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19 FEBRUARY 2026

H1 FY26 FINANCIAL RESULTS

Sandfire Resources Ltd (Sandfire) is pleased to report its Financial Results for the half year ended 31 December 2025 in the following releases to the market:

- Appendix 4D and H1 FY26 Financial and Operational Review
- H1 FY26 Financial Results Presentation

These documents will be available on the ASX Company Announcements Platform (ASX code: SFR) and on the Sandfire website at: www.sandfire.com.au

A teleconference discussing the H1 FY26 Financial Results will be held on Thursday, 19 February 2026 commencing at 10:00am (AWST) / 1:00pm (AEDT). To participate in the live teleconference, please register at the link below:

https://s1.c-conf.com/diamondpass/10051549-ki8u7y.html

A live webcast of the teleconference will be available through Loghic Connect, at the link below:

https://loghic.eventsair.com/947741/582114/Site/Register

We recommend you log on at least five minutes before the scheduled commencement time.

- ENDS -

For further information, please contact:

Investor Relations
David Wilson
Head of Commercial
M: +61 407 909 313

Media Relations
Kirsten Stoney
Head of Corporate Affairs
M: +61 409 571 961

This announcement is authorised for release by Sandfire's Chief Executive Officer and Managing Director, Brendan Harris.

Sandfire Resources Ltd.
(ABN 55 105 154 185)

APPENDIX 4D FOR THE HALF YEAR ENDED 31 DECEMBER 2025

Results for announcement to the market

Current reporting period: six months ended 31 December 2025

Previous corresponding reporting period: six months ended 31 December 2024

This page and the following 20 pages comprise the half year end financial information given to the ASX under Listing Rule 4.2A and should be read in conjunction with the Directors' Report and the Financial Report for additional disclosures relating to the Appendix 4D, both which accompany this release.

		US$'000	Movement
Revenue from ordinary activities	Increase	672,071	17%
Profit from ordinary activities after tax attributable to members	Increase	97,061	88%
Net profit for the period attributable to members	Increase	97,061	88%
Underlying Earnings for the period	Increase	107,053	118%

Net tangible assets

Net tangible assets per share were US$3.90 as at 31 December 2025 (US$3.59 as at 31 December 2024).

Dividends

No dividends have been declared or paid during or since the end of the half year ended 31 December 2025.

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19 February 2026

H1 FY26 FINANCIAL RESULTS OVERVIEW

HIGHLIGHTS

Our strong financial position and growing profitability reflects the quality of our operations, proven operating and development credentials, and supportive environment for our base and precious metal products, which the world will increasingly depend on as energy markets transform:

- Reported a Total Recordable Injury Frequency (TRIF) of 1.3 at the end of H1 FY26 (30 June 2025: 1.7) and no significant environmental incidents in the period.
- Delivered Group Copper Equivalent (CuEq) production of 72.1kt[(a)] in H1 FY26 and have retained annual production, cost and capital expenditure guidance for MATSA and Motheo, with volumes weighted toward H2 FY26.
- Continued to focus on the basics to ensure our Underlying Operating Unit Costs[(b)(c)] at MATSA ($87/t of ore processed) and Motheo ($43/t of ore processed) remained well aligned with annual guidance in H1 FY26, with Motheo's costs to increase incrementally across the remainder of FY26 as the proportion of higher grade A4 ore feed rises, given additional haulage and handling costs.
- Reported a 19% increase in Underlying EBITDA to $304M and more than doubled Underlying Earnings to $107M in H1 FY26, for a statutory profit of $96M and Underlying EBITDA margin of 45%.
- Committed $112M to capital expenditure in H1 FY26, with the 14% increase in investment directed toward our infill and extension drilling program that has been designed to extend known resources and reserves, early works for our new tailings facility at MATSA, and additional drilling and study costs at Motheo to support declaration of a maiden reserve at A1 in Q4 FY26.
- Established a $13M net cash[(d)] balance as our high margin operations and strict capital discipline allowed us to inject $301M into our balance sheet over the past 12 months.

Subsequent to the end of H1 FY26, Sandfire also executed definitive transaction agreements with Havilah Resources Limited (ASX: HAV) to advance the Kalkaroo Copper-Gold Project (Kalkaroo) and establish an exploration strategic alliance across the highly prospective Curnamona Province in South Australia. These agreements grant Sandfire an exclusive right to earn an 80% interest in Kalkaroo for an effective upfront consideration of approximately A$117.6M[(e)], comprising A$31.5M in cash and 4,640,833 Sandfire shares. With activity to ramp-up at Kalkaroo across the remainder of FY26, we have increased Group capital expenditure guidance by $10M to $240M, whilst annual guidance for Group exploration and evaluation expenditure has also been marginally adjusted to include $2M to fund the planned regional program in the Curnamona Province and an additional $3M to further progress the Black Butte project while we undertake a review of its fit within our portfolio.

Financial highlights [(i)]

US$000	H1 FY26	H1 FY25	Change
Statutory financial measures			
Sales revenue	672,071	572,258	17%
Profit before net finance expense and income tax expense	151,533	96,395	57%
Profit after tax	**96,294**	**49,683**	**94%**
Basic earnings per share (US cents) [(ii)]	21.1	11.2	9.9
Ordinary dividends per share (US cents)	-	-	N/A
Other financial measures (non-statutory)			
Underlying Operations EBITDA	344,071	293,925	17%
Underlying EBITDA	**304,453**	**255,184**	**19%**
Underlying EBIT	160,399	101,941	57%
Underlying Earnings	**107,053**	**49,064**	**118%**
Basic Underlying earnings per share (US cents) [(ii)]	23.3	10.7	12.6

(i) A reconciliation of Underlying metrics to the statutory financial results in the Consolidated Income Statement is included in Note 3 Segment information to the financial statements.

(ii) Basic earnings per share is calculated as profit after tax attributable to the equity holders of Sandfire Resources Ltd divided by the weighted average number of shares on issue for the period. Basic Underlying earnings per share is calculated as Underlying Earnings divided by the weighted average number of shares on issue for the period.

This release should be read in conjunction with the Sandfire 2025 Annual Report, which was released on 28 August 2025. Readers are also encouraged to review the accompanying H1 FY26 Financial Results Presentation as it provides additional context in relation to the Group's performance. Materials are available on the ASX Company Announcements Platform (ASX code: SFR) and on Sandfire's website www.sandfire.com.au.

NOTES

(a) Unless otherwise stated CuEq for FY25 and FY26 are calculated based on the following average forward prices for FY26 in USD as at 30 June 2025 (all in USD): Cu $9,871/t, Zn $2,795/t, Pb $2,067/t, Ag $36.9/oz.
Guidance for Payable Metal is based on current commercial terms.
Copper equivalent is calculated using the following formula: Copper metal tonnes + Zn metal tonnes x (Zn price/Cu price) + Pb metal tonnes x (Pb price/Cu price) + Ag metal ounces x (Ag price/Cu price).
(b) Underlying measures provide insight into Sandfire's core business performance by excluding the effects of events that are not part of the Group's usual business activities, but should not be indicative of, or a substitute for, profit/(loss) after tax as a measure of actual operating performance or as a substitute to cash flow as a measure of liquidity.
(c) Underlying Operating Costs for MATSA include costs related to mining, processing, general and administration and transport, and excludes shipping costs which are offset against sales revenue for statutory reporting purposes; and for Motheo include costs related to mining, processing, general and administration, transport (including shipping) and royalties. Underlying Operating Costs displayed above exclude changes in finished goods inventories.
(d) Net cash/(debt) excludes capitalised transaction costs, leases, and accrued interest.
(e) Based on the Sandfire share price of A$18.55 at the close of trading on the ASX on 6 February 2026.
(f) Unless otherwise stated all currency figures are USD. Figures in Italics indicate that an adjustment has been made since the figures were previously reported.

IMPORTANT INFORMATION AND DISCLAIMERS

Forward-Looking Statements

Certain statements within or in connection with this release contain or comprise certain forward-looking statements regarding Sandfire's Mineral Resources and Reserves, exploration and project development operations, production rates, life of mine, projected cash flow, capital expenditure, operating costs and other economic performance and financial condition as well as general market outlook. Forward-looking statements can generally be identified by the use of forward-looking words such as 'expect', 'anticipate', 'may', 'likely', 'should', 'could', predict', 'propose', 'will', 'believe', 'estimate', 'target', 'guidance' and other similar expressions.

You are cautioned not to place undue reliance on forward-looking statements. Forward-looking statements are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. Although Sandfire believes that the expectations reflected in such forward-looking statements are reasonable, such expectations are only predictions and are subject to inherent risks and uncertainties which could cause actual values, results, performance or achievements to differ materially from those expressed, implied or projected in any forward-looking statements and no assurance can be given that such expectations will prove to have been correct.

Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, delays or changes in project development, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in metals prices and exchange rates and business and operational risk management.

Unless otherwise stated, the forward-looking statements are current as at the date of this announcement. Except as required by law or regulation, each of Sandfire, its officers, employees and advisors expressly disclaim any responsibility for the accuracy or completeness of the material contained in these forward-looking statements and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person as a consequence of any information in forward-looking statements or any error or omission. Sandfire undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events other than required by the Corporations Act and ASX Listing Rules. Accordingly, you should not place undue reliance on any forward-looking statement.

SFR Exploration Results, Mineral Resources and Ore Reserve estimates

The information in this announcement that relates to SFR's Exploration Results, Mineral Resources or Ore Reserves is extracted from previously reported ASX releases and is available at https://www.sandfire.com.au/investors/asx-announcements/ or www.asx.com.au.

