

# International Graphite Ltd

ACN 624 579 326

## Interim Financial Report for the half year ended 31 December 2025

### CORPORATE OFFICE

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Western Australia 6006  
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ASX:IG6 | FSE:H99 | ABN 56 624 579 326

[www.internationalgraphite.com.au](http://www.internationalgraphite.com.au)



INTERNATIONAL  
**GRAPHITE**  
(ASX:IG6)

## CORPORATE DIRECTORY

### BOARD OF DIRECTORS

|                |                                                |
|----------------|------------------------------------------------|
| Philip Hearse  | Non-Executive Chairman                         |
| Andrew Worland | Managing Director and CEO                      |
| David Pass     | Technical Director                             |
| Aidan Nania    | Executive Director                             |
| Matthew O’Kane | Non-Executive Director (resigned 28 July 2025) |

### COMPANY SECRETARY

Robert Hodby

### PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

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Website: [www.internationalgraphite.com.au](http://www.internationalgraphite.com.au)

### SHARE REGISTRY

Automic Group Pty Ltd

Level 5, 191 St Georges Terrace Perth, WA 6000

### AUDITORS

Armada Audit & Assurance Pty Ltd

18 Sangiorgio Court, Osborne Park, WA 6017

### SECURITIES EXCHANGE

Australian Securities Exchange

Website: [www.asx.com.au](http://www.asx.com.au)

ASX Code: IG6

Frankfurt Stock Exchange

Website: [www.boerse-frankfurt.de/en](http://www.boerse-frankfurt.de/en)

FRA: H99 / WKN: A3DJY5

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**Figure 1: Location of International Graphite projects**

## DIRECTORS' REPORT

The Directors present their report on International Graphite Limited (the Company) and its controlled entities (the Group or International Graphite) for the half year ended 31 December 2025 and the auditor's report thereon.

### Directors

The Directors who held office during the half year are:

- Philip Hearse, appointed 21 February 2018
- Andrew Worland, appointed 7 May 2019
- David Pass, appointed 9 July 2021
- Aidan Nania, appointed 13 January 2026
- Matthew O'Kane Non-Executive Director (resigned 28 July 2025)

### Company Secretary

Robert Hodby appointed as Company Secretary on 20 July 2021.

### Principal Activities

The principal activity of the Group is the development of an integrated network of graphite production facilities in Collie, Western Australia and Europe and the exploration and development of the Springdale Graphite Project at Hopetoun, Western Australia.

### Operating Result

The operating loss of the Group for the six months ended 31 December 2025 was \$1,820,168 (2024: \$1,536,667).

Cash and cash equivalents at 31 December 2025 totalled \$1,438,955 (30 June 2025: \$1,080,708).

## REVIEW OF OPERATIONS

International Graphite is developing a leading position in the western graphite supply chain through an integrated network of graphite production facilities in Western Australia and Europe, and the exploration and development of its Springdale Graphite Project, in Western Australia.

The Group is focused on fast-tracking the establishment of its commercial graphite micronising operation and expandable graphite production facility. Both plants are scheduled to be operational by 2027, with aggregate production capacity in excess of 10,000 tonnes per year (t/y), positioning International Graphite as a leading producer of value-added graphite outside China.

This strategic approach is characterised by low capital costs, short time to market, proven technologies and marketing leading technical and marketing partners, with no mining risks. It provides a clear pathway to the production of advanced battery anode materials, underpinned by future concentrate supply from the Company's 100% owned Springdale Graphite Project.

## Industrial Graphite Projects

### Collie Micronising Facility, Western Australia

Development of Australia's first commercial graphite micronising facility at Collie, in Western Australia, continued to advance during the half year, with a series of significant development milestones achieved.

The facility is designed with an initial production capacity of 4,000t/y expandable to ~7,500t/y.

#### ■ Land acquisition and site establishment

In October 2025, the Company purchased three lots, covering approximately 6,000 square metres of land, in the Collie Light Industrial Area. The new site is directly opposite the Company's existing R&D facility. Settlement on the land was completed in November 2025.<sup>1</sup>

Premium industrial land in WA's south-west is becoming increasingly scarce, and the Company expects the developed site to generate property value well above its cost.

#### ■ Building approvals and design

Development approval was received from the Shire of Collie in December 2025. Detailed plant design continued in parallel with local contractor ProsserBuilt and is currently before the Shire for building approval.<sup>2</sup>

#### ■ Plant and equipment

Deposits for the first line of micronising equipment have been paid, with balances due as construction progresses. Essential power supply has been assured with Western Power confirming a timetable for the establishment of power to the site.

#### ■ Market engagement

The Group is actively engaging with potential customers from Australia and overseas who are seeking diversified supply.

#### ■ Government funding support

A Financial Assistance Agreement is in place with the Western Australian Government which is contributing \$4.5 million towards the cost of construction at Collie.

### Expandable Graphite Facility (EGF), Europe

In July 2025, International Graphite announced a Co-operation Agreement with Norwegian critical minerals developer Arctic Graphite AS (Arctic) and Graphite Investment Partners LLC (GIP) to develop an expandable graphite facility in Europe.<sup>3</sup>

The EGF is planned as a 50/50 joint venture between International Graphite and Arctic. Arctic's major shareholder is Leonhard Nilsen & Sønner AS (LNS), one of Norway's largest and most experienced mining and civil construction firms, with operational experience at Skaland, Europe's only producing flake graphite mine. LNS has recently acquired the Skaland mine.

GIP has committed to arranging at least 50% of the EGF capital cost in non-dilutive funding.

The process plant is being designed with a nominal production capacity of 3,500 - 4,500t/y.

<sup>1</sup> ASX Announcement 23 October and 27 November 2025

<sup>2</sup> ASX Announcement 11 December 2025

<sup>3</sup> ASX Announcement 28 July 2025

The following activities have been completed during the half year:

■ **Planning and design**

Site selection activities and commercial negotiations for the EGF are advancing in parallel with process flowsheet definition and facility design.

■ **Technology**

Agreement has been reached for the supply of proven process intellectual property and a license for commercial use in the EGF, a critical step enabling facility design and operations planning to proceed.<sup>4</sup>

■ **Testwork**

Process testwork commenced on varying graphite concentrate feedstocks sourced from operations in East Africa, Madagascar, the Skaland mine in Norway, and from concentrates generated at the Company's Springdale Graphite Project. Data from this initial testwork is informing feedstock selection, process flowsheet design, and final product specifications.

