QMINES Sustainable Australian Copper

16 MARCH 2026

2026 Interim Report

For the half year ended 31 December 2025

ASX:QML

qmines.com.au

ABN 72 643 212 104

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CORPORATE DIRECTORY

QMines Limited
ASX:QML

Directors
Andrew Sparke
Managing Director & Executive Chairman

Elissa Hansen
Non-Executive Director & Company Secretary

Peter Caristo
Non-Executive Director

Management
Richard Wittig
General Manager Operations

Tom Bartschi
Exploration Manager

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Mosman NSW 2088

Principal Place of Business
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Mosman NSW 2088

Share Registry
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Auditor
RSM Australia Partners
Level 7, 1 Martin Place,
Sydney, NSW 2000

Legal Advisor
Steinpreis Paganin
Level 4, 50 Market Street
Melbourne VIC 3000

Website
www.qmines.com.au

DIRECTORS' REPORT

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Consolidated Entity') consisting of QMines Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

Directors

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

- Mr. Andrew Sparke; Chairman & Managing Director
- Ms. Elissa Hansen; Director and Company Secretary
- Mr. Peter Caristo; Director

Review of Operations

The loss for the Consolidated Entity after providing for income tax amounted to $2,400,396 (31 December 2024: $1,609,531).

During the period, the Group was focussed on its prospective copper, gold and base metals projects in Central Queensland. QMines owns 100% of three advanced projects located within 120km of Rockhampton (Figure 1).

The period was characterised by:

- **Resource growth** through the completion of the Mount Mackenzie acquisition and subsequent drilling.
- **Substantial exploration programs** at the Develin Creek and Mount Mackenzie projects.
- **Strengthening of the Company's funding base**, with approximately $9 million raised through an oversubscribed placement and fully underwritten SPP.
- **Progression of the Mt Chalmers phased development strategy**, including the commencement of a Definitive Feasibility Study (**DFS**).

The Mt Chalmers project is a high-grade historic mine that produced 1.2Mt @ 3.6g/t Au, 2.0% Cu and 19g/t Ag up to 1982. Following six resource updates and the delivery of a Pre-Feasibility Study (**PFS**), Mt Chalmers now has an **Ore Reserve Estimate of 9.6Mt @ 0.65% Cu, 0.48g/t Au, 0.27% Zn, 5.2g/t Ag and 4.3% S** in the Proved and Probable categories (reported in accordance with the JORC Code 2012).

The Company's Develin Creek project, which contains the high-grade Scorpion, Window and Sulphide City deposits, which collectively have an updated Mineral Resource Estimate (**MRE**), released in February 2026, of **4.7Mt** @ **0.94% Cu, 1.00% Zn, 0.15g/t Au and 5.7g/t Ag**.

The Mount Makenzie gold project was acquired during the period and adds an additional MRE to the Company's existing inventory of **3.3Mt** @ **1.4g/t Au** and **8.4g/t Ag** for **151,000oz Au** and **900,000oz Ag**. The Company now has approximately 20Mt of Resources reported in accordance with the 2012 JORC Code across its three 100% owned projects.