The market announcements (public reports) relevant to SFR's Exploration Results, Mineral Resource and Ore Reserve estimates presented in this announcement are:

- 'Black Butte Copper Project Study Update' released to the ASX on 16 December 2025.
- '2025 Annual Report' released to the ASX on 28 August 2025.
- 'Motheo Consolidated Mineral Resources and Ore Reserves Update' released to the ASX on 28 August 2025.

Note: Sandfire confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements, and, in the case of estimates of Mineral Resources or Ore Reserves confirms that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

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Sandfire CEO and Managing Director, Mr Brendan Harris, said:

"We closed H1 FY26 with a TRIF of 1.3, down from 1.7 at the end of FY25. While it's pleasing to achieve an outcome that moves us closer toward our goal of having a workplace that is injury free, the number of high potential incidents remains a concern and underlines the importance of the work we're doing to establish repeatable systems and processes that will further strengthen our internal system of risk management and control.

"Our business is increasingly well positioned with two high-margin operations in Spain and Botswana, producing the commodities the world needs, and the recent addition of another copper and gold development opportunity in South Australia that has the potential to underpin a large scale, long life and low cost operation in a preferred jurisdiction.

"Our intentionally simple strategy and unwavering commitment to deliver safe, consistent and predictable performance is also being rewarded, as buoyant commodity markets and good cost control delivered a 19% increase in Underlying EBITDA to $304.5M and a more than 100% increase in Underlying Earnings to $107.1M. This approach to focus on the basics and maintain strict capital discipline through the cycle has fundamentally transformed our balance sheet and ensures we are increasingly well placed to invest in our continuing operations, direct capital toward new opportunities that have the potential to create meaningful value and return excess capital to shareholders in the future.

"As a growing, international copper producer that is exposed to operational and macro-economic volatility, we continue to believe our shareholders will be best placed if we maintain a strong balance sheet and a net cash position through the cycle as a priority. Having injected $494M into our balance sheet in the 21 months since our net debt peaked at $481M in March 2024, it is therefore important to consider our closing net cash balance of $13M within the context of the A$46.5M of cash payments that have subsequently been made to Havilah Resources to secure the exclusive right to earn an 80% interest in the Kalkaroo Copper-Gold Project in South Australia and fund regional exploration in the broader Curnamona Province.

"Despite experiencing a slightly softer start to the year, annual production, costs and capital expenditure guidance for our operations remains unchanged. At Motheo, having brought forward and completed planned maintenance in Q2 FY26, we have higher ore grades ahead of us, and expect to achieve the mid-point of annual CuEq production guidance of 61kt, around a range of 58-64kt. Similarly, with a projected increase in the availability of higher value polymetallic ore feed within the Aguas Teñidas western extension in H2 FY26, we expect MATSA to achieve the mid-point of its annual CuEq production guidance of 96kt, around a range of 91-101kt. Whilst we are therefore well positioned to deliver on our operational commitments, we have amended both Total Capital Expenditure and Total Underlying Exploration and Evaluation Expenditure at a Group level to reflect the planned ramp-up in activity at Kalkaroo in H2 FY26.

"At a strategic level, beyond executing the definitive agreements with Havilah Resources in February 2026 that signal our re-entry into exploration and development in Australia, we have also commenced a review of our 87% shareholding in Sandfire America, which owns 100% of the Black Butte project. This decision followed public disclosure of the pre-feasibility study outcomes for Johnny Lee and updated Mineral Resource estimate for the satellite Lowry deposit, which confirmed the economic case for the project's development. With all key permits in place, Black Butte is one of the few near shovel ready copper projects in the United States."

For further information, please contact:

Investor Relations
David Wilson
Head of Commercial
Office: +61 407 909 313

Media Relations
Kirsten Stoney
Head of Corporate Affairs
M: +61 409 571 961

This announcement is authorised for release by Sandfire's CEO and MD, Brendan Harris.

Sandfire Resources Ltd.
(ABN 55 105 154 185)

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Financial and Operational Review

Sandfire adopts a combination of International Financial Reporting Standards (IFRS) and non-IFRS financial measures to assess performance. These include Underlying Earnings measures, EBITDA, cash flows from operating activities excluding exploration evaluation and tax, and net cash/(debt), which are used to assist internal and external stakeholders to better understand the financial performance of the Group and its operations.

Underlying Earnings measures provide an insight into Sandfire's core business performance by excluding the effects of events that are not part of the Group's usual business activities, but should not be indicative of, or a substitute for, profit/(loss) after tax as a measure of actual operating performance or as a substitute to cash flow as a measure of liquidity. Underlying Earnings measures are used by the Chief Operating Decision Makers, being Sandfire's executive management team and its Board of Directors, to assist with decisions regarding operational performance, the allocation of resources and investments. Sandfire's Underlying financial results are outlined and reconciled to statutory earnings measures in the Segment Note to the financial statements.

The following Underlying Earnings Adjustments are applied each period to calculate Underlying Earnings:

- Foreign exchange rate (gains)/losses;
- Impairment losses/(reversals);
- (Gains)/losses on contingent consideration and other investments measured at fair value through profit or loss;
- Expenses from organisational restructures;
- Tax effect of Underlying Earnings Adjustments; and
- Other significant items.

Financial performance summary (i)

	H1 FY26 $000	H1 FY25 $000	Change $000
Statutory financial measures			
Sales revenue	672,071	572,258	99,813
Profit before net finance expense and income tax expense	151,533	96,395	55,138
Profit after tax	96,294	49,683	46,611
Cash flows from operating activities	266,662	239,181	27,481
Cash and cash equivalents	137,217	196,357	(59,140)
Basic earnings per share (US cents) (ii)	21.1	11.2	9.9
Other financial measures			
Underlying EBITDA	304,453	255,184	49,269
Underlying EBITDA margin	45%	45%	0%
Underlying EBIT	160,399	101,941	58,458
Underlying Earnings	107,053	49,064	57,989
Cash Earnings (iii)	206,829	184,319	22,510
Cash flows from operating activities excluding exploration & evaluation and tax	300,920	262,391	38,529
Net cash / (debt) (iv)	13,214	(288,207)	301,421
Basic Underlying earnings per share (US cents) (ii)	23.3	10.7	12.6
Ordinary shares on issue (million)	462	459	3

(i) A reconciliation of Underlying metrics to the statutory financial results in the Consolidated Income Statement is included on page 7 and in Note 3 Segment information to the financial statements.

(ii) Basic earnings per share is calculated as profit after tax attributable to the equity holders of Sandfire Resources Ltd divided by the weighted average number of shares on issue for the period. Basic Underlying earnings per share is calculated as Underlying Earnings divided by the weighted average number of shares on issue for the period.

(iii) Cash Earnings is an additional measure used to assess performance and is a scorecard measure under the Group's FY23 and FY24 Long Term Incentive Plans. Cash earnings is Underlying EBITDA, add back Underlying Exploration and Evaluation expenses, less interest and net tax payments, and sustaining capital expenditure. A reconciliation of Underlying EBITDA to Cash earnings is included in Note 3 Segment information to the financial statements.

(iv) Net cash/(debt) excludes capitalised transaction costs, leases and accrued interest.

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Underlying Earnings reconciliation

The Group's statutory profit after tax increased by $46.6M to a profit of $96.3M in H1 FY26, while Underlying EBITDA rose by 19% (or $49.3M) to $304.5M. This growth in profitability was driven by robust operational performance at MATSA, which delivered a $47.8M increase in its Underlying EBITDA contribution to $176.6M, higher commodity prices and lower treatment and refining charges (TCRCs), which benefitted both MATSA and Motheo.

Profit before interest and tax to Underlying EBITDA Reconciliation

	H1 FY26 $000	H1 FY25 $000
Sales revenue	672,071	572,258
Profit before net finance expense and income tax expense	**151,533**	**96,395**
Adjustments to derive Underlying EBIT		
Organisational restructuring expenses	587	640
Impairment expense	1,987	184
Other significant items (i)	5,223	4,722
Foreign exchange rate losses	1,069	-
Total adjustments to derive Underlying EBIT	**8,866**	**5,546**
Underlying EBIT	**160,399**	**101,941**
Depreciation and amortisation	144,054	153,243
Underlying EBITDA	**304,453**	**255,184**

(i) Includes non-recurring costs ($4.3M) relating to a provision for a historical VAT receivable balance associated with Motheo.