■ **Techno-economic evaluation**

In December 2025, the Company released the results of a techno-economic evaluation for the EGF, which confirmed the outstanding financial returns capable of being generated from this low capital cost processing operation.<sup>5</sup>

Highlights of the study are summarised below:

|                                                  |                                 |
|--------------------------------------------------|---------------------------------|
| <b>Annual production</b>                         | ~4,200t/y expandable graphite   |
| <b>Capital cost estimate (incl. contingency)</b> | A\$11.2 million (~€6.3 million) |
| <b>Annual net average operating cashflow</b>     | A\$7.6 million                  |
| <b>NPV10 (pre-tax, 25 years)</b>                 | A\$57.9 million                 |
| <b>IRR (pre-tax, 25 years)</b>                   | 66%                             |

## Graphite purification

Under a non-binding letter of intent signed in December 2025, leading Italian chemical manufacturer ALKEEMIA S.p.A. will provide toll treatment graphite purification services for International Graphite at ALKEEMIA'S facility at Porto Marghera, near Venice.<sup>6</sup>

ALKEEMIA is one of Europe's largest producers of hydrofluoric acid and fluoro derivatives. It plans to commence operations at its 200t/y Industrial Graphite Purification Plant in the first quarter of 2026, with a phased expansion to 20,000t/y targeted by 2030. International Graphite has been allocated up to 50% of start-up processing capacity and potential to increase its allocation as the purification facility scales.

High-purity graphite is critical for higher-value micronised and expandable graphite products, and an essential step in the production of battery anode material.

<sup>4</sup> ASX Announcement 16 October 2025

<sup>5</sup> ASX Announcement 10 December 2025

<sup>6</sup> ASX Announcement 16 December 2025



In February 2026, pilot scale purification testwork conducted by ALKEEMIA at its Port Marghera laboratories exceeded target specifications of 99.5% total carbon, confirming suitability of the feedstock for the production of expandable graphite.<sup>7</sup>

International Graphite has been progressing testwork on a range of coarse and fine concentrates sourced from operating mines across multiple jurisdictions, as well as fine concentrates generated from the Company's Springdale Graphite Project. These results confirm the Group's European purification pathway and support the technical foundation for the EGF.

## Research and development

### Micronised product testing

Micronising testwork and pilot production continues at Collie. Several companies are now assessing and testing International Graphite's products for suitability in their manufacturing processes.

### Carbon coating pilot program

During the period, the Group commenced a pilot scale carbon coating program designed to de-risk and accelerate commercial pathways for Australian-made battery anode materials. A contract was signed with CarboPhite Pty Ltd to support a pilot program that will validate CarboPhite's new coating technology and assess its suitability for commercial-scale production of carbon-coated graphite for lithium-ion batteries.

International Graphite has supplied graphite material for application of the new coating process and is working with CarboPhite to jointly test and evaluate the carbon-coated samples in both half-coin-cell and full-coin-cell formats. Performance evaluation and electrochemical testing are being carried out at the University of Melbourne's Department of Chemical Engineering, which is internationally recognised for its work in advanced battery materials.

## Springdale Graphite Project

The Springdale Graphite Project remains a globally significant graphite resource to provide a long-term, secure and low-risk foundation for the Group's downstream processing ambitions. Springdale is 100% owned by International Graphite and is located near Hopetoun, on Western Australia's south coast.

Concentrates generated from Springdale are being incorporated into the Group's metallurgical testwork programs for both the EGF and the ALKEEMIA purification process, establishing direct linkages between future mine supply and processing facility design.

Planning is also underway for the next stage of resource, exploration and hydrological drilling at Springdale, with ongoing land access discussions progressing with landowners for the commercial development and operation of a mine.

## Corporate and Finance

The Company maintained an active investor relations and stakeholder engagement program throughout the half year, with a focus on deepening relationships with institutional investors and government agencies across Australia, Europe and North America.

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<sup>7</sup> ASX Announcement 12 February 2026

In October 2025, the Company signed an institutional investment agreement with Pioneer Resource Partners LLC for up to \$3 million in funding, structured across up to three tranches.<sup>8</sup>

In January 2026, the Company appointed Aidan Nania as an Executive Director. Mr Nania brings extensive experience across the graphite industry, from exploration and mining to downstream, value-added production, combined with deep capital markets and project financing expertise. He is a founder and director of Arctic Graphite AS, the Company's EGF joint venture partner, and was a director and significant shareholder of Skaland Graphite AS, Europe's largest natural graphite producer, from 2020 to 2023.<sup>9</sup>

## Community and Social Investment

International Graphite maintains an active community and social investment program centred on Collie and the South West region of Western Australia. Key activities and contributions since 30 June 2025 include:

- **US Trade Delegation:** The Company participated in a US Critical Minerals Delegation to Washington DC in September 2025. The tour was organised by Australian Trade and Investment on behalf of the Australian Government.<sup>10</sup>
- **AusIMM Process Industry Tour:** A group of 30 process engineering specialists, members of the Australian Institute of Mining and Metallurgy, toured the Collie R&D facility in July 2025 to observe the qualification-scale micronising plant in operation.
- **Einstein First Science Education:** The Company continued its three-year partnership with this internationally recognised science education program run by the University of Western Australia. International Graphite has played a key role in bringing the program to schools in Collie, supporting industry awareness and science education in the regions.
- **National Hockey Championship sponsorship:** Champion Collie player Brayden Dalton, was top goal scorer as Western Australia took gold at the 2025 Hockey Australian Country Championships in August. International Graphite has been supporting Dalton and his team since 2023.

## Dividends

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

## Corporate and Significant Changes in Affairs

Other than disclosed in this financial report, there have been no significant changes in the affairs of the Group.

## Likely Developments and Expected Results of Operations

The Group will continue with its principal activities.

<sup>8</sup> ASX Announcement 1 October 2025

<sup>9</sup> ASX Announcement 13 January 2026

<sup>10</sup> ASX Announcement 11 September 2025



## Safety and Environment Regulation

The Group is aware of its safety and environmental obligations with regards to its exploration activities and ensures that it complies with all regulations when carrying out activities at its production facilities and mining tenements.

## Proceedings on behalf of the Company

No persons have applied for leave pursuant to s.237 of the Corporation Act 2001 to bring, or intervene in, proceedings on behalf of the Company.

## Financial Position

The financial report has been prepared on the going concern basis, which contemplates the continuation of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business. The Group is an exploration and development stage entity listed on the ASX and therefore its primary source of funding is derived from capital markets and Research and Development Tax Incentives and Government grants.

