

Kuniko Limited

ABN 99 619 314 055

Interim Report – 30 June 2025

Kuniko Limited
Directors' report
30 June 2025

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Kuniko Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2025.

Directors

The following persons were directors of Kuniko Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Gavin Rezos – Non-Executive Chairman
Brendan Borg – Non-Executive Director
Maja McGuire – Non-Executive Director
Birgit Liodden – Non-Executive Director (resigned 24 July 2025)
Bruno Piranda – Non-Executive Director (resigned 24 July 2025)

Principal activities

During the financial half-year the principal continuing activities of the consolidated entity consisted of Exploration and Evaluation activities in Norway and Canada.

Review of operations

The loss for the period consolidated entity after providing for income tax amounted to \$1,831,391 (30 June 2024: \$1,159,954).

Significant events after reporting period

- On 24 July 2025, the Company announced resignation of Birgit Liodden and Bruno Pirada from their roles of Non-Executive Directors.
- On 31 July 2025, the Company launched a 1-for-3 non-renounceable rights issue at \$0.07 per share to raise up to approximately \$2 million. Eligible shareholders will also receive one free attaching unlisted option (exercisable at \$0.14, expiring two years from issue) for every three new shares subscribed, with the offer price representing a 29.3% discount to the last closing price and 30-day VWAP.
- On 4 September 2025, Kuniko Limited announced the execution of a binding Earn-in and Joint Venture Agreement with Impact Minerals (ASX:IPT), providing Kuniko with a pathway to earn up to 70% interest in the Commonwealth Gold–Silver Project in New South Wales via a two-stage earn-in of A\$1.5 million over 2 years (51%) and a further A\$1.5 million over the following 2 years (70%). The agreement includes the issue of 3,125,000 KNI shares as consideration and grants Kuniko management rights during the earn-in period. Concurrently, Kuniko launched a 1-for-3 non-renounceable rights issue at \$0.07 per share, with one free attaching option exercisable at \$0.14, expected to raise up to approximately A\$2 million. The rights issue is to be partially underwritten by GBA Capital, with funds to support the Commonwealth Project's Stage-1 exploration and general working capital.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

Auditor's independence declaration

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

Kuniko Limited
Directors' report
30 June 2025

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

On behalf of the directors



Gavin Rezos
Chair

12 September 2025
Perth WA

Kuniko Limited
Auditor's independence declaration



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

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

DECLARATION OF INDEPENDENCE BY JACKSON WHEELER TO THE DIRECTORS OF KUNIKO LIMITED

As lead auditor for the review of Kuniko Limited for the half-year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

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

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

A handwritten signature in black ink, appearing to read 'JW', is written over a horizontal line.

Jackson Wheeler
Director

BDO Audit Pty Ltd
Perth
12 September 2025

Kuniko Limited
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30 June 2025

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General information

The financial statements cover Kuniko Limited as a consolidated entity consisting of Kuniko Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Kuniko Limited's functional and presentation currency.

Kuniko Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

Level 28
AMP Tower
140 St Georges Terrace
Perth WA 6000
Australia

Principal place of business

Level 28
AMP Tower
140 St Georges Terrace
Perth WA 6000
Australia

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

The financial statements were authorised for issue, in accordance with a resolution of directors, on 12 September 2025.