Profit after tax to Underlying Earnings Reconciliation

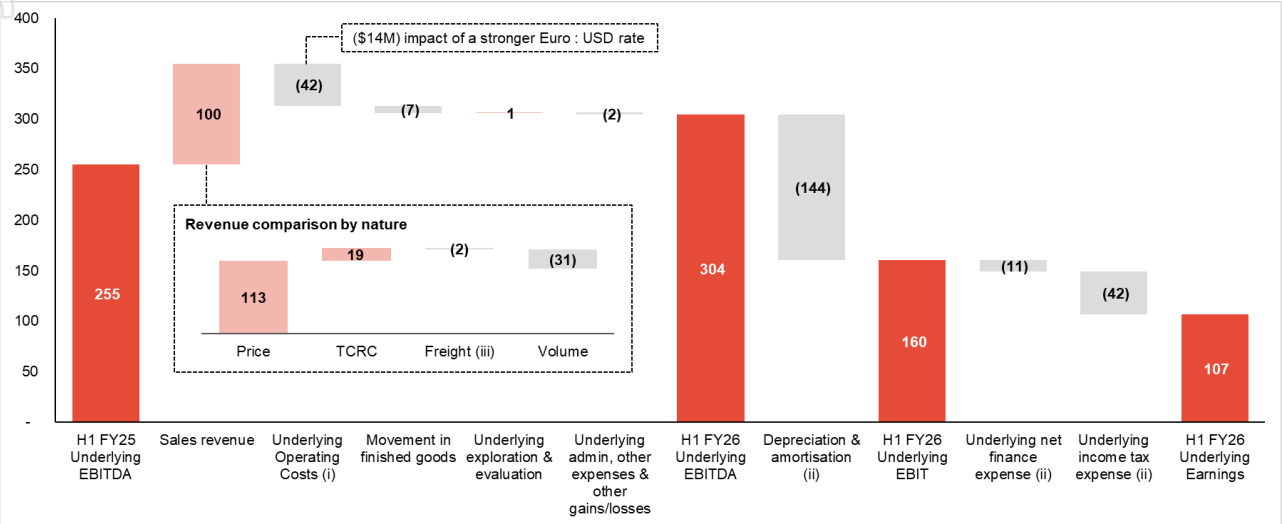
	H1 FY26 $000	H1 FY25 $000
Profit after tax	**96,294**	**49,683**
Total adjustments to derive Underlying EBIT	8,866	5,546
Foreign exchange rate losses / (gains)	2,082	(4,989)
Tax effect of adjustments to Underlying EBIT	(189)	(1,107)
Tax effect of adjustments to net finance expense	-	(69)
Underlying Earnings	**107,053**	**49,064**

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Earnings analysis

Underlying Earnings increased by $58.0M to $107.1M in H1 FY26. The following key components contributed to the Group's underlying financial performance in H1 FY26 relative to H1 FY25.

Reconciliation of underlying financial performance (H1 FY26 v H1 FY25, $M)



(i) Underlying Operating Costs include Underlying mine operations costs that have an allocation of statutory employee benefits expense, freight expenses, royalties expense, and changes in inventories of work in progress. Refer to Note 3 Segment information to the financial statements for further information.

(ii) Depreciation & amortisation, Underlying net finance expense and Underlying income tax expense are actual H1 FY26 results, not half-on-half variances.

(iii) Relates to freight rollback at MATSA which is included within Sales revenue.

Sales revenue

Safe, consistent and predictable performance at MATSA, together with stronger commodity prices and lower TCRCs across both operations, underpinned a 17% (or $99.8M) increase in sales revenue to a record $672.1M in H1 FY26. This significant increase in revenue was achieved despite lower sales volumes at Motheo, where planned maintenance was brought forward into Q2 FY26 and we experienced a temporary reduction in mobile fleet availability.

Group payable copper sales declined by 7% (or 3.5kt) to 48.0kt in H1 FY26 as a result of those impacts at Motheo and period end timing differences, noting eight concentrate shipments departed Walvis Bay during H1 FY26 and a further ship sailed in early January 2026. Conversely, copper equivalent sales at MATSA increased by 2% (or 1kt) to 41.5kt in H1 FY26.

More broadly, strong demand for metal concentrates and a supportive macroeconomic backdrop for precious metals underpinned a significant increase in the average realised price we received for our contained copper (+14%), zinc (+9%), lead (+34%) and silver (+73%) in concentrate products in H1 FY26. In addition, the Group benefitted from lower TCRC's (+$19.1M) during the period, as a significant decline in global benchmarks delivered a 73% and 52% reduction in MATSA's average realised TCRCs for copper and zinc, respectively, in H1 FY26. Given the relatively recent ramp-up of Motheo and the associated maturity of its sales book, it benefitted even more from the pronounced decline in spot copper TCRCs, which turned negative during the period.

Collectively, stronger commodity prices and lower TCRCs contributed to a $131.9M increase in sales revenue in H1 FY26.

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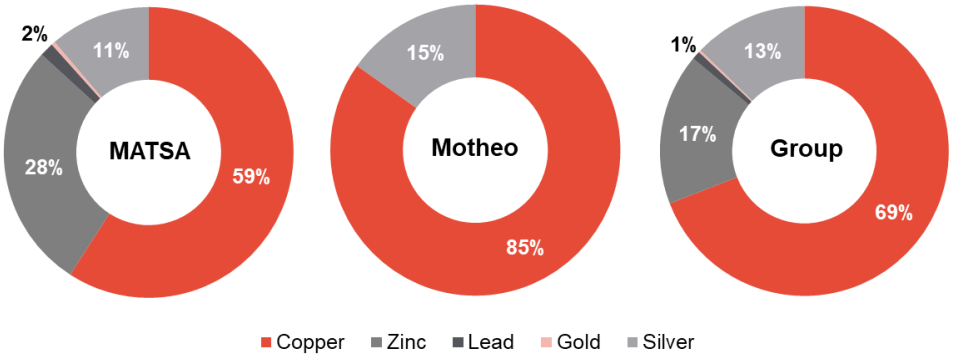
Sales Revenue	H1 FY26	H1 FY25
MATSA		
Payable copper sales (t)	25,427	25,272
Copper price achieved ($/t)	10,234	9,072
Payable zinc sales (t)	40,887	37,050
Zinc price achieved ($/t)	2,979	2,725
Payable silver sales (koz)	985	937
Silver price achieved ($/oz)	50.3	30.2
MATSA Sales revenue ($000) (i)	**392,090**	**306,409**
Motheo		
Payable copper sales (t)	22,578	26,217
Copper price achieved ($/t)	10,512	9,117
Payable silver sales (koz)	761	1,005
Silver price achieved ($/oz)	55.8	30.7
Motheo Sales revenue ($000) (ii)	**279,981**	**265,849**
Total Group		
Payable copper sales (t)	48,005	51,489
Copper price achieved ($/t)	10,365	9,094
Payable zinc sales (t)	40,887	37,050
Zinc price achieved ($/t)	2,979	2,725
Payable silver sales (koz)	1,746	1,942
Silver price achieved ($/oz)	52.7	30.4
Total Group Sales revenue ($000)	**672,071**	**572,258**

(i) Includes other by-product sales revenue of $8.7M (H1 FY25: $9.5M) and is net of TCRC's of $26.8M (H1 FY25: $41.8M) and freight costs of $21.3M (H1 FY25: $19.8M).

(ii) Net of TCRC's of -$0.2M (H1 FY25: $4.0M).

Copper remained the dominant contributor within our sales mix in H1 FY26, generating 69% of Group revenue, whilst zinc and silver contributed 17% and 13%, respectively, and gold and lead contributed the remaining 1%.

Commodity revenue mix (H1 FY26, % of payable metal by value)



Hedging

In adherence to the prior and now superseded MATSA Debt Facility Agreement, a hedging program was implemented covering the period through to January 2026. The final 1,548kt of copper forward sales associated with this program were executed in December 2025 and will mature in January 2026.

We have also maintained Quotational Period (QP) hedges for MATSA and Motheo copper and zinc sales to mitigate against working capital volatility, recognising that sales are typically index-linked and ultimately settled between one and five months after the month of shipment for copper concentrates, and one to three months after the month of shipment for zinc concentrates. A summary of our open QP hedge positions as at 31 December 2025 is included below.

	Copper	Zinc
	FY26	FY26
Historical Sales - Quotational Period (t)	5,148	4,731
Historical Sales - Quotational Period ($/t)	10,482	3,075

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Underlying Operating Costs

Underlying Operating Costs are set out in the table below, while Underlying Earnings Adjustments are outlined in the Segment note (Note 3) to the financial statements.

	H1 FY26	H1 FY25
MATSA ($000)	201,949	175,186
Motheo ($000)	120,343	105,055
Total Underlying Operating Costs ($000)	**322,292**	**280,241**
MATSA ($/t)	87	76
Motheo ($/t)	43	37

MATSA's Underlying Operating Costs increased by 15% (or $26.8M) to $201.9M in H1 FY26. The significant increase in the average Euro to USD exchange rate to 1.17 during H1 FY26 (H1 FY25: 1.08) accounted for the majority (or just over 50%) of this increase, noting that approximately +90% of MATSA's costs are incurred in the local currency. An increase in processing costs associated with several recovery improvement initiatives and a release of working capital associated with a drawdown of ROM stocks accounted for the remainder of the differential. Notwithstanding these impacts, MATSA's Underlying Operating Unit Cost for H1 FY26 of $87 per tonne of ore processed (H1 FY25: $76 per tonne) remained materially aligned with annual guidance of $86 per tonne, which is unchanged.

Motheo's Underlying Operating Costs also increased by 15% (or $15.3M) to $120.3M in H1 FY26. A circa 50% increase in power tariffs accounted for approximately 15% of the differential, while mining contractor and labour costs increased by a collective $6.5M. Notwithstanding these impacts, Motheo's Underlying Operating Unit Cost for H1 FY26 of $43 per tonne of ore processed (H1 FY25: $37 per tonne) remained materially aligned with annual guidance of $44 per tonne, which is also unchanged.

Underlying administration, other expenses and Other gains or losses

The Group's Underlying administration, other expenses and Other gains or losses increased by $2.3M to $23.6M in H1 FY26 due to the impact of realised FX losses in the period and the additional activity we undertook to further establish the Sandfire Way, which is a body of work designed to create the systems and processes befitting a growing, global copper producer.

Depreciation and amortisation expense

	H1 FY26 $000	H1 FY25 $000
MATSA	113,138	117,956
Motheo	30,371	34,951
Other	545	696
Total Depreciation and amortisation	**144,054**	**153,243**

The Group's depreciation and amortisation expense decreased by $9.2M to $144.1M in H1 FY26, primarily as a result of lower mining rates at MATSA (-3%) and Motheo (-10%).

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Underlying Exploration and Evaluation expense

The Group's Underlying Exploration and Evaluation expense presented in the table below includes an allocation of statutory employee benefits expense. Refer to Segment note (Note 3) to the financial statements for further detail.

