Quarterly Report

HILLGROVE RESOURCES LIMITED REPORT FOR QUARTER ENDED 31 DECEMBER 2025

HILLGROVE DELIVERS ON 2025 GUIDANCE AND SETS PATH FOR 2026

Key achievements:

- **2025 Overall Performance:**
  - 11,315 tonnes (**t**) Cu production, within the guidance range of 11,000-11,500t.
  - All-in-costs (**AIC**) at US$4.29/lb, lower end of the guidance range of US4.20-4.45/lb.
  - 2025 total operating mine cash flow of $35.8 million and a cash balance of $20.6 million.
- **Operational Performance**
  - Highest quarterly Cu production in 2025 at 2,962 tonnes.
  - 5% quarter-on-quarter (**QoQ**) Cu production increase.
  - Highest quarterly underground development achieved in 2025 of 2,116 meters (**m**).
  - Mined and processed tonnes exceeding a 1.5 million tonnes per annum (**Mtpa**) run rate.
- **Second Ore Source at Nugent Commences to Expand Production**
  - Nugent Stope production commenced on 15 October 2025[1], ahead of schedule.
  - Nugent Decline connection to Kavanagh completed on 19 December 2025[2], establishing an underground link between the Nugent and Kavanagh mining areas.
- **2026 Annual Mineral Resources and Ore Reserves Estimate Delivered[3]**
  - 43% increase in Ore Reserve Estimate (**ORE**) total tonnes: 4.0Mt at 0.85% Cu and 0.22g/t Au, containing 34kt Cu and 29koz Au.
  - 14% increase in Mineral Resource Estimate (**MRE**) total tonnes: 22Mt at 0.74% Cu and 0.17g/t Au, containing 160kt Cu and 120koz Au.
- **Drilling Success:**
  - 19,075 drilling meters completed during the December Quarter (**Dec Qtr**), bringing the 2025 full year drilling to 69,215m, exceeding the 60,000m target.
  - Kavanagh drilling returned a number of significant intercepts[4], including 25m @ 1.82% Cu[5], 14m @ 2.44% Cu[5], 4.2m @ 3.79% Cu[5], and 10m @ 2.4% Cu[5], demonstrating a material expansion of the East Kavanagh zone and greater understanding of the lode geometry.
  - The 2026 Exploration Update[6] was released, outlining a planned surface and underground drill program at Kavanagh, Nugent and Emily Star. The program comprises of 58,000m of underground and 5,000m of surface drilling aimed at accelerating resource growth. Notably up to 12,000m of underground drilling is dedicated to Emily Star, highlighting its strong potential to deliver near-mine extensions.

CY2026 GUIDANCE

- 12,750–14,000t Cu production at an All-in Sustaining Cost (**AISC**) of A$5.75-A$6.25/lb payable Cu sold.
- Major capital investment of A$8-10 million includes development of Emily Star and North Kavanagh exploration inclines, underground drilling for Emily Star and surface drilling for Kavanagh extensions.

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[1] *Refer to ASX release on 15 October 2025, titled "Hillgrove Resources Commences Production from Nugent".*

[2] *Refer to ASX release on 19 December 2025, titled "Nugent Decline Completed on Schedule".*

[3] *Refer to ASX release on 30 October 2025, titled "Hillgrove Resources Delivers Reserve Extension at 1.0%CuEq*".*

[4] *Refer to ASX release on 22 October 2025, titled "Hillgrove Resources High-Grade Copper-Gold Results in Kavanagh".*

[5] *Intercepts reported without gold results were analysed using XRF and consequently do not include a gold assay.*

[6] *Refer to ASX release on 11 December 2025, titled "Kanmantoo 2026 Exploration Update"*

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CEO AND MANAGING DIRECTOR'S STATEMENT

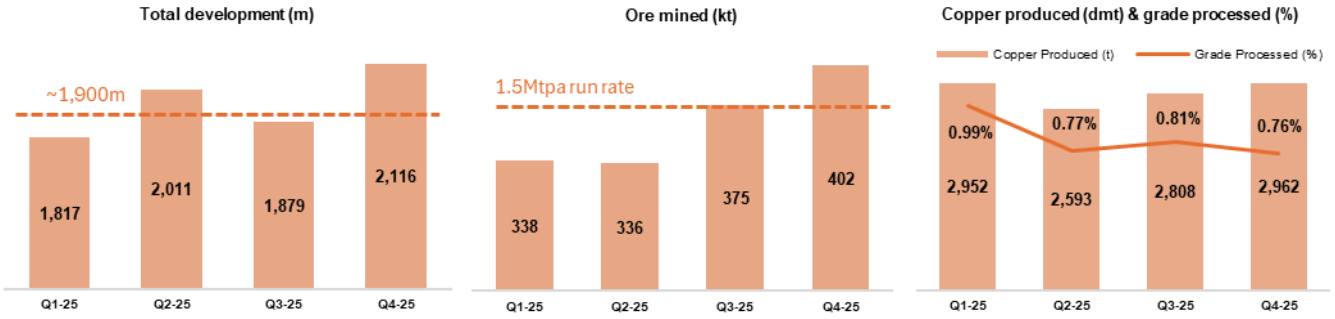
Commenting on the 2025 Dec Qtr results, Hillgrove Chief Executive Officer and Managing Director, Bob Fulker said:

"The December quarter capped off a year of strong progress at Kanmantoo, with production expanded to utilise available processing capacity and position the operation for long-term growth. Development is on track, ore mining rates have increased and will continue to lift through 2026, and we continue to work through the Kavanagh pinch zone.

With Nugent stope production now underway and providing a second ore source, we are well placed to lift mining rates in the first half of 2026, supporting further reductions in unit costs in the second half of 2026. Our 2026 focus is clear: strengthen safety performance, maintain cost discipline, invest capital prudently, ramp up production, and advance Emily Star as a potential third ore source following encouraging early drilling. Exploration programs will also continue to target resource growth.

