

**Heavy**  
**Minerals**  
LIMITED



**And Controlled Entities**

ABN: 26 647 831 883

**ANNUAL REPORT**

**For the Year Ended 30 June 2025**

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**DIRECTORS**

Adam Schofield	Executive Chairman [Non-Independent]
Greg Jones	Non-Executive Director [Non-Independent]
Aaron Williams	Non-Executive Director [Independent]

**SECRETARY**

Stephen Brockhurst

**REGISTERED OFFICE**

Level 8, London House  
216 St Georges Terrace  
Perth WA 6000  
Telephone: +61 8 9481 0389  
Facsimile: +61 8 9463 6103

**BUSINESS OFFICE**

Unit 2, 106 Robinson Avenue  
Belmont WA 6104

**WEBSITE & EMAIL**

[www.heavyminerals.com](http://www.heavyminerals.com)  
[info@heavyminerals.com](mailto:info@heavyminerals.com)

**SHARE REGISTRY**

Automic Registry Services Pty Ltd  
Level 5  
191 St Georges Terrace  
Perth WA 6000  
Telephone: +61 8 9324 2099

**AUDITORS**

Criterion Audit Pty Ltd  
Suite 2  
642 Newcastle Street  
Leederville WA 6902

**STOCK EXCHANGE LISTING**

Australian Securities Exchange  
ASX Code: HVY

The Directors submit the financial report of the Consolidated Entity for the year ended 30 June 2025.

**DIRECTORS**

The names of Directors who held office during or since the end of the year:

Name	Title
Adam Schofield	Executive Chairman [Non-Independent]
Greg Jones	Non-Executive Director [Non-Independent]
Aaron Williams	Non-Executive Director [Independent]

**PRINCIPAL ACTIVITIES**

The principal activity of the Consolidated Entity is the exploration for and the development of industrial mineral projects.

**REVIEW OF RESULTS**

The loss after tax for the year ended 30 June 2025 was \$1,482,036 (2024: \$1,146,912).

The earnings of the Consolidated Entity for the past 3 years since are summarised below:

	30 June 2025	30 June 2024	30 June 2023
	\$	\$	\$
Other income	44,135	40,175	27,399
EBITDA	(1,384,146)	(1,050,886)	(1,151,520)
EBIT	(1,476,147)	(1,136,501)	(1,171,628)
Loss after income tax	(1,482,036)	(1,146,912)	(1,171,727)

The factors that are considered to affect total shareholders return are summarised below:

	30 June 2025	30 June 2024	30 June 2023
	\$	\$	\$
Share price at financial year end	0.300	0.068	0.097

## Company Focus and Mission

Heavy Minerals Limited (ASX:HVY) is an Australian industrial mineral exploration company committed to increasing shareholder wealth through the exploration and development of mineral resource projects in Australia and internationally. HVY may also look to establish other projects, with a focus on Industrial Minerals that are value adding and complement HVY's existing projects and strategic focus.

The Company's initial focus is the Port Gregory and Red Hill Garnet projects in Western Australia with the Port Gregory project having a JORC (2012) Mineral Resource of 166 million tonnes @ 4.0% Total Heavy Minerals. This comprises a Measured Mineral Resource of 126 Mt @ 3.8% THM; an Indicated Mineral Resource of 20 Mt @ 6.5% THM; and an Inferred Mineral Resource of 20 Mt @ 2.9% THM. This includes 5.9 million tonnes of contained Garnet and 260 thousand tonnes of ilmenite<sup>1</sup>.

An Exploration Target has been defined for Red Hill using cut-off grades for reporting of 3% THM and 1% THM and ranging from 90 to 150 Mt of material @ 5.4% to 4.1% THM. The Exploration Target also contains between 5 and 6 Mt of THM and 3.8 and 4.5 Mt of garnet<sup>2</sup>. The potential quality and grade of the Exploration Target is conceptual in nature and there has been insufficient exploration activity to determine a Mineral Resource estimate and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

The Company's other project is the Inhambane Heavy Mineral Project in Mozambique which contains an ilmenite dominated JORC (2012) Inferred Mineral Resource of 90 million tonnes @ 3.0% Total Heavy Mineral<sup>3</sup>.

### Resource Links

<sup>1</sup> [https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02685080-6A1157738?access\\_token=83ff96335c2d45a094df02a206a39ff4](https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02685080-6A1157738?access_token=83ff96335c2d45a094df02a206a39ff4)

<sup>2</sup> [https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02661758-6A1148442?access\\_token=83ff96335c2d45a094df02a206a39ff4](https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02661758-6A1148442?access_token=83ff96335c2d45a094df02a206a39ff4)

<sup>3</sup> [https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02462745-6A1067130?access\\_token=83ff96335c2d45a094df02a206a39ff4](https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02462745-6A1067130?access_token=83ff96335c2d45a094df02a206a39ff4)

During the year ending 30 June 2025 the Company undertook the following exploration and evaluation activities on its projects:

- ✂ **Port Gregory Pre-Feasibility Study (PFS):**
  - PFS study work for the Port Gregory Garnet Project (PGGP) which is nearing completion with PFS report writing by both IHC and AMC at an advanced stage.
  - The PFS has explored multiple development options to maximize the Net Present Value (NPV) of the project. It has considered multiple production profiles and will define bagging and concentrate production options.
  - The PFS will meet the standards of the JORC Code 2012 Edition, VALMIN Code 2015 Edition, and AusIMM guidelines.
  - The study follows the successful completion of the Port Gregory Scoping Study (PGSS) and Preliminary Economic Assessment (PEA) announced in September 2022.

- ⌘ **Mining Lease Application and Permitting:**
- The Company prepared the mining lease application which is awaiting the new submissions process which is due to be implemented by the Department of Mines which aims to streamline the application process.
  - The Company continued work on its Permitting and Environmental baseline studies which will providing a pathway for the future regulatory and environmental work required to permit the project.
- ⌘ **Land access negotiations for new exploration opportunities:**
- The Company continued negotiations for land access to a number of new exploration targets the Company has identified
  - The Company will finalise a program of works once access negotiations are completed. It is anticipated this work will be commence in Q1 2026.
- ⌘ **Potential Industrial Minerals Opportunity:**
- During the year the Company executed a non-binding agreement to explore the potential of developing an additional industrial minerals opportunity. The Company collected samples for analysis in April and completed a test program designed to assess the product viability in a commercial application. This test work was successful and the Company will now seek to execute a binding agreement.
- ⌘ **Product Marketing**
- During the quarter the Company attend the AMPP (Association for Materials Protection & Performance) conference in April in Nashville TN in America, which hosted approximately 6,000 materials protection experts, industry leaders, and technical visionaries from 70 countries. AMPP is the largest global community for corrosion and coatings expertise. The Company exhibited at the Conference and met with multiple North American Garnet distributors discussing future distribution opportunities.

PROJECTS

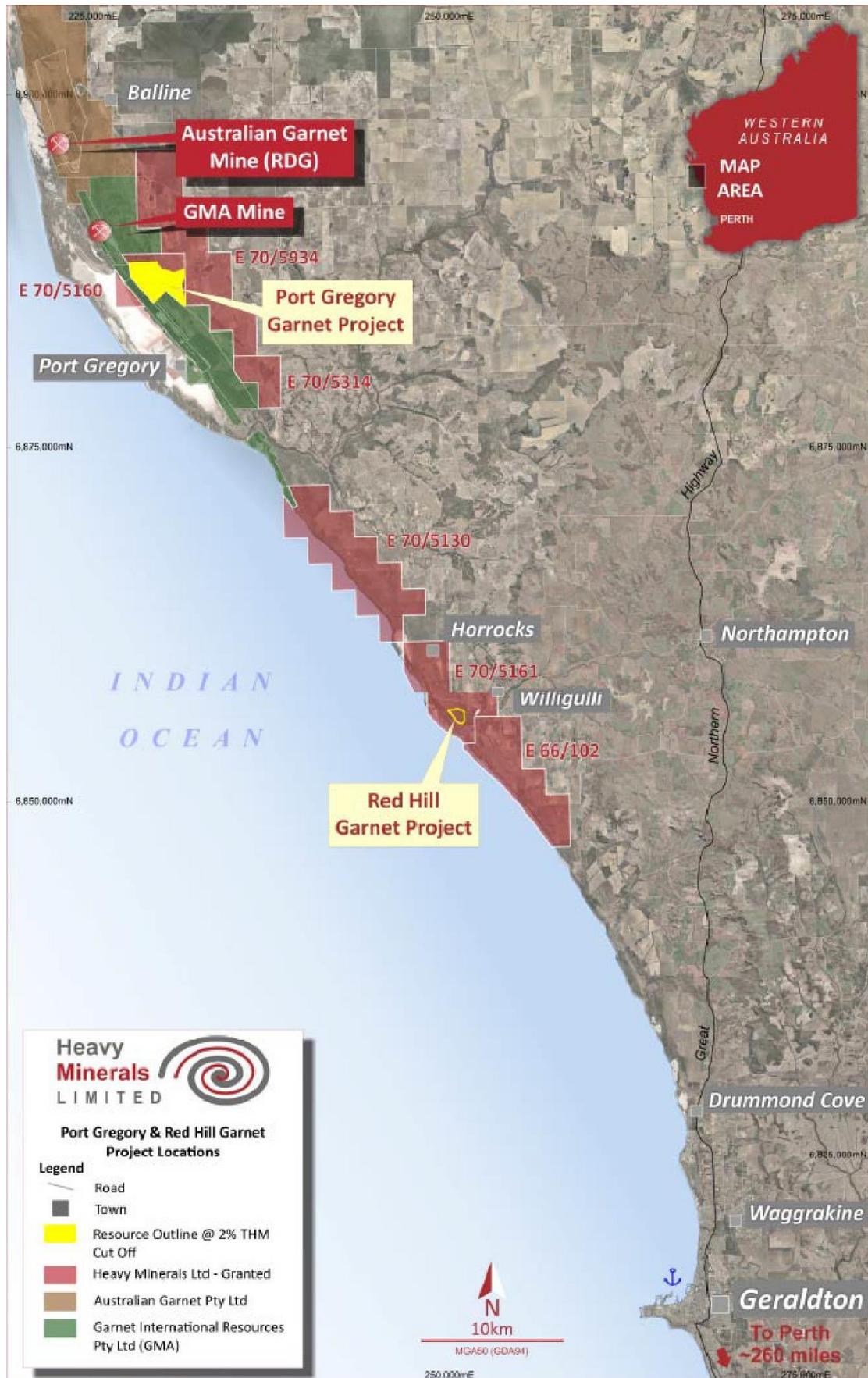


Figure 1: Project Locations - Port Gregory and Red Hill

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## Port Gregory Project [Western Australia]

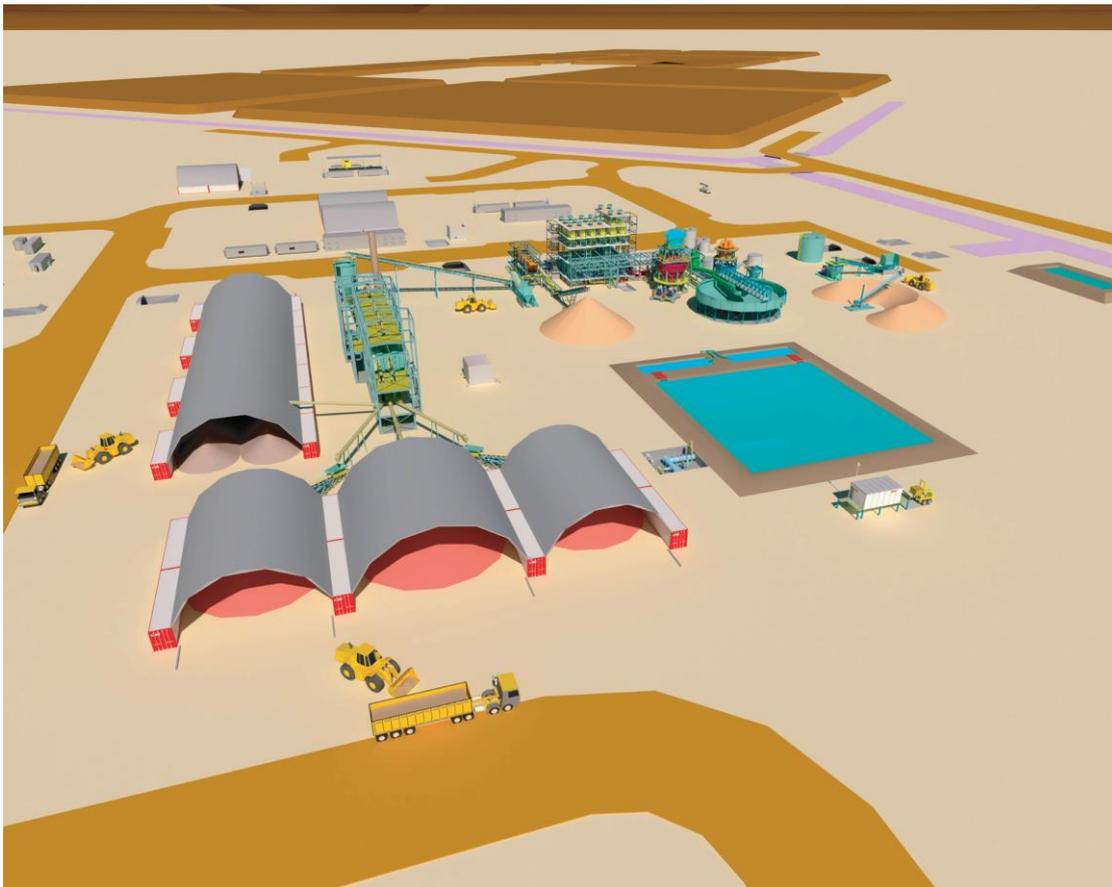


Figure 2 – PGGP Minerals sands modular plant and site layout (IHC Mining)

The Port Gregory project (Figure 1 & 2) has been subject to significant work in the year. In particular with the following three key workstreams:

- Advancement of the Pre-Feasibility study (PFS) and associated sub-workstreams
- Completion of the project permitting and environmental strategy
- Mining lease application finalisation

IHC Mining was engaged to complete the PFS after completion of the Scoping Study to ensure continuity of the Company's study work. The all-encompassing Port Gregory PFS has included the completion of several technical study workstreams that include power, hydrological assessment, Ore Reserve estimation (AMC), logistics and pricing. Most have been managed directly by HVY, and closely co-ordinated with IHC Mining.

The Company's Mineral Resource estimate for the Port Gregory Garnet Project is at a cut-off grade of 2.0% THM the Port Gregory deposit comprises a total Mineral Resource of 166 Mt @ 4.0% THM, 10% SLIMES and 9% OS (oversize) containing 6.6 Mt of THM with an assemblage of 89% garnet, 4% ilmenite, 2% rutile/anatase and 1% zircon. Significant resource upside potential still exists with mineralisation open to the south within HVY tenure (Figure 3).

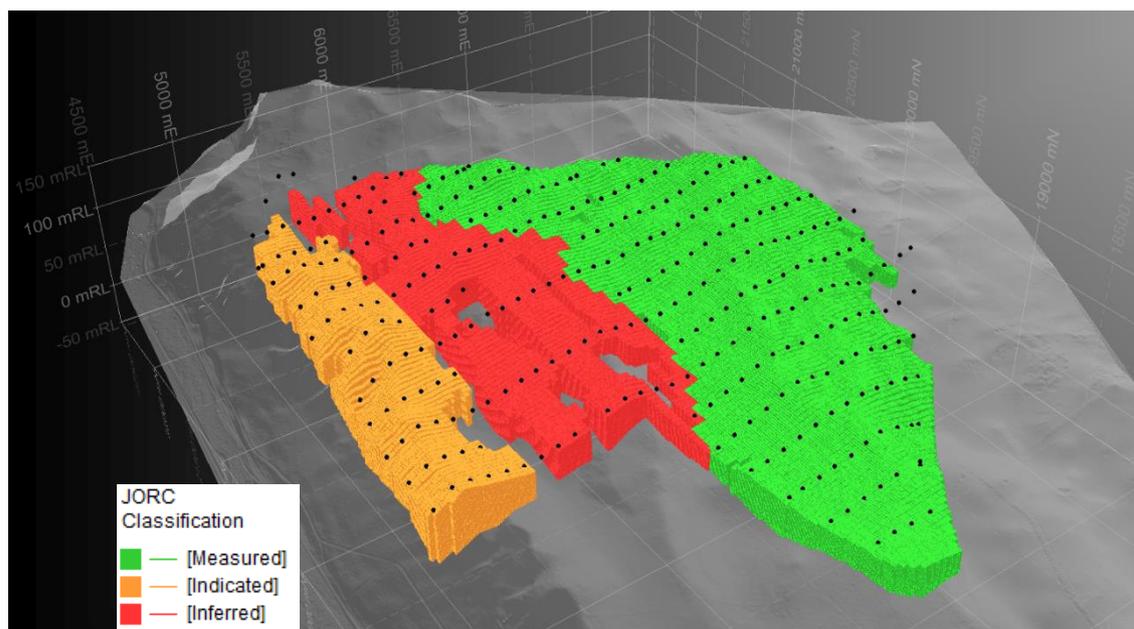


Figure 3: Port Gregory Block Model showing JORC Mineral Resource classification

The JORC categories are specifically stated as:

- ✘ a Measured Mineral Resource of 126 Mt@ 3.8% THM, 10% SLIMES and 9% OS containing 4.7 Mt of THM with an assemblage of 88% garnet, 4% ilmenite, 2% rutile/anatase and 0.6% zircon;
- ✘ an Indicated Mineral Resource of 20 Mt @ 6.5% THM, 8% SLIMES and 9% OS containing 1.3 Mt of THM with an assemblage of 92% garnet, 4% ilmenite, 1% rutile/anatase and 1% zircon; and
- ✘ an Inferred Mineral Resource of 20 Mt @ 2.9% THM, 11% SLIMES and 13% OS containing 0.6 Mt of THM with an assemblage of 89% garnet, 4% ilmenite, 2% rutile/anatase and 1% zircon.