	H1 FY26 $000	H1 FY25 $000
MATSA	5,901	4,712
Motheo	4,730	5,119
Black Butte	3,794	5,925
Australia and international	715	1,090
Global exploration and business development support	1,501	682
Total Underlying Exploration and Evaluation expenses	**16,641**	**17,528**

The Group's Underlying Exploration and Evaluation expense decreased by $0.9M (or 5%) to $16.6M in H1 FY26 as we continued to focus on the highly prospective Kalahari Copper and Iberian Pyrite Belts.

Regional exploration expenditure at MATSA increased marginally to $5.9M during H1 FY26 as we tested a number of targets in Spain and Portugal. Conversely, regional expenditure at Motheo declined in the period as all drilling activity was suspended between July and November 2025 whilst we completed work to enhance our approach to risk management. At Black Butte, an updated pre-feasibility study (PFS) was finalised and released to the market in December 2025, following completion of an extensive infill and extension drilling program.

Underlying net finance expense

The Group's Underlying net finance expense decreased by 58% (or $15.9M) to $11.4M in H1 FY26 (H1 FY25: $27.3M). The associated $16.2M reduction in net interest and facility fee expenses to $9.3M reflects the fundamental transformation of our financial position as consistent operational performance, buoyant commodity markets and strict capital discipline allowed us to inject $301M into our balance sheet to finish H1 FY26 in a net cash position of $13.2M (31 December 2024: $288.2M net debt). We are also now benefiting from lower ongoing financing costs following the establishment of the Group's $650M Corporate Revolver Facility (CRF) in March 2025.

Underlying income tax expense

The rise in the Group's profitability led to a $16.5M increase in the Group's Underlying income tax expense to $42.0M in H1 FY26 (H1 FY25: $25.5M). The Group's Underlying effective tax rate (ETR) of 28% for H1 FY26 reflects the corporate tax rates of the countries in which we operate, noting that Spain applies a 25% corporate tax rate while Botswana currently applies a sliding scale that ranges between 22% and 55% for mining companies based on taxable profitability. It should, however, also be noted that the Government of Botswana is currently reviewing its sliding tax scale, which may result in a modest increase in the minimum tax rate that can be applied, and a further amendment that may see the prior ability to claim 100% of capital expenditure up-front changed to only allow for the amortisation of development expenditure over a minimum of ten years.

The Group's Underlying ETR is also influenced by the limited ability to recognise the tax benefit associated with losses generated in Australia and the United States.

A reconciliation of the Group's statutory income tax expense to pre-tax profit is included in the Income tax expense note (Note 6) to the financial statements.

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Capital expenditure

	H1 FY26 $000	H1 FY25 $000
Current operations		
Mine development & deferred waste stripping	65,479	67,499
Sustaining & strategic	46,307	25,511
Total operations capital expenditure	**111,786**	**93,010**
Projects under construction & development		
Motheo development capital – A4 & 5.2Mtpa expansion	-	5,437
Total projects under construction & development	**-**	**5,437**
Total capital expenditure	**111,786**	**98,447**

The Group's total capital expenditure increased by 14% (or $13.3M) to $111.8M in H1 FY26.

At MATSA, the strength of the Euro in relation to the USD and commencement of activity to construct our new Tailings Storage Facility (TSF) led to a $7.5M increase in capital expenditure to $64.7M. The level of investment in underground development was relatively steady at $39.0M (H1 FY25: $40.1M).

At Motheo, incremental investment to support the optimised 5.6Mtpa throughput rate and ongoing A1 PFS costs led to a $5.4M increase in capital expenditure to $46.7M. Ongoing development of the A4 open-pit was the primary driver of our $26.5M (H1 FY25: $27.4M) investment in deferred waste stripping.

Balance sheet, capital management and dividends

The table below summarises the cash, debt and net assets of the Group at 31 December 2025.

	31 Dec 2025 $000	30 June 2025 $000
Cash and cash equivalents	**137,217**	**110,668**
Current debt (i)	-	-
Non-current debt (i)	(124,003)	(234,003)
Total debt	**(124,003)**	**(234,003)**
Net cash/(debt) (i)	**13,214**	**(123,335)**
Net assets	1,893,007	1,782,169

(i) Debt represents principal outstanding on bank loans at year-end. Debt and Net cash/(debt) exclude capitalised transaction costs, and leases.

The Group has capitalised on the generally tight market for metal concentrates, reducing net debt by $136.5M in H1 FY26 to finish the period in a net cash position of $13.2M. Our increasingly strong financial position ensures the Group is well placed to invest in our continuing operations, direct capital toward new opportunities that have the potential to create meaningful value and return excess capital to shareholders in the future.

This net cash position included $124.0M (30 June 2025: $234.0M) owing under the CRF, which was offset by $137.2M of cash and cash equivalents (30 June 2025: $110.7M).

As at 31 December 2025, the Group's balance sheet was geared at a leverage ratio of 0.07 (30 June 2025: 0.13). Further details of the Group's debt facilities are included in the Interest-bearing liabilities note (Note 9) to the financial statements.

Capital Management Framework

As at the end of the period, we achieved our targeted net cash position, having continued to allocate capital in accordance with our recently established Capital Management Framework, which is designed to maximise total shareholder returns (TSR) and per share metrics by prioritising:

- Safe, consistent and predictable operating performance, and the optimisation of free cash flow.
- A strong balance sheet, including a preference to maintain a net cash position through the economic cycle.
- Prudent investment in infill and extension drilling programs to increase the reserves that feed our strategically positioned processing hubs.

Beyond this, excess capital will be deployed in a manner that maximises TSR and our per share metrics. In simple terms, this means that any discretionary investment alternative will need to compete with shareholder dividends and share buy backs, recognising that excess capital will only be returned to shareholders once it has been recognised on the balance sheet.

The agreements that were struck with Havilah Resources, subsequent to the end of the period, are a good example of this framework in practice and have seen an initial $22M Stage 1 payment associated with the Kalkaroo Copper-Gold Project, and a further $11M payment to fund exploration in the Curnamona Province, made in February 2026.

These additional commitments were an important consideration for the Board when contemplating the recommencement of ordinary shareholder dividends, as was the preference to establish a more meaningful net cash balance to ensure the Group's strong financial position is preserved and any distribution doesn't move the Group away from its targeted net cash position. With this in mind, no dividend has been declared in respect of H1 FY26.

Cash flow statement

The Group generated cash flows from operating activities of $266.7M in H1 FY26 (H1 FY25: $239.2M). This included the net impact of $16.6M in exploration and evaluation expenditure (H1 FY25: $15.2M) and $17.7M in net withholding and income tax payments (H1 FY25: $8.1M). The increase in income tax paid relative to the prior corresponding period primarily reflected higher profitability at MATSA.

Cash flow from operating activities, excluding exploration and evaluation expenditure and tax, was $300.9M in H1 FY26 (H1 FY25: $262.4M) as the contribution of MATSA rose by $47.8M to $182.2M and Motheo's declined by $7.8M to $144.5M. Both operations benefitted from stronger commodity prices and lower TCRCs, with the overall reduction in cash generation at Motheo caused by the decline in sales volumes during the period.

Investing activities in H1 FY26 totalling $109.9M (H1 FY25: $99.3M) were 11% (or $10.6M) higher than the prior corresponding period as we further progressed the PFS for our A1 development opportunity and made incremental investment to support the optimised 5.6Mtpa throughput rate at Motheo, and commenced construction of the new TSF at MATSA.

Cash outflows from financing activities totalled $130.1M in H1 FY26 (H1 FY25: $126.2M) and included $110.0M for the repayment of the CRF (H1 FY25: $94.9M), interest and other finance costs of $8.4M (H1 FY25: $23.9M), and $11.7M for the repayment of lease liabilities (H1 FY25: $7.3M).

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Operations analysis

The Underlying performance of each of the Group's operating segments is summarised in the table below. The Underlying Earnings Adjustments are outlined in the Segment note (Note 3) to the financial statements.

	Sales revenue		Underlying EBITDA		Underlying EBIT	
$000	**H1 FY26**	**H1 FY25**	**H1 FY26**	**H1 FY25**	**H1 FY26**	**H1 FY25**
MATSA	392,090	306,409	176,559	128,746	63,421	10,790
Motheo	279,981	265,849	155,799	154,604	125,428	120,013
DeGrussa	-	-	(2,913)	(2,513)	(2,916)	(2,521)
Black Butte	-	-	(4,400)	(6,409)	(4,521)	(6,555)
Exploration and Other	-	-	(20,592)	(19,244)	(21,013)	(19,786)
Total	**672,071**	**572,258**	**304,453**	**255,184**	**160,399**	**101,941**

Further detail on our operational performance in H1 FY26 is included on pages 16 to 21.

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MATSA

Location: Huelva Province, Iberian Pyrite Belt, Spain

Sandfire share: 100 per cent

Product: Copper, Zinc and Lead concentrates (containing a silver by-product).

Mining method: Three underground mines using a combination of transverse and longitudinal open-stoping.

Processing method: Central processing facility with installed capacity of 4.7Mtpa using conventional crushing, grinding and flotation processes.

The MATSA Operations are located in the Huelva Province of south-western Spain in the northern portion of the highly prospective Iberian Pyrite Belt. MATSA is a substantial polymetallic mining operation comprising a 4.7Mtpa central processing facility that sources ore from three underground mines – Aguas Teñidas and Magdalena in Almonaster la Real, and Sotiel in Calañas. The processing facility produces copper, zinc and lead mineral concentrates (containing a silver by-product) that are transported by road to the port of Huelva.

