AURAVELLE METALS LTD

ABN 26 009 448 980

INTERIM REPORT

For the half-year ended 31 December 2025

ASX: AUV

CORPORATE DIRECTORY

Directors

Stephen Biggins	*Non-Executive Chair*
Andrew Muir	*Managing Director*
John Forwood	*Non-Executive Director*
Craig McGown	*Non-Executive Director*

Company Secretary
Greg Fitzgerald

Registered and Principal Office
Unit 5, 12-20 Railway Road
Subiaco WA 6008
Telephone: (08) 9388 1551
Web: www.auravelle.com.au

Stock Exchange Listing
Australian Securities Exchange
ASX Code - **AUV**

Bankers
NAB
239 Murray Street Mall
Perth WA 6000

Share Registry
Computershare
Level 17, 221 St Georges Terrace
Perth WA 6000
Telephone: 1300 850 505
Facsimile: +61 3 9415 4000

Auditor
BDO Audit Pty Ltd
Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth WA 6000

CONTENTS

The Company presents its interim financial report for the consolidated entity consisting of Auravelle Metals Limited (**Company, Auravelle** or **AUV**) and the entities it controls (**Consolidated Entity** or **Group**) for the half-year ended 31 December 2025.

DIRECTORS

The following persons were Directors who held office during the half-year and up to the date of signing this report, unless otherwise stated are:

Mr Stephen Biggins	Non-Executive Chair
Mr Andrew Muir	Managing Director
Mr John Forwood	Non-Executive Director
Mr Craig McGown	Non-Executive Director

PRINCIPAL ACTIVITIES

The principal activities of the Group during the half-year were to explore mineral tenements in Australia.

FINANCIAL SUMMARY

The Group made a net loss after tax of $2,727,069 for the financial half-year ended 31 December 2025 (31 December 2024: loss $1,405,569). At 31 December 2025, the Group had net assets of $2,640,547 (30 June 2025: $1,904,665) and cash assets of $1,737,846 (30 June 2025: $884,892).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

The significant changes in the state of affairs of the Consolidated Entity during the financial period and to the date of this report are set out in the review of operations below.

REVIEW OF OPERATIONS

Auravelle is an Australian-based exploration company focused on the discovery of gold and base metal deposits in under-explored mineral provinces within South Australia and Western Australia.

Overview

During the period, Auravelle made significant progress advancing its gold exploration portfolio across South Australia and Western Australia, while also strengthening its balance sheet through a well-supported capital raising. The period marked a transition from early-stage target generation to sustained drilling and results delivery, positioning the Company for continued exploration momentum into 2026.

South Australia – Gawler Craton Projects

Exploration in the Gawler Craton remained the Company's primary focus, with activities concentrated on the Nuckulla Hill and Tunkillia North Projects, with a key focus on the Sheoak prospect within Nuckulla Hill. Key highlights include:

- Completion of three RC drill programs at Nuckulla Hill, with a dominant focus on Sheoak, which returned multiple outstanding gold grades, confirming the presence of a significant mineralised system
- Regional aircore drilling which identified encouraging gold anomalism, warranting further follow-up aircore and RC drilling.
- A second heritage survey at Nuckulla Hill was completed, allowing for expanded drilling access and facilitating subsequent programs.
- A large regional soil sampling program to refine priority drill targets and guide 2026 work programs.

Results reported during and subsequent to the period reinforced the prospectivity of the Sheoak and Nuckulla Hill areas, supporting further drilling and potential progression towards more advanced exploration stages.

Western Australia – Crown Gold Project

At the Crown Gold Project in Western Australia, Auravelle progressed from preparatory work into active drilling.

Heritage surveys and site preparation were completed during the September quarter, enabling maiden aircore drilling in the December quarter.

The maiden aircore program identified broad zones of supergene gold anomalism over +2km of strike, validating the project's exploration potential and confirming the potential for gold mineralisation at depth and warranting further follow-up.

These early results have provided a strong technical foundation for follow-up drilling and deeper testing at Crown.

Corporate & Financial

Corporate Rebrand and Strategic Focus

In September 2025, the Company completed the rebrand from Sipa Resources Limited to Auravelle Metals Limited, with the ASX ticker changing to AUV. The rebrand reflects a strategic pivot towards focused gold exploration across Tier-1 Australian jurisdictions, supported by an increasingly active drilling pipeline.