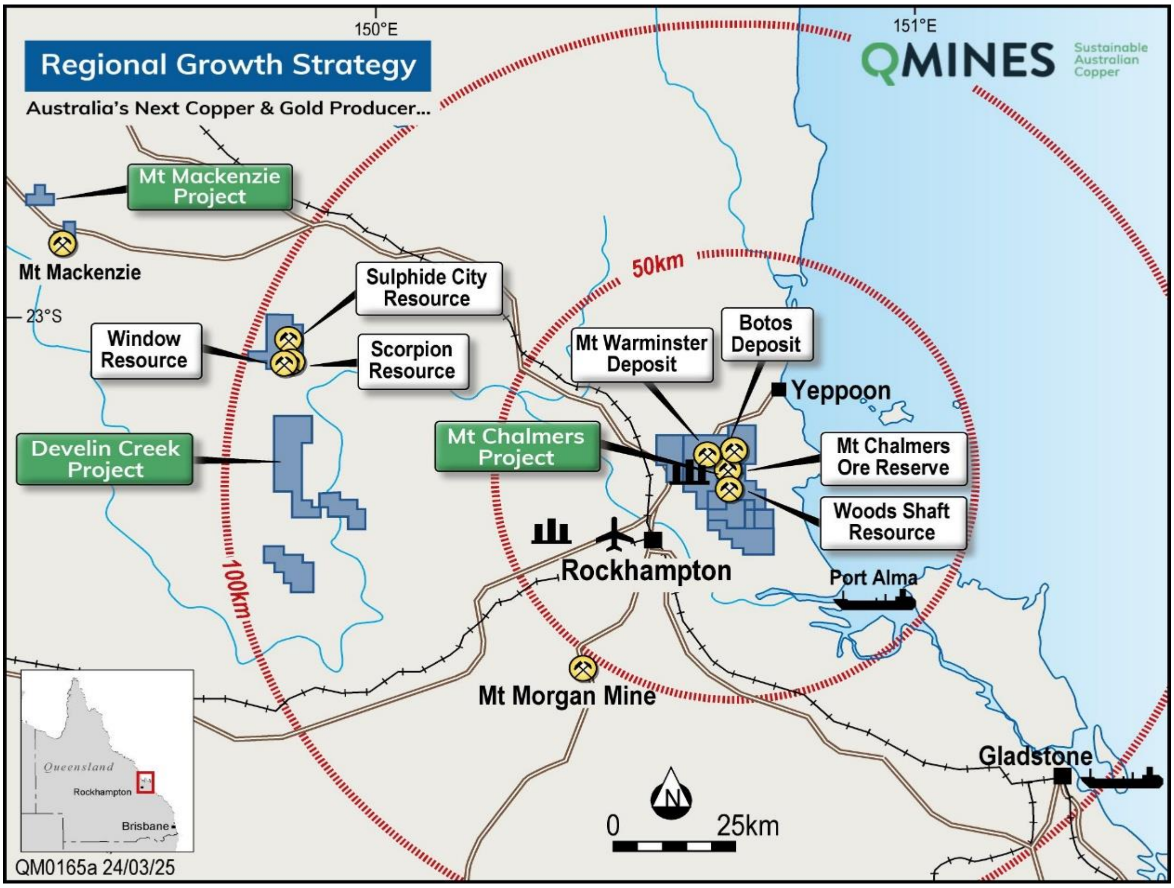

***Figure 1:** Location of QMines' Mt Chalmers, Develin Creek and Mount Mackenzie projects.*

Mt Chalmers

The Mt Chalmers Project, situated 17km North-East of Rockhampton, comprises six Exploration Permits for Minerals (EPM's) and covers 437km^2 and one Mine Lease Application. The Mt Chalmers project hosts a high-grade historic mine that produced **1.2Mt @ 3.6g/t Au, 2.0% Cu and 19g/t Ag between 1898-1982**. In August 2024, QMines completed a Preliminary Feasibility Study (**PFS**) at Mt Chalmers that demonstrated that the project is commercially viable and technically achievable.

QMines has now commenced a Definitive Feasibility Study (**DFS**) on the Mt Chalmers copper and gold project, marking a major step forward in the Company's transition from explorer to producer and bringing the Mt Chalmers copper and gold mine back into production. The Company has adopted a phased development strategy, commencing with a 1Mtpa base case operation as outlined in the Mt Chalmers PFS, before expanding production over time to incorporate the Company's Develin Creek and Mount Mackenzie projects.

This approach is designed to significantly accelerate the path to first production and cashflow by reducing upfront capital requirements, simplifying execution and enabling the Project to progress through development in a more capital-efficient and lower-risk manner. By prioritising the highest-value copper and gold tonnes in the early years, the Company believes this strategy provides the most practical and achievable pathway to bringing Mt Chalmers into operation.

This staged approach also positions shareholders to benefit from exposure to near-term metals pricing conditions. By targeting earlier production, QMines aims to bring Mt Chalmers online during the current strengthening phase of the copper and gold cycle, allowing shareholders to participate in the upside potential associated with improved commodity pricing sooner.

Over time, as cashflow is generated and the project is de-risked, the Company intends to evaluate expansion opportunities, including potential production scale increases and continued regional growth through exploration and acquisition.

Develin Creek

The Develin Creek copper, zinc, gold, silver Project is located approximately 90km northwest of Rockhampton, Queensland. A key focus during the period was infill and extensional drilling at the Sulphide City, one of three deposits at Develin Creek, to grow resources and convert Inferred material to the Indicated JORC category. Over 30 holes were drilled, with approximately 3,000m completed during the period. Drilling at Sulphide City consistently returned high-grade copper-equivalent intercepts, such as:

- **34m @ 2.2% CuEq (DCRC088)**
- **7m @ 6.0% CuEq (DCRC089)**
- **16m @ 2.29% CuEq (DCRC075)**
- **11m @ 2.39% CuEq (DCRC079)**

Exploration showed strengthening geological continuity and metallurgical testwork reported >90% Cu recoveries and confirmed compatibility with the Mt Chalmers flowsheet when blended with Mt Chalmers Ore.