Performance summary	H1 FY26	H1 FY25
Mining – total ore (t)	2,247,532	2,307,695
Processing – total ore milled (t)	2,313,661	2,315,306
Ore – Cupriferous (t)	561,152	723,972
Cu grade %	1.6	1.5
Ore – Poly (t)	1,752,508	1,591,333
Cu grade %	1.6	1.6
Zn grade %	3.8	3.7
Concentrate – total (t)	259,943	246,892
Contained Metal Production:		
Copper (t)	26,188	27,235
Zinc (t)	48,995	44,799
Lead (t)	3,536	4,428
Silver (Moz)	1.5	1.5
Copper Equivalent production (CuEq) (t) (i)	46,372	46,321
Cu payable metal sold (t)	25,427	25,272
Zn payable metal sold (t)	40,887	37,050
Ag payable metal sold (Moz)	1.0	0.9

Financial summary	H1 FY26	H1 FY25
Cu price achieved ($/t)	10,234	9,072
Zn price achieved ($/t)	2,979	2,725
Ag price achieved ($/oz)	50	30
Sales revenue ($000)	392,090	306,409
Underlying Operating Costs ($000)	201,949	175,186
Underlying Operating Costs ($/t processed) (ii)	87	76
By-product credits ($/lb)	(2.80)	(2.00)
Net C1 Unit Costs ($/lb)	1.36	1.71
Underlying Operations EBITDA ($000) (iii)	183,685	134,185
Underlying Operations EBITDA Margin (%)	47	44
Underlying EBIT ($000)	63,421	10,790
Capital expenditure		
- Mine development ($000)	38,999	40,105
- Sustaining and strategic ($000)	25,674	17,102
Total capital expenditure ($000)	64,673	57,207

(i) CuEq is calculated based on the average forward price for FY26 as at 30 June 2025 in USD. Cu $9,871/t, Zn $2,795/t, Pb $2,067/t. Ag $36.9/oz. H1 FY25 CuEq has been restated based on FY26 prices.

(ii) Includes costs related to mining, processing, general and administration and transport, and excludes shipping costs which are offset against sales revenue for statutory reporting purposes. Excludes changes in finished goods inventories.

(iii) Underlying Operations EBITDA: add back Underlying Exploration and Evaluation expenses and Underlying administration & other expenses.

Safety

As at 31 December 2025, the TRIF for the MATSA underground mining and processing complex had declined marginally to 2.0 (30 June 2025: 2.3), while four recordable injuries were reported across H1 FY26 (H1 FY25: five).

Production

MATSA continued to build operational resilience and consistency in H1 FY26 as mining and processing rates of 4.5Mt and 4.6Mt, respectively, delivered CuEq production of 46.4kt (H1 FY25: 46.3kt), including 26.2kt of contained copper, 49.0kt of contained zinc, 3.5kt of contained lead and 1.5Moz of contained silver. CuEq sales volumes, in turn, increased by 2% (or 1.0kt) to 41.5kt (H1 FY25: 40.5kt).

Financial performance

Our team's operating discipline and supportive market dynamics led to a further expansion of MATSA's operating margin to 47% in H1 FY26 (H1 FY25: 44%) and a 37% increase in its Underlying Operations EBITDA contribution to $183.7M (H1 FY25: $134.2M). This rise in profitability was underpinned by the modest increase in sales volumes, stronger metal prices and lower TCRCs, which more than compensated for the 15% increase in Underlying Operating Costs that were impacted by recent strength in the Euro to USD exchange rate (H1 FY26: 1.17, H1 FY25: 1.08), an increase in processing costs associated with several recovery improvement initiatives and a release of working capital, as ROM stocks were consumed.

MATSA's implied Net C1 Unit Cost declined by 21% to $1.36/lb (H1 FY25: $1.71/lb) as the increase in operating costs was more than offset by a materially larger by-product credit of $2.80/lb (H1 FY25: $2.00/lb). This increase in MATSA's by-product credit and operating margin is increasingly important in an industry where many of the larger open-pit mines are ageing and inflationary pressures are building with diminishing ore grades and rising strip ratios, particularly given the limited by-products many of them produce.

Capital expenditure

Mine development expenditure at MATSA remained relatively stable at $39.0M in H1 FY26 (H1 FY25: $40.1M) as the operation continued to open new mining fronts that enhance operating flexibility across the underground complex. Conversely, sustaining and strategic capital expenditure increased to $25.7M (H1 FY25: $17.1M), as 49km of underground infill and extension drilling was undertaken and we commenced construction of our new TSF in October 2025. A stronger Euro to USD exchange rate also contributed to the increase in investment activity in USD terms.

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Motheo

Location: Ghanzi District, Kalahari Copper Belt, Botswana

Sandfire share: 100 per cent

Product: Copper concentrate (containing a silver by-product).

Mining method: Open pit mining using conventional truck and shovel.

Processing method: Central processing facility with demonstrated capacity of 5.6Mtpa comprising conventional crushing, grinding and flotation processes.

Motheo is located in the central portion of the Kalahari Copper Belt in Botswana. The Motheo operations include the T3 and A4 open pit mines, as well as the A1 development opportunity. Motheo produces a high-quality copper concentrate (containing a silver by-product) from its centralised processing facility that is transported by truck to Walvis Bay, Namibia, for shipping to smelters around the world. The operation is supported by a community office in the nearby town of Ghanzi, which is the focal point for managing human resources and community relations in the Ghanzi District.

Performance summary	H1 FY26	H1 FY25
Ore Mined (bcm)	958,325	995,581
Waste Mined (bcm)	8,175,864	8,615,805
Mining – RoM ore (t)	1,473,257	1,982,440
Cu grade %	1.2	1.2
Ag grade g/t	15.5	16.6
Mining – LG stockpiles (t)	1,172,182	783,386
Cu grade %	0.4	0.5
Ag grade g/t	5.0	5.2
Processing – total ore milled (t)	2,806,100	2,802,525
Cu grade %	0.9	1.0
Ag grade g/t	11.2	14.2
Concentrate – total (t)	74,951	78,682
Contained Metal Production:		
Copper (t)	22,455	25,288
Silver (Moz)	0.9	1.1
Copper Equivalent production (CuEq) (t) [(i)]	25,723	29,307
Cu payable metal sold (t)	22,578	26,217
Ag payable metal sold (Moz)	0.8	1.0

Financial summary	H1 FY26	H1 FY25
Cu price achieved ($/t)	10,512	9,117
Ag price achieved ($/oz)	56	31
Sales revenue ($000)	279,981	265,849
Underlying Operating Costs ($000)	120,343	105,055
Underlying Operating Costs ($/t processed) [(ii)]	43	37
By-product credits ($/lb)	(0.85)	(0.53)
Net C1 Unit Costs ($/lb)	1.46	1.31
Underlying Operations EBITDA ($000) [(iii)]	160,555	159,740
Underlying Operations EBITDA Margin (%)	57	60
Underlying EBIT ($000)	125,428	120,013
Capital expenditure		
- Waste stripping ($000)	26,480	27,394
- Sustaining and strategic ($000)	20,234	8,409
- Construction and development ($000)	-	5,437
Total capital expenditure ($000)	46,715	41,240

(i) CuEq is calculated based on the average forward price for FY26 as at 30 June 2025 in USD. Cu $9,871/t, Zn $2,795/t, Pb $2,067/t. Ag $36.9/oz. H1 FY25 CuEq has been restated based on FY26 prices.

(ii) Includes costs related to mining, processing, general and administration, transport (including shipping) and royalties. Excludes changes in finished goods inventories.

(iii) Underlying Operations EBITDA: add back Underlying Exploration and Evaluation expenses and Underlying administration & other expenses.

Safety

As at 31 December 2025, the TRIF for the Motheo mining and processing complex had declined to 0.7 (30 June 2025: 1.1), while one recordable injury was reported across H1 FY26 (H1 FY25: two).

Production

Motheo had a more challenging start to FY26, having been a particularly strong contributor since producing its first copper concentrate in May 2023, as the operation produced 22.5kt of contained copper and 0.9Moz of contained silver, for a 12% (or 3.6kt) decline in CuEq production to 25.7kt in H1 FY26. The shortfall in production relative to plan primarily reflected the need to bring forward planned maintenance of the SAG mill to Q2 FY26 and a temporary deterioration in mobile fleet availability.

Notwithstanding those challenges, our team maintained a 5.6Mtpa ore processing rate in H1 FY26, with the decline in CuEq production being largely associated with a temporary reduction in the copper head grade to 0.9% (H1 FY25: 1.0%). While lower fleet availability and the relocation of equipment to prioritise waste stripping at A4 contributed to this outcome, our efforts to mitigate risk are expected to provide access to higher grade ore at both T3 and A4 in H2 FY26 and FY27.

In total, 82.4kt (wet) of concentrate was dispatched in eight shipments from Walvis Bay during H1 FY26, containing 22.6kt of payable copper and 0.8Moz of payable silver.

Financial performance

Despite the somewhat disappointing start to FY26, Motheo delivered a robust set of financial results with Underlying Operations EBITDA largely unchanged at $160.6M (H1 FY25: $159.7M) for a still healthy operating margin of 57%, as strong commodity prices mitigated the impact of lower than expected production. The operation's Underlying Operating Unit Cost increased to $43/t of ore processed (H1 FY25: $37/t of ore processed) as mining contractor and labour costs increased by a collective $6.5M and the previously advised 50% increase in power tariffs added a further $2.2M to the cost base.

Motheo's implied Net C1 Unit Cost of $1.46/lb (H1 FY25: $1.31/lb) benefitted from a decline in TCRCs to -$0.01/lb (H1 FY25: $0.06/lb) and an increase in its (silver) by-product credit to $0.85/lb (H1 FY25: $0.53/lb).