For the half year ended 31 December 2025, the Group recorded a loss of \$1,820,168 (2024: \$1,536,667) and had net cash outflows from operating activities of \$2,264,967 (2024: \$1,878,971).

As at 31 December 2025, the Group had cash on hand of \$1,438,955 and for the half year ended 31 December 2025, the Company had net cash inflows from investing activities of \$793,585 (2024: (\$451,802)). At 31 December 2025 the group was in a net current liability position of \$2,992,173 (2024: \$992,714). The ability of the Group to continue as a going concern is principally dependent upon the ability of the Group to secure funds by raising additional capital from equity markets and managing cashflows in line with available funds.

These factors indicate a material uncertainty, which may cast significant doubt as to whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors have considered the above and believe that there are reasonable grounds that the Group will continue as a going concern based on the following:

- **Government grants:** (i) the Critical Minerals Development Program grant with the federal government for \$4,700,000 of which \$4,230,000 has been drawn down as at 31 December 2025 with a further \$470,000 to be received and (ii) Western Australian Government grants from the Investment Attraction Fund for \$4,000,000 and Collie Industrial Transition Fund for \$6,500,000 of which \$600,000 and \$1,600,000 respectively has been drawn down as at 31 December 2025. Access to the funds is dependent on the Group achieving milestones according to the funding agreements.

- **Loans:** (i) an amount of \$784,698 from a loan agreement with Innovative Technology Funding to be repaid from forecast proceeds from the Company's 2025 R&D Tax rebate.

- Included in the net current liability as at 31 December 2025 is Financial Liabilities of \$986,230 owing to Pioneer Resource Partners LLC of which \$75,000 has been settled by a share placement in February 2026. The Group has \$2.2M available for under the funding agreement with Pioneer Resource Partners LLC. Amounts drawn under the agreement can be repaid in cash or shares at the Company's election.

The Directors have prepared a cash flow forecast and based on that forecast the Directors have the ability to reduce discretionary costs and raise funds from capital raisings, as well receiving further research and development incentives based on the exploration and development work already performed to 31 December 2025, plus planned future work.

In the event that the Group is not able to raise additional funds and/or reduce discretionary costs, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in financial statements. The financial statements do not include any adjustments relating to the amount or classification of recorded assets or liabilities that might be necessary if the Group does not continue as a going concern.

#### **Events Occurring after the Reporting Date**

On the 13 January 2026, the Company appointed Aidan Nania as an Executive Director.

On 2 February 2026, the Company issued 1,388,889 shares to repay \$75,000 of loans to Pioneer Resource Partners LLC.

Other than these, no matters or circumstances have arisen since the end of the half year which significantly affected or could significantly affect the operations of the Company in future financial years.

The auditor's independence declaration for the half year ended 31 December 2025 has been received and can be found on page 10 of this report.

**This Directors' Report is signed in accordance with a resolution of the Board of Directors.**



**Phil Hearse**  
**Chairman**

Dated on this 13<sup>th</sup> day of March 2026 in North Perth

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

**INTERNATIONAL GRAPHITE LIMITED**

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

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

This declaration is in respect of International Graphite Limited and the entities it controlled during the half-year ended 31 December 2025.

*Armada Audit  
& Assurance*

**ARMADA AUDIT & ASSURANCE PTY LTD**



**MARCIA JOHNSON CA**

**DIRECTOR**

**Perth, Dated 13 March 2026**

## Consolidated Statement of Profit or Loss

And other Comprehensive Income

For the half year ended 31 December 2025

|                                                    | Note | 31 December<br>2025 | 31 December<br>2024 |
|----------------------------------------------------|------|---------------------|---------------------|
|                                                    |      | \$                  | \$                  |
| <b>CONTINUING OPERATIONS</b>                       |      |                     |                     |
| Revenue                                            |      | -                   | 9,420               |
| Other income                                       | 2    | 266,282             | 468,469             |
|                                                    |      | <u>266,282</u>      | <u>477,889</u>      |
| <b>EXPENSES</b>                                    |      |                     |                     |
| Administrative expenses                            |      | (42,072)            | (62,317)            |
| Consulting fees                                    |      | (123,078)           | (518,152)           |
| Corporate expenses                                 |      | (84,359)            | (307,278)           |
| Depreciation & amortisation                        |      | (256,083)           | (154,529)           |
| Employment expenses                                |      | (343,084)           | (502,751)           |
| Marketing                                          |      | (137,757)           | (198,147)           |
| Process development expenses                       |      | (718,573)           | -                   |
| Share based payments                               | 9(b) | (9,066)             | (271,382)           |
| <b>TOTAL EXPENSES</b>                              |      | <u>(1,717,072)</u>  | <u>(2,014,556)</u>  |
| Operating loss                                     |      | (1,450,790)         | (1,536,667)         |
| Finance costs                                      | 3    | (369,378)           | -                   |
| Loss before income tax expense                     |      | <u>(1,820,168)</u>  | <u>(1,536,667)</u>  |
| Income tax expense                                 |      | -                   | -                   |
| <b>NET LOSS FOR THE PERIOD</b>                     |      | <u>(1,820,168)</u>  | <u>(1,536,667)</u>  |
| Other comprehensive income                         |      | -                   | -                   |
| <b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>     |      | <u>(1,820,168)</u>  | <u>(1,536,667)</u>  |
| Basic and diluted loss per share (cents per share) |      | <u>(0.94)</u>       | <u>(0.79)</u>       |

