refer to ADN ASX dated 18 November 2025 titled *Results of Share Purchase Plan*.

## Operations

Early Works activities commenced following lodgement of a \$3.79 million rehabilitation bond and payment of \$670,000 to the Native Vegetation Fund to satisfy the Significant Environmental Benefit (SEB) obligations.

Site preparation activities were undertaken, including establishment of the mine access, installation of mine site entrance gate and signage, erection of fencing and geotechnical drilling.

Activities undertaken subsequent to the period, include:

- Commencement of bulk earthworks for the Stage 1A+ processing plant;
- Continued erection of fencing on the Mining Lease;
- Commencement of grade control drilling; and,
- Engineering Detailed Design for the Stage 1A+ processing plant and supporting water infrastructure.

A summary of planned pre-construction Early Works activities, with their progress status, include:

• Payment of environmental compliance payments	✓ <b>Completed</b>
• Site preparation activities, including: <ul style="list-style-type: none"> <li>– Establishment of mine access</li> <li>– Bulk earthworks for the Stage 1A+ processing plant</li> </ul>	✓ <b>Completed</b> <b>Underway</b>
• Geotechnical Drilling	✓ <b>Completed</b>
• Grade Control Drilling	✓ <b>Completed</b>
• Insurance arrangements	✓ <b>Completed</b>
• Finalisation of the Engineering Detailed Design for: <ul style="list-style-type: none"> <li>– Stage 1A+ processing plant</li> <li>– Supporting water infrastructure</li> </ul>	<b>Underway</b> <b>Underway</b>
• Transport of key long-lead equipment items, currently fabricated and warehoused overseas, to Australia	<b>Underway</b>

During the period, procurement of long lead items for Stage 1A+ was also progressed.

In anticipation of a final investment decision and supported by the funds raised in the Capital Raising, preparations were made during the quarter for the transport of key long lead equipment items, which are currently fabricated and warehoused overseas, to Australia.

The current status of long-lead equipment items is as follows:

- Fluid bed dryer – factory acceptance testing (FAT) completed, warehoused, ready for shipment;
- Thickener – FAT completed, warehoused, arrived and stored in Australia;
- Drum washer – FAT completed, warehoused, ready for shipment;
- Filter Press – FAT completed, all components being shipped to Australia, except for break-bulk components awaiting departure of suitable vessel; and,
- Filter Cake Feeder – engineering design complete, with fabrication to commence following an anticipated final investment decision.

The Company also prepared for the procurement of the 'balance of plant' capital and infrastructure items for Stage 1A+. Due to anticipated demand and purchasing lead times, a deposit was paid for the microturbines required to power the Stage 1A+ processing plant and GWP mine site, secured through a lease-to-own arrangement.

Operations at the Streaky Bay Pilot Plant were minimised to conserve cash, while also enabling the delivery of samples for customer testing and product validation.

During the period there were no lost time injuries and no reportable environmental incidents.

### **High Purity Alumina (HPA) Project**

While the GWP remained the Company's primary focus, the opportunity for Andromeda to become a low-cost producer of the high-value critical mineral HPA, was progressed.

During the period, a Scoping Study was completed, demonstrating market-leading economics of producing the critical mineral HPA from high-quality Great White kaolin using Andromeda's innovative technology<sup>3</sup>.

Key findings of the HPA Scoping Study<sup>4</sup>:

- HPA Processing Facility capable of producing 10,000 tpa of 4N HPA using ~30,000 tpa of GWP kaolin as feedstock.
- Net Present Value<sup>5</sup> (NPV10) of approximately \$1.48 billion (pre-tax) and \$1.01 billion (post-tax)<sup>6</sup>.
- Pre-production capital costs of approximately \$155 million (inclusive of 30% contingency)<sup>7</sup>:
  - Market-leading capital intensity of \$15,459 (US\$9,894) per tonne of HPA capacity;
  - Significantly below other reported processes.
- Operating costs of approximately \$4,718 (US\$3,020) per tonne:
  - Significantly below other globally reported processes;
  - Excludes any benefits from potential sales of amorphous silicate by-products.
- High product margin of 85%, equivalent to approximately \$26,532 (US\$16,980) per tonne using conservative pricing assumptions of \$31,250 (US\$20,000) per tonne.
- Favourable market fundamentals with 20%<sup>8</sup> compound annual growth rate (CAGR) of demand, leading to an estimated supply shortfall of up to 78,071 tonnes in 2030, equivalent to 127% of current available global production capacity<sup>9</sup>.
- Potential for Andromeda to become a global leader in the production of low-carbon HPA, with modelling indicating 6.47 tonnes of carbon dioxide emissions per tonne of HPA (t-CO<sub>2</sub>/t-HPA) using natural gas, which is 48% lower than the reported 12.44 t-CO<sub>2</sub> / t-HPA of traditional aluminium alkoxide process<sup>9</sup>.