Kuniko Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 30 June 2025

| | Note | 30 Jun 2025 | 30 Jun 2024 |
|---|-------------|--------------------|--------------------|
| | | \$ | \$ |
| Other income | 3 | 181,750 | 90,322 |
| Expenses | | | |
| Administrative expenses | | (377,008) | (340,181) |
| Compliance and regulatory expenses | | (52,863) | (61,733) |
| Consulting and legal fees | | (210,764) | (44,086) |
| Employee benefit expenses | | (564,399) | (420,270) |
| Environmental Social Governance | | - | (65,336) |
| Option agreements – cash consideration | 5 | (250,000) | - |
| Impairment | 6 | (302,654) | - |
| Share-based payments expense | 9 | (54,910) | (99,629) |
| Foreign exchange loss | | (1,431) | (13,849) |
| Depreciation expense | | (10,504) | (9,616) |
| Interest expense | | (44,698) | - |
| Other expenses | 4 | (143,908) | (195,576) |
| (Loss) before income tax expense | | (1,831,391) | (1,159,954) |
| Income tax expense | | - | - |
| (Loss) after income tax expense for the half-year | | (1,831,391) | (1,159,954) |
| Other comprehensive income | | | |
| <i>Items that may be reclassified to profit or loss</i> | | | |
| Exchange differences on translation of foreign operations | | 645,073 | (173,979) |
| Other comprehensive loss for the half-year, net of tax | | 645,073 | (173,979) |
| Total comprehensive loss for the half-year | | (1,186,318) | (1,333,933) |
| | | Cents | Cents |
| Basic loss per share | 12 | (2.11) | (1.34) |
| Diluted loss per share | 12 | (2.11) | (1.34) |

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

Kuniko Limited
Consolidated statement of financial position
As at 30 June 2025

| | Note | 30 Jun 2025 \$ | 31 Dec 2024 \$ |
|--|------|-------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 405,045 | 928,759 |
| Other current assets | | 47,735 | 135,423 |
| Other receivables | | 53,103 | 74,461 |
| Total current assets | | 505,883 | 1,138,643 |
| Non-current assets | | | |
| Exploration and evaluation expenditure | 6 | 11,847,495 | 11,217,210 |
| Right of use of assets | | 222,669 | 270,600 |
| Other non-current assets | | 13,144 | 22,527 |
| Total non-current assets | | 12,083,308 | 11,510,337 |
| Total assets | | 12,589,192 | 12,648,980 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | | 403,549 | 456,285 |
| Borrowings | 14 | 1,055,556 | - |
| Lease liabilities | | 109,472 | 107,288 |
| Other current liabilities | | 414,454 | 277,823 |
| Total current liabilities | | 1,983,031 | 841,396 |
| Non-current liabilities | | | |
| Lease liabilities | | 115,547 | 163,860 |
| Total non-current liabilities | | 115,547 | 163,860 |
| Total liabilities | | 2,098,579 | 1,005,256 |
| Net assets | | 10,490,613 | 11,643,724 |
| Equity | | | |
| Issued capital | 7 | 26,453,751 | 26,428,069 |
| Reserves | 8 | 1,340,736 | 688,138 |
| Accumulated losses | | (17,303,874) | (15,472,483) |
| Total equity | | 10,490,613 | 11,643,724 |

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Kuniko Limited
Consolidated statement of changes in equity
For the half-year ended 30 June 2025

| Consolidated | Issued capital \$ | Share-based payments reserves \$ | Foreign currency reserve \$ | Accumulated losses \$ | Total equity \$ |
|--|------------------------------|---|--|----------------------------------|----------------------------|
| Balance at 1 January 2025 | 26,428,069 | 1,082,048 | (393,910) | (15,472,483) | 11,643,724 |
| Loss after income tax expense for the half-year | - | - | - | (1,831,391) | (1,831,391) |
| Other comprehensive loss for the half-year, net of tax | - | - | 645,073 | - | 645,073 |
| Total comprehensive loss for the half-year | - | - | 645,073 | (1,831,391) | (1,186,318) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | | |
| Issue of share capital | 26,000 | (26,000) | - | - | - |
| Share issue costs | (318) | - | - | - | (318) |
| Cessation of performance rights | - | (17,816) | - | - | (17,816) |
| Share-based payments | - | 51,341 | - | - | 51,341 |
| Balance at 30 June 2025 | 26,453,751 | 1,089,573 | 251,163 | (17,303,874) | 10,490,613 |

