



**IRON BEAR RESOURCES LTD
(FORMERLY CYCLONE METALS LIMITED)**

ABN 71 095 047 920

AND ITS CONTROLLED ENTITIES

Interim Financial Report
for the Half-Year Ended
31 December 2025

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FORWARD LOOKING STATEMENTS

This Financial Report includes certain forward-looking statements that have been based on current expectations about future acts, events and circumstances. These forward-looking statements are, however, subject to risks, uncertainties and assumptions that could cause those acts, events and circumstances to differ materially from the expectations described in such forward-looking statements. These factors include, among other things, commercial and other risks associated with the meeting of objectives and other investment considerations, as well as other matters not yet known to the Group or not currently considered material by the Group.

CORPORATE DIRECTORY

Directors

Mr David Sanders – Non-Executive Chairman
Mr Paul Berend – Managing Director
Mr Luke Martino – Non-Executive Deputy Chairman
Mr Caue Pauli de Araujo – Non-Executive Director

Company Secretaries

Ms Melissa Chapman
Ms Catherine Grant-Edwards

Stock Exchange Listing

Australian Securities Exchange (ASX code: IBR)
Frankfurt Stock Exchange (FRA: HM5)

Website

www.ironbearresources.com

Country of Incorporation

Australia

Registered Address

C/- Bennett
14/141 St Georges Terrace
Perth, WA 6000
Australia
Tel: +61 8 6166 9107

Bankers

National Australia Bank
100 St George's Terrace
Perth, WA 6000

Auditors

BDO Audit Pty Ltd
Level 9, Mia Yellagonga Tower 2, 5 Spring Street
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Tel: +61 8 6382 4600
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Share Registry

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DIRECTORS' REPORT

Your directors submit the financial report of Iron Bear Resources Ltd (formerly Cyclone Metals Limited) (**Iron Bear or Company**) and its controlled entities (together the **Consolidated Entity**) for the half-year ended 31 December 2025.

DIRECTORS

The names of directors who held office during or since the end of the half-year are set out below. Directors were in office for this entire period unless otherwise stated.

David Sanders
 Paul Berend
 Luke Martino
 Caue Pauli de Araujo (appointed 1 December 2025)
 Tony Sage (ceased 21 October 2025)
 Timothy Turner (ceased 23 November 2025)

COMPANY SECRETARIES

Melissa Chapman
 Catherine Grant-Edwards

REVIEW OF RESULTS AND OPERATIONS

PRINCIPAL ACTIVITY

The principal activity of the Consolidated Entity during the half-year was mineral investment, exploration and development. There were no significant changes in the nature of the principal activity during the half-year.

REVIEW OF OPERATIONS

IRON BEAR IRON ORE PROJECT

PROJECT SUMMARY

- 1 **World class 100% owned** Iron ore mineral resource¹ of **16.6 billion tonnes @ 29.3 Fe%** (inferred and indicated JORC 2012 compliant)¹
- 2 Asset located in Canada, less than 35km from an **open access heavy haul railway** connected to an open access iron ore export port
- 3 Development Agreement signed with Vale S.A to provide up to **USD 138m** in two phases to earn **75%** of the Iron Bear Project
- 4 Production of **high-quality DR² grade concentrate** grading **71% Fe** and **1.1% SiO₂** in our pilot plant³

¹ Refer to ASX announcement 11th April 2024 – “Significant Mineral Resource Upgrade for Project Iron Bear”

² DR – Direct Reduction refers to the production of high purity magnetite concentrates necessary for Direct Reduction steel processing critical for low carbon steel production

³ Refer to ASX announcement 23rd April 2024 – “Pilot plant delivers iron ore concentrate grading 71.3% Fe”

DIRECTORS' REPORT

- 5 Production of **high value low carbon direct reduction pellets⁴** with excellent physical and metallisation properties and ultra-low deleterious elements
- 6 A power de-risking study demonstrates that the Project Iron Bear concentrator could use **100% low-cost renewable power**
- 7 A scoping study⁵ outlines compelling economics: **NPV= USD 9,79B @ WACC 8%, IRR = 18.6%**, and pre-production CAPEX of USD 4,64B. **Planned production = 25Mta** with long term iron price IODEX 62% at **USD 90/t**.

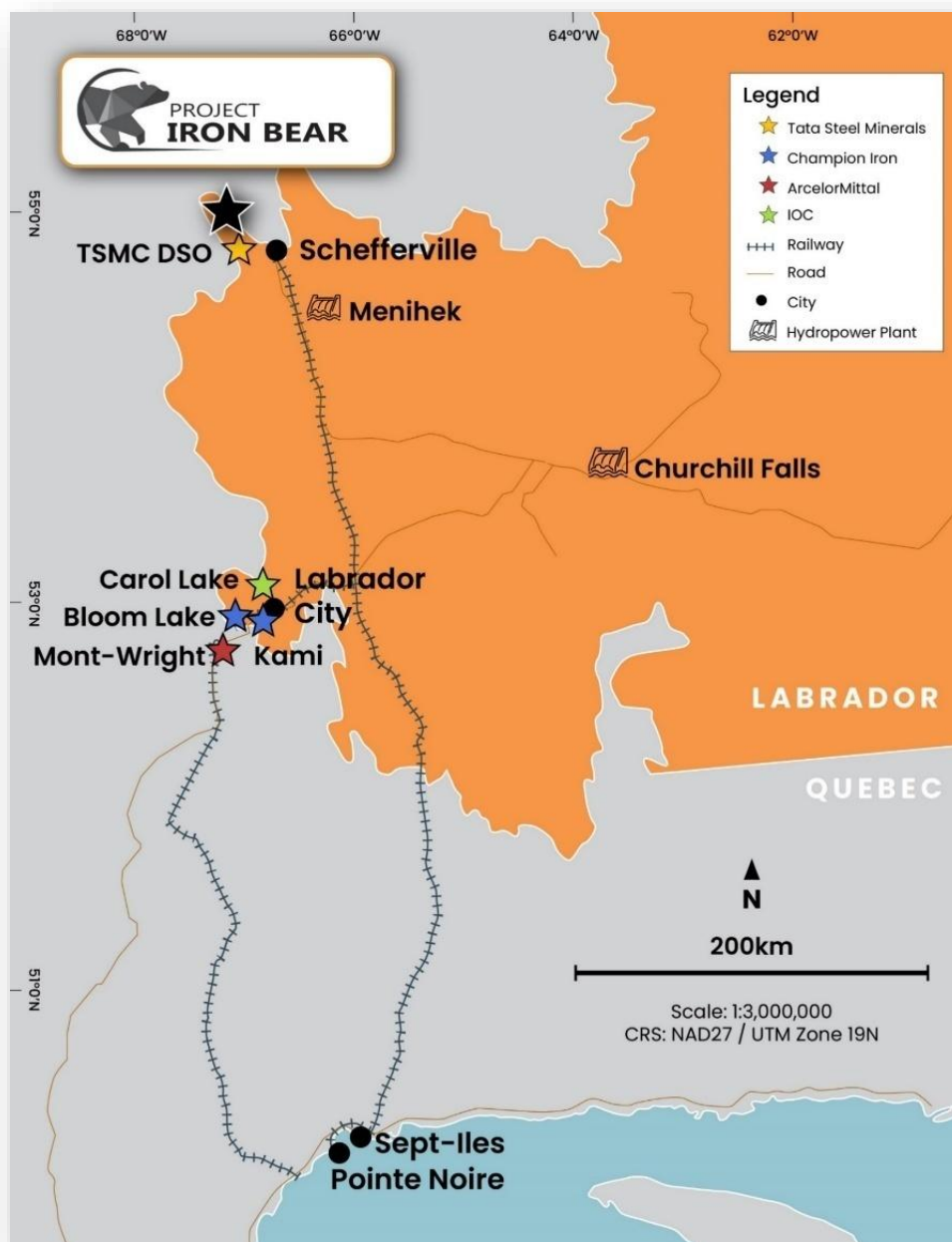


Figure 1. Iron Bear Project Map

⁴ Refer to ASX announcement 10th October 2024 – “Iron Bear completes pilot pellet production run”

⁵ Refer to ASX announcement 11th August 2025 – “Iron Bear project scoping study”

DIRECTORS' REPORT

IRON BEAR STRATEGIC DEVELOPMENT PLAN

The Iron Bear Project is underpinned by a **clear operational plan to rapidly de-risk the asset** and to enable Vale to achieve decision to mine in three to five years, as anticipated in the Development Agreement. The Iron Bear Strategic Development Plan bellow outlined the key operational milestones.