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<sup>3</sup> Refer ADN ASX dated 18 September 2025 titled *HPA Scoping Study demonstrates market-leading economics of Andromeda's innovative technology*; all material assumptions and technical parameters underpinning the estimates and forecast financial information continue to apply and have not materially changed.

<sup>4</sup> Australian dollars quoted, unless otherwise stated. USD/AUD exchange rate of 0.64 assumed. Figures are approximate and subject to rounding.

<sup>5</sup> Calculated using a discount rate of 10%.

<sup>6</sup> Assumes company tax rate of 30%.

<sup>7</sup> Excludes additional costs for PFS, marketing and other studies including ongoing testwork, currently estimated to cost approximately \$4 million.

<sup>8</sup> High Purity Alumina Special Report 2023, CRU, October 2025.

<sup>9</sup> Refer AlphaHPA ASX dated 21 May 2021 titled *Carbon footprint modelling highlights – HPA First Project Green Credentials*.

Following the completion of the Scoping Study, the Company progressed the HPA opportunity with the commencement of pilot-scale testwork, to produce commercial samples of the critical mineral HPA for distribution to potential customers for evaluation.

Through replicating the successful testwork undertaken to date, the pilot-scale testwork is expected to produce 4N HPA (99.99% purity) using a continuous process, rather than the batch processing used previously. This will also support the engineering and design of a full-scale production plant for future studies.

Production of a refined Great White kaolin feedstock for use in the pilot-scale testwork, was undertaken, with initial testing conducted of the feedstock.

During the period, the Company progressed the design and preparation activities required for the pilot-scale HPA testwork. Following completion of these preparatory activities, construction and commissioning of the pilot plant is expected to proceed, followed by the commencement of continuous testwork to produce commercial samples of 4N HPA for evaluation by potential customers.

Following is a summary of planned pilot-scale HPA testwork activities, with their progress status:

• Project set-up and design	✓ <b>Completed</b>
• Initial processing of GWP kaolin feedstock	✓ <b>Completed</b>
• Equipment design and selection	✓ <b>Completed</b>
• Equipment manufacture and testing	✓ <b>Completed</b>
• Equipment delivery and set-up	<b>Underway</b>
• Commissioning of pilot plant	<b>Planned</b>
• Production of HPA samples	<b>Planned</b>

The Company's innovative process can produce HPA in a wide range of product forms, from amorphous to crystalline (gamma to alpha), and is flexible to produce HPA to suit individual customer and application needs. The samples of the 4N HPA produced from the pilot-scale testwork will be used for evaluation by prospective customers to assist in determining and designing the required end product form.

In addition to the HPA samples, the pilot-scale testwork will produce a silica by-product. Further analysis and assessment of the by-product is planned as part of this pilot-scale testwork.

During the period, the Company was pleased that it's HPA Project was nominated in the 2025 Premier's Awards for the Energy and Mining industry, and subsequently, named as a Finalist in the Productivity improvement – Resources category. The Company attended the awards ceremony, although was not ultimately successful.

During the period, the Company progressed its HPA patent application from the international Patent Co-operation Treaty (PCT) phase into national phase.

## **Regional Minerals Exploration**

### **Eyre Kaolin Project**

*(Andromeda has earned the right to a 51% interest by expending \$750,000 by November 2024)*

The Eyre Kaolin Joint Venture (EKJV) comprises four tenements located in close proximity to the GWP, which include kaolin prospects with complementary properties to those at GWP.

During the period, the Company awaited the final analytical results, from an external provider, for the samples collected during drilling conducted previous at the Chairlift Deposit. The drilling was undertaken to test for potential extensions and better define areas of the deposit that best complement Great White kaolin, with high brightness and low titanium.

Additionally, Andromeda continued to progress the assessment of approximately 300 historic drillholes within the EKJV Project and surrounding area. Most of these holes were previously assayed only for uranium or heavy mineral sands, are now being reanalysed for a broader spectrum of commodities. This analysis was postponed due to the priorities of participating in due diligence as part of the project funding process, and the planning and execution of Early Works activities at the GWP.

The Company has the right to earn a further 29% interest in the EKJV (for a total of 80%) by expending a further \$2 million on exploration by November 2027.

### **Technical**

During the period, commercial ceramic hotelware testwork was undertaken, with three (3) kaolin samples sent for testing and evaluation for their suitability in commercial hotelware body and glaze formulations.

The testwork was completed at one of the UK's leading mineral processing companies which is based in Stoke-on-Trent, where the majority of the UK's ceramic tableware is manufactured.

The results confirm kaolin from both the Great White Project (GWP) and the Chairlift Deposit as highly competitive, when compared to existing premium kaolins used in the manufacture of high-value commercial hotelware.