The Mineral Resource estimate for Port Gregory has been reported in accordance with the JORC Code (2012 edition). Table 1 summarises 2023 Mineral Resource Estimate.

Table 1: Port Gregory - 2023 Mineral Resource Estimate

Summary of Mineral Resource estimate <sup>(1)</sup> Classification	THM Assemblage <sup>(2)</sup>											
	Material (Mt)	In Situ THM (Mt)	In Situ Garnet (Mt)	BD (gcm <sup>-3</sup> )	THM (%)	SL (%)	OS (%)	Garnet (%)	Ilmenite (%)	Zircon (%)	Rutile (%)	Other (%)
Measured	126	4.7	4.1	1.73	3.8	10	9	88	4	1	2	6
Indicated	20	1.3	1.2	1.76	6.5	8	9	92	4	1	1	3
Inferred	20	0.6	0.5	1.72	2.9	11	13	89	4	1	2	5
<b>Grand Total</b>	<b>166</b>	<b>6.6</b>	<b>5.9</b>	<b>1.7</b>	<b>4.0</b>	<b>10</b>	<b>9</b>	<b>89</b>	<b>4</b>	<b>1</b>	<b>2</b>	<b>5</b>

Notes:

- (1) Mineral Resource reported at a cut-off-grade of 2.0% THM.
- (2) Mineral assemblage is reported as a percentage of in situ THM content.

Consultants MBS Environmental (MBSE) have been retained to undertake the initial phase of project permitting.

MBSE have evaluated the project permitting requirements of the Port Gregory with the aim of assessing baseline study work already undertaken and identifying any gaps. Following this initial phase of work MBSE and HVY have developed a Permitting and Environmental Strategy for the Port Gregory project. The PFS project definition in conjunction with the permitting and Environmental strategy will be sufficient to engage with regulators over the course of the feasibility study.

The Company has prepared the application documentation for the mining lease at Port Gregory. The lease application is due to be submitted.

### **Red Hill Project [Western Australia]**

The Red Hill project has a defined Exploration Target ranging from 90 to 150 Mt of material @ 5.4% to 4.1% THM. The Exploration Target also contains between 5 and 6 Mt of THM and 3.8 and 4.5 Mt of garnet. This Exploration Target has been defined using cut-off grades of 3% THM and 1% THM. The potential quality and grade of the Exploration Target is conceptual in nature and there has been insufficient exploration activity to determine a Mineral Resource estimate and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

The Red Hill project had an initial 48 hole, 1815 metre Air Core drill program (Figure 4) completed in January 2023 with exceptional results being received. The best intersect was in hole RHAC0020 delivering 0 - 60 meters @ 6.8% THM.

Garnet percentages in Heavy mineral fractions range from 65% - 80% which are very similar to the fractions observed at the Company's Port Gregory Project - located 33 km north of the Red Hill Project (Figure 1).

Ilmenite fraction of THM is reporting at between 5% and 15%.

The drilling program consisted of Air Core drilling to limestone basement or where THM mineralisation closed out, on a regular spaced grid of 100 m south-west/north-east by 400 m south-east/north-west (Figure 4). All holes are vertical and targeted the dunal sand package that sits on top of the Tamala Limestone or its lateral sandy equivalent. A diagrammatic cross-section is shown in Figure 5.



Figure 4: Drill collars referenced showing location of Figure 4 drilling section

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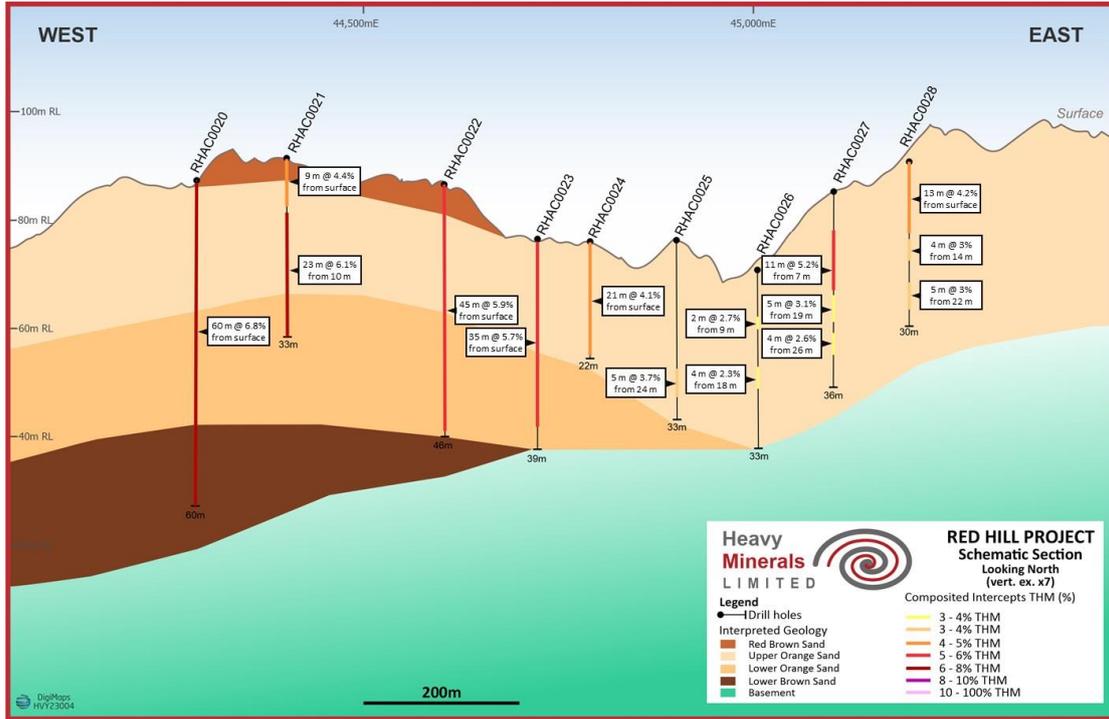


Figure 5: Drill section for Red Hill Maiden exploration campaign (MGA, looking due north, 7x vert. ex.)

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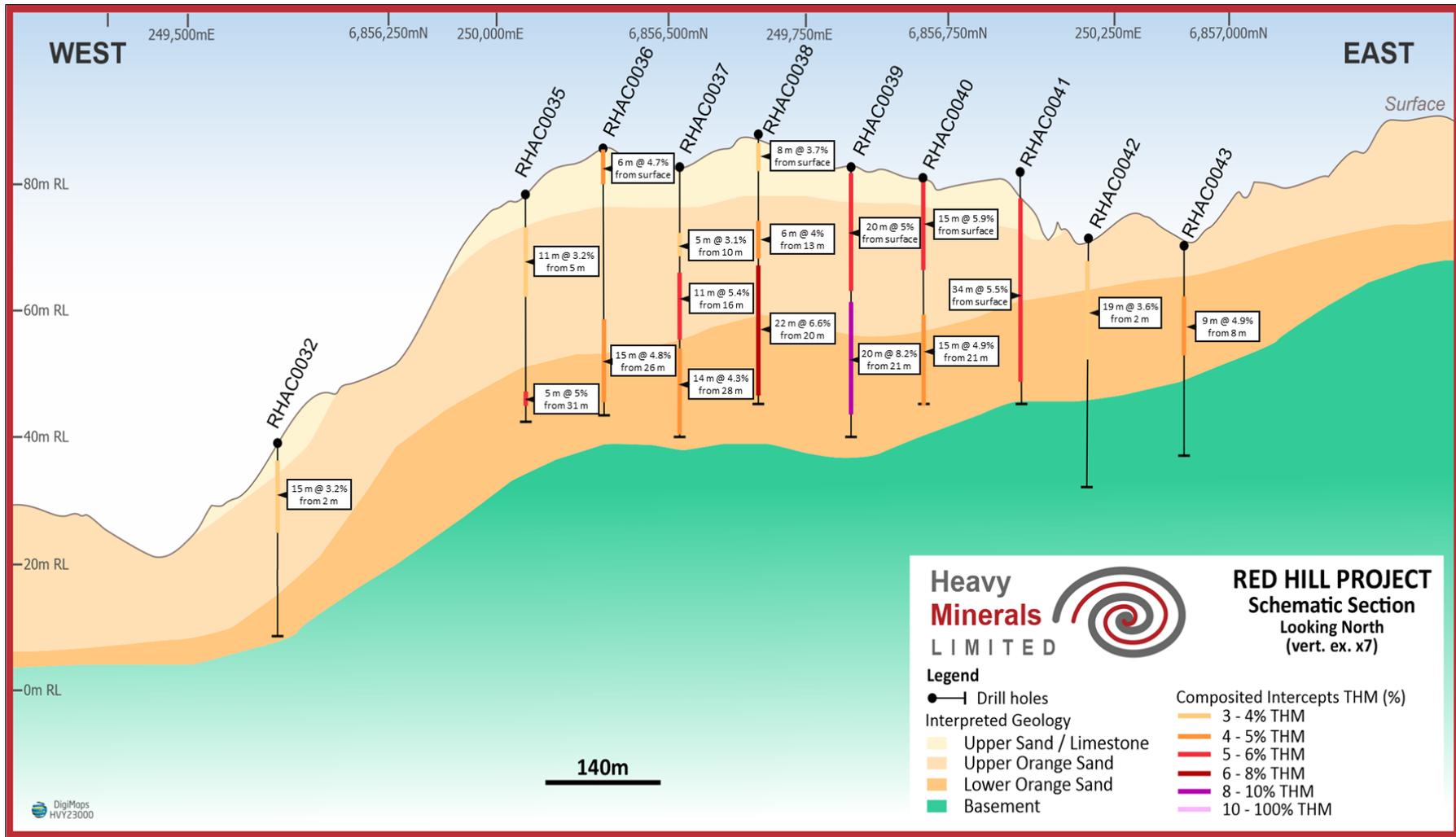


Figure 6: Drill section for Red Hill Maiden exploration campaign (MGA, looking due north, 7x vert. ex.)

**Inhambane Project [Mozambique]**

The Inhambane Heavy Mineral Sands Project in Mozambique (Figure 7) consists of a mining concession application (which was lodged on 11 March 2020). The Inhambane Project has a JORC Compliant Inferred Mineral Resource of 90 million tonnes @ 3.0% Total Heavy Mineral. The Company has a 70% direct interest in the Inhambane Project (via its wholly owned subsidiary, Mozmin Resources (Mauritius) Limited) with the remaining 30% owned by Galilei LTDA (which will be free carried until a decision to mine is made by the Company). While the exploration licence preceding the mining concession application has expired, the grant of the Mining Concession supersedes this and is currently pending.

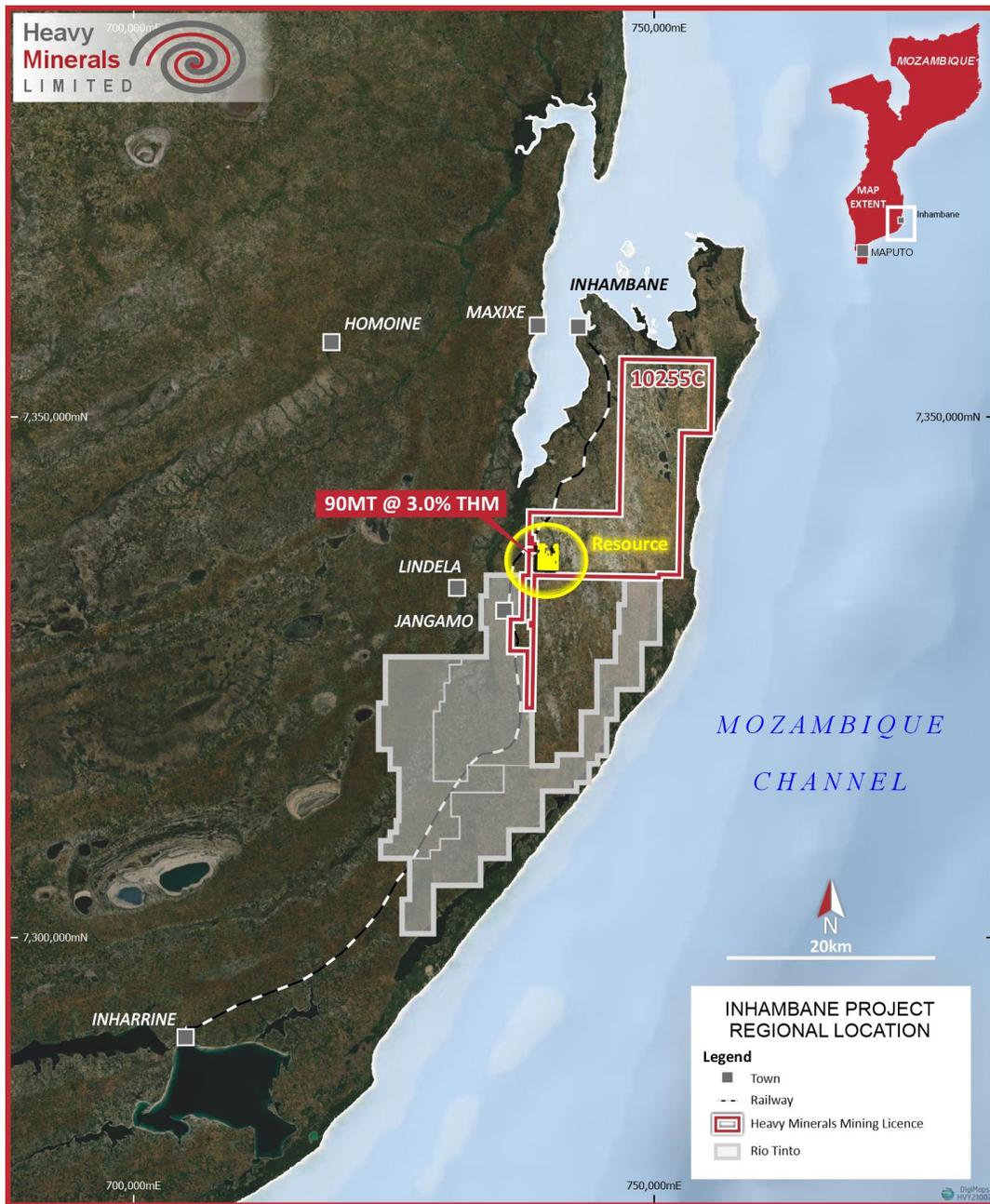


Figure 7: MLA relative to Rio Tinto / Savannah

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Table 21: Inhambane Mineral Resource Summary

## MINERAL RESOURCE SUMMARY FOR INHAMBANE PROJECT AS AT DECEMBER 2021

Mineral Resource Category	Summary of Mineral Resources <sup>(1)</sup>					HM Assemblage <sup>(2)</sup>					
	Material (Mt)	In Situ THM (Mt)	THM (%)	SL (%)	OS (%)	Altered Ilmenite (%)	Primary Ilmenite (%)	Rutile (%)	Leucoxene (HiTi) (%)	Zircon (%)	Others (%)
Inferred	90	2.7	3.0	5	0	29	31	2	4	5	29
<b>Grand Total<sup>(3)</sup></b>	<b>90</b>	<b>2.7</b>	<b>3.0</b>	<b>5</b>	<b>0</b>	<b>29</b>	<b>31</b>	<b>2</b>	<b>4</b>	<b>5</b>	<b>29</b>

**Notes:**

- (1) Mineral resources reported at a cut-off-grade of 1.7% HM.  
 (2) Mineral assemblage is reported as a percentage of in situ HM content.  
 (3) HVY has a 70% interest in the Inhambane heavy mineral sands project

**Competent Persons Statements****Port Gregory and Red Hill**

The information in this announcement that relates to Exploration Targets. Exploration Results and Mineral Resource estimates is based on and fairly represents information and supporting documentation prepared by Mr. Greg Jones (FAusIMM) who is a Non-Executive Director for Heavy Minerals Limited. Mr. Jones is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that is being reported on 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. Jones has reviewed this report and consents to the inclusion in the report of the matters in the form and context with which it appears.

**Inhambane**

The Mineral Resource estimates referred to in this announcement were first reported in accordance with ASX Listing Rule 5.7 in the Company's prospectus dated 27 July 2021 and released on the ASX market announcements platform on 10 September 2021 and subsequently revised in Heavy Minerals Limited's ASX release dated 6th December 2021. The JORC Mineral Resource report that supports this original Mineral Resource estimate is hosted on the company website at the following link:

<https://www.heavyminerals.com/technical-reports/>

The Company has released updated information that confirms an increase in the Mineral Resource estimate that was reported in the prospectus by way of changing the reporting THM cut-off grade and the expansion of tenure that increases the extent of the Inhambane Mineral Resource to the south.