| Consolidated | Issued capital \$ | Share-based payments reserves \$ | Foreign currency reserve \$ | Accumulated losses \$ | Total equity \$ |
|--|------------------------------|---|--|----------------------------------|----------------------------|
| Balance at 1 January 2024 | 26,428,069 | 1,033,152 | (375,100) | (10,859,695) | 16,226,426 |
| Loss after income tax expense for the half-year | - | - | - | (1,159,954) | (1,159,954) |
| Other comprehensive loss for the half-year, net of tax | - | - | (173,979) | - | (173,979) |
| Total comprehensive loss for the half-year | - | - | (173,979) | (1,159,954) | (1,333,933) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | | |
| Conversion of performance rights | - | - | - | - | - |
| Cessation of performance rights | - | (37,493) | - | - | (37,493) |
| Share-based payments | - | 35,657 | - | - | 35,657 |
| Options issued | - | 18,132 | - | - | 18,132 |
| Balance at 30 June 2024 | 26,428,069 | 1,049,448 | (549,079) | (12,019,649) | 14,908,789 |

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

Kuniko Limited
Consolidated statement of cash flows
For the half-year ended 30 June 2025

| | Note | 30 June 2025 | 30 June 2024 |
|---|-------------|---------------------|---------------------|
| | | \$ | \$ |
| Cash flows from operating activities | | | |
| Payments to suppliers and employees (inclusive of GST) | | (833,543) | (1,102,713) |
| Project evaluation | | (507,617) | (84,464) |
| Interest received | | 5,601 | 131,862 |
| Other - Quebec Mineral Exploration Tax credit | | 168,752 | - |
| Net cash used in operating activities | | (1,166,807) | (1,055,315) |
| Cash flows from investing activities | | | |
| Payments for exploration and evaluation | | (307,988) | (1,984,074) |
| Payments for property, plant and equipment | | - | (912) |
| Net cash used in investing activities | | (307,988) | (1,984,986) |
| Cash flows from financing activities | | | |
| Share issue costs | | (318) | - |
| Proceeds of borrowings | | 958,526 | - |
| Net cash from financing activities | | 958,208 | - |
| Net decrease in cash and cash equivalents | | (516,587) | (3,040,301) |
| Cash and cash equivalents at the beginning of the financial half-year | | 928,754 | 6,742,268 |
| Effect of exchange rate fluctuations on cash held | | (7,122) | (10,845) |
| Cash and cash equivalents at the end of the financial half-year | | <u>405,045</u> | <u>3,691,122</u> |

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

Note 1. Material accounting policies

These general purpose financial statements for the interim half-year reporting period ended 30 June 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 '*Interim Financial Reporting*' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 '*Interim Financial Reporting*'.

These interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2024 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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

New or amended Accounting Standards and Interpretations adopted

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

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

Going Concern

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

For the half-year reporting period ended 30 June 2025, the consolidated entity incurred a loss from operations of \$1,831,391 (30 June 2024: \$1,159,954) and recorded cash outflows from operating activities of \$1,166,807 (30 June 2024: \$1,055,315). As at 30 June 2025, the Group had net working capital deficiency of \$(1,477,148) (31 December 2024: \$297,247) with cash of \$405,045 (31 Dec 2024: \$928,759) available. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The consolidated entity's ability to continue as a going concern is dependent upon it maintaining sufficient funds for its operations and commitments. The Board believes that it has sufficient funding in place to meet its operating objectives. The Directors consider the basis of going concern to be appropriate for the following reasons:

- the cash balance of the Company relative to its fixed and discretionary expenditure commitments;
- given the Company's market capitalisation and the underlying prospects for the Company to raise further funds from the capital markets;
- company initiated and **completed** non-renounceable rights issue, which was underwritten by \$1,200,000;
- the loan balance of \$1,055,557 is planned to be repaid over the next 12 months; and
- the fact that future exploration and evaluation expenditure is generally discretionary in nature (i.e. at the discretion of the Directors having regard to an assessment of the Company's eligible expenditure to date and the timing and quantum of its remaining earn-in expenditure requirements). Subject to meeting certain minimum expenditure commitments, further exploration activities may be slowed or suspended as part of the management of the Company's working capital.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are satisfied of the Company's ability to raise additional funds as and when they are required.

Should the entity not be able to continue as a going concern, there is a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern, and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business and at amounts that differ from those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts or classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

Kuniko Limited
Notes to the consolidated financial statements
30 June 2025

Note 2. Operating segments

The Company currently functions in three geographic regions: Norway, Canada and Australia, and in one industry, being evaluation and exploration, for the half-year ended 30 June 2025. The key decision-makers are the Board of Directors and the company's management.