Capital Raising

Auravelle completed strongly supported placements raising approximately A$4.1 million (before costs) to fund expanded exploration programs. Auravelle issued 114.81 million fully paid ordinary shares at an issue price of 1.4 cents per share and 156.25 million fully paid ordinary shares at an issue price of 1.6 cents per share. Subsequent to period end shareholders approved Director participation in the second placement.

MATTERS SUBSEQUENT TO THE END OF THE HALF-YEAR

Subsequent to period end:

- On 13 January 2026, Auravelle issued:
    - 23,446,953 fully paid ordinary shares, relating to the second tranche of shares issued pursuant to the Capital Raising announcement dated 10 November 2025 and follows the receipt of shareholder approval on 8 January 2026; and
    - 10,000,000 options, issued to the Lead Managers of the recent capital raising for services rendered.
- On 16 February 2026, Auravelle issued 35,749,869 fully paid ordinary shares, representing the deferred consideration owing to Resource Holdings Pty Ltd (and nominees) on the acquisition of SA and WA gold projects in February 2025.
- On 26 February 2026, Auravelle announced that effective 1 March 2026, Stephen Biggins was appointed as Non-Executive Chair with Craig McGown to stepping down from the role and to continue as a Non-Executive Director. Auravelle proposes to issue to Mr. Biggins 840,000 options, subject to shareholder approval, with an exercise price of 3.4c and a term of three years from the date of issue to align his equity participation with that previously held by the incumbent Chair.

There has not arisen, between the end of the financial period and the date of this report, any other items, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations, the results of those operations, or the state of affairs of the Group in future financial periods.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

In general terms the review of operations of the Group gives an indication of likely developments and the expected results of the operations. In the opinion of the Directors, disclosure of any further information would be likely to result in unreasonable prejudice to the Group.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out in this interim report.

Signed in accordance with a resolution of the Directors made pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors.

Andrew Muir
Managing Director

Perth, Western Australia
5 March 2026

Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

DECLARATION OF INDEPENDENCE BY JEREMY WATKINS TO THE DIRECTORS OF AURAVELLE METALS LIMITED

As lead auditor for the review of Auravelle Metals Limited for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Auravelle Metals Limited and the entities it controlled during the period.

Jeremy Watkins

Director

BDO Audit Pty Ltd

Perth

5 March 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2025

	Notes	31 December 2025 $	31 December 2024 $
Other income			
Interest income		14,565	21,538
Other income	1	-	112,564
Expenses:			
Exploration and tenement expenses	2	(2,148,602)	(1,103,309)
Depreciation expense		(25,745)	(24,743)
Share-based payments expense	2	(5,565)	(27,786)
Administrative expenses	2	(561,722)	(383,833)
Loss before income tax expense		(2,727,069)	(1,405,569)
Income tax expense		-	-
Loss attributable to the owners of the Group		(2,727,069)	(1,405,569)
Other comprehensive income:			
Items that may be reclassified to profit or loss			
Exchange difference on translation of foreign operations		(122)	(4,215)
Other comprehensive income for the period, net of tax		(122)	(4,215)
Total comprehensive loss for period attributable to owners of Auravelle Metals Limited		(2,727,191)	(1,409,784)
Basic and diluted loss per share (cents per share)		(0.57)	(0.61)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025

	Notes	31 December 2025 $	30 June 2025 $
Current Assets			
Cash and cash equivalents	4	1,737,846	884,892
Other receivables		183,528	85,390
Total Current Assets		1,921,374	970,282
Non-Current Assets			
Plant and equipment		46,379	72,124
Exploration and evaluation assets	5	1,272,496	1,272,496
Total Non-Current Assets		1,318,875	1,344,620
Total Assets		**3,240,249**	**2,314,902**
Current Liabilities			
Trade and other payables	6	555,610	354,024
Provisions		30,570	29,761
Lease liability		13,522	26,452
Total Current Liabilities		599,702	410,237
Total Liabilities		**599,702**	**410,237**
Net Assets		**2,640,547**	**1,904,665**
Equity			
Contributed equity	7	121,709,177	118,355,669
Other equity		428,998	428,998
Reserves		1,913,701	1,804,258
Accumulated losses		(121,411,329)	(118,684,260)
Total Equity		**2,640,547**	**1,904,665**