Hillgrove finished the year within guidance, supported by consistent operational performance. The increase in Resources and Reserves underscores the strength of the Kanmantoo system and reinforces the potential for an extended mine life.

Today we have released our CY2026 copper production and All-in-Sustaining-Cost guidance. This guidance production range reflects copper only and does not include gold. Over the coming quarter, gold output is expected to increase as Nugent stope tonnages rise, providing additional revenue beyond the copper guidance."



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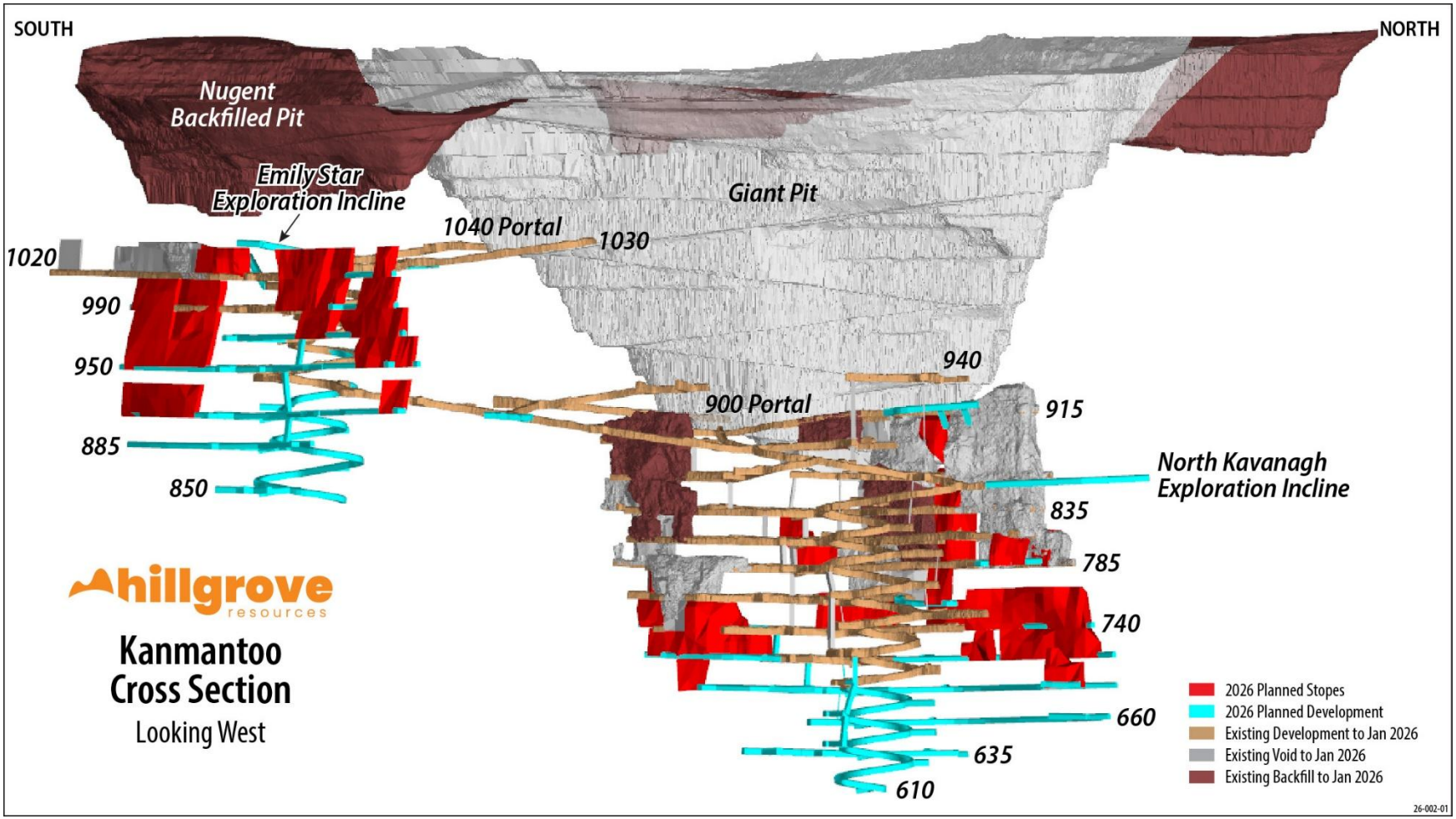


Figure 1: 2026 Planned development and stoping areas based on the 2025 Kanmantoo Mineral Resource Estimate

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SUSTAINABILITY

Hillgrove continued to advance its sustainability commitments, with the Kanmantoo Grassy Woodland Revegetation Project and Habitat Corridor Initiative receiving an honourable mention at the Premier's Awards in Energy and Mining. This recognition reflects both the quality of the work undertaken to date and the long-term potential of the program. Representatives from the Kanmantoo Site team and the Kanmantoo Callington Community Consultative Committee (K4C) attended the event, underscoring the strong partnership that underpins this initiative.

The Grassy Woodland Revegetation Project remains a central component of Hillgrove's environmental stewardship approach. The program is focused on restoring and re-establishing critically endangered peppermint box communities, enhancing riparian red gum remnants, and supporting habitat for endangered bird species in areas where vegetation has been previously cleared. Ongoing work to strengthen habitat connectivity continues to demonstrate the positive outcomes achievable through collaboration between mining operations and the local community.

Hillgrove remains committed to responsible land management, transparent community engagement, and the integration of sustainability considerations into operational planning and long-term site development.

OPERATIONS

The Kanmantoo Copper Mine (**Kanmantoo**) is situated in the Adelaide Hills region of South Australia, 60 kilometres from Adelaide. The strategic location of the mine offers significant advantages from an operating and capital cost perspective, as well as making the mine an employer of choice for the local skilled workforce.

