

ARC Joint Venture Company ApS

c/o Nuna Advokater, Qullilerfik 2, 6., 3900 Nuuk
CVR-nr. 43 02 38 37

Annual Report 2024/25

1 July - 30 June

The Annual Report has been presented and adopted at the
Company's Annual General Meeting on 4 November 2025

Simon Mark Kersey

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The BDO logo is positioned on a large red triangle that points towards the bottom-left corner of the page. The logo itself consists of the letters 'BDO' in a bold, white, sans-serif font, with a horizontal line underneath the letters.

Contents

Company Details	
Company Details	3
Statement and Report	
Management's Statement	4
Auditor's report on compilation of financial information	5
Management Commentary	
Management Commentary	6
Financial Statements 1 July 2024 - 30 June 2025	
Income Statement	7
Balance Sheet	8-9
Equity	10
Notes	11
Accounting Policies	12

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Company Details

Company	ARC Joint Venture Company ApS c/o Nuna Advokater Qullilerfik 2, 6. 3900 Nuuk CVR No.: 43 02 38 37 Established: 31 January 2022 Municipality: Sermersooq Financial Year: 1 July 2024 - 30 June 2025
Board of Directors	Benjamin Rade Stoikovich, chairman Joel Nathan Burkin Jonathan Alexander Bell Lindsay Alan Dick Simon Mark Kersey
Executive Board	Simon Mark Kersey
Auditor	BDO Statsautoriseret Revisionspartnerselskab Imaneq 33, 7. etage, Box 20 GL-3900 Nuuk

Management's Statement

Today the Board of Directors and Executive Board have discussed and approved the Annual Report of ARC Joint Venture Company ApS for the financial year 1 July 2024 - 30 June 2025.

The Annual Report is presented in accordance with the Greenlandic Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the Company's assets, liabilities and financial position at 30 June 2025 and of the results of the Company's operations for the financial year 1 July 2024 - 30 June 2025.

The Management Commentary includes in our opinion a fair presentation of the matters dealt with in the Commentary.

The Board of Directors and Executive Board remain of the opinion that the conditions for opting out of audit have been fulfilled.

We recommend the Annual Report be approved at the Annual General Meeting.

Nuuk, 4 November 2025

Executive Board

Simon Mark Kersey

Board of Directors

Benjamin Rade Stoikovich
Chairman

Joel Nathan Burkin

Jonathan Alexander Bell

Lindsay Alan Dick

Simon Mark Kersey

Auditor's report on compilation of financial information

To the Shareholders of ARC Joint Venture Company ApS

We have compiled these Financial Statements of ARC Joint Venture Company ApS for the financial year 1 July 2024 - 30 June 2025 based on the Company's accounting records and other information provided by Management.

These Financial Statements comprise income statement, balance sheet, statement of changes in equity, notes and accounting policies.

We performed this compilation engagement in accordance with the International Standard, Compilation Engagements.

We have applied our professional expertise to assist Management in the preparation and presentation of these Financial Statements in accordance with the Greenlandic Financial Statements Act. We have complied with relevant statutory provisions of the Danish Audit Act and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), including principles of integrity, objectivity, professional behaviour, and due care.

These Financial Statements and the accuracy and completeness of the information used to compile these Financial Statements are Management's responsibility.

Since an engagement to compile financial information is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by Management to us to compile these Financial Statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these Financial Statements are prepared in accordance with the Greenlandic Financial Statements Act.

Nuuk, 4 November 2025

BDO Statsautoriseret Revisionspartnerselskab
CVR no. 45 71 93 75

Claus Bech
State Authorised Public Accountant
MNE no. mne31453

Management Commentary

Principal activities

The company's purpose is to carry out mineral exploration and related activities.

Unusual matters

During the year, a capital increase was carried out through debt conversion. The share capital was increased from DKK 40,000 to DKK 81,633 by converting debt amounting to DKK 16,186 thousand.

Development in activities and financial and economic position

The Joint Venture partners has agreed on an initial exploration period with 3 earn-in phases. It has been agreed that spend amounts on exploration is interest free debt with the right to conversion to shares.

The first phase has ended. In this connection the spend amount on phase 1 is expensed. Going forward the expenses on exploration will be expensed as they incur.

Significant events after the end of the financial year

No events have occurred after the end of the financial year of material importance for the Company's financial position.

