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20 January 2026

Group 6 Metals Limited
Quarterly Activities Report
Quarter ended 31 December 2025

HIGHLIGHTS

DOLPHIN TUNGSTEN MINE OPERATIONS

- WO_3 production for the quarter was a record 26,175 MTUs, an increase of more than 51% QoQ, and making Group 6 Metals a significant global tungsten concentrate producer.
- Processing plant performance continues to respond positively to improvement investments with 70,004 tonnes of ore processed in the quarter.
- Preparations for the transition to underground mining continue with development works in the pit and 15,765 tonnes of remnant ore recovered.
- End of quarter total ore stockpiles equated to 447kt at an average grade of 0.38% WO_3 representing circa 182,000 MTUs of contained metal.
- Zero Lost Time Injuries and no environmental events were recorded during the quarter.

CORPORATE AND FINANCIAL

- Record sales of 27,007 MTUs WO_3 for the quarter.
- Revenue realised of AU$17.55 million, and cash receipts from customers of $16.0 million up 92% QoQ.
- Cash generated from operating activities was $1.5 million, and the Company recorded net cash inflows of $1.3 million in the quarter.
- Total debt was reduced from $34.1 million to $24.2 million after warrants were exercised.
- Closing cash balance at quarter end was $3.5 million with debt facilities available of $2.5 million and only $800k of debt repayable within 12-months of quarter end.

TUNGSTEN MARKET

- Ammonium Paratungstate (“APT”) CIF Rotterdam/Baltimore quoted prices per MTU have experienced strong support rising from circa US$335 to US$1,000 in the last 12 months, driven by increasing demand for the critical mineral from defence, aerospace, electric vehicles (EVs), and electronics, alongside constrained supply, particularly from China's production quotas and limited Western production sources.

Dolphin Tungsten Mine, Grassy, TAS 7256 | info@g6m.com.au

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Dolphin Tungsten Mine Activities in Detail

Mining

- Having completed the final stages of planned open cut mining at the Dolphin pit in the previous quarter, mining activities were limited to incidental remnant ore mined as part of development works related to preparations for the underground mining phase.
- Work on haulage roadways, pit flood water management, existing underground portal access, and tailings storage facility extension was performed during the quarter as part of on-going preparations for the underground mining phase.

Processing

- Processing of accumulated ore stockpiles has been ongoing and is planned to continue whilst preparing for Dolphin underground ore delivery.
- End of quarter total stockpiles including high-, medium- and low-grade equated to 477kt at an average grade of 0.38% WO_3[1] representing circa 182k MTU[2] of contained metal.
- Process plant throughput in the quarter was 70kt with an average estimated feed grade of 0.65%. Throughput volumes greatly exceeded the previous quarter and represented record figures since G6M operations commenced.
- Tungsten production for the quarter was 26,175 MTU, highlighted by production in October of 9,314 MTU each of which were record numbers for a quarter and month respectively.

[1] Tungsten trioxide, based on pit grade estimation
[2] A metric ton unit (**MTU**) is 10 Kg WO_3

Quarterly Comparison

A summary of key safety, environment and production statistics relevant to the operations for the last quarter and comparative quarters are as follows:

	Unit of Measure	Q3 FY25	Q4 FY25	Q1 FY26	Q2 FY26
Safety and environment					
Lost time incidents	No.	2	0	0	0
Production					
Waste mined	t	283,478	258,237	1,528	9,825
Ore mined	t	112,201	202,152	6,008	15,765
Plant feed volumes	t	45,124	52,159	52,113	70,004
Average feed grade	WO_3%	0.71%	0.67%	0.65%	0.65%
WO_3 produced	MTU	14,955	19,294	17,293	26,175
WO_3 sold	MTU	14,948	19,846	15,888	27,007

December 2025 Quarter by Month

	Unit of Measure	October	November	December
Production				
Plant feed volumes	t	23,969	19,010	27,025
Average feed grade	WO_3%	0.70%	0.68%	0.59%
WO_3 produced	MTU	9,314	7,795	9,066

From a safety perspective, the Company recorded its third quarter in a row without a lost time incident.

The Company performed small-scale excavation operations from the Stage 1A pit of Dolphin open cut resulting in 15,765 tonnes of ore brought to stockpiles. Aside from this nominal mining activity, the Company continued its focus on processing existing stockpiles. As at 31 December 2025, total ore stockpiles are 477kt and the Company remains on track to draw ore from those stockpiles through to at least June 2026, generating significant positive cashflows to support operations. Concurrently, the Company is planning development and capital expenditure for underground mining activities.

Corporate and Financial

Cash position

The Company held $3.5 million in cash as at 31 December 2025. As at that date, the Company had available $2.5 million of cash loan facilities and only $800k of debt due within 12-months of quarter end.