The information in this announcement that relates to Mineral Resource estimates is based on and fairly represents information and supporting documentation prepared by Mr. Greg Jones (FAusIMM) who is a Non-Executive Director for Heavy Minerals Limited.

Mr. Jones is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that is being reported on 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. Jones has reviewed this report and consents to the inclusion in the report of the matters in the form and context with which it appears.

The information in this announcement that relates to Metallurgical Test Results was first reported in a release to the ASX on 30 May 2022.

**Environmental, Social and Governance**

Heavy Minerals Limited (HVY) remains steadfast in its dedication to ESG principles and sustainability, recognising them as essential drivers for long-term value. The Company has worked with Socialsuite and has selected the United Nations' Sustainable Development Goals (SDGs) as appropriate standards to align with. In 2023 work commenced to complete a baseline assessment against the Stakeholder Capitalism Metrics (SCM) framework established by the World Economic Forum (WEF). The baseline assessment is well advanced, and the Company is progressing towards establishing an ESG disclosure report against the 21 WEF metrics in due course.

The baseline assessment is complete and will be further advances as the study phases progress.

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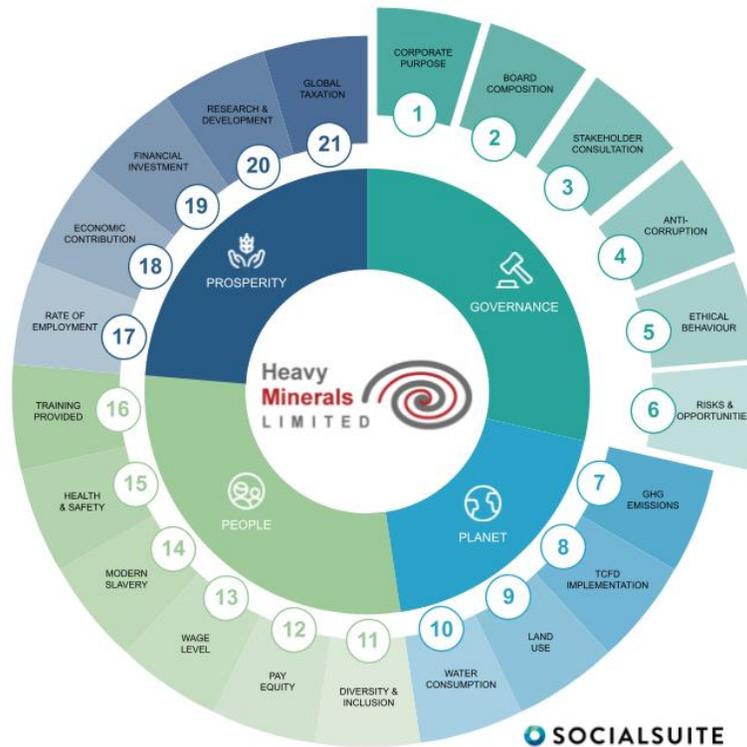


Figure 8: World Economic Forum Governance Metrics

### Environmental Regulation

The Company's projects are not subject to direct physical risk arising from climate factors. Although the Port Gregory Project and the Inhambane Project are both still at an early stage, Global warming may make both sites more inaccessible over time. The Projects are not subject to any direct physical risk from climate factors such as flooding or excessive drought. The Consolidated Entity is subject to and is compliant with all aspects of environmental regulation of its exploration and mining activities. The Directors are not aware of any environmental law that is not being complied with.

### Material Business Risks

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

#### **Future capital raisings**

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

#### **Exploration risk**

The success of the Consolidated Entity depends on the delineation of economically mineable reserves and resources, access to required development capital, movement in the price of commodities, securing and maintaining title to the Consolidated Entity's exploration and mining tenements and obtaining all consents and approvals necessary for the conduct of its exploration activities. Exploration on the Consolidated Entity's existing tenements may be unsuccessful, resulting in a reduction in the value of those tenements, diminution in the cash reserves of the Consolidated Entity and possible relinquishment of the tenements. The exploration costs of the Consolidated Entity are based on certain assumptions with respect to the method and timing of exploration. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, the actual costs may materially differ from these estimates and assumptions. Accordingly, no assurance can be given that the cost estimates and the underlying assumptions will be realised in practice, which may materially and adversely affect the Consolidated Entity's viability. If the level of operating expenditure required is higher than expected, the financial position of the Consolidated Entity may be adversely affected.

**Feasibility and development risks**

It may not always be possible for the Consolidated Entity to exploit successful discoveries which may be made in areas in which the Consolidated Entity has an interest. Such exploitation would involve obtaining the necessary licences or clearances from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied. Further, the decision to proceed to further exploitation may require participation of other companies whose interests and objectives may not be the same as the Consolidated Entity's.

**Regulatory risk**

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

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

**Mineral resource estimate risk**

Mineral resource estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made but may change significantly when new information becomes available. There are risks associated with such estimates. Mineral resource estimates are necessarily imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to resource estimates could affect the Consolidated Entity's future plans and ultimately its financial performance and value. Mineral sands price fluctuations, as well as increased production costs or reduced throughput and/or recovery rates, may render resources containing relatively lower grades uneconomic and may materially affect resource estimations.

**Environmental risk**

The operations and activities of the Consolidated Entity are subject to the environmental laws and regulations of Australia. As with most exploration projects and mining operations, the Consolidated Entity's operations and activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. The Consolidated Entity attempts to conduct its operations and activities to the highest standard of environmental obligation, including compliance with all environmental laws and regulations.

The Consolidated Entity is unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Consolidated Entity's cost of doing business or affect its operations in any area. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Consolidated Entity to incur significant expenses and undertake significant investments which could have a material adverse effect on the Consolidated Entity's business, financial condition and performance.

#### Availability of equipment and contractors

HVY's projects are subject to the standard market risk associated with securing contractors. Unlike the historical equipment and personnel constraints prior to and during the COVID-19 pandemic the market has improved. Notwithstanding there is a risk that the Consolidated Entity may not be able to source all the equipment and contractors required to fulfil its proposed activities. There is also a risk that hired contractors may underperform or that equipment may malfunction, either of which may affect the progress of the Consolidated Entity's activities.

Cyber security is a risk that has emerged in recent years and HVY is taking steps commensurate with its activities to minimise the risk of harm associated with cyber risk. As operations commence these controls will be heightened and as systems are implemented the system design with inherently be designed to minimise the risk of business interruption due to cyber attacks.

#### CORPORATE

- ✘ On 8 August 2024 the Company announced that it had completed its Tranche 1 pre-paid royalty funding raising a total of \$2.13M (before costs) this was based on the execution of a pre-paid royalty agreement with Campbell Transport raising \$1.25m (in three instalments, being \$500,000 in August 2024, \$375,000 in November 2024 and the remaining instalment to be received before the end of February 2025). The Company announced the At-the-Market Subscription Agreement (ATM) with Acuity Capital. The ATM provides the Company with up to \$2,000,000 of standby equity capital over the coming 5 years to 31 July 2029. The Company issued 3,300,000 shares in conjunction with the ATM.
- ✘ On 19 August 2024 the Company issued a total of 750,000 unlisted options exercisable at \$0.25 each expiring on various dates in conjunction with the remainder of the Tranche 1 pre-paid royalty funding. The Company also cancelled 100,000 unlisted options exercisable at \$0.25 each expiring 20 October 2025.
- ✘ On 14 September 2024 10,000,000 unlisted options exercisable at \$0.25 each expired.
- ✘ On 30 September 2024 the Company issued:
  - 777,605 shares to its CEO, Andrew Taplin; and
  - 10,000 unlisted options exercisable at \$0.25 each expiring on 9 August 2026 in conjunction with the pre-paid royalty funding.
- ✘ On 29 November 2024 the Company issued:
  - 50,000 unlisted options exercisable at \$0.25 each expiring on 28 July 2026 in conjunction with the pre-paid royalty funding to Non-Executive Director, Aaron Williams; and
  - 375,000 unlisted options exercisable at \$0.25 each expiring on 7 August 2026 in conjunction with the pre-paid royalty funding.

- ✂ On 18 December 2024, Andrew Taplin resigned as CEO of the Company and Adam Schofield became Executive Director & Chairman. The following securities were cancelled:
  - 500,000 unlisted options exercisable at \$0.2171 each expiring 3 April 2026;
  - 500,000 unlisted options exercisable at \$0.2894 each expiring 3 April 2026;
  - 500,000 unlisted options exercisable at \$0.3618 each expiring 3 April 2026;
  - 500,000 Class B unquoted performance rights expiring 3 April 2026; and
  - 500,000 Class C unquoted performance rights expiring 3 April 2026.
- ✂ On 17 February 2025 the following unlisted options were issued:
  - 375,000 unlisted options exercisable at \$0.25 each expiring 7 August 2026; and
  - 10,000 unlisted options exercisable at \$0.25 each expiring 4 February 2027.
- ✂ On 6 March 2025 the following unlisted options were issued:
  - 20,000 unlisted options exercisable at \$0.25 each expiring 30 July 2026.
- ✂ On 12 March 2025 the following securities were issued:
  - 500,000 fully paid ordinary shares;
  - 500,000 Class B unlisted performance rights expiring 12 December 2025; and
  - 500,000 Class C unlisted performance rights expiring 12 December 2026.
- ✂ On 26 March 2025 25,000 unlisted options exercisable at \$0.25 each expiring on 13 July 2026 were converted into shares.
- ✂ On 25 June 2025 100,000 unlisted options exercisable at \$0.25 each expiring on 20 October 2025 were converted into shares.
- ✂ On 30 June 2025 the following unlisted options were issued:
  - 20,000 unlisted options exercisable at \$0.3255 each expiring 27 April 2027.
  - 100,000 unlisted options exercisable at \$0.3255 each expiring 28 April 2027.
  - 20,000 unlisted options exercisable at \$0.3295 each expiring 1 May 2027.
  - 50,000 unlisted options exercisable at \$0.3176 each expiring 9 May 2027.
  - 50,000 unlisted options exercisable at \$0.3882 each expiring 20 May 2027.
  - 60,000 unlisted options exercisable at \$0.4086 each expiring 30 May 2027.
  - 25,000 unlisted options exercisable at \$0.4484 each expiring 24 June 2027.

### SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the Company's state of affairs during the financial year ended 30 June 2025.

### LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

The Port Gregory Prefeasibility Study will be released to the market in Q4 2025. The results of the Pre-feasibility Study will provide both the Company and investors with an improved understanding of the project from both a technical and financial perspective and will likely initiate the commencement of a Bankable Feasibility Study. The Company will also be advancing environmental approvals for the Port Gregory Project concurrently.

The Company intends to seek approval of a mining lease for the Port Gregory Project. The mining lease submission is scheduled for lodgement in Q4 2025.

There are no other likely developments of which the Directors are aware of which could be expected to significantly affect the results of the Company's operations in subsequent financial periods not otherwise disclosed in the 'Principal activities' and 'Review of operations' or the 'Significant events after the balance sheet date' sections of the Directors' report.

**DIRECTORS' QUALIFICATIONS AND EXPERIENCE**

The Directors' qualifications and experience are set out below.

**Current Directors**

Director	Details
<b>Adam Schofield</b>	
Qualifications	Dip (MechEng)
Position	Executive Chairman (Non-Independent)
Appointment Date	10 February 2021
Resignation Date	N/A
Length of Service	4 years 7 months (to date)
Biography	Mr Schofield is an Executive Director with over two decades experience in the resources sector in Africa and Australia. He is a Mechanical Engineer with significant experience in conducting feasibility studies and taking projects from feasibility stage into operations. Mr Schofield has an extensive experience in gold, mineral sands, iron ore, REE and copper.
Committee Memberships	N/A as the Board as a whole performs the role of the Audit and Risk, Nomination and Remuneration Committees
Current ASX Listed Directorships	None
Former ASX Listed Directorships within last 3 years	Nelson Resources Limited Kingfisher Mining Limited
<b>Greg Jones</b>	
Qualifications	B App Sc (Geol) (Hons), FAusIMM
Position	Non-Executive Director (Non-Independent)
Appointment Date	10 February 2021
Resignation Date	N/A
Length of Service	4 years 7 months (to date)
Biography	Mr Jones has over 30 years' experience primarily as a mineral sands Geologist. Most of his career has been with Iluka Resources in senior resource estimation/management roles and in the capacity of Competent Person for the reporting and management of Mineral Resources and Ore Reserves. Mr Jones has helped develop a number of new discoveries into reportable Mineral Resources including Jacinth-Ambrosia. He is a 20 year member of the AusIMM, holding the grade of Fellow, sitting on review committees and has published multiple technical and resource estimation mineral sands papers. For

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	the past seven years, Mr Jones has held various consulting roles, firstly establishing GNJ Consulting Pty Ltd specialising in geological, geometallurgical and resource estimation consulting services to the mineral sands sector, then joining IHC Robbins as the Principal Advisor Geology and Mining and Geological Services Manager. He is currently employed with Mineral Technologies as the Head of Geology & Mining.
Committee Memberships	N/A as the Board as a whole performs the role of the Audit and Risk, Nomination and Remuneration Committees
Current ASX Listed Directorships	None
Former ASX Listed Directorships within last 3 years	None
<b>Aaron Williams</b>	
Qualifications	BCom, MBA
Position	Non-Executive Director (Independent)
Appointment Date	29 August 2023
Resignation Date	N/A
Length of Service	2 years 1 month (to date)
Biography	Mr Williams is a renowned international expert in the garnet industry and his extensive experience and expertise will be invaluable as the Company works towards developing its industrial garnet mining operations. Mr Williams' career spans over three decades. From 2002 until 2011, he oversaw mining operations, head office functions, and international sales & marketing and distribution operations for GMA, the world's largest garnet producing group based in Western Australia. He also established the group's American business unit in Houston, Texas. From 2012 to 2020, Mr Williams co-founded and managed a Malaysian and later Saudi Arabian based manufacturer and distributor of abrasive blasting equipment, blast media abrasives, and related surface preparation consumables. More recently, he founded a blast media distribution business in Malaysia, looking after Southeast Asian maintenance contractors and fabrication yards. Mr Williams was a Board Director (Global Centre) for the Association for Material Protection and Performance (AMPP), 2022-2024 and is an AMPP Certified Coatings Inspector. Mr Williams was also CEO of Melbourne based Abrasive Blasting Service and Supplies Pty Ltd, that manufacturers abrasive blasting equipment, and sells blast media and related consumables, across Australia, New Zealand and Southeast Asia.
Committee Memberships	N/A as the Board as a whole performs the role of the Audit and Risk, Nomination and Remuneration Committees
Current ASX Listed Directorships	None

Former ASX Listed Directorships within last 3 years	None
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**FORMER CHIEF EXECUTIVE OFFICER**

Chief Executive Officer	Details
<b>Andrew Taplin</b>	
Qualifications	MBA GAICD
Position	Chief Executive Officer
Appointment Date	3 April 2023
Resignation Date	7 March 2025
Biography	Mining professional with over 30 years of extensive leadership, strategic, operating, and large-scale infrastructure project experience including 25 years with Rio Tinto. Significant senior government stakeholder engagement in multiple geographies, regulatory and legislative approvals and a demonstrated track record of social consensus to operate successfully. Operating and infrastructure development across North & South America—USA, Canada and Peru, Africa, Europe and Australia. Including large scale mine, port, & rail project development, operations, maintenance, engineering and reclamation in Australian, African, Canadian and US geographies. Extensive health, safety, social and environment management. Commodity experience includes iron ore, copper, gold, coal and phosphate. Leadership with focus on culture, diversity, inclusivity and safety.

**COMPANY SECRETARY**

Company Secretary	Details
<b>Stephen Brockhurst</b>	
Qualifications	BCom
Position	Company Secretary
Appointment Date	10 February 2021
Resignation Date	N/A
Biography	Mr Brockhurst has over 20 years' experience in the finance and corporate advisory industry and has been responsible for the due diligence process and preparation of prospectuses on a number of initial public offers. His experience includes corporate and capital structuring, corporate advisory and company secretarial services, capital raising, ASX and ASIC compliance requirements. Mr Brockhurst has served on the board and acted as Company Secretary for numerous ASX listed companies.

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## MEETINGS OF DIRECTORS

The number of meetings held during the year and the number of meetings attended by each Director was as follows:

	Board	Board in the Capacity of Audit & Risk Committee	Board in the Capacity of Remuneration & Nomination Committee
<b>Number of Meetings Held</b>	<b>6</b>	<b>2</b>	<b>1</b>
<b>Number of Meetings Attended:</b>			
Adam Schofield	6	2	1
Greg Jones	6	2	1
Aaron Williams	6	2	1

All Directors were eligible to attend all Board Meetings held when they were in office.