The three samples from Andromeda were:

- Two (2) samples of Great White CRM™ products, being:
  - Great White CRM™P – marketed as for use in porcelain tableware
  - Great White CRM™X – which is representative of Stage 1A+ production; and
- Chairlift CRM – a representative processed sample from the Chairlift Deposit<sup>10</sup> which was previously identified as well-suited for the high-quality porcelain ceramics market.

The three samples were assessed and benchmarked in the company's standard hotelware body formulation against other kaolins, including the sole kaolin used by the manufacturer and an additional six (6) other commercial kaolin samples from Europe.

Separately, the three samples from Andromeda were evaluated for their suitability in commercial hotelware glaze formulations and benchmarked against the standard kaolin used by the UK manufacturer.

During the period, the program of testing samples of Great White HRM™ in overseas markets to assess its suitability across a range of potential customer applications, was progressed. This included a testing program across a range of potential customer applications in Japan, Singapore and other Asian markets.

### **Metals Projects**

Andromeda's strategic focus remains on developing our portfolio of kaolin projects which has resulted in the Company divesting its gold and copper assets.

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<sup>10</sup> Refer to ADN ASX dated 16 November 2023 titled *Chairlift Kaolin Deposit Mineral Resource Estimate*.

During the period, the Company continued to await the outcome of the tenement transfer applications related to the completed sales of the Wudinna Gold Project and Moonta Copper Gold Project, via South Australia's subdivision process.

### **Finance**

The Company continued to prudently manage costs during the period. In addition to minimising expenditure, the Company identified other measures to support it in conserving cash.

Cash saving initiatives were implemented, including:

- Mick Wilkes electing not to receive any director fees until the GWP is fully financed;
- Sue-Ann Higgins accepting reduced fees than what she would ordinarily have received as an Executive Chair;
- No short-term cash incentives (STIs) being paid, following the annual remuneration review for the 2025 financial year;
- Continuation of a strategy allowing directors to have some or all of their remuneration or fees satisfied by the issue of zero exercise price options (ZEPOs) during the Period, and extending this for the period from 1 January 2026 to the earlier of final investment decision and 30 June 2026 (subject to shareholder approval, with those fees to be paid in cash if shareholder approval is not obtained).

To support the Company, the Capital Raising was undertaken, which raised over \$14 million before costs, via:

- Share Placement – successful placement of new fully paid ordinary shares which raised \$13 million, with significant demand from institutional and sophisticated investors<sup>11</sup>;
- Share Purchase Plan (**SPP**) – to eligible shareholders on the same terms as the Share Placement, which raised \$996,000 before costs<sup>12</sup>; and
- \$30,000 participation by a Director who was not a shareholder at the time of the Capital Raising, with the securities issued following shareholder approval obtained at a General Meeting held on 10 December 2025.

Participants under both the Share Placement and SPP also received three (3) free attaching options for every five (5) New Shares allocated exercisable at \$0.026 for a fully paid ordinary share, expiring 2 years from the date of issue.

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<sup>11</sup> Refer to ADN ASX dated 17 October 2025 titled *Successful completion of \$13 million Placement*.

<sup>12</sup> Refer to ADN ASX dated 18 November 2025 titled *Results of Share Purchase Plan*.

## **Outlook and Future Developments**

Looking forward, the Company's primary focus will continue to be directed towards further advancing GWP and HPA project through the following:

### **Great White Project**

- Finalisation of the funding process for the financing required for Stage 1A+
- Subject to securing the required funding and a final investment decision being made, commencement of construction of Stage 1A+
- Progression of ongoing discussions, and identification of new potential opportunities, aimed at securing further binding offtake agreements to underpin future expansions for GWP;
- Pursuit of additional opportunities to develop new products, processes and/or technologies that leverage the high-quality kaolin from GWP and have the potential to further enhance shareholder value; and
- Continuation of exploration activities focused on prospects with complementary attributes to the GWP.

### **High Purity Alumina (HPA)**

- Progression of pilot-scale testwork to further validate the HPA flowsheet and produce samples;
- Engagement with potential customers and end-users to support product qualification and assess market requirements;
- Further market analysis and development of marketing strategy
- Advancement of engineering studies to support a pre-feasibility study (**PFS**);
- Completion of a PFS for the HPA project, subject to funding and technical outcomes.

### **Other assets**

The Company will also continue to explore and evaluate its other assets, including the Mt Hope Project and the tenements comprised in the Eyre Kaolin Joint Venture.

### **Dividends**

No dividends were paid or declared since the start of the financial year, and the directors do not recommend the payment of dividends in respect of the financial year.

### **Changes in State of Affairs**

There was no significant change in the state of affairs of the Group during the financial year.