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Financing

On 1 October 2025, the Company increased its debt by $500,000 with a draw down from its $1,000,000 bridging facility agreement with Senior Lending Group member Abex Limited. In addition, the Company entered into a $1,000,000 bridging facility agreement (currently undrawn) with Senior Lending Group participant Pure Asset Management Pty Limited. The terms and conditions of that bridging facility are identical to those entered into with the other members, with an interest rate or 12% per annum and maturity date of 30 April 2027. As at 31 December 2025, the Company has access to draw down from a total of $2,500,000 in available bridging facilities from the Senior Lending Group.

Conversion and Expiry of Warrants

On the 28th and 31st of October 2025, members of the Company's Senior Lending Group exercised 28,332,142 warrants at $0.35, converting $9,916,599 of debt into 28,332,142 ordinary shares. As a result, the Company's debt was reduced from $34,112,500 to $24,195,901. Overall, there were 72,321,431 warrants held by the Senior Lending Group and exercisable at $0.35 by 31 October 2025. Therefore, 43,989,289 of these warrants expired during the quarter.

Other warrants

During the quarter, 169,644 G6MAI warrants, exercisable at $19.60 on various dates, expired.

Licences and Leases

The Company holds the following licences and leases as at 31 December 2025:

	Interest
Exploration Licence EL19/2001 at Grassy, King Island (63 sq km) (expires 14 December 2026)	100%
Mining Lease CML 2080P/M at Grassy, King Island (566 hectares) (expires 5 December 2029)	100%

There was no material activity at the exploration tenement during the quarter. The tenement is not subject to any farm-in or farm-out agreements.

There have been no mining tenements acquired or disposed of during the quarter.

Payments to related parties of the entity and their associates

The amount included in section 6.1 of the Appendix 5B includes cash payments of $292,141 in director's fees, remuneration and payments to related associates. $147,908 of those payments were made to William Adams Pty Ltd and United Equipment Pty Ltd, companies controlled by director Dale Elphinstone. The payments were for the rental of mining equipment, spare parts and related services under an arrangement between William Adams and United Equipment and the Company on arms' length terms.

In addition to the above, the Company purchased mining equipment outright from William Adams Pty Ltd by paying $138,956 and received $354,414 from William Adams Pty Ltd upon disposal of excess mining equipment. Each of these transactions pertained to equipment previously under rent-to-purchase arrangements with William Adams Pty Ltd.

Critical Minerals Market

- Continued rise in WO3 prices, driven by global events and restriction of Chinese production and exports, and limited supply from Western tungsten concentrate producers. As at the date of the lodgement of this report, the Ammonium Paratungstate ("APT") CIF Rotterdam/Baltimore quoted prices per MTU have risen to US$1,000.
- Announcement of United States-Australia Framework for Securing of Supply in the Mining and Processing of Critical Mineral provides a positive backdrop for the Company.

Group 6 Metals Executive Chairman Kevin Pallas said:

Business Progress

"For Group 6 Metals, the December 2025 quarter represented a period of record achievements, placing us as a significant global tungsten concentrate producer. Our plan to process existing ore stockpiles in a more efficient and consistent manner, whilst preparing for the transition to underground mining at the Dolphin Tungsten Mine, King Island, is playing out. World tungsten price increases certainly assisted in our quarterly revenue performance, but to sell at these elevated prices the metal must first be produced in volumes that support a sustainable and vibrant business. We produced a lot of metal this quarter, and we are poised to continue doing so into the future."

"There was a significant reduction in processing plant unplanned downtime, and with several of the planned rectifications and upgrades to critical plant components having been completed, the production facility was far better positioned for steady-state operations. Our processing team have gained a deeper understanding of our plant dynamics, and for the past 12 months everyone has put in a huge effort throughout our plant rectification programme. Consequently, improvements in plant availability and capability have largely driven the December quarter record production outcomes."

"Processing plant feed grades remained steady at 0.65% on average as we progressed through our ore stockpiles of which about 477 thousand tonnes remain to process before the stockpile is augmented with fresh, high-grade underground ore in coming months. Feed volumes were 70 thousand tonnes with production of 26,175 MTUs compared to 52 thousand tonnes and 17,293 MTUs in the previous quarter."

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"The production result is a 50% increase quarter-over-quarter, and the entire G6M team can feel very proud of this achievement, especially coming from the precarious position that the Company was in some 12 months ago".

"Our revenue and cash generation were also at record levels in the December 2025 quarter. We will continue to see the benefits of elevated APT prices as this trend manifests through our sales-side supply chain in months to come, and the global tungsten supply deficit endures."

Conclusion

Mr Pallas concluded:

"Through the strong support of our cornerstone investors, our balance sheet is now in far better shape. Total debt is down to $24 million, and our cash balances are growing. We recognise the heavy lifting that now needs to be done as we progress our underground mine transition, but along with this we are excited about the reward that awaits when we begin production of high-grade ore from one of the world's richest scheelite deposits. With a strong tungsten market, growing concentrate production momentum, and further processing plant improvements and other value-adding initiatives underway, we are confident of continued strong outcomes for the foreseeable future. The Company looks forward to re-instatement on the Australian Securities Exchange and continues to work towards that goal."