## SHARE OPTIONS

As at the date of this report:

No. Options	Exercise Price	Expiry Date	Listed / Unlisted
250,000	\$0.25	20 October 2025	Unlisted
100,000	\$0.25	7 December 2025	Unlisted
150,000	\$0.25	22 March 2026	Unlisted
100,000	\$0.25	19 April 2026	Unlisted
20,000	\$0.25	30 July 2026	Unlisted
25,000	\$0.25	18 July 2026	Unlisted
50,000	\$0.25	28 July 2026	Unlisted
20,000	\$0.25	30 July 2026	Unlisted
1,250,000	\$0.25	7 August 2026	Unlisted
10,000	\$0.25	9 August 2026	Unlisted
300,000	\$0.1399	6 December 2026	Unlisted
750,000	\$0.20	7 December 2026	Unlisted
750,000	\$0.25	7 December 2026	Unlisted
1,500,000	\$0.30	7 December 2026	Unlisted
1,500,000	\$0.1399	7 December 2026	Unlisted
10,000	\$0.25	4 February 2027	Unlisted
20,000	\$0.3255	27 April 2027	Unlisted
100,000	\$0.3255	28 April 2027	Unlisted
20,000	\$0.3295	1 May 2027	Unlisted
50,000	\$0.3176	9 May 2027	Unlisted
50,000	\$0.3882	20 May 2027	Unlisted
60,000	\$0.4086	30 May 2027	Unlisted
25,000	\$0.4484	24 June 2027	Unlisted
10,000	\$0.46	3 July 2027	Unlisted

25,000	\$0.4875	18 July 2027	Unlisted
20,000	\$0.5045	4 August 2027	Unlisted
100,000	\$0.4714	1 September 2027	Unlisted

## PERFORMANCE RIGHTS

As at the date of this report:

No. Performance Rights	Class	Expiry Date	Listed / Unlisted
1,440,408	B	14 September 2026	Unlisted
500,000	A	3 April 2026	Unlisted
500,000	B	12 December 2025	Unlisted
500,000	C	12 December 2026	Unlisted

## SHARES ISSUED AS A RESULT OF THE EXERCISE OF OPTIONS AND PERFORMANCE RIGHTS

No shares as a result of the exercise of the options were issued as at the date of this report.

## DIRECTORS' AND KEY MANAGEMENT PERSONNEL INTERESTS AND BENEFITS

The movement during the reporting period in the number of ordinary shares of the Company held directly, indirectly or beneficially, by each Director or key management personnel, including their personally-related entities is as follows:

Director / KMP	No. Shares Held at 30 June 2024	Share Based Payments	Exercise of Options / Performance Rights	On-market Purchases	No. Shares Held at 30 June 2025	No. Shares Held at Date of this Report
<b>Adam Schofield</b>						
Directly	4,170,323	-	-	-	4,170,323	4,170,323
Indirectly	-	-	-	-	-	-
<b>Greg Jones</b>						
Directly	500,000	-	-	-	500,000	500,000
Indirectly	1,579,078	-	-	-	1,579,078	1,579,078
<b>Aaron Williams</b>						
Directly	-	-	-	-	-	-
Indirectly	405,704	-	-	47,061	452,765	452,765
<b>Andrew Taplin<sup>1</sup></b>						
Directly	-	777,605	-	-	777,605	777,605
Indirectly	-	-	-	-	-	-
<b>Total</b>	<b>6,655,105</b>	<b>777,605</b>	<b>-</b>	<b>47,061</b>	<b>7,479,771</b>	<b>7,479,771</b>

<sup>1</sup> Resigned 7 March 2025.

The movement during the reporting period in the number of options over ordinary shares of the Company held directly, indirectly or beneficially, by each Director or key management personnel, including their personally-related entities is as follows:

Director / KMP	No. Options Held at 30 June 2024	Share Based Payments	Exercise of Options	Other Changes	No. Options Held at 30 June 2025	No. Options Held at Date of this Report
<b>Adam Schofield</b>						
Directly	2,500,000	-	-	(1,000,000)	1,500,000	1,500,000
Indirectly	-	-	-	-	-	-
<b>Greg Jones</b>						
Directly	1,000,000	-	-	(1,000,000)	-	-
Indirectly	1,500,000	-	-	-	1,500,000	1,500,000
<b>Aaron Williams</b>						
Directly	-	-	-	-	-	-
Indirectly	1,500,000	-	-	50,000	1,550,000	1,550,000
<b>Andrew Taplin<sup>2</sup></b>						
Directly	1,500,000	-	-	(1,500,000)	-	-
Indirectly	-	-	-	-	-	-
<b>Total</b>	<b>8,000,000</b>	<b>-</b>	<b>-</b>	<b>(3,550,000)</b>	<b>4,450,000</b>	<b>4,450,000</b>

<sup>2</sup> Resigned 7 March 2025.

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The movement during the reporting period in the number of performance rights of the Company held directly, indirectly or beneficially, by each Director or key management personnel, including their personally-related entities is as follows:

Director / KMP	No. Performance Rights Held at 30 June 2024	Security Based Payments	Cancellation of Performance Rights	No. Performance Rights Held at 30 June 2025	No. Performance Rights Held at Date of this Report
<b>Adam Schofield</b>					
Directly	500,000	-	-	500,000	500,000
Indirectly	-	-	-	-	-
<b>Greg Jones</b>					
Directly	500,000	-	-	500,000	500,000
Indirectly	-	-	-	-	-
<b>Aaron Williams</b>					
Directly	-	-	-	-	-
Indirectly	-	-	-	-	-
<b>Andrew Taplin<sup>3</sup></b>					
Directly	1,500,000	-	(1,000,000)	500,000	500,000
Indirectly	-	-	-	-	-
<b>Total</b>	<b>2,500,000</b>	<b>-</b>	<b>(1,000,000)</b>	<b>1,500,000</b>	<b>1,500,000</b>

<sup>3</sup> Resigned 7 March 2025.

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The following terms and conditions apply to each of the Performance Rights:

- ✘ **(Vesting Conditions):** The Performance Rights will vest subject to the satisfaction of the following performance milestones within that timeframe (each a **Milestone**):

Class	Performance Milestone	Milestone Date	Number of Performance Rights
Class B	Delineation of a 250MT Inferred Mineral Resource at 3.0% THM (with a minimum cut-off grade of 2%) at the Inhambane Project	5 years from the date of Admission	1,440,408
Class A	Upon the announcement of a positive and completed pre-feasibility study for the Port Gregory Project.	3 April 2026	500,000
Class B	HVY's Share Price achieves a minimum Share Price of 30 cents for a minimum of 7 consecutive days	12 December 2025	500,000
Class C	HVY's Share Price achieves a minimum Share Price of 60 cents for a minimum of 7 consecutive days	12 December 2026	500,000
<b>Total</b>			<b>2,940,408</b>

- For the avoidance of doubt, both the retention condition and the relevant Milestone (together, the **Vesting Conditions**) must be satisfied before a Performance Right will vest.
- **(Vesting Process):** Provided the Vesting Conditions are met or otherwise waived by the Board, a Vesting Notification will be sent to the holder from the Board, informing them that some or all of the Performance Rights have vested. Unless and until the Vesting Notification is issued by the Company, the Performance Rights will not be considered to have vested.

#### Transactions with related parties

During the reporting year, there were the following related party transactions:

- ✘ During the year GNJ Consulting Pty Ltd (a company of which Greg Jones is a director) provided exploration services to the Consolidated Entity to the value of \$57,000(excluding GST) (2024: \$49,500). The amount payable to GNJ Consulting Pty Ltd at 30 June 2025 was \$5,000 (excluding GST) (2024: \$3,000).
- ✘ During the year, IHC Robbins Pty Ltd (a company of which Greg Jones is an employee) provided exploration services to the Consolidated Entity to the value of \$332,481 (excluding GST) (2024: \$257,468). The amount payable to IHC Robbins Pty Ltd at 30 June 2025 was \$15,000 (excluding GST) (2024: \$ Nil).
- ✘ During the year, Heavy Minerals Ltd (a company incorporated in England & Wales, related by way of a mutual director, Adam Schofield) was loaned \$Nil (2024: \$Nil) to cover corporate costs of which \$3,352 was outstanding at the end of the period (2024: \$3,352).
- ✘ During the year, Adam Schofield loaned \$Nil (2024: \$10,000) to the Company, of which \$Nil (2024: \$10,000) was outstanding at the end of the period.

- ✕ During the prior year, the Company entered into a non-binding Memorandum of Understanding with Abrasive Blasting Service and Supplies Pty Ltd, a company of which Aaron Williams is the CEO, as announced on 7 March 2024. The non-binding Memorandum of Understanding for the future sales of a minimum of 15,000 tonnes per annum of Garnet to be produced at its Port Gregory Project for an initial 3-year period with Abrasive Blasting Service and Supplies Pty Ltd.

## REMUNERATION REPORT

### Introduction

The Directors present the Remuneration Report for the Consolidated Entity for the year ended 30 June 2025. This Remuneration Report forms part of the Directors' Report in accordance with the requirements of the Corporations Act 2001 and its regulations. For the purposes of this report, Key Management Personnel ("KMP") of the Consolidated Entity are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Consolidated Entity, directly or indirectly, including any Director (whether executive or otherwise) of the Consolidated Entity.

### Remuneration Policy

The remuneration policy of the Consolidated Entity has been designed to align KMP objectives with Shareholders' interests and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the Consolidated Entity's financial results. The Board believes that the remuneration policy is appropriate and effective in its ability to attract and retain the best KMP to run and manage the Consolidated Entity, as well as create goal congruence between Directors, Executives and Shareholders.

### Executive Directors and Key Management Personnel

The Board's policy for determining the nature and amount of remuneration for Executive Directors and Key Management Personnel of the Consolidated Entity was in place for the year ended 30 June 2025.

There was a performance evaluation performed during the year for the CEO, Andrew Taplin. The outcome of this review with the Chairman was an agreement to increase the base salary for the CEO by 5% payable on 1 October 2024 back-payable to 1 May 2024. The Chairman also agreed to the issue of \$50,000 shares at the 14 day VWAP as of 1 May 2024, which were issued during the year.

### Non-Executive Directors

The Board's policy is to remunerate Non-Executive Directors based on market practices, duties and accountability. Independent external advice is sought when required. The fees paid to Non-Executive Directors will be reviewed annually. The maximum aggregate amount of fees that can be paid to Non-Executive Directors is subject to approval by Shareholders at the Annual General Meeting ("AGM"). The maximum aggregate amount of fees payable has been set at \$500,000pa for all Directors.

Use of Remuneration Consultants

To ensure the Remuneration Committee (of which the function is performed by the Board as a whole at this stage) is fully informed when making remuneration decisions, it may seek external remuneration advice. The Board did not engage external remuneration advice in FY2025.

Remuneration Report Approval at FY2025 AGM

The remuneration report for the year ended 30 June 2025 will be put to shareholders for approval at the Consolidated Entity's AGM which will be held during November 2025.

Details of Remuneration

Details of remuneration of the Directors and KMP of the Consolidated Entity (as defined by AASB 124 Related Party Disclosures) and specified executives are set out below:

	Year	Fixed			STI		LTI	Total		Proportion of Remuneration	
		Salary, fees and leave \$	Other Fees \$	Superannuation \$	Security Based Payments \$	Incentive Payments \$	Fair value of Share Options (equity settled) \$	\$	Fixed %	STI %	LTI %
<b>Non-Executive Directors</b>											
	2025	49,298	57,000	5,689	-	-	21,075	133,062	84%	-	16%
Greg Jones	2024	47,748	49,500	5,252	-	-	35,550	138,050	74%	-	26%
	2025	49,245	-	5,743	-	-	21,075	76,063	72%	-	28%
Aaron Williams	2024	39,790	-	4,377	-	-	35,550	79,717	55%	-	45%
	2025	-	-	-	-	-	-	-	-	-	-
Steven Flynn <sup>4</sup>	2024	-	-	-	-	-	-	-	-	-	-
	2025	-	-	-	-	-	-	-	-	-	-
Jeet Foolessur <sup>4</sup>	2024	-	-	-	-	-	-	-	100%	-	-
<b>Total Non-Executive Directors</b>	2025	<b>98,543</b>	<b>57,000</b>	<b>11,432</b>	-	-	<b>42,150</b>	<b>209,125</b>	<b>80%</b>	-	<b>20%</b>
	2024	95,496	49,500	10,504	-	-	71,100	226,600	69%	-	31%
<b>Executive Directors</b>											
	2025	157,000	-	-	-	-	21,075	178,075	88%	-	12%
Adam Schofield	2024	57,000	-	-	-	-	35,550 <sup>5</sup>	92,550	62%	-	38%
	2025	157,000	-	-	-	-	21,075	178,075	88%	-	12%
<b>Total Executive Directors</b>	2024	57,000	-	-	-	-	35,550	92,550	62%	-	38%
<b>Key Management Personnel</b>											
	2025	182,292	-	21,068	50,000	-	(214,000)	39,360	517%	127%	(544%)
Andrew Taplin	2024	269,339 <sup>6</sup>	-	27,500	-	-	-	296,839	100%	-	-
<b>Total Key Management Personnel</b>	2025	<b>182,292</b>	-	<b>21,068</b>	<b>50,000</b>	-	<b>(214,000)</b>	<b>39,360</b>	<b>517%</b>	<b>127%</b>	<b>(544%)</b>
	2024	269,339	-	27,500	-	-	-	296,839	100%	-	-

<sup>4</sup> Director of (Mozmin Resources Mauritius Ltd).

<sup>5</sup> Granted under shareholder approval at the 30 November 2023 AGM, options granted on 7 December 2023 have exercise prices of \$0.20, \$0.25, \$0.30 & \$0.1399, an expiry date of 7 December 2026 and were valued using a share price at grant date of \$0.096, a risk-free interest rate of 3.92%, and a volatility of 120% resulting in a valuation of \$0.061, \$0.057, \$0.054 & \$0.067 per option. All securities have been expensed in full.

<sup>6</sup> Includes annual leave.

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**Service Agreements**

The Company entered into an executive employment agreement with Andrew Taplin on 18 February 2023, pursuant to which Mr Taplin serves as CEO responsible for the overall management and supervision of the activities, operations and affairs of the Company, subject to overall control and direction of the Board. Pursuant to the agreement, Mr Taplin is entitled to receive \$250,000 per annum (excluding statutory superannuation). In addition, the Company granted Mr Taplin (or his nominee) 1,500,000 Options and 1,500,000 Performance Rights in FY23. The Board may have, in its absolute discretion invited Mr Taplin to participate in bonus and/or other incentive schemes in the Company that it may implement from time to time, subject to compliance with the Corporations Act and Listing Rules. Andrew Taplin resigned on 7 March 2025.

The Company entered into a consultancy agreement with Adam Schofield effective 1 January 2025, pursuant to which Mr Schofield serves as an Executive Director responsible for the overall management and supervision of the activities, operations and affairs of the Company, subject to overall control and direction of the Board. Pursuant to the agreement, Mr Schofield is entitled to receive \$200,000 per annum. The agreement was for a three year term, unless terminated by either the Company or Mr Schofield giving not less than three month's written notice of termination to the other party (or shorter period in limited circumstances). The Board have agreed to the deferral of payment of Mr Schofield's Executive Director fees from 1 January 2025 to 31 December 2025 until January 2026.

The Company has entered into agreements with its Non-Executive Directors. The Board have agreed to the deferral of payment of Mr William's Non-Executive Director fees from 1 February 2025 to 31 December 2025 until January 2026.

Key management personnel have no entitlement to termination payments in the event of removal for misconduct.

**Share Based Compensation**

Performance based compensation during the year ended 30 June 2025 has been detailed for the Directors within the Remuneration and Service Agreements sections of the Remuneration Report.

There were no securities granted as remuneration (approved by shareholders under ASX Listing Rule 10.11 and 10.14) during the year ended 30 June 2025. However, there were 777,605 shares at a deemed issue price of \$0.0643 each issued to the former CEO, Andrew Taplin, during the year ended 30 June 2025 (which did not require shareholder approval under ASX Listing Rule 10.11 and 10.14).

There were no other Director and KMP transactions.

**End of Audited Remuneration Report.**

**DIVIDENDS**

No dividends were paid during the year and no recommendation is made as to payment of dividends.

**EVENTS SUBSEQUENT TO REPORTING DATE**

There are no matters or circumstances have arisen since the end of the year which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial years other than the following:

- ✂ On 25 July 2025 the Company drew down on \$200,000 of the ATM facility.
- ✂ On 8 September 2025 the Company drew down on \$200,000 of the ATM facility.
- ✂ On 8 September 2025 the following unlisted options were issued:
  - 10,000 unlisted options exercisable at \$0.46 each expiring 3 July 2027.
  - 25,000 unlisted options exercisable at \$0.4875 each expiring 18 July 2027.
  - 20,000 unlisted options exercisable at \$0.5045 each expiring 4 August 2027.
  - 100,000 unlisted options exercisable at \$0.4714 each expiring 1 September 2027.
- ✂ On 25 September 2025 300,000 unlisted options exercisable at \$0.25 each expiring on 20 October 2025 were converted into shares.