### **Competent Persons Statements**

*Information in this report that relates to the Exploration Results for The Great White Project, Eyre Kaolin Project and Mt Hope Halloysite-Kaolin Project are based on information evaluated by Mr Eric Whittaker who is a Member of the Australasian Institute of Mining and Metallurgy (MAusIMM). Mr Whittaker is the Chief Geologist of Andromeda Metals Limited and has sufficient experience 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 (the "JORC Code"). Mr Whittaker consents to inclusion in this document of the information in the form and context in which it appears.*

*The data in the HPA Scoping Study that relates to Ore Reserve Estimates for the Great White Deposit is based on, and fairly represent, information and supporting documentation fully reviewed and understood by Mr Joseph Ranford who is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM). Mr Ranford approves the Ore Reserve Estimates for the Great White Deposit. Mr Ranford is the Chief Operating Officer of Andromeda Metal Limited and has sufficient experience 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 (the "JORC Code"). Mr Ranford consents to the information contained in this report being used in the form and context in which it appears. Mr Ranford holds Shares and Performance Rights in the Company and is entitled to participate in Andromeda's employee incentive plan.*

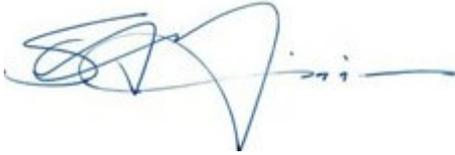
## **Subsequent Events**

There has not been any other matter or circumstance occurring subsequent to the end of the half-year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or state of affairs of the Group in future financial years.

## **Auditor's Independence Declaration**

The auditor's independence declaration is included on page 14 of the half-year financial report.

Dated at Adelaide this 16<sup>th</sup> day of March 2026 and signed in accordance with a resolution of the directors.



**Sue-Ann Higgins**  
Executive Chair



**Michael Wilkes**  
Non-Executive Director

16 March 2026

The Board of Directors  
Andromeda Metals Limited  
431 King William Street  
Adelaide SA 5000

Dear Board Members

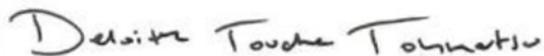
### **Auditor's Independence Declaration to Andromeda Metals Limited**

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Andromeda Metals Limited.

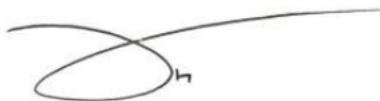
As lead audit partner for the review of the financial report of Andromeda Metals Limited for the half year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- Any applicable code of professional conduct in relation to the review.

Yours faithfully



DELOITTE TOUCHE TOHMATSU



**Darren Hall**  
Partner  
Chartered Accountants

**Condensed Consolidated Statement of Profit or Loss  
and Other Comprehensive Income  
for the Half-Year ended 31 December 2025**

	Note	Half-Year Ended 31/12/25	Half-Year Ended 31/12/24
		\$	\$
Other income	2	305,204	534,651
Impairment of exploration and evaluation assets	3	(98,942,403)	(133,117)
Exploration and evaluation expenditure expensed	3	-	(20,846)
Administration expenses		(653,062)	(869,095)
Corporate consulting expenses		(466,130)	(375,947)
Company promotion		(155,346)	(15,540)
Salaries and wages		(912,658)	(981,441)
Directors fees		(49,429)	(138,498)
Research & development		(426,716)	(310,034)
Share based remuneration	5	(275,810)	(28,073)
<b>Loss before income tax</b>		<b>(101,576,350)</b>	<b>(2,337,940)</b>
Income tax expense		-	-
<b>Loss for the period</b>		<b>(101,576,350)</b>	<b>(2,337,940)</b>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive loss for the period</b>		<b>(101,576,350)</b>	<b>(2,337,940)</b>
Earnings Per Share			
Basic (cents per share) – (Loss)		(2.47)	(0.07)
Diluted (cents per share) – (Loss)		(2.47)	(0.07)

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

**Condensed Consolidated Statement of Financial Position  
as at 31 December 2025**

	Note	31/12/25 \$	30/06/25 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		10,061,519	7,141,892
Trade and other receivables		2,625,014	1,646,795
<b>TOTAL CURRENT ASSETS</b>		12,686,533	8,788,687
<b>NON-CURRENT ASSETS</b>			
Exploration and evaluation assets	3	47,496,685	144,022,614
Property, plant and equipment		6,851,983	6,565,004
Other financial assets		4,621,533	831,533
<b>TOTAL NON-CURRENT ASSETS</b>		58,970,201	151,419,151
<b>TOTAL ASSETS</b>		71,656,734	160,207,838
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,255,246	1,425,540
Provisions		293,712	286,247
Lease liabilities		222,098	214,960
<b>TOTAL CURRENT LIABILITIES</b>		1,771,056	1,926,747
<b>NON-CURRENT LIABILITIES</b>			
Provisions		224,686	196,703
Lease liabilities		37,925	150,476
<b>TOTAL NON-CURRENT LIABILITIES</b>		262,611	347,179
<b>TOTAL LIABILITIES</b>		2,033,667	2,273,926
<b>NET ASSETS</b>		69,623,067	157,933,915
<b>EQUITY</b>			
Issued capital	4	241,051,528	228,045,714
Reserves		2,176,110	2,065,044
Accumulated losses		(173,604,571)	(72,176,846)
<b>TOTAL EQUITY</b>		69,623,067	157,933,912