Mount Mackenzie

The Mount Mackenzie project, acquired in July 2025, is situated approximately 140km north west of Rockhampton and proximal to QMines Develin Creek project which lies 45km to the south east (Figure 1). Mount Mackenzie is projected to improve the proposed life of mine at the Mount Chalmers copper and gold project over the phased development strategy, adding significant gold and silver mineralisation into the Mt Chalmers and Develin Creek global resources.

The half-year marked the rapid advancement of the Mount Mackenzie gold and silver project. During the period QMines delivered a Resource upgrade to *3.3Mt @ 1.40 g/t Au & 8.4 g/t Ag* (151koz Au, 902koz Ag), representing a 16% increase in gold with 67% of the resource now in the Indicated JORC category. An initial open pit optimisation delivered a 2.3Mt @ 1.35 g/t Au & 8.9 g/t Ag production target, with approximately 90% Indicated material.

QMines is currently drilling at its Mount Mackenzie project with the system remaining wide open along strike and depth.

Ore Reserve - Mt Chalmers

Deposit[1]	Reserve Category	Tonnes (Mt)	Cut Off (% Cu)	Cu (%)	Au (g/t)	Zn (%)	Ag (g/t)	S (%)
Mt Chalmers	Proved	5.1	0.3%	0.72	0.58	0.25	4.70	5.80
Mt Chalmers	Probable	4.5	0.3%	0.57	0.37	0.29	5.50	3.60
Total[1]		**9.6**	**0.3%**	**0.65**	**0.48**	**0.27**	**5.20**	**4.30**

Mineral Resource Estimate - Mt Chalmers

Deposit[2]	Resource Category	Tonnes (Mt)	Cut Off (% Cu)	Cu (%)	Au (g/t)	Zn (%)	Ag (g/t)	S (%)
Mt Chalmers	Measured	4.2	0.3%	0.89	0.69	0.23	4.97	5.37
Mt Chalmers	Indicated	5.8	0.3%	0.69	0.28	0.19	3.99	3.77
Mt Chalmers	Inferred	1.3	0.3%	0.60	0.19	0.27	5.41	2.02
Total[2]		**11.3**	**0.3%**	**0.75**	**0.42**	**0.23**	**4.60**	**4.30**

[1] *ASX Announcement – Mt Chalmers PFS Supports Viable Copper & Gold Mine, 30 April 2024. Rounding errors may occur.*
[2] *ASX Announcement – Mt Chalmers PFS Supports Viable Copper & Gold Mine, 30 April 2024. Rounding errors may occur.*

Mineral Resource Estimate - Develin Creek

Deposit	Resource Category	Tonnes (Mt)	Cut Off (% Cu)	Cu (%)	Zn (%)	Au (g/t)	Ag (g/t)	
Develin Creek	Indicated	2.90	0.3%	1.09	0.98	0.15	6.04	Not in Mine Plan
Develin Creek	Inferred	1.23	0.3%	0.81	1.58	0.16	6.00	
Total		**4.13**	**0.3%**	**1.07**	**1.16**	**0.15**	**6.02**	

Mineral Resource Estimate - Woods Shaft

Deposit[3]	Resource Category	Tonnes (Mt)	Cut Off (% Cu)	Cu (%)	Au (g/t)	Zn (%)	Ag (g/t)	
Woods Shaft	Inferred	0.54	0.3%	0.50	0.95	-	-	Not in Mine Plan
Total[3]		**0.54**	**0.3%**	**0.50**	**0.95**	**-**	**-**	

Mineral Resource Estimate – Mt Mackenzie

Deposit[4]	Resource Category	Tonnes (Mt)	Cut Off (% Cu)*	Cu (%)	Au (g/t)	Zn (%)	Ag (g/t)	
Mt Mackenzie	Indicated	2.3	0.5-0.7%	-	1.38	-	9.6	Not in Mine Plan
Mt Mackenzie	Inferred	1.1	0.5-0.7%	-	1.45	-	5.8	
Total[4]		**3.4**	**0.5-0.7%**	**-**	**1.40**	**-**	**8.4**	

**cut-off grade: 0.35 g/t Au for oxide, 0.55 g/t Au for primary. Mt Mackenzie project ownership subject to completion of acquisition.*