*The above 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

|                                                             | Note | 31 December<br>2025 | 30 June<br>2025   |
|-------------------------------------------------------------|------|---------------------|-------------------|
|                                                             |      | \$                  | \$                |
| <b>CURRENT ASSETS</b>                                       |      |                     |                   |
| Cash and cash equivalents                                   |      | 1,438,955           | 1,080,708         |
| Financial assets                                            |      | -                   | 1,125,000         |
| Other current assets                                        |      | 29,817              | 39,270            |
|                                                             |      | <u>1,468,772</u>    | <u>2,244,978</u>  |
| <b>NON-CURRENT ASSETS</b>                                   |      |                     |                   |
| Property, plant and equipment                               | 4    | 1,277,246           | 996,269           |
| Exploration and evaluation asset                            | 5    | 13,916,557          | 13,916,557        |
| Right-of-use asset                                          |      | 219,713             | 309,298           |
| Other non-current assets                                    |      | 1,565               | 1,356             |
|                                                             |      | <u>15,415,081</u>   | <u>15,223,480</u> |
| <b>TOTAL ASSETS</b>                                         |      | <u>16,883,853</u>   | <u>17,468,458</u> |
| <b>CURRENT LIABILITIES</b>                                  |      |                     |                   |
| Trade and other payables                                    |      | 828,560             | 1,508,134         |
| Employee related provision                                  |      | 140,493             | 131,649           |
| Lease liabilities                                           |      | 118,498             | 183,269           |
| Financial liabilities at amortised cost                     | 6    | 784,698             | 784,698           |
| Financial liabilities at fair value through profit and loss | 8    | 986,230             | -                 |
| Government grants received in advance                       | 7    | 1,602,466           | 629,942           |
|                                                             |      | <u>4,460,945</u>    | <u>3,237,692</u>  |
| <b>NON-CURRENT LIABILITIES</b>                              |      |                     |                   |
| Lease liabilities                                           |      | 127,227             | 235,382           |
|                                                             |      | <u>127,227</u>      | <u>235,382</u>    |
| <b>TOTAL LIABILITIES</b>                                    |      | <u>4,588,172</u>    | <u>3,473,074</u>  |
| <b>NET ASSETS</b>                                           |      | <u>12,295,681</u>   | <u>13,995,384</u> |

## Consolidated Statement of Financial Position (cont.)

As at 31 December 2025

### EQUITY

|                     |    |                   |                   |
|---------------------|----|-------------------|-------------------|
| Issued capital      | 9  | 27,297,949        | 27,168,419        |
| Reserves            | 10 | 2,077,860         | 2,086,926         |
| Accumulated losses  |    | (17,080,128)      | (15,259,961)      |
| <b>TOTAL EQUITY</b> |    | <b>12,295,681</b> | <b>13,995,384</b> |

*The above 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

|                                                              | Note | ISSUED<br>CAPITAL | SHARE BASED<br>PAYMENTS<br>RESERVE | ACCUMULATED<br>LOSSES | TOTAL             |
|--------------------------------------------------------------|------|-------------------|------------------------------------|-----------------------|-------------------|
|                                                              |      | \$                | \$                                 | \$                    | \$                |
| <b>Balance at 30 June 2024</b>                               |      | <b>27,168,419</b> | <b>1,793,043</b>                   | <b>(13,117,708)</b>   | <b>15,843,754</b> |
| Loss for the half year                                       |      |                   |                                    | (1,536,667)           | (1,536,667)       |
| Total comprehensive loss for the half year                   |      |                   |                                    | (1,536,667)           | (1,536,667)       |
| <b>Transactions with owners in their capacity as owners:</b> |      |                   |                                    |                       |                   |
| Issue of shares (net of transaction costs)                   |      |                   |                                    |                       |                   |
| Share based payments                                         |      | -                 | 271,382                            | -                     | -                 |
| <b>Balance at 31 December 2024</b>                           |      | <b>27,168,419</b> | <b>2,064,425</b>                   | <b>(14,654,375)</b>   | <b>14,578,469</b> |
| <b>Balance at 30 June 2025</b>                               |      | <b>27,168,419</b> | <b>2,086,926</b>                   | <b>(15,259,961)</b>   | <b>13,995,384</b> |
| Loss for the half-year                                       |      |                   |                                    | (1,820,168)           | (1,820,168)       |
| Total comprehensive loss for the half-year                   |      |                   |                                    | (1,820,168)           | (1,820,168)       |
| <b>Transactions with owners in their capacity as owners:</b> |      |                   |                                    |                       |                   |
| Capital raising – issue of ordinary shares                   | 9    | 129,530           | -                                  | -                     | 129,530           |
| Share based payments                                         | 9(b) | -                 | (9,066)                            | -                     | (9,066)           |
| <b>Balance at 31 December 2025</b>                           |      | <b>27,297,949</b> | <b>2,077,860</b>                   | <b>(17,080,128)</b>   | <b>12,295,681</b> |

*The above 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

|                                                     |   | 31 December<br>2025 | 31 December<br>2024 |
|-----------------------------------------------------|---|---------------------|---------------------|
|                                                     |   | \$                  | \$                  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>          |   |                     |                     |
| Receipts from customers                             |   | -                   | 9,420               |
| Grants received                                     | 7 | -                   | 338,962             |
| R&D tax incentive                                   |   | -                   | 41,658              |
| Payments to suppliers and employees                 |   | (2,208,892)         | (1,609,903)         |
| Payments for process development                    |   |                     | (695,806)           |
| Interest paid                                       |   | (63,821)            | (54,151)            |
| Interest income received                            |   | 7,746               | 87,849              |
| Net cash used in operating activities               |   | (2,264,967)         | (1,881,971)         |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>          |   |                     |                     |
| Purchase of plant and equipment                     |   | (554,601)           | (81,114)            |
| R&D tax incentive                                   |   | -                   | 140,354             |
| Government grant income received                    | 7 | 1,450,001           | 327,704             |
| Payments for exploration and evaluation             |   | (107,110)           | (838,746)           |
| Net cash used in investing activities               |   | 793,585             | (451,802)           |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>          |   |                     |                     |
| Proceeds/(Advances) Loans receivable                |   | 1,125,000           | (113,236)           |
| Finance lease                                       |   | -                   | 129,575             |
| Proceeds from loans                                 |   | 799,985             | 500,000             |
| Repayment of finance lease                          |   | (95,371)            | (50,013)            |
| Net cash (used in)/provided by financing activities |   | 1,829,629           | 466,326             |
| Net (decrease)/increase in cash held                |   | 358,247             | (1,867,447)         |
| Cash at beginning of period                         |   | 1,080,708           | 3,326,341           |
| <b>CASH AT END OF PERIOD</b>                        |   | <b>1,438,955</b>    | <b>1,458,894</b>    |

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

## Notes to the Financial Statements

### NOTE 1: SUMMARY OF MATERIAL ACCOUNTING POLICIES

#### a) Corporate Information

The financial report covers International Graphite Limited (the “Group” and consists of financial statements, notes to the financial statements and the Directors' declaration. International Graphite Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

The nature of operations and principal activities of the Group are described in the Directors' Report.

#### b) Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134 Interim Financial Reporting and other authoritative pronouncements of the Australian Accounting Standards Board. Compliance with AASB 134 ensures compliance with International Accounting Standard 34 Interim Financial Reporting.

The financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial report for the year ended 30 June 2025, together with any public announcements made by the Company during the half year ended 31 December 2025 in accordance with the continuous disclosure requirements of the Corporations Act 2001 and the ASX Listing Rules.

The financial statements were authorised for issue by the Directors on 13<sup>th</sup> March 2026.

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of financial assets, financial liabilities and selected non-current assets for which the fair value basis of accounting has been applied. The presentation currency of the Company is Australian dollars (AUD).

#### c) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (its subsidiaries) (referred to as “the Group” in these financial statements). Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. When control ceases with entities, they are deconsolidated from the date control ceases. The fair value of the investment remaining in the entity is recognised. Any gain or loss on deconsolidation is recognised in accordance with standards in the profit or loss or equity as required.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the Group. In preparing the consolidated financial statements, all inter-company balances and transactions between entities in the Group have been eliminated in full on consolidation.

**d) Significant Accounting Judgments and Key Estimates**

The accounting policies adopted in the preparation of the half year financial report are consistent with those adopted and disclosed in the Group's annual financial report for the year ended 30 June 2025.

Judgement and key estimates are made for the following:

- Going concern
- Impairment of assets
- Leases in terms of AASB16
- Useful lives of assets

**e) Going Concern**

The financial report has been prepared on the going concern basis, which contemplates the continuation of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business. The Group is an exploration and development stage entity listed on the ASX and therefore its primary source of funding is derived from capital markets and Research and Development Tax Incentives and Government grants.

For the half year ended 31 December 2025, the Group recorded a loss of \$1,820,168 (2024: \$1,536,667) and had net cash outflows from operating activities of \$2,264,967 (2024: \$1,878,971).

As at 31 December 2025, the Group had cash on hand of \$1,438,955 and for the half year ended 31 December 2025, the Company had net cash inflows from investing activities of \$793,585 (2024: (\$451,802)). At 31 December 2025 the Group was in a net current liability position of \$2,992,173 (2024: \$992,714). The ability of the Group to continue as a going concern is principally dependent upon the ability of the Group to secure funds by raising additional capital from equity markets and managing cashflows in line with available funds.

These factors indicate a material uncertainty, which may cast significant doubt as to whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors have considered the above and believe that there are reasonable grounds that the Group will continue as a going concern based on the following:

- Government grants: (i) the Critical Minerals Development Program grant with the federal government for \$4,700,000 of which \$4,230,000 has been drawn down as at 31 December 2025 with a further \$470,000 to be received and (ii) Western Australian Government grants from the Investment Attraction Fund for \$4,000,000 and Collie Industrial Transition Fund for \$6,500,000 of which \$600,000 and \$1,600,000 respectively has been drawn down as at 31 December 2025. Access to the funds is dependent on the Group achieving milestones according to the funding agreement.
- Loans: (i) an amount of \$784,698 from a loan agreement with Innovative Technology Funding to be repaid from forecast proceeds from the Company's 2025 R&D Tax rebate.

- Included in the net current liability as at 31 December 2025 is Financial Liabilities of \$986,230 owing to Pioneer Resource Partners LLC of which \$75,000 has been settled by a share placement in February 2026. The Group has \$2.2M available for under the funding agreement with Pioneer Resource Partners LLC. Amounts drawn under the agreement can be repaid in cash or shares at the Company's election.

The Directors have prepared a cash flow forecast and based on that forecast the Directors have the ability to reduce discretionary costs and raise funds from capital raisings as well receiving further research and development incentives based on the exploration and development work already performed to 31 December 2025 plus planned future work.

In the event that the Group is not able to raise additional funds and / or reduce discretionary costs it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in financial statements. The financial statements do not include any adjustments relating to the amount or classification of recorded assets or liabilities that might be necessary if the Group does not continue as a going concern.

#### **f) Other Revenue**

##### ***(i) Interest Income***

Interest income is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

##### ***(ii) Government Grants***

Government grants for services are recognised in accordance with AASB 120 – Accounting for Government Grants and Disclosure of Government Assistance. A government grant is not recognised until there is reasonable assurance that the Group will comply with the conditions attaching to it, and that the grant will be received. Government grants are recognised in profit or loss on a systematic basis over the periods in which the Group recognises as expenses the related costs for which the grants are intended to compensate. Government grants for the construction of an asset are offset against the cost of the asset or deferred as unearned grant income if the funds are received in advance. Where the project has been completed, the remaining unspent funds may be recognised as income.

##### ***(iii) R&D Tax Rebate***

The R&D Tax Rebate attributable for the construction of an asset are offset against the cost of the asset to the extent that costs associated with the rebate has been capitalised.

#### **g) Adoption of New and Revised Accounting Standards**

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

The Group has adopted all applicable new and amended Australian Accounting Standards and AASB Interpretations as of 1 July 2025 that are mandatory to the current financial period. There has been no material impact on the financial statements or performance of the Group resulting from these new and amended Australian Accounting Standards.

The Group has not elected to early adopt any other new standards or amendments that are issued but not yet effective.

## NOTE 2: OTHER INCOME

|                         | 31 December<br>2025 | 31 December<br>2024 |
|-------------------------|---------------------|---------------------|
|                         | \$                  | \$                  |
| Interest income         | 7,746               | 87,849              |
| Government grant income | 258,536             | 338,962             |
| R&D Tax rebate          | -                   | 41,658              |
|                         | <u>293,282</u>      | <u>468,469</u>      |

## NOTE 3: FINANCE COSTS

|                                                            | 31 December<br>2025 | 31 December<br>2024 |
|------------------------------------------------------------|---------------------|---------------------|
|                                                            | \$                  | \$                  |
| Finance costs relating to financial liability <sup>1</sup> | 300,790             | -                   |
| Interest paid on loans                                     | 68,588              | -                   |
|                                                            | <u>369,378</u>      | <u>-</u>            |