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

## Condensed Consolidated Statement of Changes in Equity for the Half-Year ended 31 December 2025

	Issued capital	Share Option Reserve	NCI Acquisition Reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2024	219,882,120	205,409	926,813	(66,138,408)	154,875,934
Loss for the period	-	-	-	(2,337,940)	(2,337,940)
Total comprehensive income (loss) for the period	-	-	-	(2,337,940)	(2,337,940)
Issue of share capital through placement	3,400,000	-	-	-	3,400,000
Issue of share capital through entitlement offer	421,382	-	-	-	421,382
Cost associated with the issue of shares	(318,473)	6,253	-	-	(312,220)
Shares issued on the exercise of listed options	146	-	-	-	146
Fair value of options issued to directors	-	16,190	-	-	16,190
Fair value of options issued to employees	-	73,668	-	-	73,668
Fair value of performance rights issued to employees	-	(61,785)	-	-	(61,785)
Balance at 31 December 2024	223,385,175	239,735	926,813	(68,476,348)	156,075,375
Balance at 1 July 2025	228,045,714	1,138,231	926,813	(72,176,846)	157,933,912
Loss for the period	-	-	-	(101,576,350)	(101,576,350)
Total comprehensive income (loss) for the period	-	-	-	(101,576,350)	(101,576,350)
Issue of share capital through placement	13,030,000	-	-	-	13,030,000
Issue of share capital through entitlement offer	996,000	-	-	-	996,000
Cost associated with the issue of shares	(1,066,615)	30,310	-	-	(1,036,305)
Fair value of options issued to directors	-	132,498	-	-	132,498
Fair value of performance rights issued to directors	-	51,108	-	-	51,108
Fair value of performance rights issued to employees	-	92,204	-	-	92,204
Conversion of Options	46,429	(46,429)	-	-	-
Expiry of Options	-	(148,625)	-	148,625	-
Balance at 31 December 2025	241,051,528	1,249,297	926,813	(173,604,571)	69,623,067

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

**Condensed Consolidated Statement of Cash Flows  
for the Half-Year ended 31 December 2025**

	Note	Half-Year Ended 31/12/25 \$	Half-Year Ended 31/12/24 \$
<b>Cash flows related to operating activities</b>			
Government grants received		-	28,000
Payments to suppliers and employees		(2,644,274)	(2,683,101)
<b>Net cash used in operating activities</b>		(2,644,274)	(2,655,101)
<b>Cash flows related to investing activities</b>			
Interest received		95,697	68,813
Payments for exploration and evaluation expenditure		(3,067,704)	(1,700,378)
Payments for plant and equipment		(553,145)	(1,282,238)
Payments for Financial Assets	6	(3,790,000)	-
<b>Net cash used in investing activities</b>		(7,315,152)	(2,913,803)
<b>Cash flows related to financing activities</b>			
Proceeds from shares and equity options		14,026,000	3,821,528
Payment for Capital Raising costs		(1,036,306)	(312,219)
Lease payments		(105,414)	(162,623)
Interest paid		(5,227)	(8,819)
<b>Net cash provided by financing activities</b>		12,879,053	3,337,867
<b>Net increase/(decrease) in cash and cash equivalents</b>		2,919,627	(2,231,037)
<b>Cash and cash equivalents at beginning of financial period</b>		7,141,892	5,436,262
<b>Cash and cash equivalents at end of financial period</b>		10,061,519	3,205,225

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

## Notes to the financial statements

Half-Year ended 31 December 2025

### 1. BASIS OF ACCOUNTING

This half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 “Interim Financial Reporting”. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 “Interim Financial Reporting”. The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

The accounting policies adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the 2025 annual financial report, other than as disclosed below.

#### Application of new and revised Australian Accounting Standards

Standard/amendment	Effective for annual reporting periods beginning on or after	Nature of the change and expected impact
<i>AASB 2014-10 Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (as amended)</i>	1 January 2028	Limits the recognition of gain or loss arising from the loss of control of a subsidiary that does not contain a business in a transaction with an associate or joint venture to the extent of the unrelated investors’ interest in that associate or joint venture. Similar limitations apply to remeasurements of retained interests in former subsidiaries.  These amendments may impact the Group’s consolidated financial statements in future periods should such transactions arise.
<i>AASB 2023-5 Amendments to Australian Accounting Standards – Lack of Exchangeability</i>	1 January 2025	Specifies how to assess whether a currency is exchangeable and how to determine the exchange rate when it is not.  The Group currently does not have operations in countries where the currency is not exchangeable at the measurement date.