The chief operating decision making, being the Chief Executive Officer, analyses profit or loss, net assets, total assets and total liabilities of the Company on a geographical segmentation (i.e. Norway, Canada and Australia).

The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of the financial statements.

| | Norway | Canada | Australia | Total |
|---------------------------------------|------------------|-----------------|--------------------|--------------------|
| | \$ | \$ | \$ | \$ |
| Half-year ended 30 June 2025 | | | | |
| Revenue | - | - | - | - |
| EBITDA | (973,713) | 170,726 | (978,969) | (1,781,956) |
| Depreciation and amortisation | (10,504) | - | - | (10,504) |
| Interest revenue | 166 | - | 5,601 | 5,767 |
| Interest Expense | - | - | (44,698) | (44,698) |
| Loss before income tax expense | (984,051) | 170,726 | (1,018,066) | (1,831,391) |
| Income tax expense | - | - | - | - |
| Loss after income tax expense | (984,051) | 170,726 | (1,018,066) | (1,831,391) |
| 30 June 2025 | | | | |
| Segment assets | 12,083,308 | 6,918 | 498,966 | 12,589,192 |
| Segment liabilities | (540,601) | (3,955) | (1,554,023) | (2,098,579) |
| | | | | |
| | Norway | Canada | Australia | Total |
| | \$ | \$ | \$ | \$ |
| Half-year ended 30 June 2024 | | | | |
| Revenue | - | - | - | - |
| EBITDA | (569,456) | (22,653) | (648,551) | (1,240,660) |
| Depreciation and amortisation | (9,616) | - | - | (9,616) |
| Interest revenue | - | - | 90,322 | 90,322 |
| Loss before income tax expense | (579,072) | (22,653) | (558,229) | (1,159,954) |
| Income tax expense | - | - | - | - |
| Loss after income tax expense | (579,072) | (22,653) | (558,229) | (1,159,954) |
| 31 December 2024 | | | | |
| Segment assets | 11,913,553 | 26,751 | 708,676 | 12,648,980 |
| Segment liabilities | (628,793) | (25,990) | (350,473) | (1,005,256) |

Note 3. Other income

| | 30 Jun 2025 | 30 Jun 2024 |
|---|--------------------|--------------------|
| | \$ | \$ |
| Other - Quebec Mineral Exploration Tax credit | 175,983 | - |
| Interest earned | 5,767 | 90,322 |
| Total | 181,750 | 90,322 |

Note 4. Other expenses

| | 30 Jun 2025 | 30 Jun 2024 |
|-------------------|--------------------|--------------------|
| | \$ | \$ |
| Marketing | (31,780) | (133,215) |
| Exploration costs | (46,645) | - |
| Occupancy costs | (24,903) | (47,965) |
| Other | (40,580) | (14,396) |
| Total | (143,908) | (195,576) |

Note 5. Option agreements

| | 30 Jun 2025 | 30 Jun 2024 |
|--|--------------------|--------------------|
| | \$ | \$ |
| Cash consideration for project acquisition | (250,000) | - |
| Total | (250,000) | - |

Note 6. Exploration and evaluation expenditure

| | 30 Jun 2025 | 31 Dec 2024 |
|---|------------------------|--------------------------|
| | \$ | \$ |
| Opening balance | 11,217,211 | 8,954,712 |
| Expenditure capitalised during the period | 264,246 | 4,248,171 |
| Impairment expense | (302,654) ¹ | (2,047,557) ² |
| Foreign exchange difference | 668,692 | 61,884 |
| Total | 11,847,495 | 11,217,210 |

1. During the financial period, the consolidated entity decided to fully impair the capitalised exploration and evaluation expenditure relating to the Undal-Nyberget due to infrastructure development on the property that will impact any future mine development potential.
2. During the financial year, the consolidated entity decided to fully impair the capitalised exploration and evaluation expenditure relating to the Gulvag due to infrastructure development on the property that will impact any future mine development potential and partially impair Undal Nyberget projects due to licence expiration and company ineligibility to apply for these licences for a period of 1 year.