Competent Person Statements

Ore Reserve Estimate

The Information in this Report that relates to the Open Pit Optimisation and Ore Reserve Estimate and is based on information compiled by Mr Gary McCrae, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr McCrae is a full-time employee of Minecomp Pty Ltd. Mr McCrae has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr McCrae consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mineral Resource Estimate

The information in this report that relates to mineral resource estimation is based on work completed by Mr. Stephen Hyland, a Competent Person and Fellow of the AusIMM. Mr. Hyland is Principal Consultant Geologist with Hyland Geological and Mining Consultants (HGMC), who is a Fellow of the Australian Institute of Mining and Metallurgy and holds relevant qualifications and experience as a qualified person for public reporting according to the JORC Code in Australia. Mr Hyland is also a Qualified Person under the rules and requirements of the Canadian Reporting Instrument NI 43-101. Mr Hyland consents to the inclusion in this report of the information in the form and context in which it appears.

[3] *ASX Announcement - Maiden Woods Shaft Resource, 22 November 2022. Rounding errors may occur.*
[4] *ASX Announcement - Acquisition of the Mount Mackenzie Gold & Silver Project, 16 April 2025. Rounding errors may occur.*

Exploration

The information in this document that relates to exploration results and exploration targets was compiled under the supervision of Mr Tom Bartschi, a member of the Australian Institute of Geoscientists (AIG). Mr Bartschi was the principal geologist for QMines and had sufficient experience relevant to the style of mineralisation, the type of deposit under consideration and the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC 2012). Mr Bartschi consented to the inclusion of the exploration information in the form and context in which it appeared.

Significant changes in the State of Affairs

In the period, the Company completed the acquisition of the Mount Mackenzie Project as noted in the Review of Operations above.

There were no other significant changes in the state of affairs of the Consolidated Entity during the financial half-year.

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 immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors.

Andrew Sparke
Executive Chairman
16 March 2026

AUDITOR'S INDEPENDENCE DECLARATION

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AUDITOR'S INDEPENDENCE DECLARATION

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

(i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

RSM AUSTRALIA PARTNERS

Cameron Hume
Partner

Sydney, NSW
Dated: 16 March 2026

GENERAL INFORMATION

General information

The financial statements cover QMines Limited (**QMines** or **Company**) as a Consolidated Entity consisting of QMines Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is QMines functional and presentation currency.

QMines is an ASX listed public company (**ASX:QML**) limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Registered Office
Suite J, 34 Suakin Drive
Mosman, NSW 2088

Principal Place of Business
Suite J, 34 Suakin Drive
Mosman, NSW 2088

A description of the nature of the Consolidated Entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 16 March 2026.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

		Consolidated	
	Note	Period ended 31 Dec 2025 $	Period ended 31 Dec 2024 $
Revenue			
Other income		-	55,608
Other revenue		67,446	17,658
Interest revenue		7,640	8,340
Expenses			
Professional fees	3	(356,296)	(362,858)
Consulting fees		(185,441)	-
Accounting and audit fees		(57,630)	(55,716)
Employee benefits expense		(573,810)	(363,379)
Depreciation expense		(68,455)	(27,969)
Exploration expenditure		(138,130)	(200,564)
Share based payments expense		(235,343)	(105,825)
Finance costs		(176,551)	(115,468)
Marketing		(245,186)	(212,807)
Occupancy		-	(17,632)
Office and administration		(189,548)	(147,023)
Other expenses		(249,092)	(81,896)
Loss before income tax expense		(2,400,396)	(1,609,531)
Income tax expense		-	-
Loss after income tax expense for the half-year attributable to the owners of QMines Limited		(2,400,396)	(1,609,531)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive loss for the year attributable to the owners of QMines Limited		(2,400,396)	(1,609,531)

		Cents	Cents
Basic loss per share	14	(0.46)	(0.54)
Diluted loss per share	14	(0.46)	(0.54)