Approved for release by the Board of Group 6 Metals Limited.

For more information, please contact:

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About Group 6 Metals

Group 6 Metals Limited (ASX: G6M), previously known as King Island Scheelite Limited (ASX: KIS), is an Australian resources exploration and development company. The Company's name honours tungsten as Group 6 Metals' first commodity project (The Dolphin Mine) under development, as tungsten is a member of Group 6 of the periodic table along with chromium and molybdenum, as well as being a critical mineral and a geopolitically strategic resource.

The Company is focused on redeveloping its 100%-owned Dolphin Mine located on King Island, Tasmania. Initially, the focus is on producing a high-grade tungsten concentrate with longer-term plans to value-add the product for supply to the upstream tungsten industry.

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Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report (revised)

Name of entity

GROUP 6 METALS LIMITED

ABN	Quarter ended ("current quarter")
40 004 681 734	31 December 2025

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	16,047	24,443
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(a) development	-	-
	(b) production	(10,436)	(17,945)
	(c) staff costs	(3,229)	(6,383)
	(d) administration and corporate costs	(878)	(1,831)
1.3	Dividends received	-	-
1.4	Interest received	7	30
1.5	Interest and other costs of finance paid	(33)	(74)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash generated (used) in operating activities**	**1,478**	**(1,760)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) property, plant, equipment and mine development	(511)	(3,039)
	(b) exploration & evaluation	-	-
2.2	Proceeds from the disposal of property, plant, and equipment	354	354
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash used in investing activities**	**(157)**	**(2,685)**

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	500	1,500
3.6	Repayment of principal on leases	(551)	(1,213)
3.7	Prepaid transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from financing activities**	**(51)**	**287**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	2,199	7,626
4.2	Net cash from / (used in) operating activities (item 1.9 above)	1,478	(1,760)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(157)	(2,685)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(51)	287
4.5	Effect of movement in exchange rates on cash held	1	2
4.6	**Cash and cash equivalents at end of period**	**3,470**	**3,470**

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5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	3,470	2,199
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**3,470**	**2,199**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	292
6.2	Aggregate amount of payments to related parties and their associates included in item 2	139

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

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7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	26,696	24,196
7.2	Credit standby arrangements		
7.3	Other (Mobile fleet finance facility)	10,300	1,250
7.4	**Total financing facilities**	36,996	25,446

7.5	**Unused financing facilities available at quarter end**	**11,550**
7.6	**Unused financing facilities available at quarter end for working capital**	**2,500***

*excludes the mobile fleet finance facility which is restricted to equipment leasing arrangements only.

7.7 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

Lender	Facility Type	Facility	Funds drawn	Interest Rate	Maturity date	Secured/ Unsecured
Pure Asset Management Pty Ltd	Debt	$6,500,000	$6,500,000	12.00%	30/04/2027	Secured
Pure Asset Management Pty Ltd	Bridging Debt	$1,000,000	$-	12.00%	30/04/2027	N/A (undrawn)
Chrysalis Investments Pty Ltd ATF The Ellis Family Trust	Debt	$1,000,000	$1,000,000	12.00%	30/04/2027	Secured
Chrysalis Investments Pty Ltd ATF The Ellis Family Trust	Bridging Debt	$1,000,000	$500,000	12.00%	30/04/2027	Unsecured, pending shareholder approval
Elphinstone Holdings Pty Ltd	Debt	$2,208,401	$2,208,401	12.00%	30/04/2027	Secured
Elphinstone Holdings Pty Ltd	Bridging Debt	$1,000,000	$500,000	12.00%	30/04/2027	Unsecured, pending shareholder approval
Abex Limited	Debt	$4,687,500	$4,687,500	12.00%	30/04/2027	Secured
Abex Limited	Bridging Debt	$1,000,000	$500,000	12.00%	30/04/2027	Unsecured, pending shareholder approval
Ballarat & Clarendon College Ltd (BCC)	Debt	$800,000	$800,000	Variable	30/06/2026	Secured
State of Tasmania	Debt	$7,500,000	$7,500,000	12.00%	30/04/2027	Secured
OEM Financier	Mobile mining fleet facility	$10,300,000	$1,249,995	Various	48 months from drawdown	Secured against mobile equipment financed

8.	Estimated cash available for future operating activities	$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	1,478
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant inflow/ (outgoings) (item 8.1 + item 8.2)	1,478
8.4	Cash and cash equivalents at quarter end (item 4.6)	3,470
8.5	Unused finance facilities available at quarter end for working capital (item 7.6)	2,500
8.6	Total available funding (item 8.4 + item 8.5)	5,970
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	N/A

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

N/A.

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

N/A.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

N/A.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 20 January 2026

Authorised by: Board of Directors
(Name of body or officer authorising release – see note 4)

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Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.

2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.

3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".

5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

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