Kuniko Limited
Notes to the consolidated financial statements
30 June 2025

Note 7. Issued Capital

| | 30 Jun 2025 | | 31 Dec 2024 | |
|---|-------------------|-------------------|-------------------|-------------------|
| | \$ | No. | \$ | No. |
| Ordinary shares | 26,453,751 | 86,769,268 | 26,428,069 | 86,644,268 |
| The reconciliation is set out as follows: | | | | |
| <i>Movement in ordinary shares on issue</i> | Date | | \$ | No. |
| Shares on issue 1 January 2025 | | | 26,428,069 | 86,769,268 |
| Conversion of Performance Rights | 19 March 2025 | | 26,000 | 100,000 |
| Conversion of Performance Rights | 19 March 2025 | | - | 25,000 |
| Share issue costs | | | (318) | - |
| Conversion of Performance Rights | 10 April 2025 | | - | 30,000 |
| Shares on issue at 30 June 2025 | | | 26,453,751 | 86,924,268 |

Note 8. Reserves

| | 30 Jun 2025 | 31 Dec 2024 |
|------------------------------|------------------|----------------|
| | \$ | \$ |
| Share-based payments reserve | 1,089,573 | 1,082,048 |
| FX revaluation reserve | 251,163 | (393,910) |
| Reserves total | 1,340,736 | 688,138 |

Share-based payments reserve

The reserve is used to recognise share-based payment transactions that occurred during the period.

Set out below are summaries of movements in share-based payment reserve:

| | 30 Jun 2025 | 31 Dec 2024 |
|--|------------------|------------------|
| | \$ | \$ |
| Opening balance | 1,082,048 | 1,033,152 |
| Additions through expenditure of prior issued performance rights | 25,341 | 66,741 |
| Options issued | - | 99,522 |
| Cancellation of performance rights | (17,816) | (37,493) |
| Options expired | - | (79,874) |
| Closing balance | 1,089,573 | 1,082,048 |

Performance rights:

The Company has 2,890,000 Performance Rights on issue to the CEO and Directors of the company and staff. During the financial period ending 30 June 2025, the Company has not issued new performance rights.

During financial year ending 31 December 2024, the company issued 1,670,000 Performance Rights to Directors and employees of the Company.

The following performance rights remain outstanding as at 30 June 2025:

Kuniko Limited
Notes to the consolidated financial statements
30 June 2025

Note 8. Reserves (continued)

| Tranche | Grant date | Vesting date | Expiry date | Fair Value at a grant date | Balance at the start of the year | Granted | Exercised during half-year | Expired/ forfeited/ other | Balance at the end of the period | Vested | Probability |
|-----------------------------|--|------------------------------|-------------|----------------------------|----------------------------------|---------|----------------------------|---------------------------|----------------------------------|---------|-------------|
| Class A ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 580,000 | - | - | - | 580,000 | - | 0% |
| Class B ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 330,000 | - | - | - | 330,000 | - | 0% |
| Class C ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 250,000 | - | - | - | 250,000 | - | 0% |
| Class D ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 125,000 | - | - | - | 125,000 | - | 0% |
| Class E ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 125,000 | - | - | - | 125,000 | - | 0% |
| Class F ⁽ⁱⁱ⁾ | 24/08/2021 | 24/08/2024 | 24/08/2025 | \$0.200 | 200,000 | - | - | - | 200,000 | 200,000 | 100% |
| Class G ^(iii,vi) | 24/11/2022, 29/11/2022, 05/12/2022 | Subject to vesting condition | 09/12/2026 | \$0.516 | 260,000 | - | - | (30,000) | 230,000 | - | 0% |
| Class H ^(iv,v) | 24/11/2022, 29/11/2022, 05/12/2022 | Subject to vesting condition | 09/12/2026 | \$0.605 | 240,000 | - | (55,000) | - | 185,000 | 240,000 | 100% |
| Class I ^(iii,vi) | 24/11/2022, 29/11/2022, 05/12/2022 | Subject to vesting condition | 09/12/2026 | \$0.605 | 260,000 | - | - | (30,000) | 230,000 | - | 0% |
| Class J ^(iii,vi) | 24/11/2022, 29/11/2022, 05/12/2022 | Subject to vesting condition | 09/12/2026 | \$0.429 | 260,000 | - | - | (30,000) | 230,000 | - | 100% |
| Class K ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 100,000 | - | (100,000) | - | - | 100,000 | 100% |
| Class L ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 100,000 | - | - | - | 100,000 | - | 0% |
| Class M ⁽ⁱ⁾ | 18/03/2024 | Subject to vesting condition | 17/03/2029 | \$0.260 | 60,000 | - | - | - | 60,000 | - | 0% |
| | | | | | 2,890,000 | - | (155,000) | (90,000) | 2,645,000 | 540,000 | |