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

QMINES Sustainable Australian Copper

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

		Consolidated	
	Note	As at 31 Dec 2025 $	As at 30 Jun 2025 $
Assets			
Current Assets			
Cash and cash equivalents		5,842,114	3,503,714
Trade and other receivables		86,169	86,169
Other current assets	4	373,041	276,935
Total current assets		6,301,324	3,866,818
Non-current Assets			
Property, plant and equipment	5	3,694,572	3,360,460
Mining development assets	6	14,758,101	14,475,135
Exploration and evaluation	7	11,197,798	6,205,847
Total non-current assets		29,650,471	24,041,442
Total Assets		35,951,795	27,908,260
Liabilities			
Current Liabilities			
Trade and other payables		897,681	640,188
Borrowings		1,611,657	1,630,435
Employee benefits		53,472	58,226
Other		97,884	169,040
Total current Liabilities		2,660,694	2,497,889
Non-current Liabilities			
Borrowings		-	113,421
Total non-current Liabilities		-	113,421
Total Liabilities		2,660,694	2,611,310
Net Assets		**33,291,101**	**25,296,950**

Equity			
Issued capital	8	50,184,451	40,448,198
Reserves	9	1,998,885	1,340,591
Accumulated losses		(18,892,235)	(16,491,839)
Total Equity		**33,291,101**	**25,296,950**

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

Consolidated	Issued Capital $	Reserves $	Accumulated Losses $	Total Equity $
Balance at 1 July 2024	31,317,633	313,657	(13,552,479)	18,078,811
Loss after income tax expense for the half-year	-	-	(1,609,531)	(1,609,531)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive loss for the half-year	-	-	(1,609,531)	(1,609,531)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	4,578,553	-	-	4,578,553
Share-based payments	108,036	53,790	-	161,826
Shares issued in purchase of asset	687,500	-	-	687,500
Balance at 31 December 2024	36,691,722	367,447	(15,162,010)	21,897,159

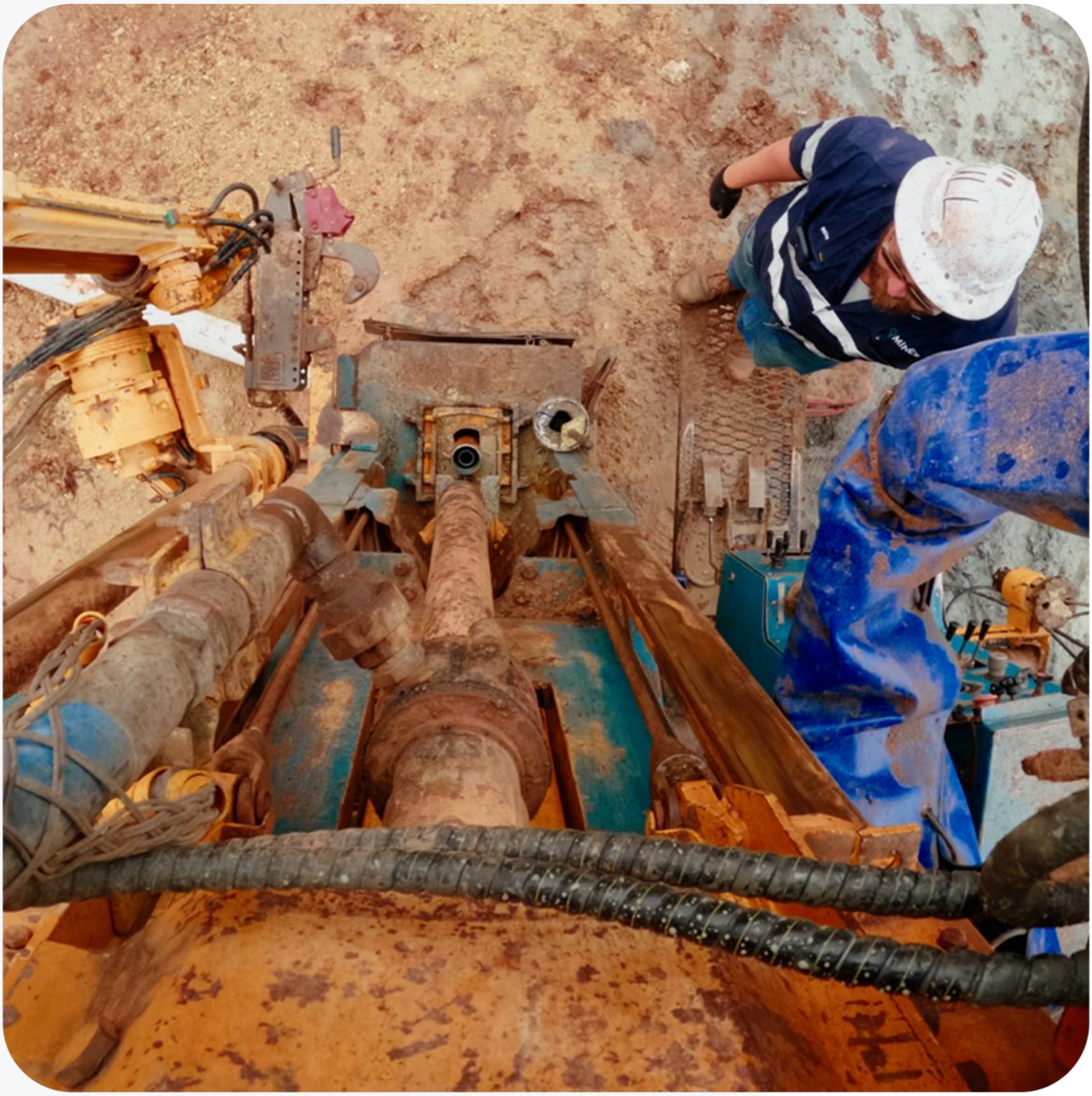
Consolidated	Issued Capital $	Reserves $	Accumulated Losses $	Total Equity $
Balance at 1 July 2025	40,448,198	1,340,591	(16,491,839)	25,296,950
Loss after income tax expense for the half-year	-	-	(2,400,396)	(2,400,396)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive loss for the half-year	-	-	(2,400,396)	(2,400,396)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (Note 8)	8,158,712	444,000	-	8,602,712
Share-based payments	92,541	214,294	-	306,835
Shares issued in purchase of asset	1,485,000	-	-	1,485,000
Balance at 31 December 2025	50,184,451	1,998,885	(18,892,235)	33,291,101