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2025

	Issued Capital $	Other equity $	Reserves $	Accumulated Losses $	Total $
Balance at 1 July 2024	**116,118,861**	**-**	**1,741,750**	**(115,819,745)**	**2,040,866**
Loss for the half-year	-	-	-	(1,405,569)	(1,405,569)
Other comprehensive expense	-	-	(4,215)	-	(4,215)
Total comprehensive income for the half-year	-	-	(4,215)	(1,405,569)	(1,409,784)
Contributed equity	737,425	-	-	-	737,425
Share issue costs	(69,270)	-	-	-	(69,270)
Share based payments	-	-	27,786	-	27,786
Balance at 31 December 2024	**116,787,016**	**-**	**1,765,321**	**(117,225,314)**	**1,327,023**
Balance at 1 July 2025	**118,355,669**	**428,998**	**1,804,258**	**(118,684,260)**	**1,904,665**
Loss for the half-year	-	-		(2,727,069)	(2,727,069)
Other comprehensive expense	-	-	(122)	-	(122)
Total comprehensive income for the half-year	-	-	(122)	(2,727,069)	(2,727,191)
Contributed equity	3,732,243	-	-	-	3,732,243
Share issue costs	(378,735)	-	104,000	-	(274,735)
Share based payments	-	-	5,565	-	5,565
Balance at 31 December 2025	**121,709,177**	**428,998**	**1,913,701**	**(121,411,329)**	**2,640,547**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2025

	Note	31 December 2025 $	31 December 2024 $
Cash flows from operating activities			
Payments for exploration and evaluation expenditure		(1,954,473)	(934,119)
Receipt from / (payment to) joint venture partners		-	(112,000)
Payments to suppliers, consultants and employees		(678,972)	(431,271)
Interest received		6,741	18,730
Incentives and subsidies		-	41,000
Net cash used in operating activities		(2,626,704)	(1,417,660)
Cash flows from investing activities			
Proceeds from the sale of investments		-	447,333
Net cash provided by investing activities		-	447,333
Cash flows from financing activities			
Proceeds from new issues of shares		3,732,243	708,895
Share issue costs		(252,585)	-
Net cash provided by financing activities		3,479,658	708,895
Net increase/(decrease) in cash held		852,954	(261,432)
Cash and cash equivalents at the beginning of the period		884,892	1,870,413
Effect of exchange rates on cash holdings in foreign currencies		-	-
Cash and cash equivalents at the end of the period	4	1,737,846	1,608,981

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

1 REVENUE AND OTHER INCOME

	31 December 2025 $	31 December 2024 $
Other income		
Management fee income	-	24,231
Gain/(loss) on investment held	-	47,333
WA State Exploration Incentive Grant	-	41,000
Total other income	-	112,564

2 EXPENDITURE

	31 December 2025 $	31 December 2024 $
Exploration and tenement expenses		
Australian tenements	2,146,321	1,168,640
Less: exploration expenditure funded by JV parties	-	(68,123)
Uganda tenements	2,281	2,792
Total exploration and tenement expenses	2,148,602	1,103,309
Share-based payments expense		
Options	5,565	27,786
Total share-based payments expense	5,565	27,786
Administrative expense		
Corporate costs	160,908	162,343
Marketing costs	125,802	35,934
Office costs	41,476	25,399
Personnel costs (1)	233,536	160,157
Total administrative expense	561,722	383,833

1 *A portion of the personnel costs relating to field activities have been included within Exploration and tenement expenditure.*

2 EXPENDITURE (continued)

A reconciliation of employee benefits expense is as follows:

	31 December 2025 $	31 December 2024 $
Employee benefits expense		
Wages and salaries	572,352	357,199
Superannuation	63,871	44,440
Provision for leave	810	510
Other costs	29,837	6,836
Total employee benefits expense	666,870	408,985
Employee benefits included in		
Exploration and tenement expenses	433,334	248,828
Administrative expenses	233,536	160,157
	666,870	408,985

3 OPERATING SEGMENTS

Management has determined that the Group has one reportable segment, being exploration activities in Australia. This determination is based on the internal reports that are reviewed and used by the Board (chief operating decision maker) in assessing performance and determining the allocation of resources. As the Group is focused on exploration, the Board monitors the Group based on actual versus budgeted exploration expenditure incurred by area. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

During the prior half-year, management determined that the Group had two reportable segments, being exploration activities in Australia and exploration activities in Uganda. In May 2024, the Board agreed to let the Uganda tenements lapse and focus on the Group's Australian projects.

All non-current assets are derived in Australia.