Safety

The quarter saw a strong uplift in safety performance, with zero Recordable Injuries resulting in the first Recordable Injury free quarter since commencing the underground mine. As a result, the Dec Qtr 3 month moving average (**MMA**) Total Recordable Injury Frequency (**TRIF**) reduced to 0, bringing 12MMA TRIF to 20.7. The TRIF reduction reflects the momentum generated through targeted health, wellbeing, and injury prevention programs. An increased emphasis on time in the field, combined with deliberate reinforcement of complacency risks during the festive season, further supported this improvement.

Manual handling, hydration monitoring, and fatigue management were key focus areas, each building on the proactive approach to a safer workplace. More than 250 employees and contractors completed accredited Crystalline Silica Substances (**CSS**) training, reinforcing Hillgrove's commitment to a safe and compliant operating environment. The Kanmantoo Emergency Response Team was refreshed, with an updated training program established for 2026.

The Company remains committed to strong safety leadership, regulatory compliance and proactive risk management, with continued focus on workforce wellbeing and continuous improvement initiatives.

Production and Costs

Production and Cost Metrics (Unaudited)	Units	2025 Total	Dec Qtr 2025	Sep Qtr 2025	Jun Qtr 2025	Mar Qtr 2025
Mining Physicals						
Total Development	m	7,822	2,116	1,879	2,011	1,817
Inventory Mined	kt	1,450	402	375	336	338
Grade Mined	%	0.82	0.75	0.82	0.78	0.96
Processing Physicals						
Tonnes Processed	kt	1,445	410	366	353	316
Grade Processed	%	0.82	0.76	0.81	0.77	0.99
Recoveries	%	94.9	95.5	94.5	95.2	94.2
Production						
Copper Produced	t	11,315	2,962	2,808	2,593	2,952
Gold Produced	oz	2,249	753	711	555	730
Silver Produced	oz	85,721	20,899	20,321	19,604	24,897
Copper Sales						
Payable Copper Sold	t	11,024	3,121	2,422	2,572	2,909
Average Realised Price	A$/t	14,321	14,754	14,447	14,340	14,137
Cost Summary						
Mining	A$/lb	3.60	3.55	4.03	3.87	3.04
Processing	A$/lb	0.99	1.07	1.12	1.00	0.79
Site G&A	A$/lb	0.30	0.31	0.36	0.33	0.23
Transport and Offtake Charges	A$/lb	0.48	0.42	0.46	0.44	0.59
Inventory Movements	A$/lb	0.04	0.29	(0.49)	0.21	0.07
By-Product Credits	A$/lb	(0.69)	(0.87)	(0.79)	(0.61)	(0.53)
C1 Costs	**A$/lb**	**4.72**	**4.77**	**4.69**	**5.24**	**4.19**
Government Royalties	A$/lb	0.34	0.37	0.34	0.33	0.32
Sustaining Capital	A$/lb	0.84	0.90	0.90	0.83	0.74
Corporate G&A	A$/lb	0.29	0.26	0.43	0.29	0.22
All-in Sustaining Cost	**A$/lb**	**6.19**	**6.30**	**6.36**	**6.69**	**5.47**
All-in Sustaining Cost	**US$/lb**	**3.96**	**4.03**	**4.07**	**4.28**	**3.50**
Major Capital exc. Nugent	A$/lb	0.52	0.63	0.74	0.25	0.45
All-in Cost exc. Nugent	**A$/lb**	**6.71**	**6.93**	**7.10**	**6.94**	**5.92**
All-in Cost exc. Nugent	**US$/lb**	**4.29**	**4.44**	**4.54**	**4.44**	**3.79**
Depreciation and Amortisation	A$M	20.9	6.5	4.7	4.9	4.8
Nugent Development Not in AIC	A$M	8.6	0.0	3.5	5.1	0.0
Other Costs Not in AIC	A$M	2.2	0.4	0.3	0.4	1.1

Note: USD based on an exchange rate of 0.64. All cost metrics are based on payable copper sold.

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Total copper production increased 5% to 2,962t (Sep Qtr: 2,808t), reflecting improved mining and development efficiency. Ore mined increased to 402kt (+7% QoQ), underpinned by steady underground development and stope availability. Processed tonnes rose to 410kt, with 0.76% Cu grade and recoveries at 95.5%. Quarterly processed grade was lower, reflecting ongoing mining through the 'Pinch Zone'. By-product output also increased, with gold production up 6% QoQ and silver up 3% QoQ, strengthening by-product credits.

Realised copper prices rose to A$14,754/t, and higher payable copper sales supported a solid revenue performance for the quarter. Concentrate inventories declined from 1,729t at the end of the Sep Qtr to 536t at the end of the Dec Qtr, contributing to an improved revenue outcome.

AISC decreased to A$6.30/lb (US$4.03/lb), down from A$6.36/lb (US$4.07/lb) in the Sep Qtr, benefiting from higher payable copper sold. AIC also reduced on a unit basis to US$4.44/lb for the quarter.

On an absolute cost basis, AISC costs increased QoQ, driven by the increase in mining activity and a number of one-off costs including stock write-offs and unplanned plant maintenance. These impacts were partially offset by improved by-product credits, along with increased payable Cu sold, supported a lower unit cost profile.

Year-to-date AIC of US$4.29/lb for 2025, positioning the Company at the lower end of the FY25 guidance range of US$4.20–4.45/lb.

Nugent Ore Production Begins and Decline Completed on Schedule

Ore Production at the Nugent deposit commenced on 15 October 2025, ahead of schedule, representing a second ore source for the mine. The Nugent Decline successfully broke through on 19 December 2025, establishing an underground link between the Nugent and Kavanagh mining areas. The opening of Nugent and the connection of the two mining areas will assist in alleviating the Kavanagh ore body congestion by adding mining fronts and production levels, as well as offering future trucking efficiencies with a decline loop. A total of $21 million was spent on the Nugent development project, which was in line with the project budget.

Nugent plays a critical role in the growth trajectory of Kanmantoo, and along with the Kavanagh mineralisation, is expected to deliver an increase in mining rates to 1.7-1.8Mtpa in H1 2026. The increased mining rate will in turn lower the AISC rate and increase margin in the second half of 2026.

