FORRESTANIA RESOURCES

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ASX RELEASE

Transformational Acquisition of Lake Johnston Infrastructure & $34m Capital Raising

Highlights:

- **Binding heads of agreement signed to acquire the Lake Johnston Project from Poseidon Nickel Pty Limited (a wholly owned subsidiary of Horizon Minerals Limited (ASX: HRZ)), including the processing plant, buildings and other infrastructure**
- **FRS to commence studies to assess a plant refurbishment with a view to defining a pathway towards potential future gold production from the plant**
- **Plant includes a 1.5Mtpa flotation and comminution circuit, power infrastructure, workshops, laboratories and fully established camp**
- **Acquisition has the potential to materially reduce capital intensity, timeline and approvals risk compared to constructing a new greenfields plant**
- **The acquisition represents a major strategic milestone, aligning the Company's existing JORC gold Resources with established processing infrastructure and materially advancing the Company's transition from explorer to potential near-term gold producer**
- **Firm commitments received for Two-Tranche Placement at $0.175 to raise $32 million (before costs) to fund the acquisition. Bell Potter acted as Sole Lead Manager for the issue**
- **Two new cornerstone investors will emerge as substantial shareholders following completion of Tranche 2**
- **In addition to the Placement, FRS intends to undertake a Share Purchase Plan to raise $2 million**
- **David Geraghty appointed as the Executive Chair to lead the next phase of the Company's development**

Forrestania Resources Limited (ASX: FRS) ("FRS" or "the Company") is pleased to announce that it entered into a binding heads of agreement with Poseidon Nickel Pty Ltd ("**Poseidon**") to acquire the Lake Johnston Project. Poseidon is a wholly-owned subsidiary of Horizon Minerals Limited (ASX: HRX) ("**Horizon**"). The assets to be acquired include the processing plant, buildings and other infrastructure on the tenements, providing the Company with a clear pathway to assess potential future production from its existing JORC Resources.[1]

[1] Refer to previous announcements of FRS JORC Resources dated 3 November 2025 for a summary of the Company's existing Resources.

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Strategic Rationale: A Transformational Step Towards Production

Forrestania has rapidly consolidated a large gold resource base across granted mining leases within key WA gold regions (Southern Cross, Westonia, Bonnie Vale and Eastern Goldfields).

The acquisition of the Lake Johnston Plant:

- ✓ **Provides a near-term processing pathway for high-grade gold**

  Lake Johnston's infrastructure, camp and licensing position Forrestania to establish a production-ready facility aligned with its gold production strategy.

- ✓ **Reduces development cost and risk**

  Repurposing the existing nickel processing plant significantly reduces the capital, time and approvals required for a greenfields development, consistent with FRS' commitment to disciplined, value-driven execution.

- ✓ **Complements FRS' consolidated gold projects across four regions**

  The processing plant is ideally positioned to process ore from Forrestania's mining-lease-based projects.

- ✓ **Positions FRS to accelerate its pathway to cashflow**

  With the processing plant secured, Forrestania can strategically align its consolidated gold projects to deliver the quickest route to production.

Forrestania Resources' Chairman David Geraghty commented:
"This acquisition represents a transformational step for FRS. Over the past six months we have been deliberately repositioning the business toward development, and securing this processing plant and associated infrastructure is a direct result of that strategy. While further work is required, we now have a clear pathway to assess potential production as early as 2026, supported by the JORC resources we have been steadily consolidating. It is an exciting next phase for the Company."

About the Lake Johnston Project

The Lake Johnston Project includes:

- 1.5Mtpa comminution & flotation processing circuit
- Large-scale workshops, laboratories & stores
- Established accommodation camp
- Water extraction licence & environmental approvals
- Connection-ready infrastructure suitable for modification to high-grade gold flotation/gravity circuits
- Mining leases and associated tenure covering 86km^2

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The facility is currently licensed to operate to 2041, providing a long-term processing base for Forrestania's portfolio.



Figure 1. Lake Johnston processing plant.