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

QMINES Sustainable Australian Copper

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2025



		Consolidated	
	Note	Period ended 31 Dec 2025 $	Period ended 31 Dec 2024 $
Cash flows from Operating Activities			
Payments to suppliers and employees (incl. of GST)		(1,902,921)	(975,703)
Exploration expenditure paid		(2,806,849)	(1,391,756)
		(4,709,770)	(2,367,459)
Interest received		7,640	8,340
Other revenue		71,772	8,083
Interest and other finance costs paid		(210,000)	(5,656)
Net cash used in operating activities		(4,840,358)	(2,356,692)
Cash flows from Investing Activities			
Payments for investments		(900,000)	(1,072,500)
Payments for property, plant and equipment	5	(366,455)	(266,289)
Payments for security deposits		(2,500)	-
Proceeds from disposal of investments		-	9,174
Net cash used in investing activities		(1,268,955)	(1,329,615)
Cash flows from Financing Activities			
Proceeds from issue of shares	8	8,943,125	5,000,000
Share issue transaction costs		(495,412)	(421,447)
Net cash from financing activities		8,447,713	4,578,553
Net increase/(decrease) in cash and cash equivalents		2,338,400	892,246
Cash and cash equivalents at the beginning of the financial half-year		3,503,714	592,345
Cash and cash equivalents at the end of the financial half-year		**5,842,114**	**1,484,591**

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

QMINES Sustainable Australian Copper

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2025

Note 1. Material Accounting Policy Information

These general purpose financial statements for the interim half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the Company 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, unless otherwise stated.

New or Amended Accounting Standards and Interpretations Adopted

The Consolidated Entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going Concern

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

For the financial half-year ended 31 December 2025, the Group incurred a net loss after tax of $2,400,396 and utilised cash from operating and investing activities of $4,840,358 and $1,268,955 respectively. As at that date, the Group had net current asset of $ 3,640,630 and net assets of $33,291,101. The ability to continue as a going concern and realise its exploration asset is dependent on a number of factors, the most significant of which is obtaining additional funding to complete the exploration activities.

The directors believe that it is reasonably foreseeable that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- The Group has cash resources of $5,842,114 as at 31 December 2025;
- The Group has net assets and net current assets of $33,291,101 and of $3,640,630 respectively as at 31 December 2025;
- The Group has the ability to raise capital if required, noting its track record of successful fund raises;
- The Group has the ability to dispose some of its assets as and when required; and
- The Group has the ability to scale back its exploration activities should funding not be available and continue exploration at its current levels.

Accordingly, the Directors believe that the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Group does not continue as a going concern.

Note 2. Operating Segments

Identification of Reportable Operating Segments

The Group operates in one segment, being exploration and development of copper and gold assets in Queensland. There has been no change in the current period.