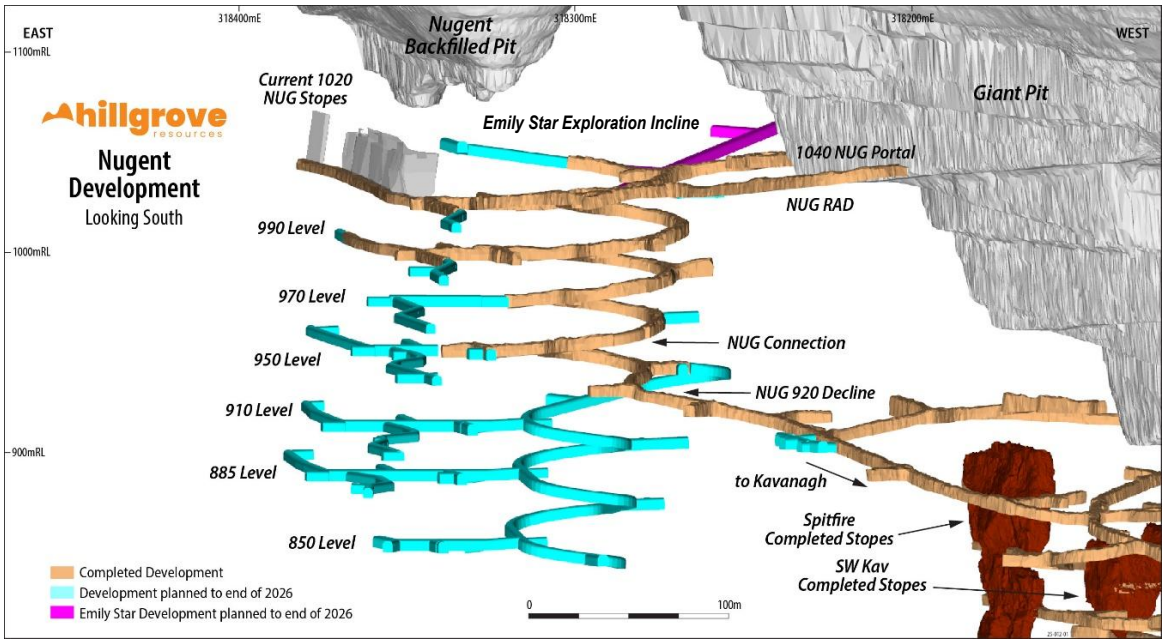


Figure 2: Nugent decline completed to Kavanagh connection drive

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Resource Drilling

Active resource drilling focused on extension and infill opportunities. This dual approach delivered near-term value through increased geological confidence, leading to more accurate mine planning while also unlocking longer-term growth potential by testing the boundaries of known mineralisation zones. These efforts form a core part of the strategy to extend mine life, optimise stoping sequences, and position Kanmantoo for sustained copper production.

The resource expansion drilling completed during the quarter targeted along strike and down-dip extensions of the Kavanagh Mineral Resources. A total of 19,075m drilling metres was completed from both Grade Control and Resource Expansion drilling with 100 holes drilled, bringing the Year-to-Date (**YTD**) total to 69,215m, exceeding the 2025 target of 60,000m. These Kavanagh intercepts demonstrate a material expansion of the East Kavanagh zone and greater understanding of the lode geometry, with ongoing drilling targeting the northern and vertical extents of the resource.

Significant intersections at Kavanagh included[7]:

- 9.3m @ 1.46% Cu + 0.39g/t Au from 208.6m downhole (566m RL) in 25KVUG0620 in Kavanagh Central – the deepest Kavanagh Central intersection to date
- 7m @ 1.76% Cu + 0.02g/t Au from 88m downhole in 25KVUG0643 (721m RL) in Kavanagh East
- 9m @ 1.92% Cu + 0.48g/t Au from 129m downhole in 25KVUG0643 (729m RL) in Kavanagh Central
- 25m @ 1.82% Cu[8] from 89m downhole in 25KVUG0672 (715m RL) in Kavanagh East
- 14m @ 2.44% Cu[8] from 126m downhole in 25KVUG0648 (700mRL) in Kavanagh Central
- 4.2m @ 3.79% Cu[8] from 56.5m downhole in 25KVUG0648 (740m RL) in Kavanagh East
- 10m @ 2.4% Cu[8] from 58m downhole in 25KVUG0645 (745m RL) in Kavanagh East

2025 Mineral Resources and Ore Reserves Update

On 30 October 2025, Kanmantoo reported a substantial increase, post depletion, in its 2025 Mineral Resources and Ore Reserves (MROR) update[9].

2025 Ore Reserve Estimate (**ORE**)[9]:

- 4.0Mt at 0.85% Cu and 0.22g/t Au, containing 34kt Cu and 29koz Au.
- 43% increase in Reserve tonnes and 33% increase in contained Cu when compared to the 2024 ORE.
- The increase reflects the impact of ongoing grade control drilling and greater knowledge from the underground operation, which depleted 690kt of Ore.

2025 Mineral Resource Estimate (**MRE**)[9]:

- 22Mt at 0.74% Cu and 0.17g/t Au, containing 160kt Cu and 120koz Au.
- 14% increase in Resource tonnes and 46% increase in contained Au when compared to the 2024 MRE.
- Maiden underground MRE declared at Valentines.
- The increase reflects the impact of ongoing grade control, resource definition, and exploration drilling, partially offset by mining depletion of 1,060kt from the current underground operation.

Only 29,377m of the 2025 drilling were incorporated into the 2025 MROR update, due to the August data cut-off. The remaining will be reflected in the 2026 MROR update.