On 11 August 2025, the Company announced the completion of a Scoping Study compliant with Association of Advancement of Cost Engineering (AACE) Class 5 for its flagship project Iron Bear. The Scoping Study demonstrates an economically robust project based on IODEX62 iron ore prices of USD90/t in 2035, adjusted for grade and product quality, with staged production targets of **12.5 Mt p.a., 25 Mt p.a. (Base Case) and 50 Mt p.a.** For the base case 25 Mta scenario, the scoping studies delivered the following outcomes:

- **NPV_{post tax}:** **USD 9.79 billion @ WACC 8%**
- **IRR:** **18.6%**
- **CAPEX_{pre-production}:** **USD 4.64 billion**

Following the completion of the Scoping Study, the Company has launched it's Pre-Feasibility Study in close coordination with Vale. The main packages of work have been assigned to Hatch for the mining and concentrator complex and to IDOM for the pellet plant.

The **Pre-Feasibility Study (PFS)** managed by Hatch, is expected to be completed in Q2 2026. The Iron Bear and Vale teams are collaborating closely to outline technical and operational solutions which are actionable, sustainable and profitable, leveraging the extensive operational experience of Vale and the highly credentialed engineering companies and advisors contributing to the PFS. The delay of the Phase 1 drilling program (2) is the result of events outside of the control of Iron Bear. The delay to the drilling program was the result of delays in the mandatory First Nation's consultation process, which is conducted by the Minerals Land's Office of the Newfoundland Labrador government. This consultation process has now been completed and the normal process for issuing the drilling permit has been resumed.

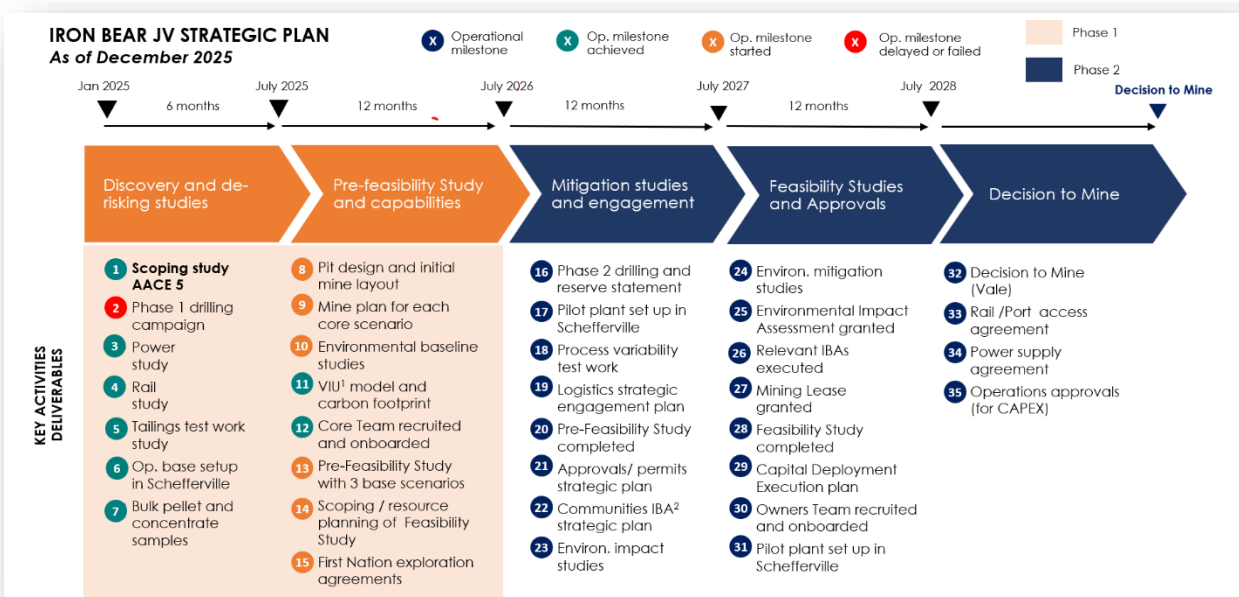


Figure 2. Iron Bear Project Strategic Development Plan.

DIRECTORS' REPORT

HEALTH AND SAFETY FOR THE PERIOD

An ATV (quad bike) accident occurred at the project site on July 27, 2025, involving a contractor employee and one of his subcontractor employees. The driver sustained a minor injury to the left leg, which did not necessitate surgery or casting, and was transported by ambulance for medical evaluation. The other passenger was unharmed. There was no Lost Time (LTI) associated with this injury.

Nonetheless, a thorough accident investigation was conducted by the Iron Bear management team. Corrective actions were implemented:

- Improved emergency recovery and response plans
- Increased oversight by Iron Bear of Contractors operating in the field
- The Canadian team completed first aid training in remote areas
- The Canadian team completed ATV training to ensure safe operations.

All the members of the Canadian Iron Bear staff completed first aid training in arctic conditions. The purpose of this is to ensure that all team members can help each other in the event of an incident in the field. Emergency response procedures including real time communication with site teams and rapid intervention and recovery have also been implemented.

PRE-FEASIBILITY STUDIES PROGRESS FOR THE PERIOD

The Pre -Feasibility Study (PFS) was launched on 1 September 2025, led by global engineering firm, Hatch. The study progressed as planned during the reporting period.

- The trade-off studies for dewatering and drying of the magnetite concentrate, coarse tailings and fine tailings have been completed by Hatch. The focus was the selection of the key options to be evaluated in the PFS main engineering workstream.
- The Hatch team independently evaluated 7 tailings management strategies to AACE Class 5 level, selecting three strategies to be taken forward to Class 4 accuracy level to be included in the PFS. The evaluation process includes, amongst other criteria, CAPEX, OPEX, risk management, execution capabilities, potential environmental impact and regulatory requirements.
- Process plant and pellet plant equipment selection and layout finalised.
- Pellet plant and Process plant Safety in Design workshops completed.
- A geospatial workspace capturing environmental, social and geological mapping was developed and made available to all subcontractors. This enables route optimisation for transmission lines, slurry pipelines, etc.

DIRECTORS' REPORT



Figure 3. Preliminary design of mine concentrator

GOVERNMENT ENGAGEMENT ACTIVITIES FOR THE PERIOD

In December 2025 the CEO of Iron Bear and the Vice President Sustainability completed an extensive government focused roadshow, which included numerous meetings with senior officials of the Federal, Newfoundland Labrador, and Quebec governments, including meetings between the CEO of Iron Bear and M. Jean-François Simard, the Federal Minister of Natural Resources and Forestry, as well as a meeting with Lloyd Parrott, the Minister of Mines and Energy of Newfoundland Labrador. The objective of the road show was to introduce the Iron Bear project and position it as a project of *national interest* emphasizing the substantial economic benefits and the robust sustainability strategies associated with the Iron Bear project.

During the reporting period the political and social acceptance for natural resource projects has markedly improved in Canada. This is due to a broad political shift to more business-oriented policies at the Federal and Provincial levels, as well as the sharp economic effects of the Trump tariffs, which have significantly reduced exports of goods from Canada to the USA.

In June 2025, the Mark Carney federal government passed the 'Building Canada Act' also referred to as Bill C-5, which aims to improve Canada's competitiveness and economic well-being by promoting large scale infrastructure and natural resource projects. Under this new law, the federal government can designate major projects as being in the national interest (referred to as C-5 projects). These C-5 projects will subsequently benefit from accelerated and simplified regulatory and approvals processes. Projects which are being considered for C-5 status include the expansion of LNG Canada project in British Columbia, new small nuclear reactors in Ontario and two Copper mine expansions. Critical minerals mining projects of sufficient scale are eligible for C-5 status, and it is important to note that high purity iron ore qualifies as a critical mineral in Canada.

The Iron Bear project could potentially deliver major economic benefits to Canada, by effectively leveraging the country's structural advantages in terms of access to mineral resources, low-cost renewable energy, infrastructure and a qualified workforce, but the Iron Bear project is also complex from a social and environmental perspective, and spans two different provinces, Newfoundland Labrador and Quebec. For these reasons, Iron Bear is an ideal

DIRECTORS' REPORT

candidate for C-5 status, and would greatly benefit from accelerated approvals, a potentially more favorable tax regime, as well as from the active support of the federal government.

The province of Quebec is also passing similar legislation to facilitate the implementation of major infrastructure and mining projects and is aggressively promoting economic development. It is also worth noting that a new Progressive Conservatives government was elected in Newfoundland Labrador in October 2025. The new Premier of Newfoundland Labrador, Tony Wakeham, in his inauguration speech, outlined the government priorities, which included supporting mining to strengthen the province's economic base.

Iron Bear is currently preparing its formal application and actively engaging with the relevant stakeholders for the Iron Bear Project to achieve C-5 status at a federal level.



Figure 4. Iron Bear Leadership Team in the Parliament House of Quebec: Paul Berend, CEO, Floriane Desmergers, Environmental Manager and Guy de Grandpre, Vice-President Sustainability and Public Relations

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GEOLOGICAL FIELD SURVEY AND GEOLOGICAL MAPPING

During the period Iron Bear, in close collaboration with Vale, completed two extensive field surveys and geological mapping programs. The purpose of this work was to improve the understanding of geology, specifically in areas which had not previously been drilled, and refine the constraints of the geological model. The geological model, which has subsequently been updated, is a key input (combined with the drilling results) of the mineral resource model and statement, which is currently being reviewed and updated by consulting firm Snowden. A secondary objective was to refine exploration targets for drilling.