<sup>1</sup> See Note 8 Financial Liability for details

## NOTE 4: PROPERTY, PLANT AND EQUIPMENT

|                               | 31 December<br>2025 | 30 June<br>2025 |
|-------------------------------|---------------------|-----------------|
|                               | \$                  | \$              |
| Plant and equipment at cost   | 1,674,828           | 1,674,828       |
| Less accumulated depreciation | (845,057)           | (678,559)       |
|                               | <u>829,771</u>      | <u>996,269</u>  |
| <i>Reconciliation:</i>        |                     |                 |
| Opening balance               | 996,269             | 1,383,785       |
| Additions                     | -                   | 83,990          |
| Depreciation                  | (166,498)           | (471,506)       |
| Closing balance               | <u>829,771</u>      | <u>996,269</u>  |
| <b>Land Asset</b>             | <u>447,475</u>      | <u>-</u>        |
| <i>Reconciliation:</i>        |                     |                 |
| Opening balance               | -                   | -               |
| Additions                     | 447,475             | -               |
| Closing balance               | <u>447,475</u>      | <u>-</u>        |

|                                 |           |   |
|---------------------------------|-----------|---|
| <b>Asset under Construction</b> | -         | - |
| <i>Reconciliation:</i>          |           |   |
| Opening balance                 | -         | - |
| Additions                       | 111,830   | - |
| Government grants received      | (111,830) | - |
| Closing balance                 | -         | - |

Assets under construction represent capital expenditure incurred on the Collie Micronising Facility that is under construction as at the reporting date. Depreciation is recognised on assets under construction. Depreciation will commence when the asset is available for use. Costs incurred prior 1 July 2025 were expensed in prior periods.

|                                       |                  |                |
|---------------------------------------|------------------|----------------|
| <b>Property Plant &amp; Equipment</b> | <b>1,277,246</b> | <b>996,269</b> |
|---------------------------------------|------------------|----------------|

#### NOTE 5: EXPLORATION AND EVALUATION ASSET

|                                                                                   | <b>31 December<br/>2025</b> | <b>30 June<br/>2025</b> |
|-----------------------------------------------------------------------------------|-----------------------------|-------------------------|
|                                                                                   | <b>\$</b>                   | <b>\$</b>               |
| Opening balance                                                                   | 13,916,557                  | 13,764,042              |
| Exploration costs incurred                                                        | 107,110                     | 1,076,752               |
| Government grant income & R&D tax rebates attributable to Exploration Expenditure | (107,110)                   | (924,237)               |
| Closing balance                                                                   | 13,916,557                  | 13,916,557              |

The ultimate recoupment of exploration and evaluation expenditure carried forward is dependent on successful development and commercial exploitation.

#### NOTE 6: FINANCIAL LIABILITIES AT AMORTISED COST

|                        | <b>31 December<br/>2025</b> | <b>30 June<br/>2025</b> |
|------------------------|-----------------------------|-------------------------|
|                        | <b>\$</b>                   | <b>\$</b>               |
| Loans                  | 784,698                     | 784,698                 |
| <i>Reconciliation:</i> |                             |                         |
| Opening balance        | 784,698                     | 500,000                 |
| Loan draw downs        | -                           | 1,284,698               |
| Loan repayments        | -                           | (1,000,000)             |
| Closing balance        | 784,698                     | 784,698                 |

In February 2025, the Company signed a loan facility totalling \$1,000,000 with a third party to finance the Company's forecast rebate expected to be due from the Australian Taxation Office for eligible 2025 research and development expenditure related to the Company's activities. At 31 December 2025 \$784,698 had been drawn under the loan. Interest is charged at 16% per annum and the loan is repayable on or before 31 March 2026.



## NOTE 7: GOVERNMENT GRANTS

|                                                   | 31 December<br>2025 | 30 June<br>2025 |
|---------------------------------------------------|---------------------|-----------------|
|                                                   | \$                  | \$              |
| Government grants received in advance             | 1,602,466           | 929,942         |
| <b>Reconciliation:</b>                            |                     |                 |
| Opening balance                                   | 629,942             | 1,963,314       |
| Grants received                                   | 1,450,000           | 750,000         |
| Grant allocated to exploration & evaluation       | (107,110)           | (1,453,706)     |
| Grant allocated to process development            | (258,536)           | (332,666)       |
| Grant allocated to PPE & assets under development | (111,830)           | -               |
| Closing balance                                   | 1,602,466           | 629,942         |

## NOTE 8: FINANCIAL LIABILITY AT FAIR VALUE THROUGH PROFIT AND LOSS

|                                                  | 31 December<br>2025 | 30 June<br>2025 |
|--------------------------------------------------|---------------------|-----------------|
|                                                  | \$                  | \$              |
| Financial Liability                              | 986,230             | -               |
| <b>Note disclosure:</b>                          |                     |                 |
| Initial proceeds                                 | 799,985             | -               |
| Fair value derivative                            | 170,901             | -               |
| Finance cost 9% uplift accrual                   | 5,387               | -               |
| Derivative liability at fair value               | 976,273             | -               |
| Call option – Derivative liability as fair value | 9,957               | -               |
|                                                  | 986,230             | -               |

As announce to the market on 1 October 2025 the company entered into an investment agreement with Pioneer Resource Partners LLC (Investor) for a facility up to \$3M.

|                   | Cash Funds | Cash received                                                   | Subscription<br>Amounts | Maturity Date |
|-------------------|------------|-----------------------------------------------------------------|-------------------------|---------------|
| First Prepayment  | 500,000    | 10-Oct-25                                                       | 545,000                 | 9/10/2028     |
| Second Prepayment | 300,000    | 10-Oct-25                                                       | 327,000                 | 9/10/2028     |
| Third Tranche     | 2,200,000  | Subject to mutual<br>consent of the Investor<br>and the Company | -                       |               |
|                   | 3,000,000  |                                                                 | 872,000                 |               |

Under the terms on the agreement the Investor may require International Graphite to settle outstanding subscription amounts through the issue of Placement Shares.

The number of Placement Shares to be issued is dependent on the Placement Price, which is variable. The Placement Price will initially be equal to \$0.10 per share and will rest after 30 days to 90% of the average of the five daily volume weighted average price (VWAP) selected by the Investor during the 20 consecutive trading days immediately prior to the date of the Investors notice to issue shares.

International Graphite has the option to repay the subscription amount by making a payment to the Investor equal to the market value of the shares that would have been otherwise issued, instead of issuing shares to the Investor.

The settlement feature meets the definition of an embedded derivative liability under AASB 9, Appendix A because:

- the value of the settlement feature changes in response to the International Graphite's share price: the larger the difference between the Placement Price and the International Graphite's Share Price on issue date, the greater the value of the conversion feature;
- the value of the settlement feature is less than the amount that would be required to purchase the equivalent number of shares up front; and
- the settlement feature can be exercised at a future date.