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[7] *Refer to ASX release on 22 October 2025, titled "Hillgrove Resources High-Grade Copper-Gold Results in Kavanagh".*

[8] *Intercepts reported without gold results were analysed using XRF and consequently do not include a gold assay*

[9] *Refer to ASX release on 30 October 2025, titled "Hillgrove Resources Delivers Reserve Extension at 1.0%CuEq*".*

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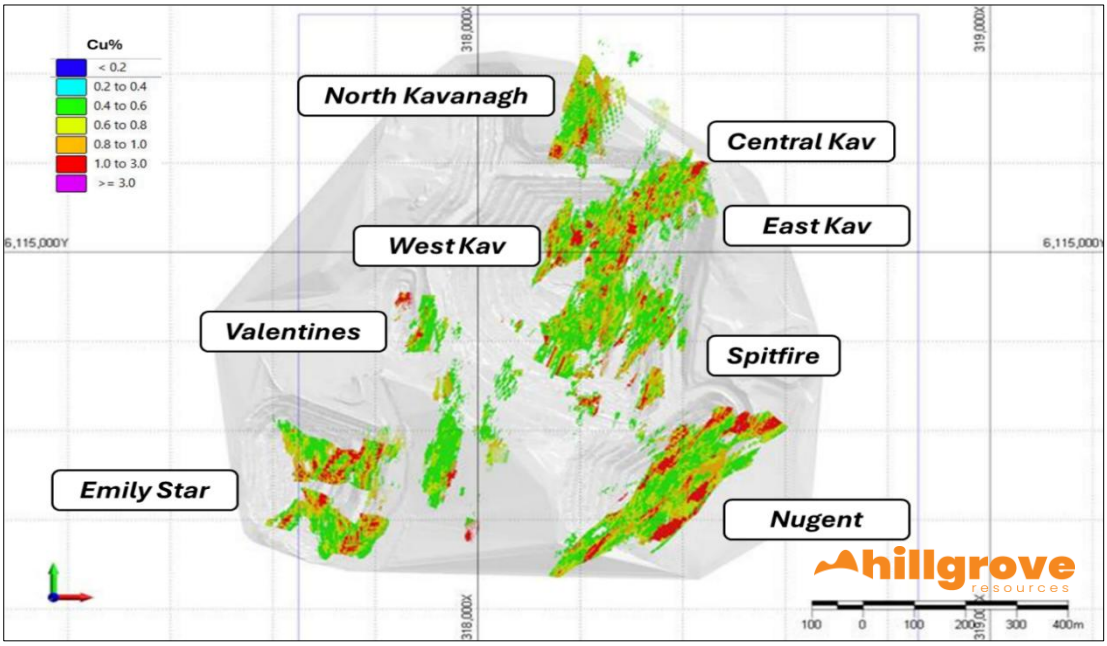


Figure 3: Plan view showing the location of the Kanmantoo Mineral Resources

EXPLORATION

2026 Exploration Target Update[10]

The 2026 Exploration Target for the Kanmantoo area was released on 11 December 2025, identifying upcoming exploration work programs and proposed drilling targets.

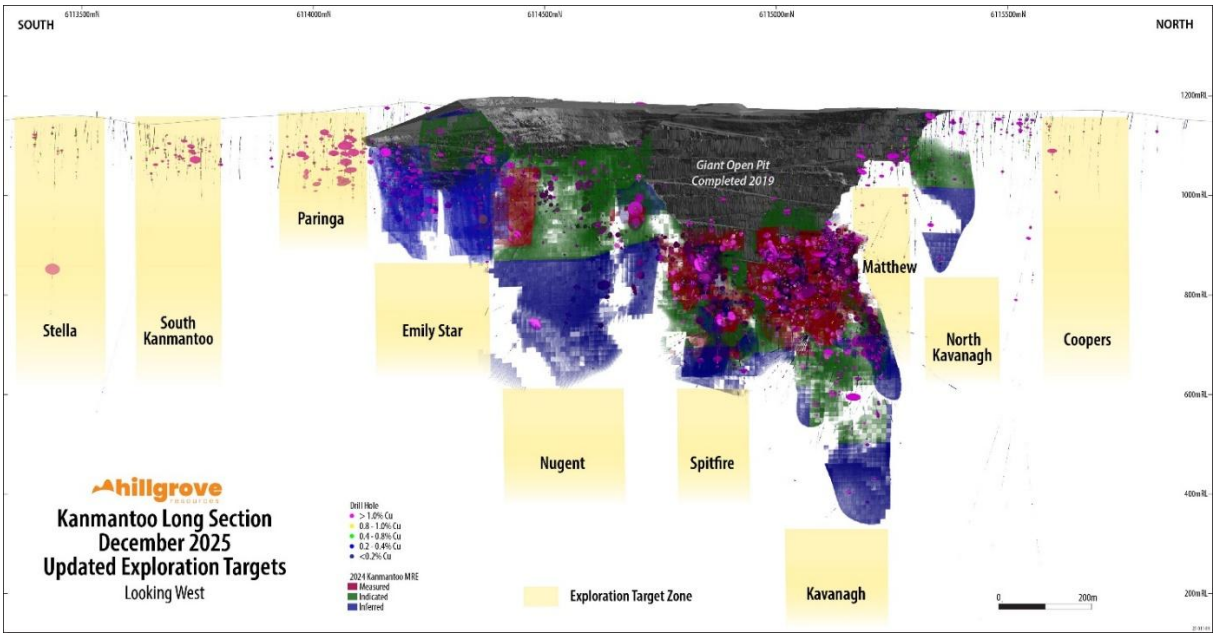


Figure 4: Longitudinal section of Exploration Target zone locations

[10] *Refer to ASX release on 11 December 2025, titled "Kanmantoo 2026 Exploration Update".*