Iron Bear commissioned IOS Géosciences Inc. (“IOS”) to perform Phase 1 of the geological mapping program. A total of 284 stations (256 outcrops, 12 sub-crops, 7 boulder fields, and 9 boulders) were recorded and 165 samples (excluding QAQC) were collected. These are references as small dots in Map 1. The second Phase of the program took place in September 2025 and focused on identifying outcrops in licenses 038830M and 021841M which had not been drilled or explored. 6 major outcrops / stations were identified (outlined in large dots in Figure 6)



Figure 5. Example of magnetite rich rock from outcrop

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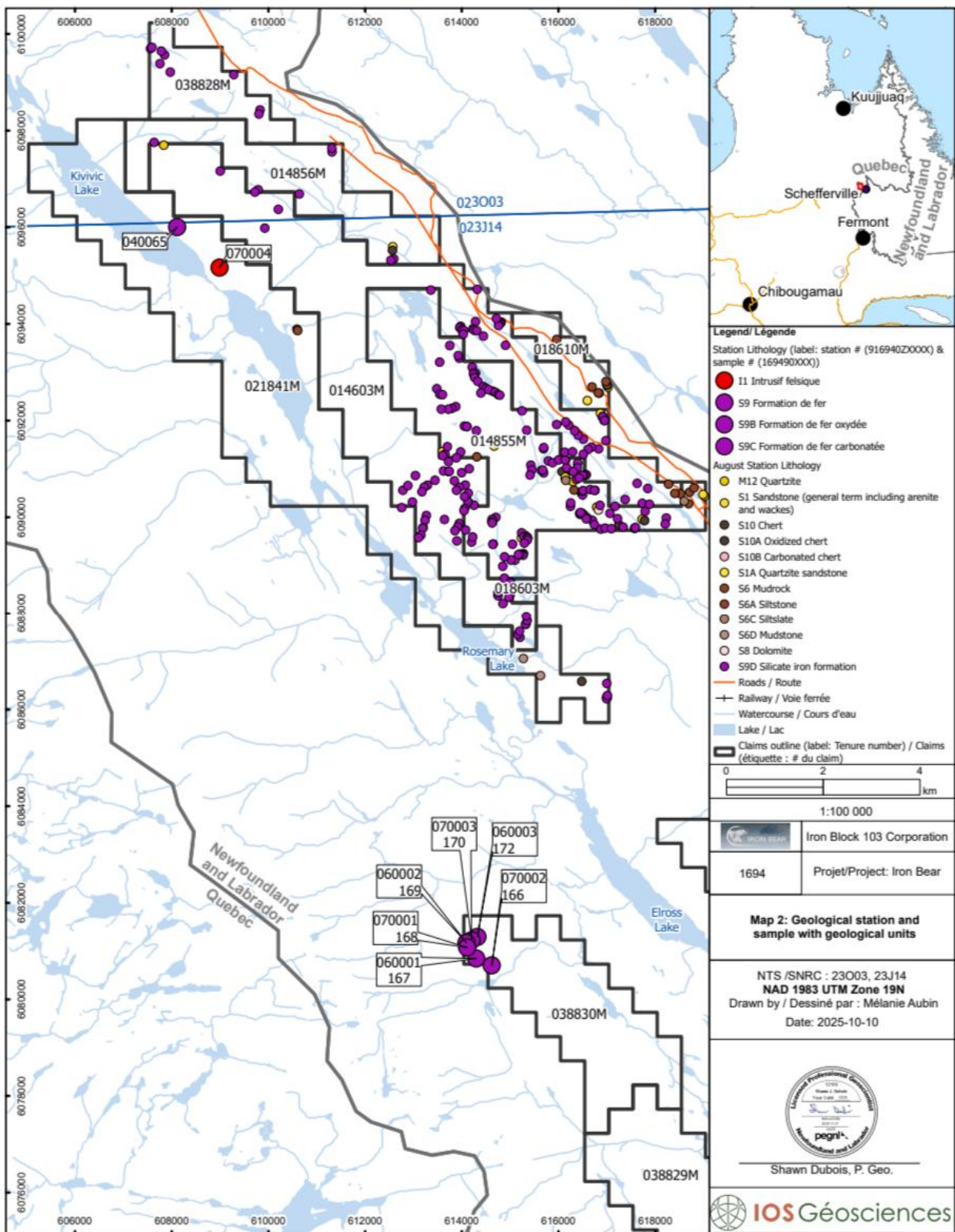


Figure 6. Geological map of sampling and stations in Q4 2025

DIRECTORS' REPORT

Of the six stations / outcropped identified in phase 2, two were noted as being of the oxide facies, two were of the carbonate facies, and two were not differentiated into a specific facies. The outcrops in the mapped area were notably quite large, with most outcrops easily reaching over 30 m in length along strike and 10 m in width.

Overall, the mapping results and the block model are relatively similar with some additional mineral potential identified:

- Presence of iron formation not previously recognized in the block model between Boot Lake and Burnetta Lake
- A NW-SE corridor of oxide facies iron formation from between Island Pond and Tom’s Pond to between Boot Lake and Morley Lake was identified.
- Iron formation outcrops were observed in the northwest portion of the property. No direct evidence of sequence stacking was seen at surface in this area.
- A potentially substantial iron ore formation was confirmed to be present north of Nash Lake (license 03882M), an area previously not covered by the existing geological model.

COMMUNITY ENGAGEMENT

Pre-Development Agreement (PDA) negotiations with the Naskapi Nation of Kawawachikamack (NNK) are progressing as lawyers on both sides are finalising comments.

CEO Paul Berend formally engaged with the new Chief of Matimekush-Lac John, Mr. Pako Vauchon and Band Council in early October, in a series of constructive meetings.

As a strong supporter of the local community development initiatives, Iron Bear sponsored the 70th Anniversary of the city of Schefferville. The CEO attended an important community celebration on August 16, and also attended the ceremony to commemorate Alexandre McKenzie, a prominent figure of the local Innu Nation on September 30th. The CEO attended the very first Kapakunaishenanut Mining and Metallurgy Fair, which took place on September 23, 24, and 25, 2025, at the Tshissenitamun Mitshuap Cultural Center in Mani-utenam (Sept-Îles).



Figure 7. Inauguration of monument to commemorate the life of Innu Elder Alexander McKenzie.

DIRECTORS' REPORT

ENVIRONMENTAL ACTIVITIES

Extensive environmental field work was during the reporting period, including aquatics field survey, air quality, noise monitoring and terrestrial monitoring. As a part of environmental research program, Iron Bear established fixed monitoring stations and sampling areas to establish a robust environmental baseline for the upcoming studies.

Baseline investigations were conducted in 2025 to characterize existing environmental and social conditions and to support future environmental assessment, regulatory review, and project planning.

The baseline program included terrestrial ecology, terrain, water resources, aquatic ecology, and atmospheric conditions (air quality and noise) components. Human and social aspects studied included Indigenous and non-Indigenous communities, rights, land use, socio-economic conditions, archaeology and heritage resources, as well as protected areas. Collectively, these studies establish pre-development environmental and social conditions and identify considerations for mitigation, monitoring, and future assessment.

DIRECTORS' REPORT

OTHER PROJECTS

GRAND PORT, NEW ZEALAND

Grand Port Resources Pty Ltd holds 100% of six projects over a diversified portfolio of gold, copper, nickel and platinum group elements (PGE) assets in New Zealand.