	Australia $	Other $	Total $
For the half-year ended 31 December 2025			
Other income	-	14,565	14,565
Reportable segment (loss)/profit	(2,146,321)	(580,748)	(2,727,069)
Reportable segment assets [(1)]	1,306,215	1,934,034	3,240,249
Reportable segment liabilities	(394,187)	(205,515)	(599,702)

1 *Other Reportable segment assets includes cash held of $1,737,846.*

3 OPERATING SEGMENTS (continued)

	Australia $	Uganda $	Other $	Total $
For the half-year ended 31 December 2024				
Other income	65,231	-	68,871	134,102
Reportable segment (loss)/profit	(1,100,517)	(2,792)	(302,260)	(1,405,569)
For the year ended 30 June 2025				
Reportable segment assets [2]	1,319,300	-	995,602	2,314,902
Reportable segment liabilities	(218,505)	-	(191,732)	(410,237)

2 *Other Reportable segment assets include cash held of $884,892.*

4 CASH AND CASH EQUIVALENTS

	31 December 2025 $	30 June 2025 $
Cash at bank	177,846	824,892
Short-term deposits	1,560,000	60,000
	1,737,846	884,892

5 EXPLORATION AND EVALUATION ASSETS

	31 December 2025 $	30 June 2025 $
Opening balance	1,272,496	-
Acquisition of Gold projects	-	1,272,496
	1,272,496	1,272,496

6 TRADE AND OTHER PAYABLES

Trade and other payables are normally settled within 30 days from receipt of invoice. All amounts recognised as trade and other payables, but not yet invoiced, are expected to settle within 12 months.

The carrying values of trade and other payables are assumed to be the same as their fair value.

	31 December 2025 $	30 June 2025 $
Trade payables	224,068	228,774
Other payables and accrued expenses	331,542	125,250
	555,610	354,024

7 ISSUED CAPITAL

Issued capital

	31 December 2025 Shares	30 June 2025 Shares	31 December 2025 $	30 June 2025 $
Fully paid	664,015,235	416,398,322	121,709,177	118,355,669

Movements in ordinary share capital during the current financial period are shown below:

Details	Date	Number of shares	Issue price/share $	$
Balance at 1 July 2025		**416,398,322**		**118,355,669**
Placement of shares	28-Jul-25	104,099,580	0.014	1,457,394
Placement of shares	9-Sep-25	10,714,286	0.014	150,000
Placement of shares	17-Nov-25	132,803,047	0.016	2,124,849
Less: Share issue costs				(378,735)
Balance at 31 December 2025		**664,015,235**		**121,709,177**

8 SHARE-BASED PAYMENTS

Share-based payment transactions are recognised at fair value in accordance with AASB 2.

The total movement arising from share-based payment transactions recognised during the half-year were as follows:

	Note	31 December 2025 $	31 December 2024 $
As part of share-based payment reserve:			
Options issued to directors and employees	8(a)	5,565	27,786
As part of share-based payment reserve:			
Options issued associated with capital raising costs	8(a)	104,000	-
		109,565	27,786

During the half-year the Group had the following share-based payments:

Share options

The Auravelle share options are used to reward Directors, Employees, and Consultants for their performance and to align their remuneration with the creation of shareholder wealth through the performance requirements attached to the options. The Company's Option Plan was approved and adopted by shareholders on 28 November 2024. Options are granted at the discretion of the Board, and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

The options are not listed and carry no dividend or voting right. Upon exercise, each option is convertible into one ordinary share to rank pari passu in all respects with the Company's existing fully paid ordinary shares.

8 SHARE-BASED PAYMENTS (continued)

Set out below are summaries of options granted:

	31 December 2025	
	Average exercise price per option	Number of options
Opening balance	$0.042	106,707,693
Granted during the period	$0.031	28,228,750
Exercised during the period	-	-
Forfeited/Lapsed	$0.150	(9,600,000)
Closing balance	$0.031	125,336,443
Vested and exercisable	$0.031	115,107,693

	Grant date	Expiry date	Exercise price	31 December 2025 Number of options	30 June 2025 Number of options
(i)	18-Nov-21	29-Nov-25	various	-	9,600,000
(ii)	18-Nov-22	17-Nov-26	various	800,000	800,000
(iii)	06-Oct-23	12-Oct-26	various	10,000,000	10,000,000
(iv)	16-Nov-23	17-Jan-27	various	2,000,000	2,000,000
(v)	07-Feb-25	13-Feb-27	$0.026	17,000,000	17,000,000
(vi)	13-Feb-25	13-Feb-27	$0.026	67,307,693	67,307,693
(vii) (1)	04-Sep-25	04-Sep-27	$0.026	8,000,000	-
(viii) (1)(2)	17-Nov-25	13-Jan-28	$0.026	10,000,000	-
(ix)	various	05-Dec-28	$0.034	10,228,750	-
				125,336,443	106,707,693
Weighted average remaining contractual life of options outstanding at the end of the period:				1.58 years	1.48 years