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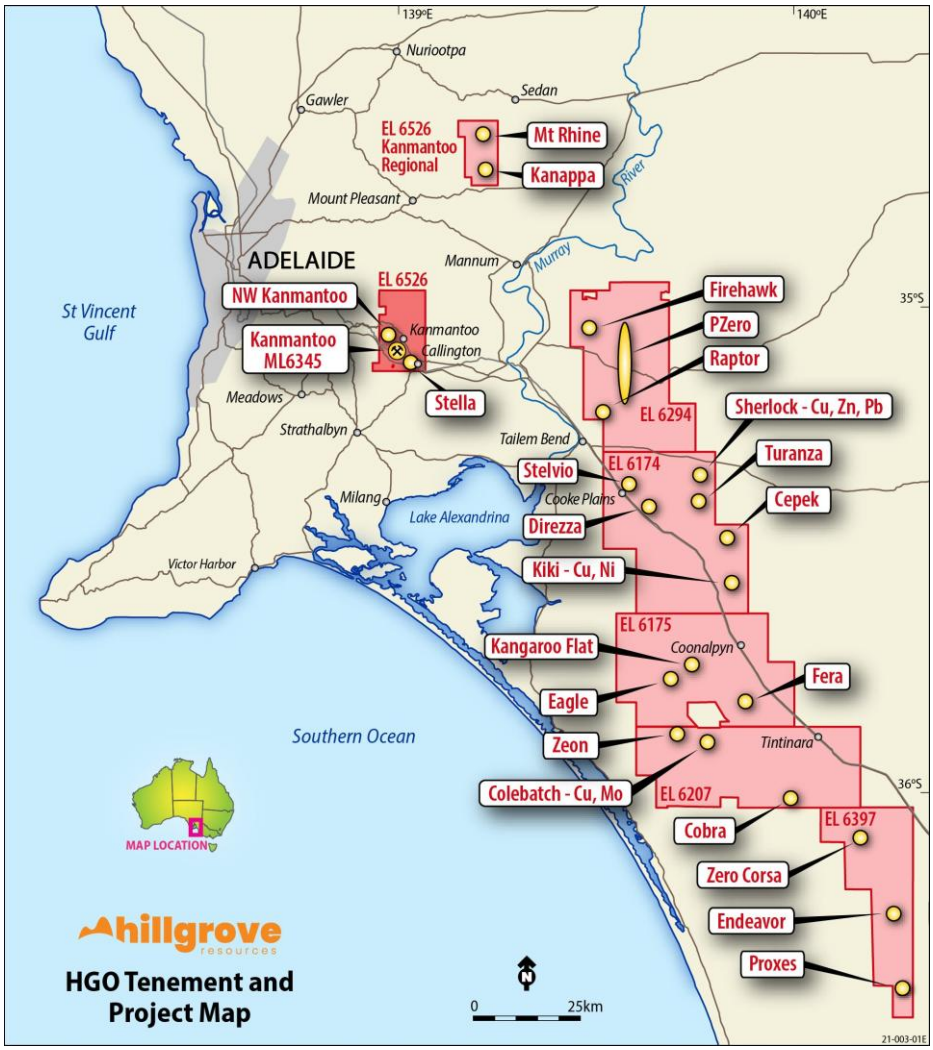


Figure 5:Hillgrove exploration licences and identified potential targets

GROUP FINANCIALS

Cash at the end of the quarter was $20.6 million plus total receivables of $8.1million and unsold concentrate of $2.1 million. The increase in trade receivables reflects the sale of concentrate on 31 December 2025 worth $4.1 million which was received in the first week of January.

Unaudited (A$ Million)	Q4 Dec 25	Q3 Sep 25	Q2 Jun 25	Q1 Mar 25
Cash excl. restricted	20.6	6.4	10.6	15.2
Trade Receivables	6.6	2.7	10.4	2.2
Other Receivables (GST and FTC)	1.5	1.3	1.5	1.2
Unsold Concentrate	2.1	5.2	1.5	2.3
TOTAL	**30.8**	**15.6**	**24.0**	**20.9**

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The Company completed an equity capital raise for $28 million at $0.035 per share on 30 September 2025[11], with the funds received during the December quarter. Operating mine cash flow for the quarter was $12.7 million, bringing 2025 total operating mine cash flow to $35.8 million.

The Company invested $10.5 million in capital expenditure during the quarter with $4.3 million in major capital, which included $4.0 million on Nugent development and $0.2 million on Emily Star development.

At 31 December 2025, the Company had 3,560 copper tonnes of hedges outstanding at a weighted average price of $14,459 per tonne scheduled for delivery from January 2026 to September 2026.

During the quarter, the Company made payments to related parties and their associates of $394,424. These payments comprise of non-executive directors' fees and executive director salaries, including superannuation and any applicable bonuses.

Placement[11]

The Placement was completed in two tranches with the Tranche 1 Placement raising $22.9 million (before costs) with the remaining Tranche 2 Placement raising $5.1 million (before costs).

Tranche 2 of the placement was completed, following shareholder approval at the Extraordinary General Meeting (**EGM**), held on 25 November 2025. The EGM resolutions provided the necessary authority for the issue of new shares under Tranche 2, including participation by Directors, ensuring compliance with ASX Listing Rules and the Corporations Act.

The placement strengthens Hillgrove's balance sheet, supports ongoing development activities, and provides additional funding flexibility. With Tranche 2 now finalised, the Company has completed the full placement program as outlined in a prior announcement on 30 September 2025[11], positioning Hillgrove to advance its strategic objectives and deliver on near-term growth initiatives.

2026 GUIDANCE

The successful completion of the Nugent Acceleration Project, together with the recently finished Nugent Decline at Kanmantoo, provides a robust platform for growth in calendar year 2026. The underground operation remains firmly on track to achieve a mining rate of 1.7–1.8Mtpa in H1 2026, with copper production forecast to increase from 2025 copper production of 11,315t to the 2026 guidance range of 12,750–14,000t, underscoring Kanmantoo's disciplined growth strategy.

Costs are forecast to ease in H2 2026 when increased mining rates drive lower unit operating costs. AISC guidance for 2026 of A$5.75–6.25/lb payable Cu sold (US$3.80–4.19/lb).