**INDEMNITY AND INSURANCE OF OFFICERS**

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

**INDEMNITY AND INSURANCE OF AUDITOR**

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

**PROCEEDINGS ON BEHALF OF THE COMPANY**

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

**NON-AUDIT SERVICES**

Details of the amounts paid or payable to the auditor for non-audit services provided during the financial year by the auditor are outlined in Note 5 to the financial statements. The Directors are satisfied that the provision of non-audit services during the financial year, by the auditor (or by another person or firm on the auditor's behalf), is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The Directors are of the opinion that the services as disclosed in Note 5 to the financial statements do not compromise the external auditor's independence requirements of the Corporations Act 2001 for the following reasons:

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

**AUDITOR'S DECLARATION OF INDEPENDENCE**

The auditor's independence declaration for the year ended 30 June 2025 has been received and is included within the financial statements.

**AUDITOR**

Criterion Audit Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporation Act 2001.

Signed in accordance on behalf of the Directors.



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Adam Schofield  
Non-Executive Chairman

30 September 2025

The Board of Directors is responsible for the corporate governance of Heavy Minerals Limited (the Consolidated Entity). The Board of Directors have established a corporate governance framework which follows the recommendations as set out in the ASX Corporate Governance Council's Principles and Recommendations 4<sup>th</sup> edition ("Principles and Recommendations"). The Consolidated Entity has followed each recommendation where the Board has considered the recommendation to be appropriate benchmark for the Consolidated Entity's corporate governance practices. Where the Consolidated Entity's corporate governance practices follow a recommendation, the Board has made appropriate statements reporting on the adoption of the recommendation. In compliance with the "if not, why not" reporting regime, where the Consolidated Entity's corporate governance practices do not follow a recommendation, the Board explained its reasons for not following the recommendation and disclosed what, if any, alternative practices the Consolidated Entity has adopted instead of those in the recommendation. The Consolidated Entity's corporate governance framework can be viewed on the Consolidated Entity's website: [www.heavyminerals.com/corporate-governance/](http://www.heavyminerals.com/corporate-governance/)

### Recommendation 1.5

The respective proportions of men and women on the Board, in senior executive positions (including key management personnel) and across the whole organisation:

Details: 2025	Percentage	Number
<b>Board</b>		
Men	100%	3
Women	-%	-
<b>Senior Executive Positions</b>		
Men	100%	-
Women	-%	-
<b>Entire Organisation</b>		
Men	67%	4
Women	33%	2

The Consolidated Entity recognises and respects the value of diversity at all levels of the organisation. The Consolidated Entity recognises that the mining and exploration industry is intrinsically male dominated in many of the operational sectors and the pool of women with appropriate skills will be limited in some instances. The Consolidated Entity recognises that diversity extends to matters of age, disability, ethnicity, marital/family status, religious/cultural background and sexual orientation. Where possible, the Consolidated Entity will seek to identify suitable candidates for positions from a diverse pool.

### Recommendation 2.2

The Consolidated Entity has reviewed the skill set of its Board to determine where the skills lie and any relevant gaps in skills shortages. The Consolidated Entity is working towards filling these gaps through engagement of professional advisors where it is deemed necessary.

### Recommendation 7.4

The Consolidated Entity has assessed its exposure to economic, environmental and social sustainability risks and has addressed them in its Corporate Governance Statement and can be viewed its website: [www.heavyminerals.com/corporate-governance/](http://www.heavyminerals.com/corporate-governance/).

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street  
LEEDERVILLE WA 6007

Phone: 9466 9009

To The Board of Directors

## **Auditor's Independence Declaration under Section 307C of the Corporations Act 2001**

As lead audit director for the audit of the financial statements of Heavy Minerals Limited and its controlled entities for the year ended 30 June 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully



**CHRIS WATTS CA**  
**Director**

**CRITERION AUDIT PTY LTD**

DATED at PERTH this 30<sup>th</sup> day of September 2025

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>Income</b>	3	<b>44,135</b>	40,175
Accounting fees		(64,613)	(65,787)
Compliance fees		(135,985)	(136,816)
Consultancy fees		-	(49,855)
Depreciation: plant & equipment	10	(21,654)	(21,130)
Depreciation: right of use asset		(70,346)	(64,485)
Directors' & employee remuneration		(344,567)	(259,685)
Exploration expenditure expensed	11	(1,216)	(713)
Foreign exchange loss		(395)	-
Insurance expense		(39,282)	(44,218)
Interest expense		(8,024)	(12,086)
IT expenses		(2,034)	(904)
Legal fees		(24,026)	(46,911)
Marketing		(186,048)	(246,744)
Occupancy expenses		(30,596)	(28,379)
Other expenses		(133,725)	(115,819)
Share based payments expense	16	(413,590)	(54,700)
Travel expenses		(50,070)	(38,855)
<b>Loss before tax</b>		<b>(1,482,036)</b>	(1,146,912)
Income tax benefit/(expense)	4	-	-
<b>Net loss for the year from operations</b>		<b>(1,482,036)</b>	(1,146,912)
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		(1,644)	(4,099)
<b>Total comprehensive loss for the year</b>		<b>(1,483,680)</b>	(1,151,011)
Attributable to owners of the Consolidated Entity		(1,482,036)	(1,146,912)
Attributable to non-controlling interest		-	-
		<b>(1,482,036)</b>	(1,146,912)
Basic and diluted loss per share (cents)	6	(2.22)c	(1.95)c

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2025**

	Note	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	7	33,170	47,484
Trade and other receivables	8	30,567	19,350
Other assets	9	208,079	333,941
<b>Total Current Assets</b>		<b>271,816</b>	400,775
<b>Non-Current Assets</b>			
Plant and equipment	10	52,389	65,043
Right of use asset	11	13,449	83,795
Exploration and evaluation assets	12	4,967,730	3,852,475
<b>Total Non-Current Assets</b>		<b>5,033,568</b>	4,001,313
<b>Total Assets</b>		<b>5,305,384</b>	4,402,088
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	13	567,858	311,279
Borrowings	14	23,988	84,697
Provisions	15	42,740	24,812
<b>Total Current Liabilities</b>		<b>634,586</b>	420,788
<b>Non-Current Liabilities</b>			
Borrowings	14	2,340,000	768,698
<b>Total Non-Current Liabilities</b>		<b>2,340,000</b>	768,698
<b>Total Liabilities</b>		<b>2,974,586</b>	1,189,486
<b>Net Assets</b>		<b>2,330,798</b>	3,212,602
<b>EQUITY</b>			
Contributed equity	16	9,387,917	9,149,631
Reserves	17	1,715,856	1,353,910
Accumulated losses		(8,729,480)	(7,247,444)
Attributable to owners of the Consolidated Entity		2,374,293	3,256,097
Attributable to non-controlling interest		(43,495)	(43,495)
<b>Total Equity</b>		<b>2,330,798</b>	3,212,602

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2025**

Consolidated Entity	Contributed Equity	Foreign Currency Translation Reserve	Share Based Payments Reserve	Accumulated Losses	Attributable to Owners of the Consolidated Entity	Attributable to Non- Controlling Interest	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2024</b>	<b>9,149,631</b>	<b>35,315</b>	<b>1,318,595</b>	<b>(7,247,444)</b>	<b>3,256,097</b>	<b>(43,495)</b>	<b>3,212,602</b>
Equity issues	266,250	-	-	-	266,250	-	266,250
Cost of equity issues	(27,964)	-	-	-	(27,964)	-	(27,964)
Share based payments (net)	-	-	584,390	-	584,390	-	584,390
Adjustment payments	-	-	(220,800)	-	(220,800)	-	(220,800)
Foreign exchange on translation of operations	-	(1,644)	-	-	(1,644)	-	(1,644)
Loss for the year	-	-	-	(1,482,036)	(1,482,036)	-	(1,482,036)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	(1,482,036)	(1,483,680)	-	(1,483,680)
<b>Balance at 30 June 2025</b>	<b>9,387,917</b>	<b>33,671</b>	<b>1,682,185</b>	<b>(8,729,480)</b>	<b>2,374,293</b>	<b>(43,495)</b>	<b>2,330,798</b>
<b>Balance at 1 July 2023</b>	<b>8,321,436</b>	<b>39,414</b>	<b>1,246,895</b>	<b>(6,100,532)</b>	<b>3,507,213</b>	<b>(43,495)</b>	<b>3,463,718</b>
Equity issues	863,076	-	-	-	863,076	-	863,076
Cost of equity issues	(34,881)	-	-	-	(34,881)	-	(34,881)
Share based payments (net)	-	-	184,200	-	184,200	-	184,200
Adjustment	-	-	(112,500)	-	(112,500)	-	-
Foreign exchange on translation of operations	-	(4,099)	-	-	(4,099)	-	(4,099)
Loss for the year	-	-	-	(1,146,912)	(1,146,912)	-	(1,146,912)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss for the year	-	(4,099)	-	(1,146,912)	(1,151,011)	-	(1,151,011)
<b>Balance at 30 June 2024</b>	<b>9,149,631</b>	<b>35,315</b>	<b>1,318,595</b>	<b>(7,247,444)</b>	<b>3,256,097</b>	<b>(43,495)</b>	<b>3,212,602</b>

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees		(715,805)	(605,180)
Interest received		2,127	602
Interest paid		(8,024)	(12,086)
Net cash used in operating activities	19	<u>(721,702)</u>	<u>(616,664)</u>
<b>Cash flows from investing activities</b>			
Payment for plant and equipment		(9,000)	(6,727)
Payment for exploration and evaluation		(982,529)	(759,390)
Net cash used in investing activities		<u>(991,529)</u>	<u>(766,117)</u>
<b>Cash flows from financing activities</b>			
Proceeds from equity issues		216,250	438,076
Payment for costs of equity issues		(27,530)	(32,831)
Proceeds from borrowings		1,590,000	760,000
Repayment of borrowings		(79,408)	(54,884)
Net cash provided/(used in) from financing activities		<u>1,699,312</u>	<u>1,110,361</u>
Net increase / (decrease) in cash held		(13,919)	(272,420)
Cash and cash equivalents at beginning of the year		47,484	319,904
Foreign exchange effect on cash and cash equivalents		(395)	-
Cash and cash equivalents at year end	7	<u>33,170</u>	<u>47,484</u>

The accompanying notes form part of these financial statements.

## 1. *Corporate information*

This annual report covers Heavy Minerals Limited (parent entity) and subsidiaries (the “Consolidated Entity”), a company incorporated in Australia for the year ended 30 June 2025. The presentation currency of the Consolidated Entity is Australian Dollars (“\$”). A description of the Consolidated Entity’s operations is included in the review and results of operations in the Directors’ Report. The Directors’ Report is not part of the financial statements. The Consolidated Entity is a for-profit entity and limited by shares incorporated in Australia whose shares are traded under the ASX code “HVY”. The financial statements were authorised for issue on 30 September 2025 by the Directors. The Directors have the power to amend and reissue the financial statements. The principal accounting policies adopted in the preparation of the financial statements are set out below.

## 2. *Accounting policies*

### a. Basis of preparation

The general purpose financial statements of the Consolidated Entity have been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. Compliance with Australian Accounting Standards results in full compliance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). The financial statements have been prepared on an accruals basis and is based on historical costs, modified where applicable, by the measurement at fair value of financial assets and financial liabilities.

### b. Going concern

The annual financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Consolidated Entity incurred a loss from ordinary activities of \$1,482,036 for the year ended 30 June 2025 (2024: loss \$1,146,912) and net cash outflows from operating activities of \$721,702 (2024: \$616,664). The net working capital deficit position of the Consolidated Entity at 30 June 2025 was \$362,770 (2024: \$20,013 deficit). The Consolidated Entity has exploration commitments due within the next 12 months. The Directors have prepared a cash flow forecast, which indicates that the Consolidated Entity will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report, on the basis of the following factors:

- ✘ the Company successfully raising funding via the remaining funds from the Tranche 1 Royalty and the planned future Tranche 2 Royalty. To date Royalty funding has raised \$2,670,000 of which \$180,000 was collected during July, August and September 2025. If the Company elects to buyback 60% of the Royalties sold these will need to occur no later than 24 months from the agreement date with 90 days allowed for settlement. If the Company elects to not initiate the buybacks, the holders can force a buyback; there is also the potential for the associated royalty options to be converted, which could allow up to an additional \$619,435 in funds being received;

2. **Accounting policies (continued)**

- ✘ the Company intends to utilise the same royalty raising method to secure an additional nominal \$2m to complete the feasibility study (bankable or definitive). With the PFS completed the Company expects to have significant interest in its Tranche 2 Royalty from existing Royalty Funds and additionally Campbell Operations Pty Ltd has expressed interest in subscribing for Tranche 2. The prepaid syndicated royalty deed entitles the Company to buyback 60% of the royalty within the second anniversary however, subscribers can force a buyback (60%) by the Company. The Company will take measures to fund a buyback(s) where subscribers wish to do so if a buyback is not initiated by the Company. The prepaid royalty subscriptions will be reflected as a balance sheet current liability after their second anniversary;
- ✘ the ability to raise equity funding under the Company's ASX allowed existing capacities;
- ✘ the At-the-Market (ATM) Subscription Agreement which provides the Company with up to \$2,000,000 of standby equity capital over the coming 5 years to 31 July 2029. The ATM Subscription Agreement is provided by Acuity Capital. The ATM provides the Company with up to \$2,000,000 of standby equity capital over the coming 5 years to 31 July 2029. To date, the Company has drawn down on \$585,000 of the ATM;
- ✘ importantly, the Company has full discretion as to whether it utilises the ATM, the maximum number of shares to be issued, the minimum issue price of shares and the timing of each subscription (if any). There are no requirements on the Company to utilise the ATM and the Company may terminate the ATM at any time, without cost or penalty. Acuity Capital and the ATM do not place any restrictions at any time on the Company's ability to raise capital via other methods. If the Company does decide to utilise the ATM, the Company sets the issue price floor at its sole discretion, with the final issue price being calculated as the greater of the nominated floor price and up to a 10% discount to a Volume Weighted Average Price (VWAP) over a period of the Company's choosing (again at its sole discretion). As security for the ATM, the Company has placed 3,300,000 fully paid ordinary HVY.ASX shares from its LR7.1 capacity at nil cash consideration to Acuity Capital. Upon early termination or maturity of the ATM, the Company may buy back (and cancel) the shares placed as security for no cash consideration (subject to shareholder approval). As at 30 June 2025, the Company had drawn down on 710,000 shares, leaving a balance of 2,590,000 shares. Subsequent to year end, the Company had drawn down on 1,315,000 shares, leaving a balance of 1,275,000 shares;
- ✘ the ability to reduce planned expenditure with two of the Directors agreeing to defer their remuneration payments; and
- ✘ the reduction of discretionary exploration expenditure for the Inhambane project.

In the event, that the Consolidated Entity is unable to achieve one or any of the above factors, there is a material uncertainty that may cast significant doubt about whether the Consolidated Entity 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 year ended 30 June 2025 financial report.

2. **Accounting policies (continued)**

The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Consolidated Entity be unable to continue as a going concern and meet its debts as and when they fall due.

c. Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Heavy Minerals Limited (Company or parent entity) as at 30 June 2025 and the results of all subsidiaries for the year then ended. Heavy Minerals Limited and its subsidiaries together are referred to in these financial statements as the Consolidated Entity. Subsidiaries are all those entities over which the Consolidated Entity has control. The Consolidated Entity controls an entity when the Consolidated Entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity. They are de-consolidated from the date that control ceases. Intercompany transactions, balances and unrealised gains on transactions between entities in the Consolidated Entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Consolidated Entity. The acquisition of subsidiaries is accounted for using the acquisition method of accounting.

A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent. Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the Consolidated Entity. Losses incurred by the Consolidated Entity are attributed to the non-controlling interest in full, even if that results in a deficit balance. Where the Consolidated Entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Consolidated Entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

d. Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification. An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

## 2. Accounting policies (continued)

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current. Deferred tax assets and liabilities are always classified as non-current.

### e. Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

### f. Significant management judgement in applying accounting policies and estimate uncertainty

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results. Information about significant judgements, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expense is provided below.

#### *i. Exploration and evaluation expenditure*

Exploration and evaluation costs have been capitalised and are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. Key judgements are applied in considering the costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised.

#### *ii. Share based payment transactions*

The Company measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of the options issued are determined by using the Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

### g. Accounting Standards that are mandatorily effective for the current reporting year

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2024. The Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company and, therefore, no material change is necessary to Company accounting policies.

h. Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Company has not applied the new and revised Australian Accounting Standards, Interpretations and amendments that have been issued but are not yet effective. Based on a preliminary review of the standards and amendments, the Directors do not anticipate a material change to the Company's accounting policies, however further analysis will be performed when the relevant standards are effective.