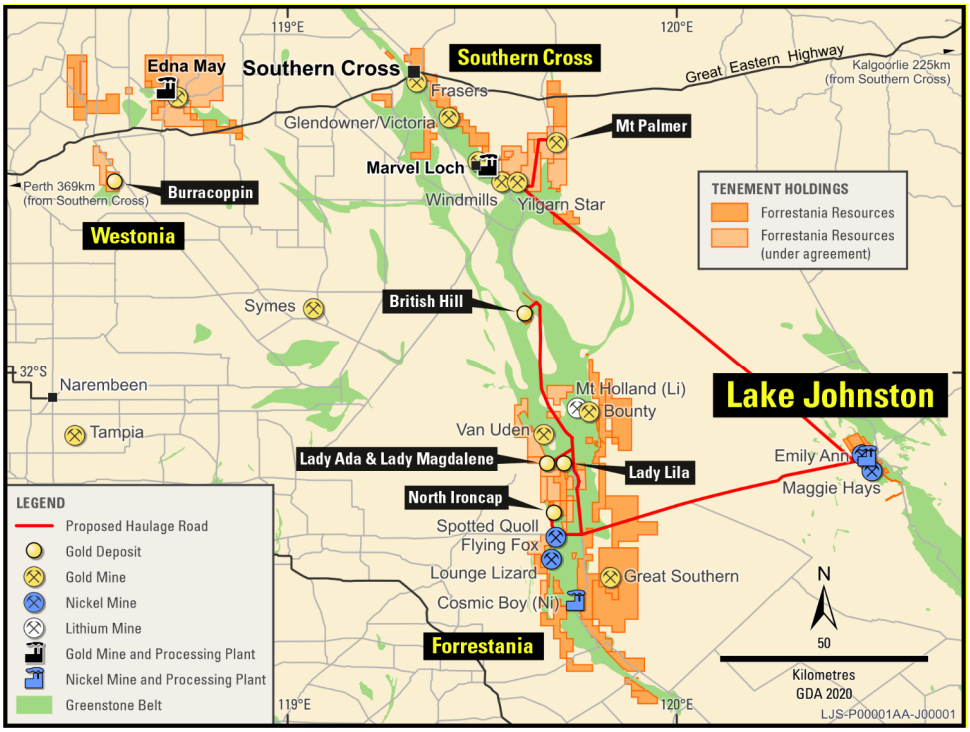


Figure 2. FRS' Forrestania and Southern Cross project areas in close proximity to the Lake Johnston processing plant. Possible haulage roads show easy access to the plant.

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The assets being acquired under the agreement (the "**Sale Assets**") are as follows:

- The tenement ("**Tenements**") set out in Table 1 below;
- The moveable and immovable assets located on the Tenements including the processing plant, buildings and other infrastructure ("**Plant**"); and
- All associated technical information in possession or control of the Vendor.

Table 1. Mineral licenses included under the Sale Assets.

Tenement	Status
G 63/5	Live
G 63/8	Live
L 63/51	Live
L 63/55	Live
L 63/57	Live
M 63/163	Live
M 63/282	Live
M 63/283	Live
M 63/284	Live
M 63/292	Live
M 63/293	Live
M 63/294	Live
M 63/522	Live
M 63/523	Live
M 63/524	Live

Agreement Details

The Company has entered into a Binding heads of agreement ("**Agreement**") with Poseidon Nickel Pty Ltd, a wholly owned subsidiary of Horizon Minerals Limited (ASX: HRZ) the sale assets making up the Lake Johnston Project for total consideration value of $35 million. The consideration comprises of:

a) $2 million non-refundable cash consideration paid on execution of the HOA, which amount has been paid;
b) $14 million upfront cash consideration on execution of the full form agreement;
c) $14 million cash on completion; and
d) $5 million of FRS fully paid ordinary shares to be issued on completion at $0.175 per share, being the same price as the capital raising.

Completion is subject to the following conditions precedent:

a) Both parties receiving all necessary regulatory approvals or waivers (including FRS obtaining written confirmation from the ASX that Listing Rule 11.1.3 will not apply);
b) The Company successfully completing a capital raising to funds the acquisition – this condition is now satisfied with the announcement of the capital raising today;
c) Both parties entering into all necessary deeds of assignment for the transfer of the Lake Johnston assets;
d) Parties obtaining all relevant third party approvals and consents.

The Company expects completion under the Agreement by 31 January 2026.

Bell Potter Securities Ltd acted as Financial Advisor to the transaction.

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Placement

The Company has received firm commitments to raise $32.0 million ("**Placement**") (before costs) by the issue of 182.9 million shares at $0.175 per share ("**Offer Price**"). The offer price represents a discount of 12.5% to the Company's last closing price of $0.20 per share on 13 November 2025.

Funds raised under the Placement and SPP (described below) will be applied towards the acquisition of the Lake Johnston Project, to provide general working capital and for the costs of the Placement.

The Placement will be completed as follows:

- **Tranche 1 Placement:** unconditional placement of 75,633,200 New Shares under the Company's existing ASX Listing Rule 7.1 and 7.1A placement capacity, at the Offer Price to raise $13,235,810.00 (before costs).
- **Tranche 2 Placement:** conditional placement of up to 107,223,944 New Shares at the Offer Price to raise $18,764,190.20 (before costs), subject to shareholder approval of the Tranche 2 Placement and the proposed issue of options in relation to the Placement.