Major capital for the period, encompassing the Emily Star and North Kavanagh exploration inclines along with associated underground and surface drilling, is estimated at A$8–10 million.

A decision on Stage Two development of Emily Star will follow receipt of drilling results and completion of an economic assessment, anticipated in the H2 2026.

Metric	Guidance Range
Cu Produced (t)	12,750 – 14,000
AISC (A$/lb Payable Cu Sold)	5.75 – 6.25
Major Capital (A$ Million)	8 - 10

[11] *Refer to ASX release on 30 September 2025 titled 'Hillgrove Secures $28 Million Placement to Drive Copper Growth'.*

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Competent Persons Statement

The information in this report that relates to previously reported results were extracted from the ASX releases titled "Hillgrove Resources High-Grade Copper-Gold Results in Kavanagh" released on 22 October 2025 and is available to view at www.hillgroveresources.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this report that relates to planned drilling opportunities was extracted from the ASX release titled 'Kanmantoo 2026 Exploration Update' previously released on the 11 December 2025 and is available to view at www.hillgroveresources.com.au. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the information in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this report that relates to the 2025 Kanmantoo Mineral Resource Estimate and the 2025 Ore Reserve is extracted from ASX release titled "Hillgrove Delivers Ore Reserve Extension at 1.0% CuEq" released on 30 October 2025 and is available to view at www.hillgroveresources.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statement

This Report contains or may contain certain forward-looking statements and comments about future events, that are based on Hillgrove's beliefs, assumptions and expectations and on information currently available to management at the date of this presentation. Often, but not always, forward-looking statements can generally be identified by the use of forward-looking words such as "may", "will", "expect", "plan", "believes", "estimate", "anticipate", "outlook", and "guidance", or similar expressions, and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production and production potential, financial forecasts, product quality estimates of future Mineral Resources and Ore Reserves. Such statements are only expectations or beliefs and are subject to inherent risks and uncertainties which could cause actual values, results or performance achievements to differ materially from those expressed or implied in this announcement. Where Hillgrove expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and on a reasonable basis. No representation or warranty, express or implied, is made by Hillgrove that the matters stated in this presentation will in fact be achieved or prove to be correct. Except as required by law, Hillgrove undertakes no obligation to provide any additional or updated information or update any forward-looking statements whether on a result of new information, future events, results or otherwise. Readers are cautioned against placing undue reliance on forward-looking statements. These forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of Hillgrove, the directors, and management of Hillgrove. These factors include, but are not limited to difficulties in forecasting expected production quantities, the potential that any of Hillgrove's projects may experience technical, geological, metallurgical and mechanical problems, changes in market prices and other risks not anticipated by Hillgrove, changes in exchange rate assumptions, changes in product pricing assumptions, major changes in mine plans and/or resources, changes in equipment life or capability, emergence of previously underestimated technical challenges, increased costs, and demand for production inputs.

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CORPORATE INFORMATION	
Issued Share Capital at 31 December 2025	
Ordinary shares	3,414,092,137
Unlisted Options	72,571,428
Employee Performance Rights	99,539,958
Share Price Activity for the Quarter	
High	0.049
Low	0.030
Last (31 December 2025)	0.046

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Engage with this report at the Hillgrove Resources Investor Hub.

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APPENDIX A – 2025 KANMANTOO MINERAL RESOURCE ESTIMATE

Mine Area	JORC Classification	Tonnage (kt)	Cu (%)	Au (g/t)	Ag (g/t)	Cu Metal (kt)	Au Metal (koz)
Kavanagh (including Spitfire)	Measured	4,200	0.80	0.11	2.7	33	15
	Indicated	2,700	0.72	0.13	2.5	19	11
	Inferred [1]	5,800	0.65	0.14	2.5	38	26
	Sub-Total	**12,700**	**0.72**	**0.13**	**2.6**	**91**	**53**
North Kavanagh	Measured	-	-	-	-	-	-
	Indicated	180	0.78	0.12	3.4	1.4	0.7
	Inferred [2]	200	0.74	0.29	2.8	1.5	1.9
	Sub-Total	**380**	**0.76**	**0.21**	**3.0**	**2.9**	**2.6**
Nugent	Measured	550	0.83	0.38	2.3	4.6	6.7
	Indicated	2,300	0.75	0.37	2.0	17	28
	Inferred [3]	2,800	0.78	0.26	1.9	22	24
	Sub-Total	**5,700**	**0.77**	**0.32**	**2.0**	**44**	**59**
Valentines	Measured	-	-	-	-	-	-
	Indicated	200	0.65	0.07	1.3	1.3	0.5
	Inferred [4]	340	0.55	0.05	1.2	1.9	0.5
	Sub-Total	**540**	**0.59**	**0.06**	**1.2**	**3.2**	**1.0**
Emily Star *No change to 2024*	Measured	-	-	-	-	-	-
	Indicated	-	-	-	-	-	-
	Inferred	2,600	0.77	0.08	1.6	20	7
	Sub-Total	**2,600**	**0.77**	**0.08**	**1.6**	**20**	**7**
TOTAL		***22,000***	***0.74***	***0.17***	***2.3***	***160***	***120***

Notes:

1. Due to effects of rounding, total numbers may not sum.
2. Inferred 1 – includes Kavanagh high grade Inferred; Central Kavanagh, North Kavanagh and Valentines Categorical Indicator Kriging (CIK) Inferred.
3. Inferred 2 – includes North Kavanagh high grade Inferred only
4. Inferred 3 – includes Nugent high grade and CIK Inferred
5. Inferred 4 – includes Valentines high grade Inferred only
6. Reporting criteria are: Measured, Indicated and Inferred material (RESCAT = 1 or RESCAT = 2 or RESCAT = 3), Cu >= 0.40% (CU_PCT >= 0.4), in-situ (VOIZONE = 0) with reasonable prospects of eventual economic extraction envelope (MREZONE = 1), Reasonable Prospects for Eventual Economic Extraction (RPEEE=1).
7. Tonnage and metal are rounded to the nearest 1,000 tonnes, grades are rounded to two significant figures.
8. Mineral Resource is reported at a 0.40% Cu cut-off grade for all mine areas.
9. Mineral Resource is depleted for mining to 30 June 2025.
10. Mine depletion refers to the current Kanmantoo underground operation, and historical Giant, Nugent and Emily Star open pits.