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>3. Income</b>		
Interest income	2,135	1,675
Sub-lease income	42,000	38,500
	<b>44,135</b>	<b>40,175</b>

#### Accounting policy

Income is recognised at an amount that reflects the consideration to which the Consolidated Entity is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Consolidated Entity: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises income when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

#### 4. Income tax benefit/(expense)

A reconciliation between the income tax expense and the product of accounting profit before income tax multiplied by the Consolidated Entity's applicable income tax rate is as follows:

Loss before tax	(1,482,036)	(1,146,912)
Statutory income tax rate for the Consolidated Entity at 30% (2024: 30%)	(444,611)	(344,074)
Tax effect of amounts which are not deductible /(taxable) in calculating taxable income:		
Other non-deductible expenses	127,431	17,959
Unrecognised tax losses and timing differences	313,367	322,851
Differences in tax rate of subsidiaries operating in other jurisdictions	3,813	3,264
Income tax expense	-	-
<u>Deferred tax balances not recognised</u>		
Tax losses	3,235,555	2,555,354
Other	(1,205,215)	(847,572)
	<b>2,030,340</b>	<b>1,707,782</b>

4. *Income tax benefit/(expense) (continued)*

**Accounting policy**

Income tax

The income tax expense or credit for the year is the tax payable on the current year's taxable income based on the applicable income tax rate for each jurisdiction. Income tax on profit or loss for the year comprises current and deferred tax. Current and deferred tax is recognised in statement of profit or loss and other comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively. Current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company's subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates and laws that have been enacted or substantially enacted by the end of the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. Deferred tax assets are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the Consolidated Entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Goods and services and sales tax

Income, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense. Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other assets or liabilities in the consolidated statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>5. Auditor's remuneration</b>		
Audit of the financial statements	29,422	28,463
	<u>29,422</u>	<u>28,463</u>

	Consolidated Entity 30 June 2025	Consolidated Entity 30 June 2024
<b>6. Loss per share</b>		
The following reflects the loss and number of shares used in the calculation of the basic and diluted loss per share.		
Basic and diluted loss per share (cents per share)	(2.22)c	(1.95)c
Net loss attributable to ordinary shareholders (\$)	\$(1,482,036)	\$(1,146,912)
	<b>Shares</b>	<b>Shares</b>
Weighted average number of ordinary shares used in the calculation of basic loss per share	66,656,493	58,950,871

**Accounting policy**

Basic earnings per share is calculated as net profit attributable to members of the parent, adjusted to exclude any costs of servicing equity (other than dividends), dividend by the weighted average number of ordinary shares, adjusted for any bonus element. The diluted earnings per share is calculated as net profit or loss attributable to members of the parent dividend by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element. The weighted average number of shares was based on the consolidated weighted average number of shares in the reporting year. The net profit or loss attributable to members of the parent is adjusted for:

- ✘ Costs of servicing equity (other than dividends) and preference share dividends;
- ✘ The after-tax effect if dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- ✘ Other non-discretionary changes in income or expenses during the year that would result from the dilution of potential ordinary shares.

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>7. Cash and cash equivalents</b>		
Cash at bank	9,259	23,573
Cash on hand	1,199	1,199
Term deposits	22,712	22,712
	<b>33,170</b>	<b>47,484</b>
<b>Accounting policy</b>		
For the purpose of presentation in the consolidated statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.		
<b>8. Trade and other receivables (current)</b>		
Accrued interest income	1,081	1,073
GST refunds	29,486	18,277
	<b>30,567</b>	<b>19,350</b>
<b>9. Other assets</b>		
Other assets	4,452	9,402
Prepaid expenses	203,627	324,539
	<b>208,079</b>	<b>333,941</b>
<b>10. Plant and equipment</b>		
Opening written down value at beginning of year	65,043	79,446
Additions	9,000	6,727
Depreciation	(21,654)	(21,130)
Closing written down value at beginning of year	<b>52,389</b>	<b>65,043</b>

10. *Plant and equipment (continued)*

**Accounting policy**

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives, being 5 years. The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date. An item of plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Consolidated Entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>11. <i>Right of use asset</i></b>		
Balance at beginning of year	83,795	-
Recognition		148,280
Depreciation	<b>(70,346)</b>	<b>(64,485)</b>
	<b>13,449</b>	<b>83,795</b>
Closing written down value at beginning of year	<b>13,449</b>	<b>83,795</b>

**Accounting policy**

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset. Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any re-measurement of lease liabilities.

12. *Exploration and evaluation assets*

Balance at beginning of year	3,852,475	3,048,400
Exploration and evaluation expenditure incurred during the year	1,116,471	804,075
Exploration and evaluation expenditure written off	<b>(1,216)</b>	-
Balance at end of year	<b>4,967,730</b>	<b>3,852,475</b>

12. *Exploration and evaluation assets (continued)*

**Accounting policy**

Exploration and evaluation expenditure in relation to each separate area of interest are recognised as an exploration and evaluation asset in the year in which they are incurred where the following conditions are satisfied:

- ✕ the rights to tenure of the area of interest are current; and
- ✕ at least one of the following conditions is also met:
  - the exploration and evaluation expenditure are expected to be recouped through successful development and exploration of the area of interest, or alternatively, by its sale; or
  - exploration and evaluation activities in the area of interest have not, at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

Exploration and evaluation assets are initially measured at cost and include acquisition of rights to explore, studies, exploratory drilling, trenching and sampling and associated activities and an allocation of depreciation and amortisation of assets used in exploration and evaluation activities. General and administrative costs are only included in the measurement of exploration and evaluation costs where they are related directly to operational activities in a particular area of interest. Indirect costs that are included in the cost of an exploration and evaluation asset include, among other things, charges for depreciation of equipment used in exploration and evaluation activities. If an area of interest is abandoned or is considered to be of no further commercial interest, the accumulated exploration costs relating to the area are written off against income in the year of abandonment. Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The recoverable amount of the exploration and evaluation asset (or the cash-generating unit(s) to which it has been allocated, being no larger than the relevant area of interest) is estimated to determine the extent of the impairment loss (if any). Where a decision has been made to proceed with development in respect of a particular area of interest, the relevant exploration and evaluation asset is tested for impairment and the balance is then reclassified to development.

Consolidated Entity 30 June 2025	Consolidated Entity 30 June 2024
\$	\$

13. *Trade and other payables*

Accrued expenses	200,791	68,466
Trade creditors	367,067	242,813
	567,858	311,279

**13. Trade and other payables (continued)**

**Accounting policy**

These amounts represent liabilities for goods and services provided to the Consolidated Entity prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting date. They are recognised initially at fair value and subsequently measured at amortised cost.

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>14. Borrowings</b>		
<u>Current</u>		
Proceeds from borrowings	-	10,000
Lease liability	<b>23,988</b>	74,697
	<b>23,988</b>	84,697
<u>Non-Current</u>		
Proceeds from royalty funding <sup>7</sup>	<b>2,340,000</b>	750,000
Lease liability	-	18,698
	<b>2,340,000</b>	768,698
Royalty funding repayable within:		
12-18 months (buyback at 125.0%)	<b>1,480,000</b>	400,000
12-18 months (buyback at 137.5%)	<b>650,000</b>	-
18-24 months (buyback at 125.0%)	<b>10,000</b>	250,000
24-30 months (buyback at 125.0%)	<b>200,000</b>	100,000
	<b>2,340,000</b>	750,000

<sup>7</sup> The Company has raised funds via a Syndicated Royalty with multiple participants contributing funds at different times. The Company has agreed to defer the Royalty Holders buyback rights that fall in the current audit period by 12 months, thus making the buyback 36 months, with the earliest date being July 2026 for the initial amount. If the Company elects to not initiate the buyback the Royalty Holder may enforce this buyback.

**14. Borrowings (continued)**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the consolidated statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates. Borrowings are classified as current liabilities unless the Consolidated Entity has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Consolidated Entity 30 June 2025	Consolidated Entity 30 June 2024
\$	\$

**15. Provisions**

Current

Provision for annual leave	42,740	24,812
	42,740	24,812

**Accounting policy**

Provision is made for the Consolidated Entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits.

	Consolidated Entity 30 June 2025		Consolidated Entity 30 June 2024	
	No.	\$	No.	\$
<b>16. Contributed equity</b>				
Balance at beginning of year	<b>62,966,087</b>	<b>9,149,631</b>	53,873,665	8,321,436
Share issue: 14-Jul-23	-	-	3,750,000	425,000
Share issue: 22-Mar-24	-	-	4,213,429	345,500
Share issue: 22-Mar-24	-	-	1,128,993	92,576
Share issue: 08-Aug-24	<b>3,300,000</b>	<b>185,000</b>	-	-
Share issue: 30-Sep-24	<b>777,605</b>	<b>50,000</b>	-	-
Share issue: 12-Mar-25	<b>500,000</b>	-	-	-
Share issue: 26-Mar-25	<b>25,000</b>	<b>6,250</b>	-	-
Share issue: 26-Mar-25	<b>100,000</b>	<b>25,000</b>	-	-
Capital raising costs	-	<b>(27,964)</b>	-	<b>(34,881)</b>
Balance at end of year	<b>67,668,692</b>	<b>9,387,917</b>	62,966,087	9,149,631

#### Ordinary shares

Ordinary shares have no par value and have the right to receive dividends as declared and, in the event of the winding up of the Consolidated Entity, to participate in proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on the shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Consolidated Entity. Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from share capital, net of any related income tax benefits.

#### Capital management

Management controlled the capital of the Consolidated Entity in order to maintain a capital structure that ensured the lowest cost of capital available to the Consolidated Entity. Management's objective is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital. Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. The Consolidated Entity would look to raise capital when an opportunity to invest in a business or company was seen as value adding relative to the current Company's share price at the time of the investment. Refer to Note 2(b).

	Consolidated Entity 30 June 2025 \$	Consolidated Entity 30 June 2024 \$
<b>17. Reserves</b>		
<u>Foreign currency translation reserve</u>		
Balance at beginning of year	35,315	39,414
Foreign exchange on translation of operations	<u>(1,644)</u>	<u>(4,099)</u>
Balance at end of year	<u><b>33,671</b></u>	<u>35,315</u>
<u>Share based payments reserve</u>		
Balance at beginning of year	1,318,595	1,246,895
Options granted <sup>9</sup>	482,390	184,200
Performance rights granted <sup>10</sup>	102,000	-
Performance rights cancellation <sup>8</sup>	<u>(220,800)</u>	<u>(112,500)</u>
Balance at end of year	<u><b>1,682,185</b></u>	<u>1,318,595</u>

<sup>8</sup> On 23 September 2023 1,125,000 unlisted Class B Director performance rights expiring 14 September 2026 were cancelled.

NOTES TO THE FINANCIAL STATEMENTS continued  
FOR THE YEAR ENDED 30 JUNE 2025



17. Reserves (continued)

<sup>a</sup>Variables used to calculate the option valuations are as follows:

Inputs	Director Tranche A Options [FY23/24]	Director Tranche B Options [FY23/24]	Director Tranche C Options [FY23/24]	Director Tranche D Options [FY23/24]	Royalty Options [FY24/25]						
Number of options	750,000	750,000	1,500,000	1,500,000	100,000	100,000	25,000	500,000	10,000	50,000	375,000
Exercise price	\$0.20	\$0.25	\$0.30	\$0.1399	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25
Expiry date	07-Dec-26	07-Dec-26	07-Dec-26	07-Dec-26	07-Dec-25	19-Apr-26	18-Jul-26	07-Aug-26	09-Aug-26	28-Jul-26	07-Aug-26
Grant date	07-Dec-23	07-Dec-23	07-Dec-23	07-Dec-23	19-Aug-24	19-Aug-24	19-Aug-24	19-Aug-24	30-Sep-24	29-Nov-24	29-Nov-24
Share price at grant date	\$0.096	\$0.096	\$0.096	\$0.096	\$0.12	\$0.12	\$0.12	\$0.12	\$0.09	\$0.12	\$0.12
Risk free interest rate	3.92%	3.92%	3.92%	3.92%	3.59%	3.59%	3.59%	3.59%	3.51%	3.99%	3.99%
Volatility	120%	120%	120%	120%	151%	151%	151%	151%	272%	272%	272%
Option value	\$0.061	\$0.057	\$0.054	\$0.067	\$0.057	\$0.066	\$0.072	\$0.073	\$0.081	\$0.107	\$0.107
Probability	60%	50%	75%	60%	N/A						
Value in current period accounts	\$27,450	\$21,375	\$60,750	\$60,300	\$4,300	\$6,600	\$1,800	\$36,000	\$810	\$5,350	\$40,125
Vesting condition	Upon the Company announcing a positive Preliminary Feasibility Study evidencing a ratio of net present value (NPV-8%) to capital of greater than 2.5 at the Port Gregory Project.	Upon the Company announcing a positive Bankable Feasibility Study evidencing a ratio of net present value (NPV-8%) to capital of greater than 2.5 at the Port Gregory Project.	The Company raising a minimum \$3,000,000 via the grant of a Royalties at the Company's Port Gregory Project prior to a final investment decision at the Port Gregory Project.	Upon the Company announcing a JORC Code 2012 compliant Mineral Resource at the Company's Red Hill Garnet Project of at least an inferred classification of >3mt contained garnet at a minimum grade of not less than 4% total heavy mineral.	N/A						
Vested at balance date	No	No	No	No	N/A						

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NOTES TO THE FINANCIAL STATEMENTS continued  
FOR THE YEAR ENDED 30 JUNE 2025



17. Reserves (continued)

Inputs	Royalty Options [FY24/25]									
Number of options	375,000	10,000	20,000	20,000	100,000	20,000	50,000	50,000	60,000	25,000
Exercise price	\$0.25	\$0.25	\$0.25	\$0.3255	\$0.3255	\$0.3295	\$0.3176	\$0.3882	\$0.4086	\$0.4484
Expiry date	07-Aug-26	04-Feb-27	30-Jun-26	27-Apr-27	28-Apr-27	01-May-27	09-May-27	20-May-27	30-May-27	24-Jun-27
Grant date	17-Feb-25	17-Feb-25	06-Mar-25	30-Jun-25						
Share price at grant date	\$0.24	\$0.25	\$0.27	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30
Risk free interest rate	3.85%	3.85%	3.80%	3.19%	3.19%	3.19%	3.19%	3.19%	3.19%	3.19%
Volatility	483%	483%	483%	471%	471%	471%	471%	471%	471%	471%
Option value	\$0.239	\$0.240	\$0.269	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30
Probability	N/A									
Value in current period accounts	\$89,625	\$2,400	\$5,380	\$6,000	\$30,000	\$6,000	\$15,000	\$15,000	\$18,000	\$7,500
Vesting condition	N/A									
Vested at balance date	N/A									

<sup>10</sup>Variables used to calculate the option valuations are as follows:

Inputs	Director & Consultant Class B Performance Rights [FY20/21]	CEO Employee Class A Performance Rights [FY22/23]	Class B Performance Rights [FY24/25]	Class C Performance Rights [FY24/25]
Number of performance rights	1,440,408	500,000	500,000	500,000
Expiry date	14-Sep-26	03-Apr-26	12-Dec-25	12-Dec-26
Grant date	07-May-21	03-Apr-23	12-Mar-25	12-Mar-25
Share price at grant date	\$0.20	\$0.15	\$0.255	\$0.255
Performance right value	\$0.10	\$0.135	\$0.153	\$0.051
Value in prior period accounts	\$144,041	\$67,500	\$76,500	\$25,500
Vesting condition	Delineation of a 250MT Inferred Mineral Resource at 3.0% THM (with a minimum cut-off grade of 2%) at the Inhambane Project	Upon the announcement of a positive and completed pre-feasibility study for the Port Gregory Project.	HVY's Share Price achieves a minimum Share Price of 30 cents for a minimum of 7 consecutive days	HVY's Share Price achieves a minimum Share Price of 60 cents for a minimum of 7 consecutive days
Vested at balance date	No	No		

	Consolidated Entity 30 June 2025 No.	Consolidated Entity 30 June 2024 No.
<b>17. Reserves (continued)</b>		
<u>Unlisted options</u>		
Balance at beginning of year	17,200,000	15,282,226
Options granted <sup>9</sup>	1,915,000	5,700,000
Options expired	(10,000,000)	(3,782,226)
Options cancelled	(1,600,000)	-
Options converted	(125,000)	-
	<hr/>	<hr/>
Balance at end of year	<u>7,390,000</u>	<u>17,200,000</u>

**Accounting policy**

Each entity within the Consolidated Entity determines the appropriate functional currency as it reflects the primary economic environment in which the relevant reporting entity operates, being Australian dollars. In translating the financial statements of such an entity for incorporation in the combined financial statements in the presentation currency the assets and liabilities denominated in other currencies are translated at end of the reporting year rates of exchange and income and expense items for each statement presenting profit or loss and other comprehensive income are translated at average rates of exchange for the reporting year. The resulting translation adjustments (if any) are recognised in other comprehensive income and accumulated in a separate component of equity until the disposal of that relevant reporting entity.

**18. Operating segments**

The Consolidated Entity has determined operating segments based on the information provided to the Board of Directors. The Consolidated Entity operates predominantly in one business segment being the exploration for minerals with entities based in three geographic segments, being Australia, Mauritius and Mozambique.

18. *Operating segments (continued)*

	Australia Exploration & Corporate	Mauritius Exploration & Corporate	Mozambique Exploration & Corporate	Total
<b>2025</b>				
Segment other income	44,135	-	-	<b>44,135</b>
Segment loss	(1,443,965)	(29,629)	(10,086)	<b>(1,483,680)</b>
Segment assets	4,969,741	2,977	332,666	<b>5,305,384</b>
Segment liabilities	(2,953,215)	(1,931)	(19,440)	<b>(2,974,586)</b>
<b>2024</b>				
Segment other income	40,175	-	-	<b>40,175</b>
Segment loss	(1,106,733)	(29,809)	(14,469)	<b>(1,151,011)</b>
Segment assets	4,119,642	-	282,446	<b>4,402,088</b>
Segment liabilities	(1,169,364)	(1,510)	(18,612)	<b>(1,189,486)</b>

**Accounting policy**

Operating segments are identified based on the internal reports that are regularly reviewed by the Board of Director's, the Chief Operation Decision Maker, for the purpose of allocating resources and assessing performance. The adoption of this "management approach" has resulted in the identification of reportable segments.