Capital expenditure

Total capital expenditure at Motheo rose marginally to $46.7M in H1 FY26 (H1 FY25: $41.2M) as an increase in infill and extension drilling, predominantly at A1, was partially offset by the completion of both the construction and development activities at A4, and the 5.2Mtpa expansion project in H1 FY25.

The larger $11.8M increase in sustaining and strategic capital expenditure at Motheo to $20.2M in H1 FY26 was primarily related to the drilling and study costs being incurred at A1, which are designed to support the declaration of a maiden reserve in Q4 FY26, ongoing investment in our TSF (Stage 3) and other capital programs, such as incremental investment to support the optimised 5.6Mtpa throughput rate.

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Black Butte

Location: Montana, USA

Sandfire share: An 87 per cent shareholding in Canadian listed company Sandfire Resources America Inc. (TSX-V: SFR) (Sandfire America), which owns 100% of the Black Butte Copper Project.

Located in central Montana in the United States, Black Butte is a fully permitted, high-grade, undeveloped copper project. The planned mine development will utilise best-practice technology and modern mining techniques to develop a wholly underground mine, with minimal surface footprint and environmental impact. The project is expected to provide a significant economic opportunity for central Montana, while protecting the local watershed.

The project is located on private ranch land in Meagher County, close to existing road, power, and rail infrastructure, and has the ability to access a residential workforce and competitive sources of materials and power.

Safety

There were no recordable injuries at Black Butte in H1 FY26 (H1 FY25: nil).

Project update

With all key permits in place, Black Butte remains one of the few near-shovel-ready copper projects in the United States, well positioned to benefit from tightening global copper markets and a supportive policy environment.

In December 2025, Sandfire America released an updated PFS for Johnny Lee and an updated Mineral Resource estimate for Lowry. The Johnny Lee PFS confirmed the economic case for the project, which will be underpinned by high quality reserves and resources, and a leading approach to sustainable mining practices. The study envisages a low technical risk underground operation and a conventional 1.2Mtpa processing plant producing ~35ktpa of contained copper across the initial four years of operation and an average ~29ktpa of contained copper over an initial eight-year mine life(i). These plans were supported by an updated Johnny Lee Mineral Resource estimate of 22.3Mt at 2.4% Cu (520kt contained Cu) and an updated Johnny Lee Ore Reserve of 9.5Mt at 2.9% Cu (270kt contained Cu). An updated Lowry Mineral Resource of 9.3Mt at 2.3% Cu (210kt contained Cu) was also defined, although was not considered within the Johnny Lee PFS, thereby providing an opportunity to materially extend mine life at an incremental capital cost.

We have commenced a review of the Black Butte project's fit within the Group's global portfolio, which will primarily consider the materiality of the opportunity within the context of Sandfire's own significant growth since the Group's initial investment in the project in FY15.

Financial performance

The Exploration and Evaluation expense at Black Butte during H1 FY26 was $3.8M (H1 FY25: $5.9M). We have increased annual guidance for Sandfire's overall contribution to the Black Butte project in FY26 to enable the project to move forward whilst we undertake our review.

(i) Refer to market release 'Black Butte Copper Project study update', dated 16 December 2025 for details.

DeGrussa

Location: Western Australia, Australia

Sandfire share: 100 per cent

Status: Closure and rehabilitation

DeGrussa is located 900km north-east of Perth in Western Australia and, prior to its decommissioning, included the high-grade DeGrussa and Monty Copper-Gold Mines. DeGrussa is now in care and maintenance, and we are working with local stakeholders to develop an execution plan that will enable rehabilitation and closure activities to be undertaken in a responsible manner.

Exploration

Exploration remains a key pillar of Sandfire's strategy and is focused on both near-mine and regional opportunities as we seek to leverage our strategic position in the highly prospective Iberian Pyrite and Kalahari Copper belts, and materially increase the life of our modern processing hubs.

Having recently reached agreement with Havilah Resources we are also looking forward to supporting their own regional exploration program, in the highly prospective Curnamona Province in north-eastern South Australia, under the terms of our strategic alliance.

Iberian Pyrite Belt, Spain and Portugal

Sandfire's circa 2,738km^2 of tenure across the Iberian Pyrite Belt offers substantial long-term exploration upside and organic growth potential.

Spain

During H1 FY26, our teams completed 49km of infill and extension drilling within our Aguas Teñidas (San Pedro and Calañesa) and Magdalena (central and western zones, and Olivo) mines, with nine rigs operating throughout the period. These programs are designed to convert resources and extend mineralisation within close proximity to existing infrastructure. Development of an exploration drive at Magdalena is also scheduled to commence in Q3 FY26 to support the Masa 2 West Extension drilling program.

More broadly, our regional exploration program advanced on multiple fronts as additional ground and airborne geophysical surveys generated several new targets, and three rigs operated across the belt. A cumulative 11.4km of regional drilling was completed in H1 FY26, out of a planned 25km for the year, with the majority of activity remaining focused on targets closest to the MATSA processing hub.

Portugal

Drilling activity focused on our 100% owned Ourique tenement in H1 FY26, with drilling at the Cercal Licence scheduled to commence in January 2026.

Kalahari Copper Belt, Botswana

The Kalahari Copper Belt is one of the world's most exciting, emerging copper producing regions and our extensive landholding, that is expected to cover an area approaching 10,000km^2 once planned relinquishments and transfers are approved, provides substantial exploration upside.

The planned A1 infill program, designed to support the declaration of a maiden Ore Reserve in Q4 FY26, was completed in Q1 FY26 with 9.2km of drilling undertaken in 55 holes. Following our initial analysis of these drilling results our team subsequently expanded the program to test the continuity of higher-grade extensions at depth, and a further 2.5km of drilling has since been completed in 10 holes. We remain on track to complete the PFS for A1 in Q4 FY26.

Drilling at the A4 orebody also recommenced in Q2 FY26 and further work will be undertaken at T3 in due course to test for resource extensions along strike and at depth.

More broadly, our regional drilling program was temporarily suspended in July 2025 as we completed work to enhance our approach to risk management and control. Activity is now ramping up, with two rigs operating at the end of the period and a further two expected to get underway in the coming months. Within this context, our team completed 1.1km of regional drilling in H1 FY26 out of a planned 26km for FY26. This lower level of drilling activity did, however, allow our teams to conduct further technical analysis and reprioritise our drilling program to focus on the most prospective targets located within economic trucking distance of the Motheo processing hub.

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Outlook

Certain forward-looking information has been deliberately omitted from this report, where disclosure could unreasonably prejudice the Group, including commercially sensitive forecasts, certain details for our development projects, and information relating to commercial contracts.

Following completion of H1 FY26 and a review of our plans for the remainder of the year, we have retained production, cost and capital expenditure guidance for MATSA and Motheo, with Group CuEq production expected to be weighted toward the second half (46:54).

Somewhat minor adjustments to annual guidance have, however, been incorporated at the Group level to capture the planned ramp-up of activity at the Kalkaroo Copper-Gold Project and our commitment to fund regional exploration in the highly prospective Curnamona Province under the terms of our strategic alliance with Havilah Resources. A modest increase in annual expenditure has also been included for the Black Butte project following the completion and public disclosure of the Johnny Lee PFS and Mineral Resource estimate for Lowry, to enable the project to keep moving forward whilst we undertake a review of its fit within our portfolio.

FY26 Guidance *[Previous guidance where revised]* (YTD % of FY26 Guidance)	**MATSA**	**Motheo**	**Corporate & Other**	**Group**
Production				
Ore processed (Mt)	4.6 (51%)	5.6 (50%)		10.2 (50%)
Copper (kt contained)	52 – 58 (48%)	50 – 56 (42%)		102 – 114 (45%)
Zinc (kt contained)	94 – 104 (49%)	- (-)		94 – 104 (49%)
Lead (kt contained)	7.5 – 8.5 (44%)	- (-)		7.5 – 8.5 (44%)
Silver (Moz contained)	2.9 – 3.1 (50%)	2.1 – 2.3 (40%)		5.0 – 5.4 (46%)
Copper Equivalent [(i)] (kt contained)	91 – 101 (48%)	58 – 64 (42%)		149 – 165 (46%)
Operating Costs				
Underlying Operating Cost ($M) [(ii)]	392 (52%)	247 (49%)		639 (50%)
Underlying Operating Cost ($/t) Processed [(ii)]	86 (101%)	44 (97%)		
D&A ($M)	245 (46%)	84 (38%)		329 (44%)
Underlying Corporate G&A ($M)	-	-	36 (50%)	36 (50%)
Underlying Exploration and Evaluation ($M) [(iii)]	16 (37%)	16 (30%)	19 *[14]* (33%)	51 *[46]* (33%)
Capital Expenditure ($M)				
Current Operations				
Mine Development and Deferred Waste Stripping	82 (48%)	42 (63%)		123 (53%)
Sustaining and Strategic	66 (39%)	40 (51%)	1 (40%)	107 (43%)
Total Current Operations	**148 (44%)**	**82 (57%)**	**1 (40%)**	**230 (48%)**
Exploration and Development Projects [(iv)]				
Kalkaroo PFS Costs			10 *[0]* (-)	10 *[0]* (-)
Total Exploration and Development Projects			**10 *[0]* (-)**	**10 *[0]* (-)**
Total Capital Expenditure	**148 (44%)**	**82 (57%)**	**11 (4%)**	**240 (47%)**

(i) FY26 CuEq is calculated based on the average forward price for FY26 as at 30 June 2025 in USD. Cu $9,871/t, Zn $2,795/t, Pb $2,067/t, Ag $36.9/oz.