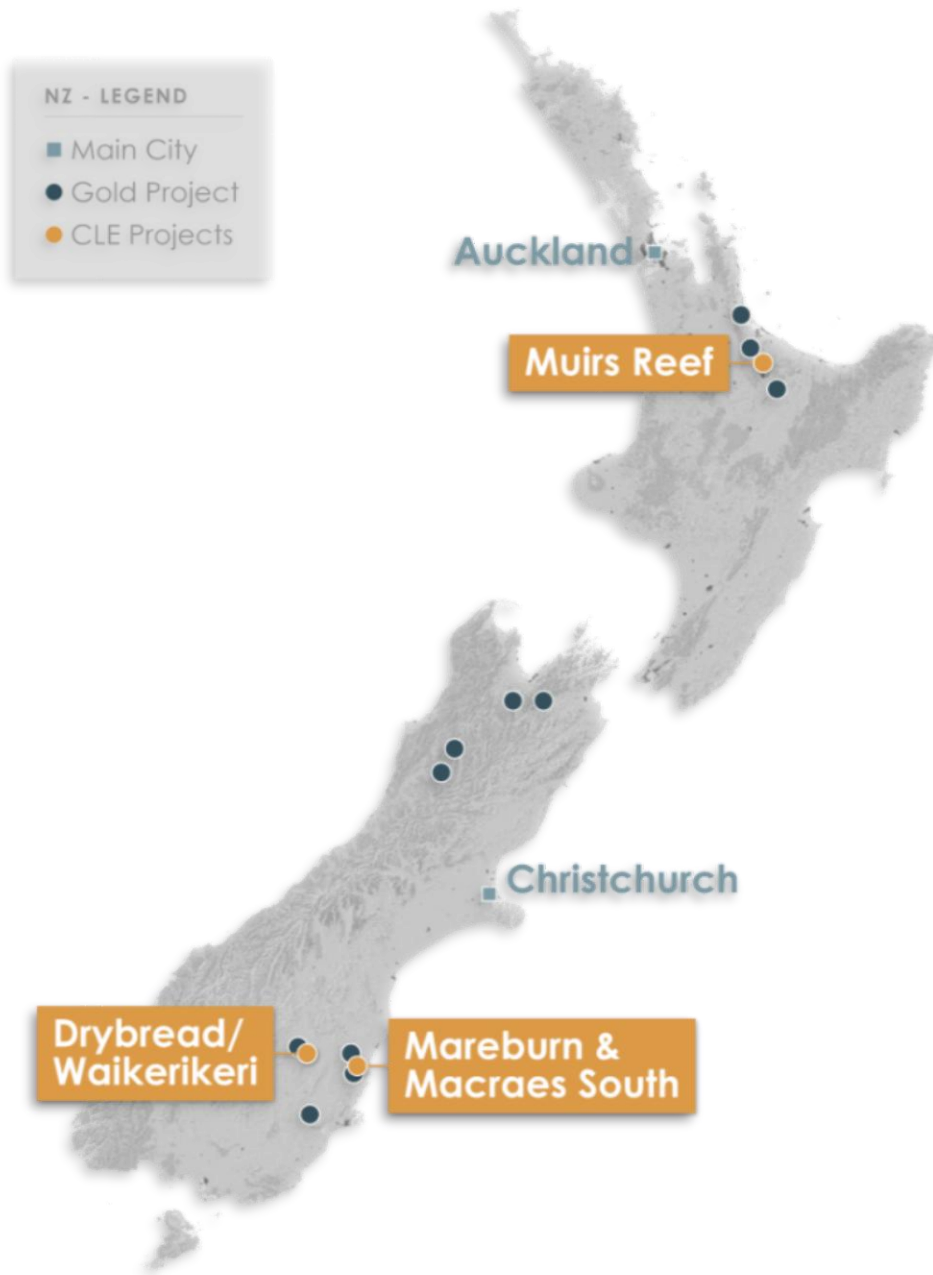


Figure 8. Location of Grand Port Projects.

DIRECTORS' REPORT

During the previous financial year, the Company's 100% owned subsidiary, Nimitz Resources Ltd completed geochemical sampling programs within its wholly owned Drybread (PP60707) and Waikerikeri (PP60708) prospecting permits north of Alexandra in Otago, New Zealand.

A total of 797 geochemical samples were collected within Drybread and 662 from within Waikerikeri in Q2 2025. During the reporting period, the Company reported the assay results which outlined targets with significant gold mineralisation potential. For further details, please refer to ASX announcement dated 31 December 2025 "Gold exploration targets defined in Otago, New Zealand".

The report⁶ indicated the presence of distinctive anomalous gold and multi-element responses, despite being alluvial by nature, enabling the identification of exploration targets for the Waikerikeri and Drybread projects.

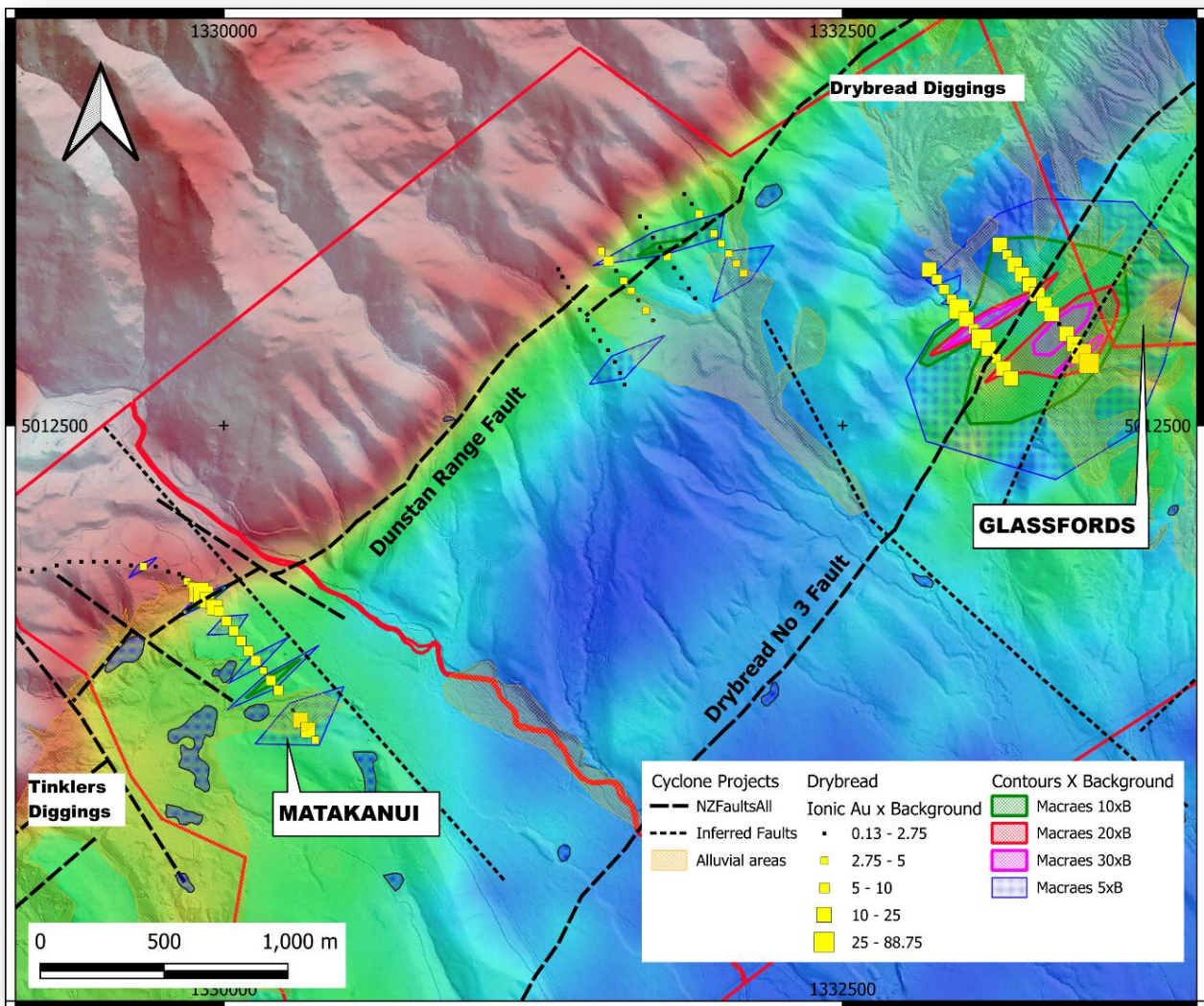


Figure 9. Gold and Pathfinder geochemical responses overlaid on 390Hz resistivity and Lidar topography imagery over Glassfords & Matakanui area

Exploration permit Nenthorn (EP61264) was granted to Nimitz Resources Ltd and replaces prospecting permit Macraes South (PP60700) which has now expired.

⁶ ASX release dated 31st December 2025 "Gold exploration targets defined at Cyclone's gold projects in Central Otago, New Zealand"

DIRECTORS' REPORT

NICKOL RIVER GOLD PROJECT

The Nickol River Project (NRP) comprises nine Mining Leases (M47/87, M47/127, M47/401, M47/421, M47/435, M47/455, M47/577, M47/1664 (application), M47/1666 (application)), two Prospecting Licences (P47/1524, P47/1812), and five Miscellaneous Licences (L47/686, L47/687, L47/688, L47/689, L47/565 (application)). Mining lease applications M47/1664 and M47/1666 were lodged as conversions of expiring prospecting licences P47/1812 and P47/1524 respectively which will remain live until the mining lease applications are determined.