<b>Consolidated Entity 30 June 2025</b>	<b>Consolidated Entity 30 June 2024</b>
\$	\$

19. *Reconciliation of cashflows from operating activities*

Loss before tax	<b>(1,482,036)</b>	(1,146,912)
Depreciation	<b>92,000</b>	85,615
Share based payments	<b>413,590</b>	496,700
Foreign exchange	<b>33,672</b>	35,314
Change in trade & other receivables	<b>(11,217)</b>	16,639
Change in other assets	<b>125,862</b>	(277,936)
Change in trade & other payables	<b>88,497</b>	154,685
Change in provisions	<b>17,930</b>	19,231
Net cash used in operating activities	<b>(721,702)</b>	(616,664)

**20. Events after the end of the reporting year**

There are no matters or circumstances have arisen since the end of the year which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial years other than the following:

- ✘ On 25 July 2025 the Company drew down on \$200,000 of the ATM facility.
- ✘ On 8 September 2025 the Company drew down on \$200,000 of the ATM facility.
- ✘ On 8 September 2025 the following unlisted options were issued:
  - 10,000 unlisted options exercisable at \$0.46 each expiring 3 July 2027.
  - 25,000 unlisted options exercisable at \$0.4875 each expiring 18 July 2027.
  - 20,000 unlisted options exercisable at \$0.5045 each expiring 4 August 2027.
  - 100,000 unlisted options exercisable at \$0.4714 each expiring 1 September 2027.
- ✘ On 25 September 2025 300,000 unlisted options exercisable at \$0.25 each expiring on 20 October 2025 were converted into shares.

Consolidated Entity 30 June 2025	Consolidated Entity 30 June 2024
\$	\$

**21. Related party transactions**

a. KMP compensation

Short-term employee benefits	577,335	509,339
Long-term employee benefits	<u>(150,775)</u>	<u>106,650</u>
Total	<u>426,560</u>	<u>615,989</u>

Detailed remuneration disclosures are provided in the remuneration report included in the Directors' Report.

- ✘ Transactions with related parties
 

During the reporting year, there were the following related party transactions:

  - During the year GNJ Consulting Pty Ltd (a company of which Greg Jones is a director) provided exploration services to the Consolidated Entity to the value of \$57,000 (excluding GST) (2024: \$49,500). The amount payable to GNJ Consulting Pty Ltd at 30 June 2025 was \$5,000 (excluding GST) (2024: \$3,000).
  - During the year, IHC Robbins Pty Ltd (a company of which Greg Jones is an employee) provided exploration services to the Consolidated Entity to the value of \$332,481 (excluding GST) (2024: \$257,468). The amount payable to IHC Robbins Pty Ltd at 30 June 2025 was \$15,000 (excluding GST) (2024: \$ Nil).

**21. Related party transactions (continued)**

- During the year, Heavy Minerals Ltd (a company incorporated in England & Wales, related by way of a mutual director, Adam Schofield) was loaned \$Nil (2024: \$Nil) to cover corporate costs of which \$3,352 was outstanding at the end of the period (2024: \$3,352).
- During the year, Adam Schofield loaned \$Nil (2024: \$10,000) to the Company, of which \$Nil (2024: \$10,000) was outstanding at the end of the period.
- During the prior year, the Company entered into a non-binding Memorandum of Understanding with Abrasive Blasting Service and Supplies Pty Ltd, a company of which Aaron Williams is the CEO, as announced on 7 March 2024. The non-binding Memorandum of Understanding for the future sales of a minimum of 15,000 tonnes per annum of Garnet to be produced at its Port Gregory Project for an initial 3-year period with Abrasive Blasting Service and Supplies Pty Ltd.

**22. Financial risk management**

The Consolidated Entity's overall financial risk management strategy is to ensure that the Consolidated Entity is able to fund its business operations and expansion plans. Exposure to credit risk, liquidity risk, foreign currency risk, interest rate risk and commodity price risk arises in the normal course of the Consolidated Entity's business. The Consolidated Entity's risk management strategy is set by and performed in the close co-operation with the Board and focuses on actively securing the Consolidated Entity's short to medium-term cash flows by regular review of its working capital and minimising the exposure to financial markets. The Consolidated Entity does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Consolidated Entity is exposed are described below.

Financial assets and liabilities

The financial assets and liabilities as at 30 June 2025 are reflected at cost, fair valued through the statement of comprehensive income. The Directors consider that the carrying amounts of the financial assets and liabilities approximate their fair values.

Specific financial risk exposures and management

The main risks the Consolidated Entity is exposed to through its financial instruments are credit risk, liquidity risk and market risk, including in interest rates, foreign currency, commodity and equity prices.

*a) Credit risk*

Credit risk arises from the financial assets of the Consolidated Entity, which comprise cash and cash equivalents. Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contractual obligations that could lead to a financial loss to the Consolidated Entity. Credit risk is managed through the maintenance of credit assessment and monitoring procedures.

**22. Financial risk management (continued)**

*b) Liquidity risk*

Liquidity risk is the risk that there will be inadequate funds available to meet financial commitments as they fall due. Refer to disclosure at Note 2(b). The Consolidated Entity recognises the on-going requirements to have committed funds in place to cover both existing business cash flows and provide reasonable headroom for capital expenditure programs.

The key funding objective is to ensure the availability of flexible and competitively priced funding from alternative sources to meet the Consolidated Entity's current and future requirements. The Consolidated Entity utilises a detailed cash flow model to manage its liquidity risk. This analysis shows that available sources of funds are expected to be sufficient over the lookout period. The Consolidated Entity attempts to accurately project the sources and uses of funds which provide an effective framework for decision making and budgeting. The table below summarises the maturity profile of the Consolidated Entity's contractual cash flow financial liabilities based on contractual undiscounted repayment obligations. Repayments, which are subject to notice, are treated as if notice were to be given immediately.

	0-30 Days \$	31-90 Days \$	91+ Days \$	Total \$
<b>30 June 2025</b>				
<u>Financial liabilities</u>				
Trade and other payables	567,858	-	-	567,858
Borrowings	6,070	2,868	2,355,050	2,363,988
<b>Total</b>	<b>573,928</b>	<b>2,868</b>	<b>2,355,050</b>	<b>2,931,846</b>
<b>30 June 2024</b>				
<u>Financial liabilities</u>				
Trade and other payables	311,279	-	-	311,279
Borrowings	5,947	6,250	841,198	853,395
<b>Total</b>	<b>317,226</b>	<b>6,250</b>	<b>841,198</b>	<b>1,164,674</b>

*c) Foreign currency risk*

Foreign currency risk is considered to be immaterial.

*d) Interest Rate Risk*

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rate. The Consolidated Entity is not exposed to interest rate movement through borrowings as there are no borrowings. The following table sets out the variable interest bearing and fixed interest bearing financial instruments of the Consolidated Entity:

22. *Financial risk management (continued)*

	Variable interest \$	Fixed interest \$
<b>30 June 2025</b>		
<u>Financial assets</u>		
Cash and cash equivalents	33,170	-
<b>Total</b>	<b>33,170</b>	-
<b>30 June 2024</b>		
<u>Financial assets</u>		
Cash and cash equivalents	47,484	-
<b>Total</b>	<b>47,484</b>	-

Interest rate risk is considered to be immaterial.

**Accounting policy**

*Recognition and derecognition of financial instruments:*

A financial asset or a financial liability is recognised in the statement of financial position when, and only when, the entity becomes party to the contractual provisions of the instrument. All other financial instruments (including regular-way purchases and sales of financial assets) are recognised and derecognised, as applicable, using trade date accounting or settlement date accounting. A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expire or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the entity neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset. A financial liability is removed from the statement of financial position when, and only when, it is extinguished, that is, when the obligation specified in the contract is discharged or cancelled or expires. At initial recognition the financial asset or financial liability is measured at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

*Classification and measurement of financial assets:*

Financial asset classified as measured at amortised cost: A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at fair value through profit or loss (FVTPL), that is (a) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and (b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Typically trade and other receivables, bank and cash balances are classified in this category. Financial asset that is a debt asset instrument classified as measured at fair value through other comprehensive income (FVTOCI): There were no financial assets classified in this category at reporting year end date. Financial asset that is an equity investment classified as measured at fair value through other comprehensive income (FVTOCI): There was one financial asset classified in this category at reporting year end date.

**22. Financial risk management (continued)**

Financial asset classified as measured at fair value through profit or loss (FVTPL): There were no financial assets classified in this category at reporting year end date.

*Classification and measurement of financial liabilities:*

Financial liabilities are classified as at fair value through profit or loss (FVTPL) in either of the following circumstances: (1) the liabilities are managed, evaluated and reported internally on a fair value basis; or (2) the designation eliminates or significantly reduces an accounting mismatch that would otherwise arise. All other financial liabilities are carried at amortised cost using the effective interest method. Reclassification of any financial liability is not permitted.

	<b>Consolidated Entity 30 June 2025</b>	<b>Consolidated Entity 30 June 2024</b>
	\$	\$
<b>23. Commitments and contingencies</b>		
a. Commitments relating to operating and exploration expenditures		
Not longer than 1 year	<b>326,655</b>	486,088
More than 1 year but not longer than 5 years	<b>699,436</b>	860,260
More than 5 years	-	-
	<b>1,026,091</b>	<b>1,346,348</b>

There are no other material commitments as at 30 June 2025.

b. Contingent assets

Contingent assets as at 30 June 2025 consist of the following:

The At-the-Market (ATM) Subscription Agreement which provides the Company with up to \$2,000,000 of standby equity capital over the coming 5 years to 31 July 2029. The ATM Subscription Agreement is provided by Acuity Capital. The ATM provides the Company with up to \$2,000,000 of standby equity capital over the coming 5 years to 31 July 2029. Importantly, the Company has full discretion as to whether it utilises the ATM, the maximum number of shares to be issued, the minimum issue price of shares and the timing of each subscription (if any). There are no requirements on the Company to utilise the ATM and the Company may terminate the ATM at any time, without cost or penalty. Acuity Capital and the ATM do not place any restrictions at any time on the Company's ability to raise capital via other methods. If the Company does decide to utilise the ATM, the Company sets the issue price floor at its sole discretion, with the final issue price being calculated as the greater of the nominated floor price and up to a 10% discount to a Volume Weighted Average Price (VWAP) over a period of the Company's choosing (again at its sole discretion). As at 30 June 2025, the Company had drawn down on 710,000 shares, leaving a balance of 2,590,000 shares. Subsequent to year end, the Company had drawn down on 1,315,000 shares, leaving a balance of 1,275,000 shares.

**23. Commitments and contingencies (continued)**

c. Contingent liabilities

Contingent liabilities as at 30 June 2025 consist of the following in Mozambique:

Transfers of interest that have occurred under the +258 Agreement (being Mozmin Mauritius' acquisition of 70% of the equity in +258 Limitada set out in Section 7.1(b)) and the Share Swap (being the Company's acquisition of 100% of the share capital of MRPL) have not received Government Approval. The Company has retrospectively commenced the process to obtain these approvals and is not aware of any reason why these approvals would not be granted, however, until such time as the approvals are received, the Company has allocated minimal funds to the Inhambane Project. There is no guarantee that the Government Approvals will be received and further, there is a likelihood that the approvals will require the payment of stamp duty.

The Company understands that stamp duty rates vary between 0.1% to 10% of the face value of relevant documents. The Company anticipates that the stamp duty will be approximately USD 750.

**24. Interests in controlled entities**

Company Name	Entity Type	Place of Incorporation	Place of Tax Residency	30 June 2025 % Ownership	30 June 2024 % Ownership
Mozmin Resources Pty Ltd	Company	Australia	Australia	100%	100%
Mozmin Resources (Mauritius) Ltd	Company	Mauritius	Mauritius	100%	100%
+258 Limitada	Company	Mozambique	Mozambique	70%	70%
ATM Limitada	Company	Mozambique	Mozambique	70%	70%

Heavy Minerals Limited (the "parent entity") and its wholly-owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation regime.

**CONSOLIDATED ENTITY DISCLOSURE STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2025**

Subsection 295(3A)(a) of the Corporations Act 2001 applies to the Company as follows:

Company Name	Entity Type	Place of Incorporation	Place of Tax Residency	30 June 2025 % Ownership	30 June 2024 % Ownership
Mozmin Resources Pty Ltd	Company	Australia	Australia	100%	100%
Mozmin Resources (Mauritius) Ltd	Company	Mauritius	Mauritius	100%	100%
+258 Limitada	Company	Mozambique	Mozambique	70%	70%
ATM Limitada	Company	Mozambique	Mozambique	70%	70%

Heavy Minerals Limited (the “parent entity”) and its wholly-owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation regime.

The Directors of the Consolidated Entity declare that:

The financial statements and notes are in accordance with the *Corporations Act 2001* and:

- ✘ comply with Australian Accounting Standards;
- ✘ are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board, as stated in Note 2 to the financial statements; and
- ✘ give a true and correct view of the Consolidated Entity's financial position as at 30 June 2025 and of the performance for the year ended 30 June 2025;

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

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

The consolidated entity disclosure statement is true and correct.

This declaration is signed in accordance with a resolution of the Directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors



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Adam Schofield  
Non-Executive Chairman

30 September 2025

## Independent Auditor's Report

### To the Members of Heavy Minerals Limited

#### Report on the Audit of the Financial Report

##### Opinion

We have audited the financial report of Heavy Minerals Limited ("the Company") and its controlled entities ("the Consolidated Entity"), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a. the accompanying financial report of Heavy Minerals Limited is in accordance with the *Corporations Act 2001*, including:
  - i. giving a true and fair view of the Consolidated Entity's financial position as at 30 June 2025 and of its financial performance for the year then ended; and
  - ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

##### Material Uncertainty Regarding Continuation as a Going Concern

Without modifying our opinion above, we draw attention to Note 2(b) to the annual report, which indicates that the Consolidated Entity incurred a net loss of \$1,482,036 and as of that date, the Consolidated Entity had net operating cash outflows of \$721,702. The net working capital deficit position of the Consolidated Entity at 30 June 2025 was \$362,770. These conditions, along with other matters as set forth in Note 2(b), indicate the existence of a material uncertainty that may cast significant doubt about the ability of the Consolidated Entity to continue as a going concern and 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.

##### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the key audit matter
<p><b>Exploration and Evaluation Expenditure – \$4,967,730</b> <b>(Refer to Note 12)</b></p> <p>Exploration and evaluation is a key audit matter due to:</p> <ul style="list-style-type: none"> <li>The significance of the balance to the Consolidated Entity's financial position.</li> <li>The level of judgement required in evaluating management's application of the requirements of AASB 6 <i>Exploration for and Evaluation of Mineral Resources</i>. AASB 6 is an industry specific accounting standard requiring the application of significant judgements, estimates and industry knowledge. This includes specific requirements for expenditure to be capitalised as an asset and subsequent requirements which must be complied with for capitalised expenditure to continue to be carried as an asset.</li> <li>The assessment of impairment of exploration and evaluation expenditure being inherently difficult.</li> </ul>	<p>Our procedures included, amongst others:</p> <ul style="list-style-type: none"> <li>Assessing management's determination of its areas of interest for consistency with the definition in AASB 6. This involved analysing the tenements in which the Consolidated Entity holds an interest and the exploration programmes planned for those tenements.</li> <li>For each area of interest, we assessed the Consolidated Entity's rights to tenure by corroborating to government registries and evaluating agreements in place with other parties as applicable;</li> <li>We tested the additions to capitalised expenditure for the year by evaluating a sample of recorded expenditure for consistency to underlying records, the capitalisation requirements of the Consolidated Entity's accounting policy and the requirements of AASB 6;</li> <li>We considered the activities in each area of interest to date and assessed the planned future activities for each area of interest by evaluating budgets for each area of interest.</li> <li>We assessed each area of interest for one or more of the following circumstances that may indicate impairment of the capitalised expenditure: <ul style="list-style-type: none"> <li>the licenses for the right to explore expiring in the near future or are not expected to be renewed;</li> <li>substantive expenditure for further exploration in the specific</li> </ul> </li> </ul>

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### Share-based payments (Refer to Note 17)

Share-based payments is a key audit matter due to:

- The significance of the balance to the Consolidated Entity's financial performance and position.
- The level of judgement required in evaluating management's application of the requirements of AASB 2 *Share-based Payment* which requires the application of significant judgements and estimates.

area is neither budgeted or planned

- decision or intent by the Consolidated Entity to discontinue activities in the specific area of interest due to lack of commercially viable quantities of resources; and
  - data indicating that, although a development in the specific area is likely to proceed, the carrying amount of the exploration asset is unlikely to be recovered in full from successful development or sale.
- We assessed the appropriateness of the related disclosures in the financial statements.