(ii) MATSA: Includes costs related to mining, processing, general and administration and transport, and excludes shipping costs which are offset against sales revenue for statutory reporting purposes. Motheo: Includes costs related to mining, processing, general and administration, transport (including shipping) and royalties. Underlying Operating Costs displayed above exclude changes in finished goods inventories.

(iii) Includes exploration outside the mine halo. Includes $2M estimated FY26 expenditure ($11M upfront cash payment) required to advance the exploration strategic alliance with Havilah Resources Limited and $3M increase at Black Butte to further progress the project. Does not include infill and resource extension drilling.

(iv) Exploration and Development Projects relate to Kalkaroo PFS costs of approximately $10M for H2 FY26. This investment forms part of the definitive transaction agreements giving Sandfire the right to earn an 80% interest in the project.

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Directors' Report

The Directors present their report together with the financial report of the consolidated entity (referred to as the Group) consisting of the parent entity, Sandfire Resources Limited (the Company or Sandfire), and the entities it controlled, for the six months ended 31 December 2025 and the independent auditor's review report thereon.

Directors

The following persons were Directors of the Company during the whole of the financial period and up to the date of this report, unless otherwise noted:

John Richards
Brendan Harris
Robert Edwards
Paul Harvey
Sally Langer
Sally Martin
Jennifer Morris OAM

Financial and Operational Review

The overview of the Group's operations, including a discussion of strategic priorities and outlook and key aspects of operating and financial performance, among other matters is set out in the Financial and Operational Review on pages 6 to 22.

Significant events after the balance date

On 6 February 2026, Sandfire executed definitive transaction agreements with Havilah Resources Limited (ASX: HAV) to advance the Kalkaroo Copper Gold Project (Kalkaroo) and establish an exploration strategic alliance across the highly prospective Curnamona Province in South Australia(i). These agreements grant Sandfire an exclusive right to earn an 80% interest in Kalkaroo for an effective upfront consideration of approximately A$117.6M(ii), comprising A$31.5M in cash and 4,640,833 Sandfire shares(iii). Upon completion of a new pre-feasibility study, which will include a minimum 20,000m infill and resource extension drilling program, or at any time within 24 months, Sandfire may elect to acquire the 80% interest in Kalkaroo by completing the Stage 2 payment(iv). In parallel, Sandfire has committed A$30M to regional exploration across a minimum 24-month period under the exploration strategic alliance, with the opportunity to earn an 80% interest in any discovery within a defined area by funding additional drilling through to a maiden resource.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 24.

The Directors' Report is made in accordance with a resolution of the Board of Directors.

John Richards
Non-Executive Chair
Dated 18 February 2026

Brendan Harris
Managing Director and Chief Executive Officer

(i) Refer to "Agreement to Advance the Kalkaroo Copper-Gold Project and Regional Exploration" jointly released to the ASX by Sandfire and Havilah on 13 November 2025 and "Kalkaroo Copper-Gold Project and Exploration Strategic Alliance Update" jointly released to the ASX by Sandfire and Havilah on 6 February 2026.

(ii) Based on the Sandfire share price of A$18.55 at the close of trading on the ASX on 6 February 2026.

(iii) Number of Sandfire shares to be issued is calculated based on the volume-weighted average price for the 20-day trading period from 16 October 2025 to 12 November 2025 (both dates inclusive) (VWAP).

(iv) The Stage 2 payment of A$105M comprises a cash payment equal to between 30% and 70% of the consideration, at Sandfire's election, with the balance satisfied by an issue of SFR shares, with the number of shares issued calculated based on the VWAP.

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Deloitte Touche Tohmatsu
ABN 74 490 121 060

Tower 2
Brookfield Place
123 St Georges Terrace
Perth WA 6000
GPO Box A46
Perth WA 6837 Australia

Tel: +61 8 9365 7000
Fax: +61 8 9365 7001
www.deloitte.com.au

18 February 2026

The Directors
Sandfire Resources Limited
Level 2, 10 Kings Park Road
West Perth WA 6005

Dear Directors

Auditor's Independence Declaration to Sandfire Resources Limited and its controlled entities

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Sandfire Resources Limited.

As lead audit partner for the review of the financial report of Sandfire Resources Limited for the half year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- Any applicable code of professional conduct in relation to the review.

Yours faithfully

DELOITTE TOUCHE TOHMATSU

David Newman
Partner
Chartered Accountants

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Member of Deloitte Asia Pacific Limited and the Deloitte organisation.

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Half Year Financial Report

For the six months ended 31 December 2025

ASX Code: SFR

Corporate Information

ABN 55 105 154 185

Directors

John Richards	*Independent Non-Executive Chair*
Brendan Harris	*Managing Director and Chief Executive Officer*
Robert Edwards	*Independent Non-Executive Director*
Paul Harvey	*Independent Non-Executive Director*
Sally Langer	*Independent Non-Executive Director*
Sally Martin	*Independent Non-Executive Director*
Jennifer Morris OAM	*Independent Non-Executive Director*

Company Secretaries

Gemma Tually
Philippa Prior

Registered Office and Principal Place of Business

Level 2, 10 Kings Park Road
West Perth WA 6005
Tel: +61 8 6430 3800
Email: subscribe@sandfire.com.au
Web: www.sandfire.com.au

Share Registry

Automic Group Limited
Level 5, 191 St Georges Terrace
Perth WA 6000
Tel: 1300 288 664 (within Australia)
+61 2 9698 5414 (outside Australia)
Fax: +61 2 8583 3040
Email: hello@automicgroup.com.au

Auditors

Deloitte Touche Tohmatsu
Tower 2, Brookfield Place
123 St George's Terrace
Perth, Western Australia 6000

Home Exchange

Australian Securities Exchange Limited
Level 40, Central Park
152-158 St George's Terrace
Perth WA 6000

ASX Code

Sandfire Resources Limited shares are listed on the Australian Securities Exchange (ASX).

Ordinary fully paid shares: SFR

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Consolidated Income Statement

for the six months ended 31 December 2025

	Note	31 Dec 2025 $000	31 Dec 2024 $000
Sales revenue	4	672,071	572,258
Other losses		(1,674)	(2,504)
Changes in inventories of finished goods and work in progress		(8,216)	3,585
Mine operations costs		(239,612)	(208,273)
Employee benefit expenses		(66,686)	(57,400)
Freight expenses		(24,565)	(24,954)
Royalties expense		(9,208)	(8,784)
Exploration and evaluation expenses		(13,370)	(15,081)
Impairment expense		(1,987)	(184)
Administration and other expenses		(11,166)	(9,025)
Depreciation and amortisation expenses		(144,054)	(153,243)
Profit before net finance expense and income tax expense		**151,533**	**96,395**
Finance income	5	2,769	2,001
Finance expense	5	(12,794)	(29,332)
Net finance expense		(10,025)	(27,331)
Profit before income tax expense		**141,508**	**69,064**
Income tax expense	6	(45,214)	(19,381)
Net profit for the period		**96,294**	**49,683**
Attributable to:			
Equity holders of the parent		97,061	51,502
Non-controlling interests		(767)	(1,819)
		96,294	**49,683**
Earnings per share (EPS):			
Basic earnings per share attributable to ordinary equity holders of the parent (cents)		21.1	11.2
Diluted earnings per share attributable to ordinary equity holders of the parent (cents)		20.9	11.2

The consolidated income statement should be read in conjunction with the accompanying notes.

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Consolidated Statement of Comprehensive Income

for the six months ended 31 December 2025

	31 Dec 2025 $000	31 Dec 2024 $000
Net profit for the financial period	**96,294**	**49,683**
Other comprehensive income		
Items to be reclassified to profit or loss in subsequent periods:		
Net foreign exchange differences on translation of foreign operations, net of tax	(575)	2,137
Gain on derivatives designated as cash flow hedges, net of tax	10,277	21,639
Items not to be reclassified to profit or loss in subsequent periods:		
Change in fair value of equity investments carried at fair value through other comprehensive income, net of tax	1,790	(1,012)
Other comprehensive profit for the period, net of tax	11,492	22,764
Total comprehensive profit for the period, net of tax	**107,786**	**72,447**
Attributable to:		
Equity holders of the parent	108,578	74,596
Non-controlling interests	(792)	(2,149)
	107,786	**72,447**

The consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

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Consolidated Balance Sheet

as at 31 December 2025

	Note	31 Dec 2025 $000	30 June 2025 $000
ASSETS			
Cash and cash equivalents		137,217	110,668
Trade and other receivables		107,542	85,993
Inventories	8	83,514	90,386
Derivative financial asset		53	-
Other current assets		9,522	7,623
Total current assets		**337,848**	**294,670**
Financial investments	7	3,995	2,142
Exploration and evaluation assets		64,970	62,063
Property, plant and equipment		2,480,254	2,501,980
Other non-current assets		7,309	7,598
Total non-current assets		**2,556,528**	**2,573,783**
TOTAL ASSETS		**2,894,376**	**2,868,453**
LIABILITIES			
Trade and other payables		171,099	178,131
Derivative financial liabilities	10	10,199	17,811
Lease liabilities		14,968	15,157
Income tax payable		7,435	2,824
Provisions		5,495	5,261
Total current liabilities		**209,196**	**219,184**
Interest-bearing liabilities	9	119,343	228,436
Lease liabilities		9,327	9,649
Provisions		141,785	132,805
Deferred tax liabilities		521,718	496,210
Total non-current liabilities		**792,173**	**867,100**
TOTAL LIABILITIES		**1,001,369**	**1,086,284**
NET ASSETS		**1,893,007**	**1,782,169**
EQUITY			
Issued capital		1,337,669	1,330,231
Reserves		(30,412)	(37,934)
Retained profits		591,368	494,698
Equity attributable to equity holders of the parent		**1,898,625**	**1,786,995**
Non-controlling interest		(5,618)	(4,826)
TOTAL EQUITY		**1,893,007**	**1,782,169**