1 *Options were issued to the Lead Manager as part of the fee owing for services rendered.*
2 *Options were granted on 17 November 2025 and issued on 13 January 2026 following shareholder approval on 8 January 2026.*

The model inputs for options granted during the half-year included:

Series	Exercise price	Expiry (years)	Options granted	Share price at Grant date	Expected volatility (1)	Dividend yield	Risk free interest rate (2)	Option value
(vii)	$0.026	2.00	8,000,000	$0.017	98%	0%	3.40%	$0.007
(viii)	$0.032	2.00	10,000,000	$0.014	98%	0%	4.05%	$0.005
(ix) (3)	$0.032	3.00	10,228,750	$0.015	105%	0%	3.95%	$0.008

1 *The expected price volatility is based on historical volatility (based on the remaining life of the option), adjusted for any expected changes to future volatility due to publicly available information.*
2 *Risk free rate of securities with comparable terms to maturity.*
3 *The options will vest on 5 December 2026, being 1 year from the issue date provided continuous employment.*

8 SHARE-BASED PAYMENTS (continued)

The fair value of options issued is measured with reference to the value of the goods or services received. For share options granted to Directors, Employees and Consultants, the fair value of services received is measured by reference to the fair value of options granted. Where the fair value of services provided by advisors cannot be reliably measured, it is determined by reference to the fair value of the equity instruments granted. The fair value of services is measured using a range of closed and open form models by an independent valuer. The expected life of the options, including possibility of early exercise, is incorporated into the valuation model. The fair value of the options is recognised as an expense over the expected vesting period.

Significant accounting estimates, assumptions, and judgements

Estimation of fair value of share-based payments

The Group measures the cost of equity-settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value for options issued to Directors, Employees and Consultants was determined using the Black-Scholes model taking into account the assumptions detailed within this note.

Probability of vesting conditions being achieved

Inputs to pricing models may require an estimation of reasonable expectations about achievement of future vesting conditions. Vesting conditions must be satisfied for the counterparty to become entitled to receive cash, other assets, or equity instruments of the entity, under a share-based payment arrangement.

Vesting conditions include service conditions, which require the other party to complete a specified period of service, and performance conditions, which require specified performance targets to be met or completion of performance hurdles.

The Company recognises an amount for the goods or services received during the vesting period based on the best available estimate of the number of equity instruments expected to vest and shall revise that estimate, if necessary, if subsequent information Indicates that the number of equity instruments expected to vest differs from previous estimates. On vesting date, the Company shall revise the estimate to equal the number of equity instruments that ultimately vested.

The achievement of future vesting conditions is reassessed each reporting period.

9 CONTINGENCIES

There have been no changes to contingent assets or liabilities since the last annual reporting date, 30 June 2025.

10 COMMITMENTS

Australian Projects

The Group has certain obligations to perform minimum exploration work on tenements held. These obligations may vary over time, depending on the Group's exploration programmes and priorities. These obligations can also be subject to variations by farm-out arrangements, dilution with current partners or sale of the relevant tenements.

There have been no other changes to commitments since the last annual reporting date, 30 June 2025.

11 RELATED PARTY TRANSACTIONS

Issue of share capital

On 18 July 2025, the Company completed a placement to raise $1,607,394 (before costs) at an issue price of $0.014 per share. Director participation of $150,000, was subject to shareholder approval, which was obtained on 4 September 2025. On 9 September 2025, the following shares were issued:

- Stephen Biggins acquired 7,142,857 ordinary shares for consideration of $100,000
- Andrew Muir acquired 357,143 ordinary shares for consideration of $5,000
- Craig McGown acquired 2,142,857 ordinary shares for consideration of $30,000
- John Forwood acquired 1,071,429 ordinary shares for consideration of $15,000

Grant of options

On 20 November 2025, at the Annual General Meeting, Shareholders approved the issue of options to Directors, which were granted in early December 2025. On 5 December 2025 the following options were issued, with an exercise price of $0.34 for nil consideration:

- Stephen Biggins was issued 1,890,000 options
- Craig McGown was issued 2,730,000 options
- John Forwood was issued 1,890,000 options

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. There have been no other changes to related party transactions since the last annual reporting date, 30 June 2025.