Our procedures included, amongst others:

- Verifying the key terms of the share based payments in respect of the granting of option over the shares for rendering of services by directors, employees and contractors.
- Assessing the fair value calculation of options granted by checking the accuracy of the inputs to the Black Scholes option pricing model adopted for that purpose.
- Testing the accuracy of the amortisation of share-based payments over the vesting period and the recording of an expense in the statement of profit or loss and an increment to the share based payment reserve.
- We assessed the appropriateness of the related disclosures in the financial statements.

### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Consolidated Entity's annual report for the year ended 30 June 2025, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of the Directors for the Financial Report**

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

- a. the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
- b. the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

- i. the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- ii. the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Consolidated Entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Consolidated Entity or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Consolidated Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. If we conclude that a material

uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Consolidated Entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

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

## **Report on the Remuneration Report**

### **Opinion on the Remuneration Report**

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2025.

In our opinion, the Remuneration Report of Heavy Minerals Limited, for the year ended 30 June 2025, complies with section 300A of the *Corporations Act 2001*.

### **Responsibilities**

The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with s 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.



**CRITERION AUDIT PTY LTD**



**CHRIS WATTS CA**  
**Director**

DATED at PERTH this 30<sup>th</sup> day of September 2025

**As at 19 September 2025**

**Issued Securities**

	Listed on ASX	Unlisted	Total
Fully paid ordinary shares	67,668,692	-	67,668,692
\$0.25 unlisted options expiring 20 October 2025	-	550,000	550,000
\$0.25 unlisted options expiring 7 December 2025	-	100,000	100,000
\$0.25 unlisted options expiring 22 March 2026	-	150,000	150,000
\$0.25 unlisted options expiring 19 April 2026	-	100,000	100,000
\$0.25 unlisted options expiring 18 July 2026	-	25,000	25,000
\$0.25 unlisted options expiring 28 July 2026	-	50,000	50,000
\$0.25 unlisted options expiring 30 July 2026	-	20,000	20,000
\$0.25 unlisted options expiring 7 August 2026	-	1,250,000	1,250,000
\$0.25 unlisted options expiring 9 August 2026	-	10,000	10,000
\$0.1399 unlisted options expiring 6 December 2026	-	300,000	300,000
\$0.20 unlisted Tranche A options expiring 7 December 2026	-	750,000	750,000
\$0.25 unlisted Tranche B options expiring 7 December 2026	-	750,000	750,000
\$0.30 unlisted Tranche C options expiring 7 December 2026	-	1,500,000	1,500,000
\$0.1399 unlisted Tranche D options expiring 7 December 2026	-	1,500,000	1,500,000
\$0.25 unlisted options expiring 4 February 2027	-	10,000	10,000
\$0.3255 unlisted options expiring 27 April 2027	-	20,000	20,000
\$0.3295 unlisted options expiring 28 April 2027	-	100,000	100,000
\$0.3295 unlisted options expiring 1 May 2027	-	20,000	20,000
\$0.3176 unlisted options expiring 9 May 2027	-	50,000	50,000
\$0.3882 unlisted options expiring 20 May 2027	-	50,000	50,000
\$0.4086 unlisted options expiring 30 May 2027	-	60,000	60,000
\$0.4484 unlisted options expiring 24 June 2027	-	25,000	25,000
\$0.46 unlisted options expiring 3 July 2027	-	10,000	10,000
\$0.4875 unlisted options expiring 18 July 2027	-	25,000	25,000
\$0.5045 unlisted options expiring 4 August 2027	-	20,000	20,000
\$0.4714 unlisted options expiring 1 September 2027	-	100,000	100,000
Class B performance rights expiring 12 December 2025	-	500,000	500,000
Class C performance rights expiring 12 December 2026	-	500,000	500,000
Class A performance rights expiring 3 April 2026	-	500,000	500,000
Class B performance rights expiring 14 September 2026	-	1,440,408	1,440,408
<b>Total</b>	<b>67,668,692</b>	<b>10,485,408</b>	<b>78,154,100</b>

**Distribution of Listed Ordinary Fully Paid Shares**

Spread of Holdings	Number of Holders	Number of Units	% of Total Issued Capital
1 - 1,000	33	2,429	0.00%
1,001 - 5,000	176	534,649	0.79%
5,001 - 10,000	123	965,375	1.43%
10,001 - 100,000	267	9,593,787	14.18%
100,001 - and over	100	56,572,452	83.60%
<b>Total</b>	<b>699</b>	<b>67,668,692</b>	<b>100.00%</b>

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**Top 20 Listed Ordinary Fully Paid Shareholders**

Rank	Shareholder	Shares Held	% Issued Capital
1.	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	6,910,753	10.21%
2.	MR KENNETH JOSEPH HALL <HALL PARK A/C>	5,704,022	8.43%
3.	CHRISTOPHER ADAM SCHOFIELD	4,170,323	6.16%
4.	S3 CONSORTIUM PTY LTD	3,745,000	5.53%
5.	MRS AMBER LESLEY MASTRANGELI	1,941,724	2.87%
6.	CUMBAK PTY LTD <J ALOIZOS FAMILY DISC A/C>	1,800,000	2.66%
7.	GNJ CONSULTING PTY LTD <GNJ CONSULTING A/C>	1,579,078	2.33%
8.	CITICORP NOMINEES PTY LIMITED	1,343,099	1.98%
9.	ACUITY CAPITAL INVESTMENT MANAGEMENT PTY LTD <ACUITY CAPITAL HOLDINGS A/C>	1,275,000	1.88%
10.	NEIL GAWTHORPE	978,925	1.45%
11.	MR GEORGE COLLINGS	975,000	1.44%
12.	GLENN SIMPSON & KERRY SIMPSON <SIMPSON FAMILY S/F A/C>	950,000	1.40%
12.	MR AARON SORENSEN	950,000	1.40%
13.	APOLINARIO JOSE PATEGUANA	937,736	1.39%
14.	MR GREGORY CLIFFORD	895,773	1.32%
15.	ESM LIMITED	843,098	1.25%
16.	MR SIMON JAMES HENDERSON	785,500	1.16%
17.	ANDREW TAPLIN	777,605	1.15%
18.	MR DANA BRADLEY	726,803	1.07%
19.	MR GLENN THOMAS YOUNG	704,639	1.04%
20.	ECHO SLAM INVESTMENTS PTY LTD <ECHO SLAM INVESTMENTS A/C>	700,000	1.03%
<b>Total</b>		<b>38,128,038</b>	<b>56.35%</b>

✕ The number of shareholdings held in less than marketable parcels is 48.

The Company has the following unlisted security holders with >20% holding listed in its register as at 19 September 2025:

Rank	Security Holder	Security Details	Securities Held	% Issued Capital
1.	FOSTER STOCKBROKING NOMINEES PTY LTD <NO 1 ACCOUNT>	\$0.25 unlisted options expiring 20 October 2025	250,000	33.33%
<b>Total</b>			<b>250,000</b>	<b>33.33%</b>
1.	STEWART ROBERT MCDONALD <SRM INVESTMENT A/C>	\$0.25 unlisted options expiring 7 December 2025	100,000	100.00%
<b>Total</b>			<b>100,000</b>	<b>100.00%</b>
1.	ABRAHAM PTY LTD <M J LEWIN RETIREMENT FUND A/C>	\$0.25 unlisted options expiring 22 March 2026	50,000	33.33%
2.	S3 CONSORTIUM HOLDINGS PTY LTD <NEXTINVESTORS DOT COM A/C>	\$0.25 unlisted options expiring 22 March 2026	50,000	33.33%
3.	JULIE WALSH	\$0.25 unlisted options expiring 22 March 2026	50,000	33.33%
<b>Total</b>			<b>150,000</b>	<b>100.00%</b>
1.	FRANK TOMASI NOMINEES PTY LTD <FRANK TOMASI FAMILY A/C>	\$0.25 unlisted options expiring 19 April 2026	100,000	100.00%
<b>Total</b>			<b>100,000</b>	<b>100.00%</b>
1.	ECHO SLAM INVESTMENT PTY LTD <ECHO SLAM INVESTMENTS A/C>	\$0.25 unlisted options expiring 18 July 2026	25,000	100.00%
<b>Total</b>			<b>25,000</b>	<b>100.00%</b>

Rank	Security Holder	Security Details	Securities Held	% Issued Capital
1.	AARON JAMES WILLIAMS <WILLIAMS FAMILY A/C>	\$0.25 unlisted options expiring 28 July 2026	50,000	100.00%
<b>Total</b>			<b>50,000</b>	<b>100.00%</b>
1.	MR HEATH KEVIN NORRIS	\$0.25 unlisted options expiring 30 July 2026	20,000	100.00%
<b>Total</b>			<b>20,000</b>	<b>100.00%</b>
1.	CAMPBELL OPERATIONS PTY LTD	\$0.25 unlisted options expiring 7 August 2026	500,000	100.00%
<b>Total</b>			<b>500,000</b>	<b>100.00%</b>
1.	CAMPBELL OPERATIONS PTY LTD	\$0.25 unlisted options expiring 7 August 2026	375,000	100.00%
<b>Total</b>			<b>375,000</b>	<b>100.00%</b>
1.	CAMPBELL OPERATIONS PTY LTD	\$0.25 unlisted options expiring 7 August 2026	375,000	100.00%
<b>Total</b>			<b>375,000</b>	<b>100.00%</b>
1.	CRAIG DAVID BARRY	\$0.25 unlisted options expiring 9 August 2026	10,000	100.00%
<b>Total</b>			<b>10,000</b>	<b>100.00%</b>
1.	STEPHEN BROCKHURST <SM BROCKHURST FAMILY A/C>	\$0.1399 unlisted options expiring 6 December 2026	150,000	50.00%
2.	AMANDA WILTON-HEALD	\$0.1399 unlisted options expiring 6 December 2026	150,000	50.00%
<b>Total</b>			<b>300,000</b>	<b>100.00%</b>
1.	GNJ CONSULTING PTY LTD <GNJ CONSULTING A/C>	\$0.20 unlisted Tranche A options expiring 7 December 2026	250,000	33.33%
2.	CHRISTOPHER ADAM SCHOFIELD	\$0.20 unlisted Tranche A options expiring 7 December 2026	250,000	33.33%
3.	AARON JAMES WILLIAMS <WILLIAMS FAMILY A/C>	\$0.20 unlisted Tranche A options expiring 7 December 2026	250,000	33.33%
<b>Total</b>			<b>750,000</b>	<b>100.00%</b>
1.	GNJ CONSULTING PTY LTD <GNJ CONSULTING A/C>	\$0.25 unlisted Tranche B options expiring 7 December 2026	250,000	33.33%
2.	CHRISTOPHER ADAM SCHOFIELD	\$0.25 unlisted Tranche B options expiring 7 December 2026	250,000	33.33%
3.	AARON JAMES WILLIAMS <WILLIAMS FAMILY A/C>	\$0.25 unlisted Tranche B options expiring 7 December 2026	250,000	33.33%
<b>Total</b>			<b>750,000</b>	<b>100.00%</b>
1.	GNJ CONSULTING PTY LTD <GNJ CONSULTING A/C>	\$0.30 unlisted Tranche C options expiring 7 December 2026	500,000	33.33%
2.	CHRISTOPHER ADAM SCHOFIELD	\$0.30 unlisted Tranche C options expiring 7 December 2026	500,000	33.33%
3.	AARON JAMES WILLIAMS <WILLIAMS FAMILY A/C>	\$0.30 unlisted Tranche C options expiring 7 December 2026	500,000	33.33%
<b>Total</b>			<b>1,500,000</b>	<b>100.00%</b>

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Rank	Security Holder	Security Details	Securities Held	% Issued Capital
1.	GNJ CONSULTING PTY LTD <GNJ CONSULTING A/C>	\$0.1399 unlisted Tranche D options expiring 7 December 2026	500,000	33.33%
2.	CHRISTOPHER ADAM SCHOFIELD	\$0.1399 unlisted Tranche D options expiring 7 December 2026	500,000	33.33%
3.	AARON JAMES WILLIAMS <WILLIAMS FAMILY A/C>	\$0.1399 unlisted Tranche D options expiring 7 December 2026	500,000	33.33%
<b>Total</b>			<b>1,500,000</b>	<b>100.00%</b>
1.	CRAIG DAVID BARRY	\$0.25 unlisted options expiring 4 February 2027	10,000	100.00%
<b>Total</b>			<b>10,000</b>	<b>100.00%</b>
1.	TONY MARTIN	\$0.3255 unlisted options expiring 27 April 2027	20,000	100.00%
<b>Total</b>			<b>20,000</b>	<b>100.00%</b>
1.	MRS AMBER LESLEY MASTRANGELI	\$0.3295 unlisted options expiring 28 April 2027	100,000	100.00%
<b>Total</b>			<b>100,000</b>	<b>100.00%</b>
1.	DANA BRADLEY	\$0.3295 unlisted options expiring 1 May 2027	20,000	100.00%
<b>Total</b>			<b>20,000</b>	<b>100.00%</b>
1.	GEORGE CHARLES ROBERT THOMPSON	\$0.3176 unlisted options expiring 9 May 2027	50,000	100.00%
<b>Total</b>			<b>50,000</b>	<b>100.00%</b>
1.	BIG BARRA PROPERTIES PTY LTD	\$0.3882 unlisted options expiring 20 May 2027	50,000	100.00%
<b>Total</b>			<b>50,000</b>	<b>100.00%</b>
1.	DAVID JOHN KUHNE <WHOLESALE INVESTMENT A/C>	\$0.4086 unlisted options expiring 30 May 2027	60,000	100.00%
<b>Total</b>			<b>60,000</b>	<b>100.00%</b>
1.	HF CONSORTIUM PTY LTD <THE HF FUND A/C>	\$0.4484 unlisted options expiring 24 June 2027	25,000	100.00%
<b>Total</b>			<b>25,000</b>	<b>100.00%</b>
1.	DANA BRADLEY	\$0.46 unlisted options expiring 3 July 2027	10,000	100.00%
<b>Total</b>			<b>10,000</b>	<b>100.00%</b>
1.	GEORGE COLLINGS	\$0.4875 unlisted options expiring 18 July 2027	25,000	100.00%
<b>Total</b>			<b>25,000</b>	<b>100.00%</b>
1.	ANTHONY LOTANE	\$0.5045 unlisted options expiring 4 August 2027	20,000	100.00%
<b>Total</b>			<b>20,000</b>	<b>100.00%</b>
1.	CRW NO 1 PTY LTD <CRW FAMILY A/C>	\$0.4714 unlisted options expiring 1 September 2027	100,000	100.00%
<b>Total</b>			<b>100,000</b>	<b>100.00%</b>
1.	MR KHESHAVAN SELVAGANAPATHI	Class B performance rights expiring 12 December 2025	500,000	100.00%
<b>Total</b>			<b>500,000</b>	<b>100.00%</b>
1.	MR KHESHAVAN SELVAGANAPATHI	Class C performance rights expiring 12 December 2026	500,000	100.00%
<b>Total</b>			<b>500,000</b>	<b>100.00%</b>

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Rank	Security Holder	Security Details	Securities Held	% Issued Capital
1.	GREG JONES	Class B performance rights expiring 14 September 2026	500,000	34.71%
2.	APOLINARIO JOSE PATEGUANA	Class B performance rights expiring 14 September 2026	440,408	30.58%
3.	CHRISTOPHER ADAM SCHOFIELD	Class B performance rights expiring 14 September 2026	500,000	34.71%
<b>Total</b>			<b>1,440,408</b>	<b>100.00%</b>
1.	ANDREW TAPLIN	Class A performance rights expiring 3 April 2026	500,000	100.00%
<b>Total</b>			<b>500,000</b>	<b>100.00%</b>

The Company has the following substantial shareholders listed in its register as at 19 September 2025:

Rank	Shareholder	Shares Held	% Issued Capital
1.	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	6,910,753	10.21%
2.	MR KENNETH JOSEPH HALL <HALL PARK A/C>	5,971,057	8.82%
3.	CHRISTOPHER ADAM SCHOFIELD	4,170,323	6.16%
4.	S3 CONSORTIUM PTY LTD	3,745,000	5.53%

Ordinary Shares Voting Rights - Subject to any rights or restrictions for the time being attached to any class or classes of Shares, at general meetings of Shareholders or classes of Shareholders:

- ✘ each Shareholder entitled to vote may vote in person or by proxy, attorney or representative;
- ✘ on a show of hands, every person present who is a Shareholder or a proxy, attorney or representative of a Shareholder has one vote; and
- ✘ on a poll, every person present who is a Shareholder or a proxy, attorney or representative of a Shareholder shall, in respect of each fully paid Share held by him, or in respect of which he is appointed a proxy, attorney or representative, have one vote for the Share, but in respect of partly paid Shares shall have such number of votes as bears the same proportion to the total of such Shares registered in the Shareholder's name as the amount paid (not credited) bears to the total amounts paid and payable (excluding amounts credited).

The Company has no restricted securities on issue as at 30 September 2025.

**Schedule of Exploration Tenements**

Project	Tenement Number	Interest Held
Port Gregory	E66/102	100%
Port Gregory	E70/5130	100%
Port Gregory	E70/5160	100%
Port Gregory	E70/5161	100%
Port Gregory	E70/5314	100%
Port Gregory	E70/5934	100%

Project	Licence Number	Interest Held
Inhambane	10255C	70%

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