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15 August 2025

A$20.0 Million Placement to Accelerate Exploration at Blue Moon

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Key Highlights:

- **Placement to raise A$20.0 million, led by high-quality institutions including North American, European and Australian funds**
- **Placement was well supported, with applications received being well in excess of the funds sought**
- **Falcon is well-funded with more than A$27.8 million in cash upon settlement of the Placement, expected in seven days**
- **This Placement represents a significant endorsement of Falcon Metals' team and exploration strategy, and the high-grade gold potential at Blue Moon**
- **Funds raised will be used to accelerate exploration activities at Blue Moon**

Falcon Metals Limited (ASX:FAL) ("**Falcon Metals**" or "**the Company**") is pleased to announce it has received firm commitments to raise A$20.0 million (before costs) at an issue price of A$0.57 per share through a well-supported capital raising, led by new and existing high-quality global institutions ("**Placement**"). The successful Placement is a clear endorsement of the Company's highly-credentialed team and exploration strategy, and the high-grade gold potential at Blue Moon.

Backed by more than A$27.8 million in available cash (proforma post settlement), Falcon Metals is well-positioned to accelerate its next phase of exploration activities at the highly prospective Blue Moon Prospect, north of the 22 Moz historical Bendigo Goldfield. The next phase of drilling will consist of approximately 30,000 metres of diamond drilling.

Falcon Metals Managing Director, Tim Markwell, commented:

"*This Placement has been supported by leading global institutions and reflects the growing excitement and strong validation for the high-grade gold results at Blue Moon. With a strengthened balance sheet and a clear exploration strategy, we are well-positioned to unlock value through targeted diamond drilling.*

We look forward to the ongoing drilling results from Blue Moon over the coming months, along with assays from the second and third wedge drill holes that remain outstanding.

We are pleased to welcome new shareholders onto the Falcon Metals register, and thank existing shareholders for their ongoing support. The recent success at Blue Moon with our first wedge hole returning 1.2m at 543g/t Au from 544.2m[1] *warrants a significant exploration programme and we are excited to undertake this next chapter together."*

[1] Refer to ASX announcement dated 11 July 2025 "*First wedge hole at Blue Moon hits 1.2m at 543g/t gold*"

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Placement

The Placement will comprise the issue of 35,087,720 new shares in the Company ("**New Shares**") to be issued using the Company's existing capacity under ASX Listing Rule 7.1 (26,133,596 shares) and ASX Listing Rule 7.1A (8,954,124 shares).

The Placement issue price of A$0.570 represents a 9.5% discount to the last traded price of A$0.630 on Tuesday, 12 August 2025, and a 3.1% discount to the 10-day the volume weighted average price of A$0.589.

Use of Funds

Proceeds from the Placement will enable Falcon Metals to accelerate exploration across its 100%-owned Blue Moon Prospect, located in the world-class Bendigo Goldfield region in Victoria, Australia. Blue Moon is open approximately 6km to the north, with multiple lines of reef extending onto Falcon Metals' tenure targeting down plunge extensions from historical mining operations.

Funding will be applied towards:

- Accelerating and expanding exploration activities at the Blue Moon Prospect; and
- General working capital.

New Shares to be issued under the Placement will rank equally with the Company's existing fully paid ordinary shares.

Placement Timetable

Event	Date
Trading halt lifted and ASX announcement	Friday, 15 August 2025
Settlement of New Shares issued under the Placement	Thursday, 21 August 2025
Allotment and quotation of New Shares issued under the Placement	Friday, 22 August 2025

Canaccord Genuity (Australia) Limited, Bell Potter Securities Limited and Morgans Corporate Limited acted as Joint Lead Managers to the Placement. Salient Corporate acted as Corporate Adviser to the Placement. Further details are set out in the Appendix 3B accompanying this announcement.

This announcement has been approved for release by the Board of Falcon Metals.

For more information, please contact:

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About Falcon Metals

Falcon Metals Limited (ASX: FAL) is a high-profile mineral exploration specialist led by a highly decorated board and management team. Falcon holds over >4,000km^2 in the Bendigo Zone of Victoria, a region which hosts two world class high-grade goldfields, including the historical 22 Moz Bendigo Goldfield and the Fosterville Gold Mine owned by Agnico Eagle (NYSE:AEM).

Exploration Results

The Exploration Results disclosed in this announcement were first disclosed by the Company in accordance with ASX Listing Rule 5.7 in its ASX announcement of 11 July 2025 titled *"First wedge hole at Blue Moon hits 1.2m at 543g/t gold".* The Company confirms that it is not aware of any new information or data that materially affects the information included in the previous announcement.

Not an offer of securities

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