The Group has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2025. There has been no material impact to the financial statements of the Group from adopting the updated Standards.

***New and revised Australian Accounting Standards and Interpretations on issue but not yet effective***

Standard/amendment	Effective for annual reporting periods beginning on or after	Nature of the change and expected impact
<i>AASB 18 Presentation and Disclosure in Financial Statements</i>	1 January 2027 (for-profit entities)	<p>AASB 18 replaces AASB 101 Presentation of Financial Statements.</p> <p>It will not change the recognition and measurement of items in the financial statements but will affect presentation and disclosure in the financial statements, including introducing new categories and defined subtotals in the statement of profit or loss, requiring the disclosure of management-defined performance measures, and changing the grouping of information in the financial statements.</p>
<i>AASB 2024-2 Amendments to Australian Accounting Standards - Classification and measurement of financial instruments</i>	1 January 2026	<p>Amends AASB 9 Financial Instruments to introduce an option to derecognise financial liabilities settled through electronic transfer before the settlement date, clarifies how contractual cash flows should be assessed for financial assets with environmental, social and governance (ESG) and similar features, includes additional guidance in respect of non-recourse features and contractually linked instruments and amends specific disclosure requirements.</p> <p>The Group is currently evaluating the expected impact of these amendments on the financial statements.</p>
<i>AASB 2025-1 Amendments to Australian Accounting Standards – Contracts Referencing Nature-dependent Electricity</i>	1 January 2026	<p>Amends AASB 9 Financial Instruments and AASB 7 Financial Instruments: Disclosures by introducing additional guidance for contracts referencing nature-dependent electricity (often structured as power purchase agreements), including contracts to buy or sell nature-dependent electricity and financial instruments that reference such electricity.</p> <p>Amendments added application guidance to AASB 9 to clarify the 'own-use' criteria for contracts to buy electricity generated from nature-dependent sources. In respect of hedges for forecast electricity transactions the amendments to AASB 9 permit a variable nominal amount of the forecast electricity transaction to be designated as the hedged item that is aligned with the variable amount of nature-dependent electricity expected to be delivered by the generation facility as referenced in the hedging instrument.</p> <p>The Group is currently evaluating the expected impact of these amendments on the financial statements.</p>

The Directors of the Company do not anticipate that the application of the amendments will have a material impact on the Group's consolidated financial statements.

**Going Concern**

The consolidated financial statements have been prepared on the going concern basis, which assumes that the Group will continue normal business activities, realise its assets and discharge its liabilities in the ordinary course of business for a period of at least 12 months from the date these financial statements are approved.

For the half year ended 31 December 2025 the Group incurred a net loss of \$101,576,350 (31 December 2024: \$2,337,940), and experienced net cash outflows from operating activities \$2,644,274 (31 December 2024: \$2,655,101) and investing activities of \$7,315,152 (31 December 2024: \$2,913,803).

At 31 December 2025, the Group has cash reserves of \$10,061,519 (31 December 2024: \$3,205,225).

The Directors, in their consideration of the appropriateness of using the going concern basis for the preparation of the financial statements, have had regard to the following matters:

- The Group continues to pursue its flagship development, the Great White Project. It is noted that substantial expenditure to develop the Project will only take place once a final investment decision has been made, following the securing of the required debt and equity funding.
- In parallel, the Group also progressed its funding process for the balance of the Stage 1A+ project funding required to support a final investment decision, and other funding requirements.
- In a scenario in which funding is not secured, management have prepared a cash flow forecast for the period ending 31 March 2027 which indicates minimum funding of \$7.0 million will be required progressively over the period commencing from May 2026 by way of debt, equity or other forms of funding to continue to progress the Group's projects through to 31 March 2027.

In considering the above and the factors available to the Directors to manage the Group's risks, the Directors are satisfied it remains appropriate to prepare the financial statements on the going concern basis.

Should the Group be unable to achieve the additional funding referred to above, there is a material uncertainty that may cast significant doubt as to whether the Group will be able to continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business.

No adjustments have been made to the financial statements relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Group not continue as a going concern.

**2. OTHER INCOME**

	Half-Year Ended 31/12/25 \$	Half-Year Ended 31/12/24 \$
Interest income on bank deposits	97,470	73,798
Research and development incentives (i)	206,638	436,035
Fair value movement in equity investment held at fair value through profit and loss	-	(3,782)
Other	1,096	28,600
	305,204	534,651

(i) *Research & Development tax incentives made up of a (\$19,651) adjustment for FY25 R&D Incentive and accrual of \$226,289 for half year ended 31/12/2025 relating to Research & Development expenditure.*

**3. EXPLORATION AND EVALUATION ASSETS**

	Half-Year Ended 31/12/25 \$	Year Ended 30/06/25 \$
Costs brought forward	144,022,614	143,987,140
Expenditure incurred during the period	3,077,266	2,834,811
Research and development incentives (i)	(660,792)	(2,645,374)
	146,439,088	144,176,577
Impairment of exploration and evaluation expenditure assets		
Exploration impaired (ii)	(98,942,403)	(133,117)
Exploration written off	-	(20,846)
	47,496,685	144,022,614

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

**Exploration and evaluation expenditure expensed**

Exploration and evaluation expenditure expensed relates to exploration activities, such as regional exploration to identify new exploration targets where no tenure is currently held by the Group. Such expenditure is expensed as incurred in accordance with the requirements of AASB 6 - Exploration for and Evaluation of Mineral Resources.