The embedded derivative liability is recognised at fair value being the difference in the transaction price and the price the share value at placement price over the term of the expected life of the agreement:

|                                                     |                  |
|-----------------------------------------------------|------------------|
| Subscription Amount Outstanding                     | \$800,000        |
| Accrued finance cost for 9% uplift                  | \$72,000         |
| Subscription Amount Outstanding                     | \$872,000        |
| Placement Price <sup>1</sup>                        | \$0.05180        |
| Number of shares to be issued                       | 16,820,988       |
| Share Price at 31 December 2025                     | \$0.0620         |
| Fair value at Reporting Date                        | \$1,042,901      |
| <b>Fair Value of Derivative liability component</b> | <b>\$170,901</b> |

<sup>1</sup> Placement Price = 90% of Reference Price \$0.0576

|                                                           |                |
|-----------------------------------------------------------|----------------|
| Accrued finance cost for 9% uplift                        | \$72,000       |
| Total # of days                                           | 1,096          |
| Daily accrual rate                                        | \$65.69        |
| # of days from Initial Recognition until 31 December 2025 | 82             |
| <b>Accrual for uplift as at 31 December 2025</b>          | <b>\$5,387</b> |

#### **Call Option - Derivative liability at fair value - Initial Placement Shares**

Upon entering into the agreement, International Graphite made an initial issuance of 980,000 Initial Placement Shares to the Investor at the time of the funding of the repayment, towards the ultimate number of Placement Shares to be issued. Alternatively, in lieu of applying these shares towards the aggregate number of Placement Shares to be issued by International Graphite, the Investor may make a further payment (at any time until 5 days after Final Payment date)) to the value of these shares determined using the Placement Price at the time of the payment.

The issue of those Initial Placement Shares under Clause 3.2 of the Agreement provides the Investor with an option to acquire an additional 980,000 shares over the term of the Agreement, because the Investor will either pay an additional sum for the shares or will apply those shares in settlement of the Subscription Amount. The Placement Price that will be paid by the Investor for the additional shares is based on 90% of the lowest five day VWAP over the 20 days prior to payment.

A call option derivative liability has been recognised at fair value through profit and loss. The exercise price of the call option being 10% of the lowest five day VWAP over the 20 days prior to maturity.

|                                                    |                |
|----------------------------------------------------|----------------|
| Balance of Initial Placement Shares                | 980,000        |
| Placement Price                                    | 0.052          |
| Share Price at 31 December 2025                    | 0.062          |
| Difference between Placement Price and Share Price | 0.01           |
| <b>Fair value of call option liability</b>         | <b>\$9,957</b> |

## NOTE 9: Issued Capital

### (a) Share Capital

|                            | 31 December 2025 |            | 30 June 2025 |            |
|----------------------------|------------------|------------|--------------|------------|
|                            | No.              | \$         | No.          | \$         |
| Fully paid ordinary shares | 196,768,785      | 27,297,949 | 193,558,330  | 27,168,419 |

### (b) Movement in Issued Capital

|                                                         | Date       | No.                | \$                |
|---------------------------------------------------------|------------|--------------------|-------------------|
| <b>Balance as at 30 June 2024</b>                       |            | <b>193,558,330</b> | <b>27,168,419</b> |
| <b>Balance as at 30 June 2025</b>                       |            | <b>193,558,330</b> | <b>27,168,419</b> |
| Share placement linked to Option Liability <sup>1</sup> | 06/10/2025 | 980,000            | -                 |
| Share Issued for Investment Fee Payable <sup>2</sup>    | 06/10/2025 | 2,045,455          | 114,545           |
| Shares issued for services <sup>2</sup>                 | 03/11/2025 | 185,000            | 14,985            |
| <b>Balance as at 31 December 2025</b>                   |            | <b>196,768,785</b> | <b>27,297,949</b> |

<sup>1</sup> As set out in the announcement to the ASX on 1 October 2025, the initial 980,000 Ordinary Shares in the placement are being issued to the subscriber.

<sup>2</sup> Share based payment to be recognised at FV at issue date

## NOTE 10: Reserves

### (a) Shared Based Payment Reserve

|                             | 31 December 2025 | 30 June 2025 |
|-----------------------------|------------------|--------------|
|                             | \$               | \$           |
| Share based payment reserve | 2,077,860        | 2,086,926    |
|                             | 2,077,860        | 2,086,926    |

Movement in share based payment reserve:

|                                     | <b>31 December<br/>2025</b> | <b>30 June<br/>2025</b> |
|-------------------------------------|-----------------------------|-------------------------|
|                                     | <b>\$</b>                   | <b>\$</b>               |
| Beginning balance                   | 2,086,926                   | 1,793,043               |
| Share based payments                | (9,066)                     | 568,196                 |
| Adviser options expired unexercised | -                           | (274,313)               |
| Closing balance                     | <u>2,077,860</u>            | <u>2,086,926</u>        |

The share-based payments reserve is used to recognise the fair value of shares and options issued to Directors, employees, contractors and brokers. The share-based payments expense of \$9,066 relates to performance rights issued to directors in prior periods being expensed over the vesting period.

**(b) Share Based Payments**

|                                        | <b>31 December<br/>2025</b> | <b>31 December<br/>2024</b> |
|----------------------------------------|-----------------------------|-----------------------------|
|                                        | <b>\$</b>                   | <b>\$</b>                   |
| Directors and key management personnel | (17,054)                    | 196,526                     |
| Consultants                            | 7,988                       | 74,856                      |
|                                        | <u>(9,066)</u>              | <u>271,382</u>              |

# NOTE 9: Reserves (cont.)

## (c) Share Based Payments Granted During the Current Period

No performance rights or other share based payments were issued in the current period.  
Below is a summary of performance rights outstanding at 31 December 2025.

