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ASX ANNOUNCEMENT

28 July 2025

Not for release to US wire services

Asara raises $25m to accelerate exploration strategy at the Kada Gold Project in Guinea

Asara Resources Limited (ASX: AS1; **Asara** or **Company**) is pleased to announce it has received firm commitments for an institutional placement of new fully paid ordinary shares (**New Shares**) to raise $25 million (before costs) at an issue price of $0.05 per share (**Placement**). The Placement was strongly supported by existing institutional shareholders and new Australian and international investors.

Highlights

- **Asara has received firm commitments totalling $25 million (before costs) via a two-tranche Placement.**
- **Strong demand from leading Australian and overseas investors strengthens the Company's shareholder base.**
- **Proceeds from the Placement will be used to accelerate the Company's exploration program at Kada with planning for an expanded drill program underway.**

Chief Executive Officer, Matthew Sharples commented:

"We are delighted with the results of the Placement and are pleased to welcome new investors to the share register. The strong demand from high quality institutional investors reflects the significant growth potential of the Kada gold project and demonstrates a strong vote of confidence in the Asara team and our strategy to expand our land package and our systematic and structured exploration program aimed at significantly growing the current mineral resource at Kada.

"This raising ensures that the Company is well positioned for the next 12-18 months of exploration, and I am looking forward to updating the market as exploration at Kada progresses."

Placement Details

The Placement is comprised of the issue of 500,000,000 New Shares at an issue price of $0.05 per share raising $25 million (before costs). The issue price of $0.05 represents a 7.4% discount to the Company's last traded price of $0.054 on Wednesday 23 July 2025, a 12.3% discount to the 5-day volume weighted average price up to and including Wednesday 23 July 2025 (**VWAP**) of $0.057 and a 8.4% discount to the 15-day VWAP of $0.055.

The first tranche of 275,294,461 New Shares to raise approximately $13.76m will be completed utilising the Company's existing placement capacity pursuant to ASX Listing Rule 7.1 and 7.1A and is anticipated to settle on Friday, 1 August 2025 with the New Shares to be allotted on Monday, 4 August 2025.

The second tranche of 224,705,539 New Shares to raise approximately $11.24m will be subject to shareholder approval. The Company anticipates holding an Extraordinary General Meeting of

Shareholders (**Meeting**) in mid-September to approve the Placement. Further details on the Meeting time will be provided in the notice of meeting to be dispatched to shareholders shortly.

Use of Funds

The proceeds of the Placement will be primary used for exploration activities at the Kada Gold Project, including Resource extension and infill drilling at Massan, RC and auger drilling on the new Talico and Banan licenses following their grant and mapping, trenching and geophysics over the entire Project area, upgrades to the exploration camp, costs of the transaction and general working capital.

Advisors

Canaccord Genuity (Australia) Limited and Argonaut Securities Pty Limited acted as Joint Lead Managers and Bookrunners to the Placement. Tamesis Partners LLP acted as Co-Manager.

-ENDS-

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This announcement was authorised for release by the Board of Directors.

All dollar amounts are in Australian dollars unless otherwise stated.

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ABOUT ASARA RESOURCES

Asara Resources Limited is an ASX listed exploration company with a portfolio of advanced minerals projects in Guinea, West Africa and in Chile, South America.

The Company's flagship project is the advanced Kada Gold Project in eastern Guinea. Guinea remains one of the most under-explored countries in West Africa. Asara has outlined an Indicated and Inferred Mineral Resource Estimate of 30.3Mt at 1.0g/t gold for 923Koz[1], the majority of which is shallow oxide-transitional gold mineralisation. Asara is focussed on growing the Mineral Resource Estimate. Most of the 150km^2 project area remains under explored and there is considerable upside for the discovery of additional oxide gold mineralisation.

Asara also holds the Paguanta Copper and Silver-Lead-Zinc Project in northern Chile which has a Measured, Indicated and Inferred Mineral Resource of 2.4Mt at 88g/t silver, 5.0% zinc and 1.4% lead for 6.8Moz silver, 265Mlb zinc and 74Mlb lead[2] at the Patricia Prospect, which remains open. The Company is seeking to divest this project to focus on Kada.

At the adjacent Loreto Copper Project in Chile, Asara has signed a US$17m Option and Joint Venture agreement with Teck Resources Chile Limitada (**Teck**) whereby Teck can acquire up to a 75% interest in the project.

Competent Persons Statement

The Company confirms that it is not aware of any new information or data that materially affects exploration information included in this ASX Announcement or Mineral Resource Estimates referred to in this ASX announcement and it further confirms that all material assumptions and technical parameters underpinning the Mineral Resource Estimates and exploration results continue to apply and have not materially changed.

Not an offer of securities

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[1] ASX Announcement: Kada Mineral Resource Estimate Update improves confidence; more than 40% of oxide gold now indicated dated 09 October 2023.
[2] ASX Announcement: New Resource Estimation for Paguanta dated 30 May 2017 (Total Mineral Resource includes: Measured Mineral Resource of 0.41Mt at 5.5% zinc, 1.8% lead, 88g/t silver, 0.3g/t gold; Indicated Mineral Resource of 0.61Mt at 5.1% zinc, 1.8% lead, 120g/t silver, 0.3g/t gold; Inferred Mineral Resource of 1.3Mt at 4.8% zinc, 1.1% lead, 75g/t silver, 0.3g/t gold).