(i) *Research and Development incentives are made up of amounts receivable relating to Government R&D incentives for expenditure directly associated with the Great White Project. The movement is made up of \$84,198 adjustments accrued for the FY25 R&D Incentive and an additional accrual of \$576,594 for R&D expenditure for the half year ended 31/12/2025.*

(ii) *The recoverable value of the Great White Project has been estimated on a "fair value less costs of disposal basis" (per accounting standards), reflecting the directors' assessment of the pre-development status of the Project at the end of the period, taking into account all factors a reasonable market participant would consider*

## 4. ISSUED CAPITAL

	Half-Year Ended 31/12/25 \$	Half-Year Ended 31/12/24 \$
Fully paid ordinary shares	241,103,749	223,437,396
Treasury shares	(52,221)	(52,221)
	<u>241,051,528</u>	<u>223,385,175</u>

Movement in issued shares for the year:

	Half-Year Ended 31/12/25 No.	Half-Year Ended 31/12/25 \$	Half-Year Ended 31/12/24 No.	Half-Year Ended 31/12/24 \$
<i>Fully paid ordinary shares</i>				
Balance at 1 July	3,815,315,863	228,097,935	3,110,270,932	219,934,341
Placement at 1.75 cents	744,571,428	13,030,000	283,333,344	3,400,000
Entitlement offer at 1.75 cents	56,914,350	996,000	35,115,061	421,382
Exercise of listed options	-	-	8,352	146
Exercise of unlisted options	6,632,654	46,429		
Costs associated with the issue of shares	-	(1,066,615)	-	(318,473)
Balance at 31 December	<u>4,623,434,295</u>	<u>241,103,749</u>	<u>3,428,727,689</u>	<u>223,437,396</u>
<i>Treasury shares</i>				
Balance at 1 July	(2,107,500)	(52,221)	(2,107,500)	(52,221)
Change in treasury shares	-	-	-	-
Balance at 31 December	<u>(2,107,500)</u>	<u>(52,221)</u>	<u>(2,107,500)</u>	<u>(52,221)</u>
Total issued capital	<u>4,621,326,795</u>	<u>241,051,528</u>	<u>3,426,620,189</u>	<u>223,385,175</u>

## 5. SHARE OPTIONS AND PERFORMANCE RIGHTS

### Half-year ended 31 December 2025

During the half-year ended 31 December 2025 the Company issued the following share options:

	<b>Number</b>	<b>Exercise Price</b>	<b>Vesting Date</b>	<b>Expiry Date</b>
Unlisted Share Options (ASX: ADNAA)	24,794,118	\$0.0000	Various	Various
Listed Share Options (ASX: ADNO)	293,461,554	\$0.0195	N/A	02 July 2027
Listed Share Options (ASX: ADNOD)	493,582,967	\$0.0260	N/A	11 December 2027

The unlisted zero exercise price options (ZEPOs) were issued to Directors who elected to receive their remuneration satisfied by the issue of ZEPOs. The options vest on a quarterly basis subject to service.

The ADNO listed share options were granted as:

- free attaching options to new ordinary shares issued in the placement conducted in May 2025 (288,461,554 options),
- as part of fees paid to the Joint Lead Managers of the capital raise (5,000,000 options).

The options granted to the Joint Lead Managers have been valued at the grant date using a Black-Scholes Model. At grant date, the share options were valued to a total of \$0.049 million.

The ADNOD listed share options were granted as:

- free attaching options to new ordinary shares issued in the placement conducted in October 2025 (445,714,315 options),
- free attaching options to new ordinary shares issued under the associated entitlement offer completed in November 2025 (33,840,081 options),
- free attaching options to new ordinary shares issued to a director who participated in the Capital Raising, who was not a shareholder at the time of the Capital Raising, with the securities issued following shareholder approval obtained at the General Meeting held on 10 December 2025 (1,028,571 options) and
- as part of fees paid to the Joint Lead Managers of the capital raise (13,000,000 options).

The options granted to the Joint Lead Managers have been valued at the grant date using a Black-Scholes Model. At grant date, the share options were valued to a total of \$0.121 million.

During the half-year ended 31 December 2025 the Company did not issue any performance rights.