|                                 | Grant date<br>24/11/2023 | Grant date<br>30/11/2022 | Grant date<br>30/11/2022 | Total             | Fair value<br>on grant<br>date | Most likely<br>outcome | Total<br>expense | Cumulative<br>Amount<br>Expensed to<br>30 June 2025 | Amount<br>Expensed to<br>31 December<br>2025 | Amount to be<br>expensed in<br>future periods |
|---------------------------------|--------------------------|--------------------------|--------------------------|-------------------|--------------------------------|------------------------|------------------|-----------------------------------------------------|----------------------------------------------|-----------------------------------------------|
| <b>Fair value on Grant Date</b> | <b>\$0.19</b>            | <b>\$0.29</b>            | <b>\$0.1937</b>          |                   |                                |                        |                  |                                                     |                                              |                                               |
| Class A                         | 3,500,000                | 1,000,000                |                          | 4,500,000         | 955,000                        | 50%                    | 477,500          | 223,268                                             | 26,503                                       | 227,729                                       |
| Class B                         | -                        | 1,000,000                |                          | 1,000,000         | 290,000                        | N/A                    | 290,000          | -                                                   | -                                            | -                                             |
| Class C                         | 2,500,000                | 1,000,000                |                          | 3,500,000         | 765,000                        | 5%                     | 191,250          | 145,277                                             | (64,594)                                     | 110,567                                       |
| Class D                         | 3,500,000                | 1,000,000                |                          | 4,500,000         | 955,000                        | 5%                     | 477,500          | 223,268                                             | (72,204)                                     | 326,436                                       |
| Class E                         | -                        | -                        | 2,000,000                | 2,000,000         | 387,400                        | N/A                    | 387,400          | 250,692                                             | 47,840                                       | 88,868                                        |
| Class F                         | -                        | -                        | 2,400,000                | 2,400,000         | 464,880                        | N/A                    | 464,880          | 288,704                                             | 57,408                                       | 118,768                                       |
| Class G                         | 2,100,000                |                          |                          | 2,100,000         | 399,000                        | 50%                    | 131,670          | 40,968                                              | (4,019)                                      | 94,721                                        |
|                                 | <b>11,600,000</b>        | <b>4,000,000</b>         | <b>4,400,000</b>         | <b>20,000,000</b> | <b>4,216,280</b>               |                        | <b>2,420,200</b> | <b>1,172,177</b>                                    | <b>(9,066)</b>                               | <b>967,089</b>                                |
| <b>Rights Converted</b>         |                          |                          |                          |                   |                                |                        |                  |                                                     |                                              |                                               |
| Class B                         | -                        | (1,000,000)              | -                        | (1,000,000)       | (290,000)                      |                        | (290,000)        |                                                     | -                                            | -                                             |
| <b>Total</b>                    | <b>11,600,000</b>        | <b>3,000,000</b>         | <b>4,400,000</b>         | <b>19,000,000</b> | <b>3,926,280</b>               |                        | <b>2,130,200</b> | <b>1,172,177</b>                                    | <b>(9,066)</b>                               | <b>967,089</b>                                |
|                                 |                          |                          |                          |                   |                                |                        |                  |                                                     |                                              |                                               |
| Options (OPT\$)                 | 6,000,000                | -                        | -                        | -                 | 98,100                         |                        |                  | 98,100                                              | -                                            |                                               |
|                                 |                          |                          |                          |                   |                                |                        |                  |                                                     |                                              |                                               |
|                                 |                          |                          |                          |                   | <b>4,824,380</b>               |                        |                  | <b>1,270,277</b>                                    | <b>(9,066)</b>                               | <b>967,089</b>                                |

**NOTE 11: Commitments - Tenements**

Prospecting Licenses, Exploration Licenses and Mining Leases are subject to annual rent and a prescribed minimum annual expenditure commitment. The total annual rents for the Company's six granted licenses are \$89,141 (2025: \$87,035). The minimum expenditure commitment for 2026 is \$373,900 (2025: \$373,900).

**NOTE 12: Related Party Transactions**

The Company engages Battery Limits Pty Ltd (an entity controlled by Mr Hearse) (Battery Limits) to provide professional services to the Company. The professional services include but are not limited to coordinating and managing exploration, geological, mining, metallurgical investigations, permitting, engineering, process design, feasibility studies and graphite marketing investigations and studies and all technical studies associated with the development, construction and operation of graphite concentrate downstream processing facilities. Fees are charged on an hourly rates basis that compare favourably to what the Company would otherwise incur with an unrelated party performing the same services.

Professional services charged for the half years ended 31 December 2025 and 31 December 2024 totalled \$273,814 and \$511,917 respectively.

In addition, the Company occupies an office space at a commercial premises owned by Juad Pty Ltd (an entity controlled by Mr Hearse) and leased by Battery Limits. In the half years to 31 December 2025 and 31 December 2024 the Company paid Battery Limits \$18,696 and \$14,345 respectively for its reasonable share of office rent and outgoings incurred by Battery Limits based on the Company's occupancy levels.

**NOTE 13: Contingencies and Commitments**

There were no material contingent liabilities, contingent assets and other commitments at reporting date.

**NOTE 14: Events Subsequent to Reporting Date**

On the 13 January 2026, the Company appointed Aidan Nania as an executive director.

On 2 February 2026, the Company issued 1,388,889 shares to repay \$75,000 of loans to Pioneer Resource Partners LLC.

Other than these have been no matters or circumstances have arisen since the end of the half year which significantly affected or could significantly affect the operations of the Company in future financial years.

## Directors' Declaration

In the Directors' opinion:

- the attached interim financial statements and notes comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001, and
- the attached interim financial statements and notes give 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
- there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

**This declaration is made in accordance with a resolution of the Board of Directors made pursuant to section 303(5)(a) of the Corporations Act 2001 and is signed for and on behalf of the Directors by:**



Philip Hearse  
**Chairman**

Dated this 13<sup>th</sup> of March 2026 in North Perth

## Independent Auditor's Review Report to the Members of International Graphite Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying Condensed Consolidated Half-Year Financial Report of International Graphite Limited ("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 comprising a summary of material accounting policies, other explanatory notes and the directors' declaration of the Group comprising the Company and the entities it controlled at half-year end from time to time during the half-year.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the Condensed Consolidated Half-Year Financial Report of International Graphite Limited is not in accordance with the *Corporations Act 2001* including:

- (a) 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
- (b) 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 Responsibility for the Review of the Half-Year Financial Report* section of our report.

We are independent of the Group in accordance with the 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 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 Group, would be in the same terms if given to the directors as at the time of this auditor's review report.



### Material Uncertainty in relation to Going Concern

We draw attention to Note 1(e) in the Condensed Consolidated Half-Year Financial Report, which indicates that the Group incurred a net loss of \$1,820,168 and had net cash outflows from operating activities of \$2,264,967 for the six months ended 31 December 2025. As of that date, the Group had net current liabilities of \$2,992,173.

These events or conditions, along with other matters as set forth in Note 1(e), 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' Responsibility for the Half-Year Financial Report

The Directors of the Group are responsible for the preparation of the Condensed Consolidated 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 is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility 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 Condensed Consolidated 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.



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**ARMADA AUDIT & ASSURANCE PTY LTD**

**MARCIA JOHNSON**

**DIRECTOR**

**Perth, Dated 13 March 2026**

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