The information is extracted from the report entitled 'Hillgrove Delivers Ore Reserve Extension at 1.0% CuEq'. released on 30 October 2025 and is available to view on the Hillgrove Website https://www.hillgroveresources.com.au/announcements. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

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APPENDIX B – 2025 KANMANTOO ORE RESERVE ESTIMATE

Mine Area	Classification	Tonnes (kt)	Cu (%)	Au (ppm)	Cu Eq (%)	Ag (ppm)	Cu Metal (kt)	Au Metal (koz)
Kavanagh	Proved	1,500	0.96	0.11	1.0	2.8	14	5
	Probable	900	0.89	0.19	1.0	2.9	8	5
	Sub-Total	**2,300**	**0.93**	**0.14**	**1.0**	**2.8**	**22**	**10**
Nugent	Proved	360	0.73	0.37	1.0	1.9	3	4
	Probable	1,300	0.73	0.34	0.9	1.9	9	14
	Sub-Total	**1,600**	**0.73**	**0.35**	**0.9**	**1.9**	**12**	**19**
Total Ore Reserves	Proved	1,800	0.92	0.16	1.0	2.6	17	9
	Probable	2,200	0.79	0.28	1.0	2.3	17	19
	Total	**4,000**	**0.85**	**0.22**	**1.0**	**2.4**	**34**	**29**

Notes:

1. Dry metric tonnes.
2. Stope cut-off grade 0.8% CuEq (Copper Equivalent) to define development limits, 0.6% CuEq for stopes along defined development. Development cut-off grade 0.4% Copper.
3. Approximately 40,000 tonnes of Measured Mineral Resource has been converted to Probable Ore Reserves. The tonnes are in Nugent Mine Area and are contained in a region with high water inflows from intercepting diamond drill holes. Further work is required to determine a strategy to profitably mine these tonnes.
4. Reported Ore Reserves do not include any diluting Inferred or Unclassified material. The mine schedule includes 277kt at 0.2% Cu of non-Reserving material that is mined as unavoidable dilution.
5. Reported grades are rounded to two decimal places, copper equivalent to one decimal place. Tonnes are rounded to two significant figures. Minimum stoping widths of 5m true width.
6. Reported grades are rounded to two decimal places. Tonnes are rounded to two significant figures.
7. Any minor apparent discrepancies for sums in the table are due to rounding.
8. The period of economic extraction is from July 2025 to April 2028.
9. Ore Reserves are converted from Mineral Resources based on October 2025 Mineral Resources, reported herewith.
10. Competent Person: Mark Hamilton MAusIMM (#221080).
11. Over 18 months of mining actual demonstrates very good ground conditions. It is expected that this will continue, with Geotech modelling demonstrating stability over modelled life of mine.

CuEq calculation takes into account all material cost drivers that differentiate value derived from copper and gold, expressed as copper grade in-situ. Drivers applied are concentrator recoveries, metal payability and metal prices. Silver (Ag) is not included in CuEq calculation due to immaterial value contribution. The following formula is used to calculate CuEq: CuEq = Cu% + (Au g/t / 31.1034 x Au Rec x Au Pay x Au Price) / Cu Pay / Cu Price / Cu Rec.

Driving values used for 2025 ORE: Metal prices: Cu Price = US$3.85/lb, Au Price = US$3,000/Oz. Metallurgical recoveries: Cu Rec = 94.5%, Au Rec = 55% Payability: Cu Pay = 95%, Au Pay = 90%. It is Hillgrove's view that all metals within this formula will be recovered and sold. Metallurgical recoveries are based on current plant performance. Metal payability is based on current concentrate quality and contracted marketing terms.

The information is extracted from the report entitled "Hillgrove Delivers Ore Reserve Extension at 1.0% CuEq". released on 30 October 2025 and is available to view on the Hillgrove Website https://www.hillgroveresources.com.au/announcements. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity	
Hillgrove Resources Limited	
ABN	**Quarter ended ("current quarter")**
73 004 297 116	31 December 2025

	Consolidated statement of cash flows	**Current quarter $A'000**	**Year to date (12 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	46,685	161,723
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	(41,649)	(117,973)
	(d) staff costs	(8,906)	(31,841)
	(e) administration and corporate costs	(1,677)	(7,908)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	144	333
1.5	Interest and other costs of finance paid	(4)	(8)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (GST)	4,375	16,023
1.9	**Net cash from / (used in) operating activities**	**(1,032)**	**20,349**

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2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(9,541)	(40,279)
	(d) exploration & evaluation	(171)	(475)
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(9,712)**	**(40,754)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	26,147	43,527
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	(235)	(564)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (payment of lease liabilities)	(647)	(4,865)
3.10	**Net cash from / (used in) financing activities**	**25,265**	**38,098**

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4.	Net increase / (decrease) in cash and cash equivalents for the period	Current quarter $A'000	Year to date $A'000
4.1	Cash and cash equivalents at beginning of period	6,432	3,260
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,032)	20,349
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(9,712)	(40,754)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	25,265	38,098
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**20,953**	**20,953**

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	20,953	6,432
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)**	**20,953**	**6,432**

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	394
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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.

The amount in item 6.1 comprises executive director salaries and non executive director fees during the quarter.

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	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	-	-

7.5	**Unused financing facilities available at quarter end**	-

7.6 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.

N/A

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,032)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(171)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,203)
8.4	Cash and cash equivalents at quarter end (item 4.6)	20,953
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	20,953
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	17.4

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.

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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.

22 January 2026

Date: .....

By the Board

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

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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