12 EVENTS SUBSEQUENT TO REPORTING DATE

Subsequent to period end:

- On 13 January 2026, Auravelle issued
    - 23,446,953 fully paid ordinary shares, relating to the second tranche of shares issued pursuant to the Capital Raising announcement as announced on 10 November 2025 and follows the receipt of shareholder approval on 8 January 2026, included within the issue of shares were:
        - Stephen Biggins acquired 6,250,000 ordinary shares for consideration of $100,000
        - Andrew Muir acquired 312,500 ordinary shares for consideration of $5,000
        - Craig McGown acquired 2,000,000 ordinary shares for consideration of $32,000
        - John Forwood acquired 1,250,000 ordinary shares for consideration of $20,000, and
    - 10,000,000 options, issued to the Lead Managers of the recent capital raising for services rendered.
- On 16 February 2026, Auravelle issued 35,749,869 fully paid ordinary shares, representing the deferred consideration owing to Resource Holdings Pty Ltd (and nominees) on the acquisition of SA and WA gold projects in February 2025. Stephen Biggins is the sole director and company secretary of Resource Holdings Pty Ltd and has an indirect interest in 100% of its shares.

12 EVENTS SUBSEQUENT TO REPORTING DATE (continued)

- On 26 February 2026, Auravelle announced that effective 1 March 2026, Stephen Biggins was appointed as Non-Executive Chair with Craig McGown to stepping down from the role and to continue as a Non-Executive Director. Auravelle proposes to issue to Mr. Biggins 840,000 options, subject to shareholder approval, with an exercise price of 3.4c and a term of three years from the date of issue to align his equity participation with that previously held by the incumbent Chair.

No other material matters have occurred subsequent to the end of the half-year which requires reporting on other than those which have been noted above.

13 BASIS OF PREPARATION AND ACCOUNTING POLICIES

This consolidated interim financial report for the half-year reporting period ended 31 December 2025 has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This consolidated interim financial report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide a full understanding of financial performance, financial position and financing and investing activities of the consolidated entity as full year financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by Auravelle Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Rounding of Amounts

In accordance with the Australian Securities and Investments Commission (ASIC) Corporations (Rounding in Financial Reports) Instrument 2016/191, amounts in the financial statements and accompanying notes are rounded to the nearest dollar, unless otherwise stated.

Going concern

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

During the half-year the consolidated entity incurred a net loss of $2,727,069 (31 December 2024: $1,405,569) and incurred net cash outflows from operating activities of $2,626,704 (31 December 2024: $1,417,660). The consolidated entity held cash assets at 31 December 2025 of $1,737,846 (30 June 2025: $884,892).

The Group is currently in the exploration and evaluation phase, and as such, has not yet generated revenues from its operations. The Group's ability to continue as a going concern is dependent upon its ability to secure additional funding through equity raisings, joint venture arrangements, or other funding mechanisms to meet ongoing exploration, evaluation, and corporate overhead expenses.

The Directors are confident in the Group's ability to raise sufficient funds when required based on past capital raising success, including the recent raisings in the half-year ended 31 December 2025, and current market conditions.

13 BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued)

Should the Group be unable to obtain sufficient future funding, it may be required to scale back its exploration activities, seek alternative funding arrangements, or potentially consider other strategic options.

These conditions indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. However, the financial statements have been prepared on a going concern basis, which assumes the Group will continue to meet its commitments and liabilities as and when they fall due.

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

14 NEW OR AMENDED STANDARDS ADOPTED BY THE GROUP

The Group has adopted all of the new and revised Standards and Interpretations issued by the AASB that are relevant to their operations and effective for the current annual reporting period.

Other amendments did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

The adoption of all the new and revised Standards and Interpretations has not resulted in any changes to the Group's accounting policies and has no effect on the amounts reported for the current or prior years. However, the above standards have affected the disclosures in the notes to the financial statements.

In the Directors' opinion:

1. the financial statements, and accompanying notes set out above, are in accordance with the *Corporations Act 2001* and:

   (a) comply with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and

   (b) give 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.

2. there are reasonable grounds to believe that the Consolidated Entity will be able to pay its debts as and when they become due and payable;

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

Andrew Muir
Managing Director

Perth, Western Australia
5 March 2026

Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Auravelle Metals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Auravelle Metals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, 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 half-year ended on that date, 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:

i. Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its financial performance for the half-year ended on that date; and

ii. 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 Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the 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 the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

We draw attention to Note 13 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Responsibility of the directors for the 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 is true and fair and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the 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.

BDO Audit Pty Ltd

BDO

Jeremy Watkins

Director

Perth, 5 March 2026