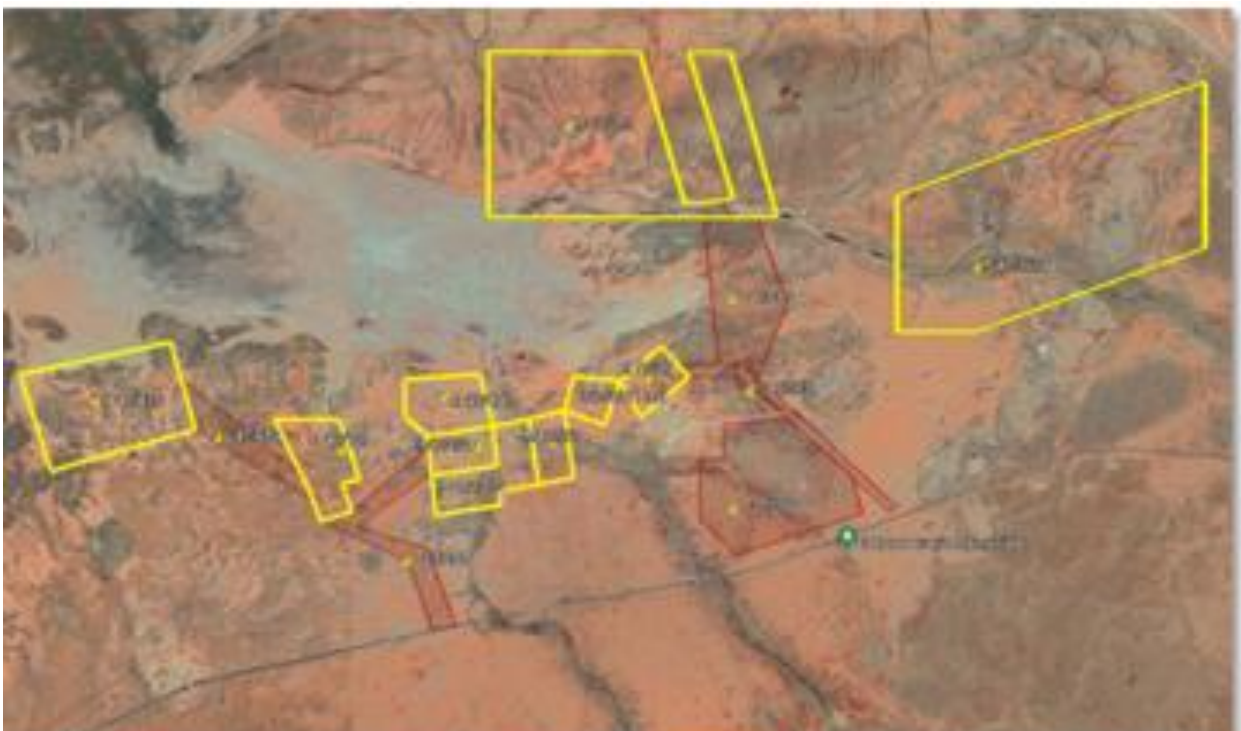


Figure 10. Nickol River project tenements, located 10 km east of Karratha, West Pilbara.

WEE MACGREGOR PROJECT

Cyclone holds a 20% interest in the Wee Macgregor project which comprises three granted mining licences, ML 2504, ML 2773 and ML 90098. These licences are located approximately 60km southeast of Mt Isa.

Cohiba Minerals Limited (Cohiba), through wholly owned subsidiary Cobalt X Pty Ltd, has earned an 80% interest in mining licences ML 2504, ML 2773 and ML 90098 under a Farm-in agreement with Cyclone. The Company retains a 20% interest in the mining licences and a pre-emptive right over the remaining 80%.

Additionally, Cyclone holds a 100% interest in the Lady Ethleen tenement (ML 2771) (Lady Ethleen). The Lady Ethleen tenement has been utilised for a trial mining and processing exercise using a newly developed green leach process known as GlyLeach™ (refer ASX announcement 4 October 2020).

COMPETENT PERSONS STATEMENT

The information in this report that relates to mineral resources in Canada is based on information compiled by Elizabeth Haren, a Competent Person and Chartered Professional of The Australasian Institute of Mining and Metallurgy and a member of the Australian Institute of Geoscientists. Ms Haren is a full-time employee of Haren Consulting Pty Ltd and a consultant to Iron Block. Ms Haren has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the

DIRECTORS' REPORT

2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Haren consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

Metallurgy and processing information has been reviewed and compiled by Paul Vermeulen MAusIMM, Member Association of Iron and Steel Technology (MAIST), a Director of Vulcan Technologies Pty Ltd, who has sufficient experience which is relevant to the method of processing under consideration 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 Vermeulen consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears. Vulcan Technologies has assisted CLE in its development of the Iron Bear Project, Vulcan Technologies indirectly holds an interest in CLE, including Performance Rights. Mr Vermeulen has assumed Competent Person responsibility due to his familiarity with the Project.

The Information in this announcement that relates to exploration results, mineral resources or ore reserves in New Zealand is based on information compiled by Mr Allan Younger, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Younger is a consultant of the Company. Mr Younger has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code). Mr Younger consents to the inclusion of this information in the form and context in which it appears in this announcement. Mr Younger holds shares in the Company.

CORPORATE

A summary of the most significant transactions is set out below:

Board Changes

On 21 October 2025, Mr Tony Sage ceased to be the Company's Non-Executive Chairman.

On 23 November 2025, the Company announced the retirement of Non-Executive Director Tim Turner.

On 24 November 2025, the Company announced the transition of David Sanders from Non-Executive Director to Chairman of the Company, and the transition of Luke Martino from Non-Executive Director to Deputy Chairman of the Company.

On 1 December 2025, the Company announced the appointment of Paul Berend as Managing Director and Caue (Paul) Araujo as Non-Executive Director of the Company.

Shareholder Meetings

On 21 October 2025, a general meeting of shareholders was convened to consider notices received under section 249D of the Corporations Act 2001 (Cth). The resolution to remove Tony Sage as Director was carried with the resolutions to remove Paul Berend, Luke Martino and David Sanders were not carried.

On 24 November 2025, the Company held its annual general meeting (AGM) of shareholders. Results from the AGM were released to ASX on 24 November 2025.

Sale of Shares

During the period, the Company sold its shares in listed ASX entity European Lithium Ltd (ASX: EUR) and ASX entity CuFe Limited (ASX: CUF) generating net funds of \$15,368,204 (after brokerage fees). These transactions resulted in a gain on the sale of listed investments in the consolidated statement of profit or loss and other comprehensive income of \$10,927,126.

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Securities Movements

During the period, the movement in securities were as follows:

- On 4 July 2025, the Company issued 7,784,419 shares to the Iron Bear Unit Trust following receipt of approval at the general meeting of shareholders held on 5 June 2025 (resolutions 2-11)
- On 1 September 2025, the Company issued 1,000,000 shares upon the exercise of performance rights. On the same day, the Company issued 1,138,958 shares for the conversion of amounts owing to a creditor of the Company
- On 5 September 2025, the Company issued 1,000,000 shares upon the exercise of performance rights
- On 26 September 2025, the Company issued 1,340,308 shares upon the exercise of 2,640,000 listed options (\$0.032 expiring 30 November 2028). Shares were issued utilisation the cashless exercise facility in accordance with the terms of the options.
- On 28 November 2025, the Company issued 2,000,000 performance rights to Pauli Advisory Pty Ltd (a related party to Caue Pauli de Araujo) under the Company's ESIP.
- On 5 December 2025, a total of 13,000,000 unlisted options (\$0.10 each) expired.

Result

The Consolidated Entity made a profit after income tax for the half-year ended 31 December 2025 of \$8,934,478 (31 December 2024: loss of \$5,059,216). Included in this amount is \$10,927,126 gain (31 December 2024: \$1,340,990 loss) on fair value loss of financial assets through profit and loss and \$651,727 (31 December 2024: \$2,041,822) share based payments.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under *section 307C* of the *Corporations Act 2001* is set out on page 17 for the half-year ended 31 December 2025.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the *Corporations Act 2001*.



David Sanders
Non-Executive Chairman

Dated this 16th day of March 2026

DECLARATION OF INDEPENDENCE BY NEIL SMITH TO THE DIRECTORS OF IRON BEAR RESOURCES LTD

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

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

This declaration is in respect of Iron Bear Resources Ltd and the entities it controlled during the period.