Participants in the Placement will receive 1 free unlisted attaching option for every 1.1 New Shares allocated in the Placement, with an exercise price of A$0.24 per option and an expiration date of 3 years from the date of issue ("**Attaching Options**"). The Attaching Options will be issued subject to shareholder approval, to be obtained at an EGM of the Company in the coming months. The New Shares issued under the Placement and shares issued upon the exercise of the Attaching Options will rank equally with the Company's existing shares on issue.

The Placement was strongly supported by new institutional and sophisticated investors and several existing shareholders. Two new cornerstone investors will emerge as substantial shareholders following completion of Tranche 2.

Bell Potter Securities Limited acted as sole lead manager and bookrunner to the Placement.

Share Purchase Plan

As part of the capital raising, the Company will also undertake a Share Purchase Plan ("**SPP**") to raise up to an additional $2,000,000. The SPP will be offered to existing eligible shareholders, being shareholders of the Company with a registered address in Australia and New Zealand ("**Eligible Shareholders**").

Pursuant to the SPP, Eligible Shareholders will have the opportunity to apply (without incurring brokerage fees) for up to $30,000 worth of new Shares ("**SPP Shares**") at the Placement Offer Price of $0.175.

The offer under the SPP is expected to open on Tuesday, 25 November 2025 and close on Monday, 12 January 2026.

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Further details on the SPP will be set out in the SPP Offer Booklet to be sent to Eligible Shareholders shortly.

Timetable

The following timetable is indicative only and may be subject to change at the sole discretion of the Company in consultation with the Lead Manager, and in compliance with the ASX Listing Rules and Corporations Act.

SPP Record Date	**7pm Monday, 17 November**
Placement and SPP Announced	**Tuesday, 18 November 2025**
Placement Tranche One Settlement Date	Monday, 24 November 2025
Placement Tranche One Allotment Date	Tuesday, 25 November 2025
SPP Opening Date	Tuesday, 25 November 2025
SPP Closing Date	5.00pm (Sydney Time), Monday 12 January 2026
SPP Results Announced and SPP Shares Issued	January 2026
General Meeting	January 2026
Placement Tranche Two Settlement Date	January 2026
Placement Tranche Two Allotment Date	January 2026

Appointment of Executive Chair

The Company is also pleased to confirm that as part of the transitional transaction Mr David Geraghty, currently Non-Executive Chairman, will step into the role of Executive Chairman, effective 17 November 2025.

This transition reflects the Company's continued focus on accelerating its growth and development strategy across its expanding portfolio of Western Australian gold assets, following a period of significant corporate and operational progress.

Forrestania now has a clear path to production post the completion of the acquisition of the Lake Johnston processing facility which requires dedicated executive leadership.

Mr Geraghty is a metallurgical engineer with more than 30 years of experience spanning mining operations, project development, and corporate leadership across key commodities including gold, iron ore, mineral sands, lithium, tin, and manganese. He brings deep expertise in scaling resources businesses from exploration through to production and has a proven record in building high-performance teams and executing disciplined growth strategies.

Mr Geraghty joined Forrestania's Board in May 2025 and has served as Forrestania's Non-Executive Chairman since July 2025, during which time the Company has restructured its board, consolidated key gold projects, and advanced its position as an emerging Western Australian gold developer. His transition to an executive role enables the Company to further

leverage his operational and strategic experience as Forrestania continues to progress multiple near-term development opportunities and potential corporate transactions.

Pursuant to Listing Rule 3.16.4, Mr Geraghty will be paid a salary of $500,000 per annum for acting in his executive capacity, and has indicated that, subject to shareholder approval, he is open to receiving that salary in equity where it is in the interests of the Company's cashflows to do so. Mr Geraghty's executive services agreement is otherwise on terms consistent with other executive services agreements, and contains a six month notice period (for either party), the right to participate in the Company incentive plans (subject to shareholder approval).

This announcement has been authorised for release by Forrestania Resources' Board.

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About Forrestania Resources Limited

Forrestania Resources Limited (ASX: FRS) is a rapidly growing gold exploration and development company focused on building a portfolio of high-quality projects across Western Australia's premier mining districts.

Led by a refreshed and experienced board, Forrestania is strategically expanding its footprint across the Southern Cross, Eastern Goldfields and Forrestania regions through disciplined exploration, selective acquisitions and a commitment to unlocking the broader potential of these highly prospective belts.

In the Southern Cross district, the Company is advancing a strategy to define significant gold resources capable of supporting long-term development opportunities.

The Forrestania Project, from which the Company takes its name, lies within a world-class mineral province adjacent to the historic Bounty gold mine (~1Moz historic production) and in proximity to major mining operations, underscoring the region's exceptional prospectivity.

Further north, Forrestania's projects near Coolgardie and Menzies provide additional exposure to gold and base metals within proven mineralised corridors of the Eastern Goldfields.

Forrestania Resources is dedicated to creating shareholder value through systematic exploration, strong technical execution and a focused approach to growing its gold asset base across Western Australia.