Income Statement 1 July - 30 June

	Note	2024/25 DKK	2023/24 DKK
Gross loss		-68,857	-16,212,501
Operating loss		-68,857	-16,212,501
Other financial income		441,990	83
Other financial expenses		0	-691,427
Profit before tax		373,133	-16,903,845
Tax on profit/loss for the year		0	0
Profit for the year		373,133	-16,903,845
Proposed distribution of profit			
Retained earnings		373,133	-16,903,845
Total		373,133	-16,903,845

Balance Sheet at 30 June

Assets

	Note	2025 DKK	2024 DKK
Cash and cash equivalents		13,414	32,622
Current assets		13,414	32,622
Assets		13,414	32,622

Balance Sheet at 30 June

Equity and liabilities

	Note	2025 DKK	2024 DKK
Share capital		81,633	40,000
Retained earnings		-3,873,186	-20,432,495
Equity		-3,791,553	-20,392,495
Other non-current liabilities		3,801,965	20,410,118
Non-current liabilities	4	3,801,965	20,410,118
Other liabilities		3,002	14,999
Current liabilities		3,002	14,999
Liabilities		3,804,967	20,425,117
Equity and liabilities		13,414	32,622

Going concern assumptions 1

Information on unusual circumstances 2

Equity

DKK	Share capital	Retained earnings	Total
Equity at 1 July 2024	40,000	-20,432,495	-20,392,495
Proposed profit allocation		373,133	373,133
Transactions with owners			
Capital increase	41,633	16,186,176	16,227,809
Equity at 30 June 2025	81,633	-3,873,186	-3,791,553

Notes

1 | Going concern assumptions

The company's going concern assumptions are defined in the shareholders' JV agreement. Funds provided in accordance with the JV agreement are non-interest-bearing and may be waived or converted into equity at the discretion of the JV partner. The JV agreement is expected to remain in effect for at least the upcoming financial reporting period.

2 | Information on unusual circumstances

A capital increase was carried out through debt conversion. The share capital was increased from DKK 40,000 to DKK 81,633 by converting debt amounting to DKK 16,186 thousand.

	2024/25 DKK	2023/24 DKK
3 Staff costs		
Average number of full time employees	1	1

4 | Long-term liabilities

DKK	30/6 2025 total liabilities	Repayment next year	Debt outstanding after 5 years	30/6 2024 total liabilities
Other non-current liabilities	3,801,965	0	3,801,965	20,410,118
	3,801,965	0	3,801,965	20,410,118

The debt obligation amounts to AUD 915 thousand. In accordance with the agreement, the obligation is non-interest-bearing and may be waived or converted into equity at the discretion of the JV partner.

Accounting Policies

The Annual Report of ARC Joint Venture Company ApS for 2024/25 has been presented in accordance with the provisions of the Greenlandic Financial Statements Act for enterprises in reporting class B and certain provisions applying to reporting class C.

The Annual Report is prepared consistently with the accounting principles applied last year.

Income Statement

Other external expenses

Other external expenses include other production, sales, delivery and administrative costs, including costs of energy, marketing, premises, loss on bad debts, lease expenses, etc

Financial income and expenses

Financial income and expenses include interest income and expenses, financial expenses of finance leases, realised and unrealised gains and losses arising from securities, debt and transactions in foreign currencies, as well as charges and allowances under the tax-on-account scheme, etc. Financial income and expenses are recognised by the amounts that relate to the financial year. Interest income and expenses are calculated on amortised cost prices.

Tax

The tax for the year, which consists of the current tax for the year and changes in deferred tax, is recognised in the Income Statement by the share that may be attributed to the profit for the year, and is recognised directly in equity by the share that may be attributed to entries directly to equity.

Balance Sheet

Tax payable and deferred tax

Current tax liabilities and receivable current tax are recognised in the Balance Sheet as the calculated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and taxes paid on account.

Deferred tax is measured on the temporary differences between the carrying amount and the tax value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carryforwards, are measured at the amount at which the asset is expected to be used within a reasonable number of years, either by setoff against tax on future earnings or by setoff against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that under the legislation in force on the Balance Sheet date will be applicable when the deferred tax is expected to crystallise as current tax. Any changes in the deferred tax resulting from changes in tax rates, are recognised in the income statement, except from items recognised directly in equity.

Liabilities

Financial liabilities are recognised at the time of borrowing by the amount of proceeds received less transaction costs. In subsequent periods, the financial liabilities are measured at amortised cost equal to the capitalised value when using the effective interest, the difference between the proceeds and the nominal value being recognised in the Income Statement over the loan period.

The amortised cost of current liabilities corresponds usually to the nominal value.