Neil Smith

Director

BDO Audit Pty Ltd

Perth

16 March 2026

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2025**

	Note	For the six months ended	
		31 December	31 December
		2025	2024
		\$	\$
Revenue		-	1,294
Loss on extinguishment of liabilities	7b	(15,782)	(236,079)
Other income		122,900	(4,449)
Share-based payments expense	9	(346,483)	(2,041,822)
Directors' remuneration and employee benefits expenses		(330,430)	(263,055)
Consulting and professional services expenses		(609,361)	(329,283)
Occupancy expenses		(38,979)	(13,456)
Compliance and regulatory expenses		(107,588)	(197,903)
Travel and accommodation		(1,832)	(186,246)
Depreciation and amortisation expense		(2,016)	(1,255)
Depreciation leased assets		(33,190)	-
Gain/(loss) on fair value of financial assets through profit and loss	3a	10,927,126	(1,340,990)
Exploration and evaluation expenditure expensed		(10,347)	(113,766)
Other expenses		(584,527)	(102,023)
Impairment of capitalised exploration expenditure	4	(121,203)	(67,319)
Finance expenses		(13,300)	(109,021)
Impairment of investment		-	(53,843)
Share of net losses of associate accounted for using the equity method	5	99,490	-
Profit/(Loss) before income tax		8,934,478	(5,059,216)
Income tax benefit / (expense)		-	-
Profit/(Loss) after income tax		8,934,478	(5,059,216)
Other comprehensive income/(expenditure) net of tax			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign exchange differences arising on translation of foreign operations		(34,468)	(13,257)
Total comprehensive income / (loss) for the period		8,900,010	(5,072,473)
Profit/(Loss) after income tax attributable to:			
Owners of Iron Bear Resources Ltd		8,934,478	(5,059,216)
		8,934,478	(5,059,216)
Total comprehensive income / (loss) attributable to:			
Owners of Iron Bear Resources Ltd		8,900,010	(5,072,473)
		8,900,010	(5,072,473)
Profit/(Loss) per share attributable to members of Iron Bear Resources Ltd			
Basic profit/(loss) per share (cents per share)		0.8092	(0.7472)
Diluted profit/(loss) per share (cents per share)		0.8092	(0.7472)

The accompanying notes form part of this financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025

		As at	
	Note	31 December 2025	30 June 2025
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents		15,200,884	1,330,746
Restricted cash and cash equivalents		17,500	17,500
Trade and other receivables		290,656	202,842
Financial assets at fair value through profit or loss	3	20,488	4,909,290
TOTAL CURRENT ASSETS		15,529,528	6,460,378
NON-CURRENT ASSETS			
Restricted cash		41,958	41,958
Plant and equipment		82,312	82,570
Rights of use asset		290,777	323,967
Exploration and evaluation expenditure	4	528,719	411,386
Investment in associate	5	7,618,194	7,518,704
TOTAL NON-CURRENT ASSETS		8,561,960	8,378,585
TOTAL ASSETS		24,091,488	14,838,963
CURRENT LIABILITIES			
Trade and other payables	6	676,689	709,699
Provisions		143,338	146,202
Lease liability		48,100	45,002
TOTAL CURRENT LIABILITIES		868,127	900,903
NON-CURRENT LIABILITIES			
Lease liability		255,790	280,764
TOTAL NON-CURRENT LIABILITIES		255,790	280,764
TOTAL LIABILITIES		1,123,917	1,181,667
NET ASSETS		22,967,571	13,657,296
EQUITY			
Issued capital	7	243,982,100	243,467,588
Reserves	8	30,124,708	30,263,423
Accumulated losses		(251,139,237)	(260,073,715)
TOTAL EQUITY		22,967,571	13,657,296

The accompanying notes form part of this financial report.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF- YEAR ENDED 31 DECEMBER 2025**

	Note	Issued Capital	Accumulated Losses	Share-based Payment Reserve	Foreign Currency Translation Reserve	Business Combination Reserve	Total Equity
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2025		243,467,588	(260,073,715)	9,125,287	22,228,637	(1,090,501)	13,657,296
Loss for the period		-	8,934,478	-	-	-	8,934,478
Other comprehensive income							
Foreign exchange differences arising on translation of foreign operations		-	-	-	(34,468)	-	(34,468)
Total comprehensive income/(loss) for the half-year		-	8,934,478	-	(34,468)	-	8,900,010
Transactions with owners in their capacity as owners							
Issue of shares – Iron Bear Trust distribution	7b	334,730	-	-	-	-	334,730
Issue of shares – Exercise of performance rights	7b, 8	116,000	-	(116,000)	-	-	-
Issue of shares – Conversion of debt (Corporate advisor)	7b	63,782	-	-	-	-	63,782
Share-based payments	9	-	-	11,753	-	-	11,753
Transactions with equity holders in their capacity as equity holders		514,512	-	(104,247)	-	-	410,265
Balance at 31 December 2025		243,982,100	(251,139,237)	9,021,040	22,194,169	(1,090,501)	22,967,571

The accompanying notes form part of this financial report.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF- YEAR ENDED 31 DECEMBER 2025**

	Note	Issued Capital	Accumulated Losses	Share-based Payment Reserve	Foreign Currency Translation Reserve	Business Combination Reserve	Total Equity
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2024		236,425,002	(253,379,237)	4,128,426	22,227,356	(1,090,501)	8,311,046
Loss for the period		-	(5,059,216)	-	-	-	(5,059,216)
Other comprehensive income							
Foreign exchange differences arising on translation of foreign operations		-	-	-	(13,257)	-	(13,257)
Total comprehensive income/(loss) for the half-year		-	(5,059,216)	-	(13,257)	-	(5,072,473)
Transactions with owners in their capacity as owners							
Issue of shares - Placement		1,874,234	-	-	-	-	1,874,234
Issue of shares - Rights Offer		5,554,339	-	-	-	-	5,554,339
Issue of shares - Conversion of debt (Directors)		418,802	-	-	-	-	418,802
Issue of shares – Conversion of debt (Corporate advisor)		686,239	-	-	-	-	686,239
Issue of shares - Conversion of debt (Convertible note)		361,411	-	-	-	-	361,411
Share-based payments		(2,752,040)	-	4,793,862	-	-	2,041,822
Capital raising costs – Settled in equity		(474,794)	-	-	-	-	(474,794)
Capital raising costs – Cash		(11,000)	-	-	-	-	(11,000)
Transactions with equity holders in their capacity as equity holders		5,657,191	-	4,793,862	-	-	10,451,053
Balance at 31 December 2024		242,082,193	(258,438,453)	8,922,288	22,214,099	(1,090,501)	13,689,626

The accompanying notes form part of this financial report

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

	Note	For the six months ended	
		31 December 2025	31 December 2024
		\$	\$
CASHFLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees (inclusive of GST)		(1,031,904)	(986,481)
Receipts from customers		11,000	-
Interest received		107,257	1,294
Due diligence transaction costs		(194,901)	(50,175)
Net cash used in operating activities		(1,108,548)	(1,035,362)
CASHFLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(3,260)	(2,397)
Payments for exploration and evaluation		(352,440)	(1,805,282)
Proceeds on sale of equity investments		15,368,204	-
Payment for exploration tenements		-	-
Net cash generated from / used in investing activities		15,012,504	(1,807,679)
CASHFLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		-	7,428,574
Proceeds from issuing loan note		-	350,000
Transaction costs related to issue of shares, convertible notes or options		-	(11,000)
Repayment of lease liabilities		(33,818)	(2,370,986)
Net cash (utilised) / provided by financing activities		(33,818)	5,396,588
Net increase in cash and cash equivalents		13,870,138	2,553,547
Cash and cash equivalents at beginning of period		1,330,746	98,024
Cash and cash equivalents at end of period		15,200,884	2,651,571

The accompanying notes form part of this financial report.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PREPARATION***General Information***

This general purpose condensed financial report for the half-year ended 31 December 2025 has been prepared in accordance with Accounting Standard *AASB 134: Interim Financial Reporting* and the *Corporations Act 2001* and was authorised for issue in accordance with a resolution of Directors on 16 March 2026. Compliance with AASB 134 ensures compliance with international Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

Iron Bear Resources Ltd (formerly Cyclone Metals Limited) is a company limited by shares, incorporated and domiciled in Australia whose shares are publicly traded on the ASX. The principal activity of the Consolidated Entity during the half-year was mineral investment, exploration and evaluation.

The half-year financial report does not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The half-year financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

Adoption of new and revised standards

Standards and Interpretations applicable to 31 December 2025

In the half-year ended 31 December 2025, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 July 2025. As a result of this review, the Directors have applied all new and amended Standards and Interpretations that were effective as at 1 July 2025 with no material impact on the amounts or disclosures included in the financial report.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with Australian Accounting Standards and with International Financial Reporting Standards and those of the previous financial year and corresponding half-year.

2. SEGMENT INFORMATION

AASB 8 Operating Segments requires operating segments to be identified on the basis of internal reports that are regularly reviewed by the Chief Operating Decision Maker (**CODM**) to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available. In the case of the Consolidated Entity the CODM are the executive management team and all information reported to the CODM is based on the consolidated results of the Consolidated Entity as one operating segment, as the Consolidated Entity's activities relate to mineral exploration.

Accordingly, the Consolidated Entity has only one reportable segment and the results are the same as the Consolidated Entity's results.