Half-year ended 31 December 2024

During the half-year ended 31 December 2024 the Company issued the following share options:

	<b>Number</b>	<b>Exercise Price</b>	<b>Vesting Date</b>	<b>Expiry Date</b>
Listed Share Options (ASX: ADNOC)	338,448,405	\$0.0175	N/A	30 September 2027
Unlisted Share Options (ASX: ADNAC)	52,312,825	\$0.0000	Various	02 December 2027

The listed share options were granted as:

- free attaching options to new ordinary shares issued in the placement conducted in August 2024 (283,333,344 options),
- free attaching options to new ordinary shares issued under the associated entitlement offer completed in October 2024 (35,115,061 options) and
- as part of fees paid to the Joint Lead Managers of the capital raise (20,000,000 options).

The options granted to the Joint Lead Managers have been valued at the grant date using a Black-Scholes Model. At grant date, the share options were valued to a total of \$0.087 million.

The unlisted zero exercise price options (ZEPOs) were issued to Directors and employees who elected to receive a portion of their remuneration satisfied by the issue of ZEPOs. The options vest on a quarterly basis subject to service.

During the half-year ended 31 December 2024 the Company issued the following performance rights:

	<b>Number</b>	<b>Vesting Condition</b>	<b>Expiry Date</b>
Performance rights	10,138,200	Total Shareholder return relative to selected peers over the performance period.	31 December 2027

The performance rights were granted to Mr. Robert Katsioularis in relation to his employment as CEO and Managing Director, as an eligible participant in the Company's Employee Incentive Plan following shareholder approval at the 2024 Annual General Meeting. Vesting of these performance rights is subject to the satisfaction of performance conditions based on the Company's total shareholder return relative to selected peer group companies over the performance period (from 1 January 2024 to 31 December 2026).

**6. PAYMENTS FOR FINACIAL ASSETS**

	<b>Half-Year Ended 31/12/25 \$</b>	<b>Half-Year Ended 31/12/24 \$</b>
Payments for Financial Assets(i)	3,790,000	-
	<u>3,790,000</u>	<u>-</u>

(i) *Payments for Financial Assets relates to the rehabilitation bond registered with the Department for Energy and Mining to satisfy the Significant Environmental obligations, allowing site works to commence at the Great White Project.*

**7. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no changes in contingent assets from those disclosed in the annual report for the year ended 30 June 2025.

**8. SEGMENT INFORMATION**

The Group has a number of exploration licenses in Australia which are managed on a portfolio basis. The decision to allocate resources to individual projects in the portfolio is predominantly based on available cash reserves, technical data and the expectations of future commodity prices. Accordingly, the Group effectively operates as one segment, being exploration in Australia. This is the basis on which internal reports are provided to the directors for assessing performance and determining the allocation of resources within the Group.

**9. SUBSEQUENT EVENTS**

There has not been any other matter or circumstance occurring subsequent to the end of the half-year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or state of affairs of the Group in future financial years.

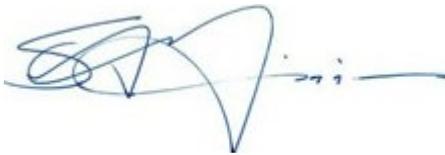
## Directors' Declaration

The directors declare that, in the directors' opinion:

- a) the attached consolidated financial statements and notes are in accordance with the Corporations Act 2001, including:
  - i. giving a true and fair view of the consolidated entity's financial position as at 31 December 2025 and its performance for the half year ended on that date; and
  - ii. complying with Accounting Standard AASB134 Interim Financial Reporting and the Corporations Regulations 2001
- b) subject to the matters disclosed in Note (1) Going Concern, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable;

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

On behalf of the Directors



**Sue-Ann Higgins**  
Executive Chair



**Michael Wilkes**  
Non-Executive Director

Adelaide, South Australia  
16<sup>th</sup> March 2026

## Independent Auditor's Review Report to the Members of Andromeda Metals Limited

### Report on the Half-Year Financial Report

#### *Conclusion*

We have reviewed the half-year financial report of Andromeda Metals Limited (the "Company") and its subsidiaries (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2025, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes to the financial statements, including material accounting policy information and other explanatory information, and the directors' declaration.

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

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

#### *Basis for Conclusion*

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### *Material Uncertainty Related to Going Concern*

We draw attention to Note 1 in the financial report which indicates that the Group incurred net losses of \$101,576,350, experienced net cash outflows from operating and investing activities of \$9,959,426 for the half-year ended 31 December 2025. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

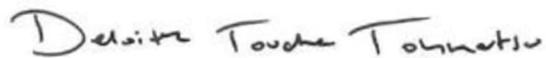
#### *Directors' Responsibilities for the Half-year Financial Report*

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

## *Auditor's Responsibilities for the Review of the Half-year Financial Report*

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

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



DELOITTE TOUCHE TOHMATSU



**Darren Hall**  
Partner  
Chartered Accountants  
Adelaide, 16 March 2026