Note 3. Professional Fees

	Consolidated	
	31 December 2025 $	31 December 2024 $
Director fees	207,254	237,917
Other corporate fees	149,042	124,941
	356,296	362,858

Note 4. Current Assets – other

	Consolidated	
	31 December 2025 $	30 June 2025 $
Prepayments	79,668	39,230
Other deposits	9,444	109,107
GST refundable	283,929	128,598
	373,041	276,935

Note 5. Non-Current Assets – Property, Plant and Equipment

	Consolidated	
	31 December 2025 $	30 June 2025 $
Land - at cost	2,028,830	2,028,830
Motor vehicles – at cost	492,135	290,753
Less: Accumulated depreciation	(217,300)	(180,591)
	274,835	110,162
Computer equipment – at cost	11,358	11,358
Less: Accumulated depreciation	(11,209)	(10,877)
	149	481
Office equipment - at cost	2,690	2,291
Less: Accumulated depreciation	(1,706)	(1,480)
	984	811
Exploration equipment - at cost	3,081,926	2,143,347
Less: Accumulated depreciation	(1,692,152)	(923,171)
	1,389,774	1,220,176
	3,694,572	3,360,460

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Land $	Office Equipment $	Computer Equipment $	Motor Vehicles $	Exploration Equipment $	Total $
Balance at 1 July 2025	2,028,830	811	481	110,162	1,220,176	3,360,460
Additions	-	399	-	201,381	938,579	1,140,359
Depreciation expense	-	(226)	(331)	(36,709)	(768,981)	(806,247)
Balance at 31 December 2025	2,028,830	984	150	274,834	1,389,774	3,694,572

Note 6. Non-current Assets – Mining Development Assets

	Consolidated	
	31 December 2025 $	30 June 2025 $
Mining developments – at cost	14,758,101	14,475,135

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Mining Developments $
Balance at 1 July 2025	14,475,135
Additions	282,966
Balance at 31 December 2025	14,758,101

Note 7. Non-current Assets – Exploration and Evaluation

	Consolidated	
	31 December 2025 $	30 June 2025 $
Exploration and evaluation – at cost	11,197,798	6,205,847

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	$
Balance at 1 July 2025	6,205,847
Additions	2,506,951
Assets acquired under mount Mackenzie acquisition	2,485,000
Balance at 31 December 2025	11,197,798

Note 8. Equity - Issued Capital

	Consolidated			
	31 December 2025 Shares	30 June 2025 Shares	31 December 2025 $	30 June 2025 $
Ordinary shares - fully paid	634,763,514	431,779,762	54,546,382	43,870,717
Cost of capital	-	-	(4,361,931)	(3,422,519)
	634,763,514	431,779,762	50,184,451	40,448,198

Movements in Ordinary Share Capital

Details	Date	Shares	Issue Price	$
Balance	1 July 2025	431,779,762		43,870,717
Shares issued in consideration for services provided to the company	7 July 2025	1,177,778	$0.045	53,000
Shares issued in consideration for first year's interest on convertible notes	7 July 2025	3,444,445	$0.045	155,000
Issued in consideration for acquisition of Mount Mackenzie Project	7 July 2025	33,000,000	$0.045	1,485,000
In consideration for investor relations and marketing	8 August 2025	92,593	$0.054	5,000
In consideration for services provided	8 August 2025	2,666,667	$0.054	34,541
Tranche 2	2 October 2025	57,021,370	$0.055	3,136,175
Tranche 2	2 October 2025	23,889,434	$0.055	1,313,919
Offer securities under purchase plan	14 November 2025	19,062,290	$0.055	1,048,426
Placement	28 November 2025	54,139,020	$0.055	2,977,646
Offer securities under purchase plan	9 December 2025	8,210,437	$0.055	451,574
Options issued to joint Lead Managers	15 December 2025	279,718	$0.055	15,384
Balance	31 December 2025	634,763,514		54,546,382

Ordinary Shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Note 9. Equity - reserves

	Consolidated	
	31 December 2025 $	30 June 2025 $
Share-based payments reserve	527,494	328,000
Options reserves	715,247	256,447
Convertible Notes equity reserve	756,144	756,114
	1,998,885	1,340,591

Share-based Payments and Options Reserves

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in Reserves

Movements in each class of reserve during the current financial half-year are set out below.

Consolidated	Share-based payments reserve $	Options reserve $	Convertible Notes Equity reserve $	Total $
Balance at 1 July 2025	328,000	256,447	756,144	1,340,591
Vesting expense on performance rights	199,494	-	-	199,494
Issue of options	-	458,800	-	458,800
Balance at 31 December 2025	527,494	715,247	756,144	1,998,885

Note 10. Contingent Liabilities

There are no contingent assets or liabilities as at balance sheet date.