Information by geographical region

The analysis of the location of non-current assets other than financial instruments and deferred tax assets is as follows:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

	31 December 2025	30 June 2025
	\$	\$
Australia	297,876	329,823
West Africa	75,212	76,715
Canada	7,618,194	7,518,704
New Zealand	528,720	411,387
	<u>8,520,002</u>	<u>8,336,629</u>

Revenue by geographical region

	31 December 2025	31 December 2024
	\$	\$
Australia	-	1,294
West Africa	-	-
Canada	-	-
New Zealand	-	-
	<u>-</u>	<u>1,294</u>

3. OTHER FINANCIAL ASSETS

	Note	31 December 2025	30 June 2025
		\$	\$
Financial Assets at Fair value through Profit or Loss			
Shares in listed entities	(a)	20,488	4,909,290
Total Financial Assets		<u>20,488</u>	<u>4,909,290</u>

(a) Movements in the carrying amount of shares in listed entities

	31 December 2025	30 June 2025
	\$	\$
Carrying value at beginning of the period	4,909,290	5,285,610
Gain/(loss) on fair value of financial assets through profit or loss (i)	10,927,126	(376,320)
Funds received on the disposal of equity investments	(15,815,928)	-
	<u>20,488</u>	<u>4,909,290</u>

(i) During the period, the Company sold its shares in listed ASX entity European Lithium Ltd (ASX: EUR) and listed ASX entity CuFe Limited (ASX: CUF) generating funds of \$15,815,928.

4. EXPLORATION AND EVALUATION EXPENDITURE

	31 December 2025	30 June 2025
	\$	\$
Exploration and evaluation	<u>528,719</u>	<u>411,386</u>
Movement in carrying amounts		
Carrying value at beginning of the year	411,386	6,440,444
Exploration and evaluation expenditure capitalised during the period	238,536	1,632,926
Exploration expenditure impaired during the year (a)	(121,203)	(124,753)
Transfer to investment in associate (note 5)	-	(7,537,231)
Total exploration and evaluation phases	<u>528,719</u>	<u>411,386</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(a) Impairment

During the half year ended 31 December 2025, the Company recognised impairment losses in respect of capitalised exploration and evaluation to the extent of \$121,203 (30 June 2025: \$124,753). The impairment made during the period was recognised on areas of interest where sufficient data existed at balance date to indicate that the carrying amount of the exploration and evaluation asset was unlikely to be recovered in full from successful development or by sale.

5. INVESTMENT IN ASSOCIATE

	31 December 2025	30 June 2025
	\$	\$
Investment in Iron Block 103 Corporation	7,618,194	7,518,704
Investment in associate accounted for using the equity method	7,618,194	7,518,704

Iron Block 103 Corporation (Iron Block), a 100% held subsidiary of the Company, is a company incorporated and domiciled in Canada. Its wholly owned subsidiary Iron Bear Australia Pty Ltd is a company incorporated in Australia and domiciled in Australia.

(a) **Movements in the carrying amount of the investment in associate**

	31 December 2025	30 June 2025
	\$	\$
Balance at beginning of period	7,518,704	-
Transfer from exploration and evaluation phase (note 4)	-	7,537,231
Share of profit/(loss) of joint venture recognised during the period	99,490	(18,527)
Investment in associate accounted for using the equity method	7,618,194	7,518,704

On 17 February 2025 the Company announced that it had signed a binding commercial agreement with Vale S.A. (Vale) regarding the joint development of its Iron Bear iron ore project, located in Canada. Under the terms of the agreement, Vale has the right to provide up to US\$138,000,000 of funding to the Iron Bear Project in two Phases and earn 75% of the project. If Vale elects to proceed to Decision to Mine (DTM), Vale can elect to acquire the remaining 25% of the Iron Bear project at fair market value, or carry Cyclone to production with no dilution.

The commercial agreement defines a two-phased investment pathway for Vale to earn a controlling interest in Iron Bear, as summarised below:

Phase 1: Pre-Feasibility Study and Environmental Studies

- Vale will contribute US\$18,000,000 (Phase 1 Contribution) to fund the Iron Bear Phase 1 work program, including a preliminary feasibility study, mineral resource drilling and environmental baseline studies
- Phase 1 will be deemed complete when the full Phase 1 contribution has been received by Cyclone, or when the Phase 1 work program has been substantially completed
- Once Phase 1 is complete, Vale can elect to trigger Phase 2. If Vale does not elect to trigger Phase 2, then Vale does not earn an interest in the Iron Bear Project

Phase 2: Bankable Feasibility Study and Impact Benefit Agreement

- Once Phase 2 commences, Vale and Cyclone will form a Joint Venture to develop the Iron Bear Project. Vale will be granted a 30% equity interest in the Iron Bear JV.
- Vale will fund the JV's development activities up to US\$120,000,000 (Phase 2 Contribution). These development activities will include a bankable feasibility study, environmental impact studies, establishing IBAs (Impact Benefit Agreements) with First Nations and generally de-risking the project.
- Vale's interest in the Iron Bear JV will increase to 75%, when Vale's total Phase 2 Contribution has been expended, or when Vale elects to progress the Iron Bear project to Decision to Mine.
- During Phase 2, and until Vale earns 75% interest in the Iron Bear JV, Vale and Cyclone will each hold two of

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

five board seats on the Iron Bear JV’s governing board, with an independent Chairman. Once Vale earns 75% interest in the JV, Vale will nominate a majority of Directors on the JV’s governing Board

As at 31 December 2025, Iron Block had received a total of US\$14,700,000 from the Phase 1 funding of US\$18,000,000.

Under the terms of the commercial agreement, the Company does not have the power to direct the relevant exploration and development activities of the project and as such does not control Iron Block. However, the Company does have significant influence over the relevant activities of Iron Block and as a result equity accounts for its 100% equity interest in Iron Block in accordance with AASB 128 Investment in Associates and Joint Ventures as at 31 December 2025. Per AASB 128 paragraph 16, the Company has applied the equity method and recognised its initial investment in Iron Block at cost (being the \$7,537,231), decreasing the carrying amount by its share of losses incurred by Iron Block after acquisition, recognised through the Company’s own statement of profit and loss (being the loss of \$18,527 recognised during the financial year ended 30 June 2025 and a gain of \$99,490 recognised during the half year ended 31 December 2025).

(b) Summarised financial information

	31 December 2025	30 June 2025
	\$	\$
Current assets	9,772,928	12,986,409
Non-current assets	12,780,751	4,786,776
Current liabilities	(427,205)	(505,253)
Non-current liabilities	(3,029)	(3,107)
Equity	22,123,445	17,264,825
Group’s carrying amount of the investment	7,618,194	7,518,704
	31 December 2025	30 June 2025
	\$	\$
Revenue and other income	187,560	120,134
Depreciation	-	-
Loss before tax	99,490	(18,527)
Income tax expense	-	-
Loss for the period	99,490	(18,527)
Total comprehensive loss for the period	-	-
Group’s share of loss for the period	99,490	(18,527)

Iron Block has no contingent liabilities or capital commitments as at 31 December 2025.

6. TRADE AND OTHER PAYABLES

	31 December 2025	30 June 2025
	\$	\$
Trade payables	239,537	511,810
Other creditors and accruals	432,169	192,806
Withholding tax	4,983	5,083
	676,689	709,699

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

7. ISSUED CAPITAL

(a) Ordinary shares	31 December 2025	30 June 2025
	\$	\$
1,105,969,748 fully paid ordinary shares (30 June 2025: 1,093,706,063)	243,982,100	243,467,588
	<u>243,982,100</u>	<u>243,467,588</u>

(b) Ordinary shares	Ordinary fully paid shares	
	Number	\$
Shares on issue at 1 July	1,093,706,063	243,467,588
Issue of shares – Exercise of performance rights (a)	2,000,000	116,000
Issue of shares – Iron Bear Trust (b)	7,784,419	334,730
Issue of shares – Conversion of debt (Corporate Advisor) (c)	1,138,958	63,782
Issue of shares – Exercise of options (Cashless) (d)	1,340,308	-
	<u>1,105,969,748</u>	<u>243,982,100</u>

(a) On 1 September 2025, the Company issued 1,000,000 fully paid ordinary shares upon the exercise of performance rights. On 5 September 2025, the Company issued 1,000,000 fully paid ordinary shares upon the exercise of performance rights.

(b) On 4 July 2025, the Company issued 7,784,419 to the Iron Bear Unit Trust in respect to the success fee payable upon the receipt of funds of US\$5,000,000 received from Vale by Iron Block as approved by shareholders at the Company's general meeting held 5 June 2025 – Resolutions 2-11.

(c) On 1 September 2025, the Company issued 1,138,958 shares to RM Corporate Finance in respect to corporate advisory services. The fair value of these shares on issue date was \$0.0421 per share which resulted in a profit in the extinguishment of liability of \$15,782.

(d) On 26 September 2025, the Company issued 1,340,308 fully paid ordinary shares upon the exercise of 2,640,000 listed options (\$0.032 each expiring 30 November 2028) which were exercised utilising the cashless exercise feature.