Note 8. Reserves (continued)

Performance conditions:

No new performance rights were issued during financial half-year ending 30 June 2025.

Vesting conditions of performance rights vesting conditions of performance rights still on issue at 30 June 2025:

- Class A vesting upon satisfaction of all conditions precedent to completion of a strategic acquisition transaction by the Company for consideration valued at A\$10 million or more (including deferred consideration).
- Class B vesting upon completion of a subscription in the Company of least A\$5 million through a strategic investment by an OEM or a resource industry entity, with or without linked offtake agreements.
- Class C vesting upon the Company announcing a JORC compliant mineral resource estimate on any of its projects where the indicative internal NPV of the resource (as determined by the Company and approved by the Board) is greater than A\$50m pre-Scoping Study or PEA.
- Class D vesting upon the Company attaining cumulative aggregate grants, equity and subsidies totalling A\$1 million or more or substantial government support determined in the absolute discretion of the Board to be of equivalent value.
- Class E Performance Rights which will convert into Shares upon completing a sale of any project area by either a divestment or farm-out approved by the Board (this covers whether a project is non-core at any point in time).
- Class G Performance Rights vesting upon achievement of a VWAP for Shares of \$0.905 or more over 20 consecutive trading days, each expiring 4 years from issue.
- Class I Performance Rights which will convert into Shares to be issued on the Company announcing a JORC compliant Inferred Mineral Resource (as defined in the JORC Code 2012 Edition) at any one of the Company's Projects [as at the date of issue] of not less than 30,000T contained nickel (at a cut-off grade of 1.0% nickel or nickel equivalent). These performance rights were valued and had nil amount expensed as the Directors do not have certainty that the performance rights would convert into ordinary shares based on their assessment
- Class J Performance Rights which will convert into Shares to be issued on vesting on the Company reaching a market capitalisation of AUD\$150,000,000, based on the VWAP over 20 consecutive trading days on which the Company's Shares have traded.
- Class L vesting upon the Company attaining cumulative aggregate grants, equity and subsidies totalling A\$1 million or more or substantial government support determined in the absolute discretion of the Board to be of equivalent value; such support may be in the form of grants, subsidies, tax incentives, equity participation or regulatory reform.
- Class M vesting upon project rationalisation aligning with company strategy, including divestment and farm out of projects determined to be non-core by the company.

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

Share option reserve

No new options were issued during financial half-year ending 30 June 2025.

Note 9. Share-based payments expense

Share-based payments transactions

| | 30 Jun 2025 | 30 Jun 2024 |
|--|-----------------|-----------------|
| | \$ | \$ |
| Options issued for the provision of services | - | (18,132) |
| Shares issued for the provision of services | (21,386) | (83,333) |
| Cessation of performance rights | 17,816 | 37,493 |
| Amortisation of performance rights | (51,340) | (35,657) |
| Total | <u>(54,910)</u> | <u>(99,629)</u> |

Note 10. Events after the reporting period

The Company notes the following subsequent events:

Kuniko Limited
Notes to the consolidated financial statements
30 June 2025

- On 24 July 2025, the Company announced resignation of Birgit Liodden and Bruno Pirada from their roles of Non-Executive Directors.
- On 31 July 2025, the Company launched a 1-for-3 non-renounceable rights issue at \$0.07 per share to raise up to approximately \$2 million. Eligible shareholders will also receive one free attaching unlisted option (exercisable at \$0.14, expiring two years from issue) for every three new shares subscribed, with the offer price representing a 29.3% discount to the last closing price and 30-day VWAP.
- On 4 September 2025, Kuniko Limited announced the execution of a binding Earn-in and Joint Venture Agreement with Impact Minerals (ASX:IPT), providing Kuniko with a pathway to earn up to 70% interest in the Commonwealth Gold-Silver Project in New South Wales via a two-stage earn-in of A\$1.5 million over 2 years (51%) and a further A\$1.5 million over the following 2 years (70%). The agreement includes the issue of 3,125,000 KNI shares as consideration and grants Kuniko management rights during the earn-in period. Concurrently, Kuniko launched a 1-for-3 non-renounceable rights issue at \$0.07 per share, with one free attaching option exercisable at \$0.14, expected to raise up to approximately A\$2 million. The rights issue is to be partially underwritten by GBA Capital, with funds to support the Commonwealth Project's Stage-1 exploration and general working capital.

Note 11. Dividends

No dividends have been paid or provided for during the 6 months ended 30 June 2025 (6 months ending 30 June 2024: Nil).

Note 12. Losses per share

| | 30 Jun 2025 \$ | 30 Jun 2024 \$ |
|--|-------------------|-------------------|
| Loss after income tax expense for the period | (1,831,387) | (1,159,954) |
| Weighted average shares used in calculation | 86,786,598 | 86,650,449 |
| | Cents | Cents |
| Basic loss per share | (2.11) | (1.34) |
| Diluted loss per share ¹ | (2.11) | (1.34) |

1. Options and performance rights on issue are not considered to be dilutive to the earnings per share as the Consolidated group is in a loss-making position.

Note 13. Commitments and contingencies

No new or changes to commitments and contingencies since 31 December 2024.

NOTE 14: CURRENT LIABILITIES – BORROWINGS

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

| | 30 June 2025 \$ | 31 December 2024 \$ |
|-----------------------------------|-----------------------|---------------------------|
| Unsecured loan ^{1,3} | 555,556 | - |
| Overdraft facility ^{2,4} | 500,000 | - |
| | 1,055,556 | - |

1. The Company entered into an unsecured loan facility for a gross amount of \$555,556, with net proceeds of \$490,000 after deduction of three months of interest and fees. The facility has 16% per annum interest rate, \$33,333 establishment fees. The facility is repayable six months after drawdown and is recognised at amortised cost with interest accrued over the term.

2. The Company entered into an unsecured loan facility for a gross amount of \$500,000, with net proceeds of \$470,000 after deduction of fees. The facility has 2% per month interest rate, \$30,000 establishment fees. The facility is repayable six weeks after drawdown and is recognised at amortised cost with interest accrued over the term.

3. After the reporting date the company entered into loan restructure agreement with the loan provider. New loan facility is for \$650,000 with the interest rate 20% per annum, establishment fees of \$39,000, and maturity term of 12 months (maturity date 1 August 2026).

4. After the reporting date the company entered into loan restructure agreement with the loan provider. The new overdraft facility is for \$650,000, with the interest rate of 2% per month, loan extension fees of \$108,133 paid in shares, and maturity term of 12 months (maturity date 1 August 2026).

Kuniko Limited
Directors' declaration
30 June 2025

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2025 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



Gavin Rezos
Chair

12 September 2025
Perth WA



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

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

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Kuniko Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Kuniko Limited (the Company) and its subsidiaries (the Group), 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 half-year ended on that date, material accounting policy information and other explanatory information, and the directors' declaration.

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

- i. Giving a true and fair view of the Group's financial position as at 30 June 2025 and of its financial performance for the half-year ended on that date; and
- ii. Complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

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

BDO Audit Pty Ltd

BDO
A handwritten signature in black ink, appearing to read 'JW', is written over a horizontal line.

Jackson Wheeler

Director

Perth, 12 September 2025