Note 11. Related party transactions

Parent Entity

QMines Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in Note 12.

Transactions with Related Parties

Details of the remuneration of key management personnel of the Group are set out in the following tables.

The key management personnel of the Group consisted of the following directors of QMines Limited:

- Andrew Sparke - Managing Director and Executive Chairman
- Peter Caristo - Non-Executive Director
- Elissa Hansen - Non-Executive Director

And the following management personnel:

- James Anderson - General Manager Operations (Retired 1 January 2026)

Period ended 31 Dec 2025	Short-term Benefits			Post-employment benefits	Long-term benefits	Share-based payments	Total $
	Cash salary and fees $	Cash bonus $	Non-monetary $	Super $	Long service leave $	Equity-settled $	
Non-Executive Directors:							
Peter Caristo	46,000	-	-	1,800	-	53,917	101,717
Elissa Hansen	45,000	-	-	-	-	53,917	98,917
Executive Director:							
Andrew Sparke[1]	246,525	-	-	-	-	91,660	338,185
Other Key Management Personnel:							
James Anderson	287,500	-	-	-	-	-	287,500
Total	**625,025**	**-**	**-**	**1,800**	**-**	**199,494**	**826,319**

[1] A related party of Andrew Sparke is employed by the Company and had received $56,000 in employment benefits during the period.

Receivable from and Payable to Related Parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to and from Related Parties

There were no loans to or from related parties at the current and previous reporting date.

Note 12. Asset Acquisition

Acquisition of Mount Mackenzie Mines Pty Ltd

On 7 July 2025, the Group acquired 100% of the ordinary shares of Mount Mackenzie Mines Pty Limited (Mount Mackenzie) for the total consideration transferred of $2,485,000. Mount Mackenzie owns the Mount Mackenzie Gold & Silver Project. Located in Queensland, the Mount Mackenzie Gold & Silver Project comprises MDL 2008 and EPM 10006. The acquisition of Mount Mackenzie is projected to extend the proposed life of mine at the Mt Chalmers copper and gold project, adding significant gold and silver mineralisation into the Mt Chalmers and Develin Creek global resources.

With reference to AASB 3 Business combinations, it has been determined that the acquisitions were not business combinations and are accounted for as asset acquisitions. The cost of the acquisitions, including the consideration paid, and transaction costs, have been allocated across the relative fair value of the assets acquired. Details of the acquisition are as follows:

	Fair value $
Exploration and evaluation	2,485,000
Acquisition-date fair value of the total consideration transferred	2,485,000
Representing:	
Cash paid or payable to vendor	1,000,000
QMines Ltd shares issued to vendor	1,485,000
	2,485,000

Note 13. Interests in Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1:

		Ownership interest	
Name	Principal place of business / Country of incorporation	31 Dec 2025	30 June 2025
Traprock Resources Pty Ltd	Australia	100%	100%
Dynasty Gold Pty Ltd	Australia	100%	100%
Rocky Copper Pty Ltd	Australia	100%	100%
RLG Holdings Pty Ltd	Australia	100%	100%
QDrilling Pty Ltd	Australia	100%	100%
Mount Mackenzie Mines Pty Ltd	Australia	100%	-

Note 14. Events after the Reporting Period

No matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.

Note 15. Earnings per Share

	Consolidated	
	31 December 2025 $	31 December 2024 $
Loss after income tax attributable to the owners of QMines Limited	(2,400,396)	(1,609,531)

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	525,817,024	300,479,407
Weighted average number of ordinary shares used in calculating diluted earnings per share	525,817,024	300,479,407

	Cents	Cents
Basic loss per share	(0.46)	(0.54)
Diluted loss per share	(0.46)	(0.54)

Directors' Declaration

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors

Andrew Sparke
Executive Chairman
16 March 2026

QMINES Sustainable Australian Copper

INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REVIEW REPORT
To the Members of QMines Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of QMines Limited which comprises the statement of financial position as at 31 December 2025 the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year..

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

(a) giving a true and fair view of the consolidated entity'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 *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 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 QMines Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Directors' Responsibility for the Half-Year Financial Report

The directors of the QMines Limited 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 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 consolidated entity'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.

RSM Australia Partners

Cameron Hume
Partner

Sydney NSW, 16 March 2026

ASX:**QML**

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