8. RESERVES

	31 December 2025	30 June 2025
	\$	\$
Foreign currency translation reserve	22,194,169	22,228,637
Share-based payments reserve	9,021,040	9,125,287
Business combination reserve	(1,090,501)	(1,090,501)
	<u>30,124,708</u>	<u>30,263,423</u>

	31 December 2025	30 June 2025
	\$	\$
Share-based payments reserve		
Balance at beginning of financial period	9,125,287	4,128,426
Exercise of performance rights	(116,000)	(466,000)
Share-based payments (note 9)	11,753	5,462,861
Balance at end of financial period	<u>9,021,040</u>	<u>9,125,287</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

9. SHARE BASED PAYMENTS

	31 December 2025	31 December 2024
	\$	\$
Share-Based Payment Expense		
Options issued to directors and consultants (a)	11,753	1,989,042
Options issued to consultants	-	52,780
Shares issued to Iron Bear Trust (b)	334,730	-
Total Expense Recognised in Profit & Loss	346,483	2,041,822
	31 December 2025	31 December 2024
	\$	\$
Share-Based Payment Recognised through Equity		
Options issued to consultants (c)	-	2,752,040
Total Charge Recognised through equity	-	2,752,040
Total Share-Based Payments	346,483	4,793,862

(a) On 28 November 2025, the Company issued 2,000,000 performance rights to Pauli Advisory Pty Ltd (refer note 11) under the Company’s EIOP (as approved by shareholders on 27 November 2024) which vest 12 months from the date of issue subject to the contractor being engaged at this time.

	Number of Performance Rights	Grant date	Expiry Date	Exercise Price	Fair value at grant date	Vesting date
Performance Rights issued to Consultants	2,000,000	28 November 2025	28 November 2026	Nil	\$0.065	28 November 2026

The fair value of the performance rights has been valued based on the trading price on the grant date with the expense spread over the vesting period.

(b) On 17 February 2025, the Company announced that it had entered into an agreement with the Trustee of the Iron Bear Unit Trust (Iron Bear Mandate Agreement). On 5 June 2025, the Company convened a shareholder meeting and received shareholder approval for the payment of a success fee payable pursuant to the Iron Bear Mandate Agreement and for Directors of the Company to participate in any success fee payable by the Company to the Trustee of the Iron Bear Unit Trust pursuant to the Iron Bear Mandate Agreement. On 4 July 2025 the Company issued 7,784,419 shares to the Iron Bear Unit Trust in respect to the amount of \$334,730 to be settled via equity (refer note 7b). The balance of \$45,645 was settled in cash and recognised as an expense during the period. On 17 July 2025, the Iron Bear Unit Trust made a distribution to its unit holders noting that this has no financial effect on the Company.

Options

At 31 December 2025, the unissued ordinary shares of the Company under option are as follows:

Date of Expiry	Status	Exercise Price	Number of Options
12/03/2026	Unlisted	\$0.04	3,000,000
19/01/2027	Unlisted	\$0.04	4,500,000
30/11/2028	Listed	\$0.032	370,631,388
30/01/2028	Unlisted	\$0.072	2,000,000
5/12/2026	Unlisted	\$0.20	10,500,000
			390,631,388

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Performance Rights

At 31 December 2025, there were 3,500,000 unissued ordinary shares of the Company under performance rights.

Reconciliation of options on issue

The following reconciles the outstanding share options granted, exercised and lapsed during the financial year:

	6 months movement to 31 December 2025		12 months movement to June 2025	
	Number of Options	Weighted Average Exercise Price \$	Number of Options	Weighted Average Exercise Price \$
Balance at beginning of the financial period	406,271,388	0.0389	1,280,000,000	0.0044
Granted during the financial period (pre consolidation)	-	-	2,371,396,446	0.0016
Lapsed during the financial period (pre consolidation)	-	-	(100,000,000)	0.002
Consolidation	-	-	(3,373,826,620)	
Granted during the financial period	-	-	266,000,000	0.0323
Lapsed during the financial period	(13,000,000)	0.100	(27,500,000)	0.0600
Exercised during the financial period	(2,640,000)	0.032	(9,798,438)	0.0324
Balance at end of the financial period	390,631,388	0.0369	406,271,388	0.0389
Exercisable at end of the financial period	390,631,388	0.0369	406,271,388	0.0389

10. CONTINGENT ASSETS AND LIABILITIES

The Company had no other movements in contingent liabilities as at 31 December 2025 from those disclosed at 30 June 2025.

11. RELATED PARTY TRANSACTIONS

During the period, the Company incurred expenses with Gambosch Consulting Pty Ltd of \$33,767 for the provision of IR/PR consulting services.

On 17 February 2025, the Company announced that it had entered into an agreement with the Trustees (being Iron Bear Pty Ltd) of the Iron Bear Unit Trust (Iron Bear Mandate Agreement). On 5 June 2025, the Company convened a shareholder meeting and received shareholder approval for the payment of a success fee payable pursuant to the Iron Bear Mandate Agreement and for Directors of the Company to participate in any success fee payable by the Company to the Trustee of the Iron Bear Unit Trust pursuant to the Iron Bear Mandate Agreement. On 4 July 2025 the Company issued 7,784,419 shares to the Iron Bear Unit Trust (refer note 7b). On 17 July 2025, the Iron Bear Unit Trust made a distribution to its unit holders. At 31 December 2025, the Company accrued \$259,599 in respect to the distribution by the Iron Bear Unit Trust associated with the receipt of US\$3,400,000 from Vale on 27 October 2025 which was settled in cash subsequent to the period end.

On 28 November 2025, the Company entered into a consultancy agreement with Pauli Advisory Pty Ltd (effective from 1 December 2025) to provide Non-Executive Director services of Caue Pauli de Araujo to the Company. Fees payable under the consultancy agreement are \$60,000 per annum with a sign-on bonus of 2,000,000 performance rights (subject to vesting conditions) which were issued on 28 November 2025. During the period Pauli Advisory Pty Ltd received fees of \$5,000.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Effective 1 December 2025, the Company entered into a revised agreement with David Sanders to provide Non-Executive Chairman services to the Company for a fee of \$90,000 per annum and \$2,000 per day for other services rendered. During the period, David Sanders received fees of \$34,500.

Effective 1 December 2025, the Company entered into a revised consultancy agreement with Indian Ocean Consulting Group Pty Ltd to provide Deputy Chairman services of Luke Martino to the Company for a fee of \$90,000 per annum and \$2,000 per day for other services rendered. During the period, Indian Ocean Consulting Group Pty Ltd received fees of \$45,700.

During the period, the Company sold 62,181,578 shares in European Lithium Ltd (ASX: EUR) to raise funds of \$14,754,473 (before brokerage fees). Former Non-Executive Chairman of the Company Tony Sage is a Director of EUR.

During the period, the Company sold 132,681,968 shares in CuFe Ltd (ASX: CUF) to raise funds of \$1,061,456 (before brokerage fees). Former Non-Executive Chairman of the Company Tony Sage is a Director of CUF.

There are no other significant changes to the nature of related party relationships and transactions from those disclosed in the 30 June 2025 annual financial report.

12. EVENTS SUBSEQUENT TO REPORTING DATE

On 6 February 2026 the Company issued 283,500 fully paid shares upon the exercise of 283,500 listed options (\$0.032 each expiring 30 November 2028).

On 26 February 2026 the Company issued 6,000,000 performance rights (subject to vesting conditions) to Directors David Sanders and Luke Martino following receipt of shareholder approval at the GM held on 27 January 2026.

On 12 March 2026, a total of 3,000,000 unlisted options (\$0.04 each expiring 12 March 2026) expired unexercised.

There are no other matters or circumstances that have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in the future financial periods.

13. FINANCIAL INSTRUMENTS

Fair value measurement

The fair value of financial assets and liabilities must be estimated for recognition and measurement or for disclosure purposes. The Directors consider that the carrying amount of financial assets and financial liabilities recorded in the financial statements approximates their fair values as the carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. There were no transfers between levels during the financial half-year.

Financial Instruments Measured at Fair Value

The financial instruments recognised at fair value in the statement of financial position have been analysed and classified using a fair value hierarchy reflecting the significance of the inputs used in making the measurements. The fair value hierarchy consists of the following levels:

- quoted prices in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

31 December 2025	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets:				
Investments in listed shares	20,488	-	-	20,488
30 June 2025	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets:				
Investments in listed shares	4,909,290	-	-	4,909,290

DIRECTORS' DECLARATION

In the opinion of the directors:

(a) The financial statements and notes of the Consolidated Entity for the half-year ended 31 December 2025 are in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and

(ii) complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting*, International Financial Reporting Standard, IAS 34 Interim Financial Reporting and the Corporations Regulations 2001, and other mandatory professional reporting requirements.

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the *Corporations Act 2001*.



David Sanders
Non-Executive Chairman

Dated this 16th day of March 2026

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Iron Bear Resources Ltd

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Iron Bear Resources Ltd (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, and the directors' declaration.

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

- i. Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its financial performance for the half-year ended on that date; and
- ii. Complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

Basis for conclusion

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

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

Responsibility of the directors for the financial report

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



Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

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

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'Neil Smith', with a stylized flourish extending to the right.

Neil Smith

Director

Perth, 16 March 2026