The consolidated balance sheet should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity

for the six months ended 31 December 2025

	Issued capital $000	Foreign currency translation reserve $000	Hedging reserve $000	Other reserves* $000	Retained profits $000	Total $000	Non-controlling interests $000	Total equity $000
At 1 July 2025	**1,330,231**	**(83,783)**	**(10,277)**	**56,126**	**494,698**	**1,786,995**	**(4,826)**	**1,782,169**
Profit for the period	-	-	-	-	97,061	97,061	(767)	96,294
Other comprehensive income	-	(550)	10,277	1,790	-	11,517	(25)	11,492
Total comprehensive income for the period	**-**	**(550)**	**10,277**	**1,790**	**97,061**	**108,578**	**(792)**	**107,786**
Transactions with owners in their capacity as owners:								
Share based payments	7,438	-	-	(4,386)	-	3,052	-	3,052
Transfers to reserves	-	-	-	391	(391)	-	-	-
At 31 December 2025	**1,337,669**	**(84,333)**	**-**	**53,921**	**591,368**	**1,898,625**	**(5,618)**	**1,893,007**

	Issued capital $000	Foreign currency translation reserve $000	Hedging reserve $000	Other reserves* $000	Retained profits $000	Total $000	Non-controlling interests $000	Total equity $000
At 1 July 2024	**1,324,033**	**(83,799)**	**(28,774)**	**57,785**	**402,149**	**1,671,394**	**(3,493)**	**1,667,901**
Profit for the period	-	-	-	-	51,502	51,502	(1,819)	49,683
Other comprehensive income	-	2,137	21,639	(682)	-	23,094	(330)	22,764
Total comprehensive income for the period	**-**	**2,137**	**21,639**	**(682)**	**51,502**	**74,596**	**(2,149)**	**72,447**
Transactions with owners in their capacity as owners:								
Share based payments	1,586	-	-	921	-	2,507	-	2,507
Transfers to reserves	-	-	-	702	(702)	-	-	-
At 31 December 2024	**1,325,619**	**(81,662)**	**(7,135)**	**58,726**	**452,949**	**1,748,497**	**(5,642)**	**1,742,855**

* Other reserves consist of share-based payments reserve, Spanish statutory profit reserve, fair value reserve and equity reserve.

The consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

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Consolidated Statement of Cash Flows

for the six months ended 31 December 2025

	31 Dec 2025 $000	31 Dec 2024 $000
Cash flows from operating activities		
Cash receipts from customers	646,447	581,252
Cash paid to suppliers and employees	(346,997)	(320,808)
Tax paid	(17,656)	(8,051)
Payments for exploration and evaluation	(16,602)	(15,159)
Interest received	1,470	1,947
Net cash inflow from operating activities	**266,662**	**239,181**
Cash flows from investing activities		
Payments for exploration and evaluation assets	(4,308)	(922)
Payments for property, plant and equipment	(31,382)	(17,627)
Proceeds from sale of property, plant and equipment	691	-
Payments for mine properties (including mine properties under development)	(74,887)	(81,247)
Proceeds from sale of investments	-	307
Refund of security deposits and bonds	1	168
Net cash outflow from investing activities	**(109,885)**	**(99,321)**
Cash flows from financing activities		
Transaction costs related to loans and borrowings	-	(157)
Repayment of borrowings	(110,000)	(94,852)
Repayment of lease obligations	(11,708)	(7,284)
Interest and other costs of finance paid	(8,416)	(23,921)
Net cash outflow from financing activities	**(130,124)**	**(126,214)**
Net increase in cash and cash equivalents	**26,653**	**13,646**
Net foreign exchange differences	(104)	(626)
Cash and cash equivalents at the beginning of the period	110,668	183,337
Cash and cash equivalents at the end of the period	**137,217**	**196,357**

The consolidated statement of cash flows should be read in conjunction with the accompanying notes.

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Notes to the Half Year Financial Report

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1 Corporate Information

The interim consolidated financial statements of Sandfire Resources Limited and its subsidiaries (collectively, the Group) for the six months ended 31 December 2025 were authorised for issue in accordance with a resolution of the Directors on 18 February 2026.

Sandfire Resources Limited is a for profit company incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange (ASX). The nature of the operations and principal activities of the Company are described in the Directors' report.

2 Basis of Preparation

The interim consolidated financial statements for the six months ended 31 December 2025 are general purpose condensed financial statements prepared in accordance with *AASB 134 Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financing Reporting Standard IAS *34 Interim Financial Reporting.*

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 30 June 2025 and considered together with any public announcements made by Sandfire Resources Limited during the half year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

New and Amended Standards Adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

Rounding

The amounts contained in this financial report have been rounded to the nearest $1,000 (unless rounding is not applicable) where noted ($000) under the option available to the Company under ASIC Corporations (Rounding in Financial/Director's Reports) Instrument 2016/191. The Company is an entity to which this legislative instrument applies.

Presentation Currency

The Group's presentation currency is United States (US) dollars. Items included in the financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates, the 'functional currency'.

3 Segment information

An operating segment is a component of the Group that engages in business activities from which it may earn revenue and incur expenditure and about which separate financial information is available that is evaluated regularly by the Group's Chief Operating Decision Makers (CODM), being the executive management team and the Board of Directors, in deciding how to allocate resources and in assessing performance. The operating segments reported are presented in accordance with current segment information provided to the CODM.

Segment name	Description
MATSA Copper Operations	This segment consists of the Minas de Aguas Teñidas (MATSA) polymetallic mining complex in Spain and exploration and evaluation activities in Spain and Portugal. The operations comprise three underground mines and a central processing facility. The mines generate revenue from the sale and delivery of copper, zinc and lead concentrates containing a silver by-product to a customer in Spain.
Motheo Copper Operations	This segment consists of operations located in Botswana and includes the Motheo Copper Mines that currently comprise the T3 and A4 open pit mines. The mines generate revenue from the sale and delivery of copper concentrates containing a silver by-product from a central processing facility to customers in Asia and Europe. This segment also includes exploration and evaluation activities across our prospecting licences held in the Kalahari Copper Belt.
DeGrussa Copper Operations	This segment consists of both the DeGrussa and Monty Copper-Gold Mines located in the Bryah Basin mineral province of Western Australia. Following the completion of oxide processing in May 2023 the operations are currently in care and maintenance ahead of their formal closure.
Black Butte Copper Project	This segment consists of the evaluation activities for the Black Butte Copper Project located in central Montana in the United States of America held through the Group's 87% interest in Sandfire Resources America Inc. (TSX-V: SFR), which holds a 100% interest in the project.
Exploration and Other	This segment includes the Group's corporate activities and exploration and evaluation activities that are unable to be directly attributed to another operating segment.

Segment results

The Group reports consolidated financial information on an Underlying Earnings basis to the CODM. Segment performance is assessed based on Underlying EBITDA and Underlying EBIT. Underlying EBIT is profit before net finance expenses and taxation. Underlying EBITDA is Underlying EBIT before depreciation and amortisation.

These Underlying measures provide an insight into segment performance by excluding the impact of events that are not part of the segment's usual business activities. A reconciliation of these underlying performance measures to the Consolidated Income Statement is detailed on the following pages.

Underlying net finance expense and Underlying income tax expense are not allocated to individual segments as these metrics are analysed on a Group basis.

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3 Segment information (continued)

For the half year ended 31 December 2025	MATSA Copper Operations $000	Motheo Copper Operations $000	DeGrussa Copper Operations $000	Black Butte Copper Project $000	Exploration and Other $000	Group $000
Sales revenue	392,090	279,981	-	-	-	672,071
Underlying other (losses) / gains	(880)	471	-	(24)	(145)	(578)
Changes in inventories of finished goods and work in progress	(8,871)	655	-	-	-	(8,216)
Underlying mine operations costs	(188,107)	(97,326)	-	-	-	(285,433)
Freight expense	(10,547)	(14,018)	-	-	-	(24,565)
Royalties expense	-	(9,208)	-	-	-	(9,208)
Underlying exploration and evaluation expenses	(5,901)	(4,730)	-	(3,794)	(2,216)	(16,641)
Underlying administration and other expenses	(1,225)	(26)	(2,913)	(582)	(18,231)	(22,977)
Underlying EBITDA	**176,559**	**155,799**	**(2,913)**	**(4,400)**	**(20,592)**	**304,453**
Depreciation and amortisation	(113,138)	(30,371)	(3)	(121)	(421)	(144,054)
Underlying EBIT	**63,421**	**125,428**	**(2,916)**	**(4,521)**	**(21,013)**	**160,399**
Underlying net finance expense						(11,380)
Underlying income tax expense						(41,966)
Underlying Earnings						**107,053**
Underlying EBITDA	**176,559**	**155,799**	**(2,913)**	**(4,400)**	**(20,592)**	**304,453**
Underlying exploration and evaluation expenses	5,901	4,730	-	3,794	2,216	16,641
Underlying administration and other expenses	1,225	26	2,913	582	18,231	22,977
Underlying Operations EBITDA	**183,685**	**160,555**	**-**	**(24)**	**(145)**	**344,071**
Underlying EBITDA						**304,453**
Underlying exploration and evaluation expenses						16,641
Net interest paid [(i)]						(4,658)
Net tax payments [(ii)]						(17,656)
Sustaining capital expenditure [(iii)]						(91,951)
Cash Earnings						**206,829**

(i) The amount of cash interest paid net of cash interest received during the year.
(ii) The net amount of cash payments for withholding tax and income tax to government authorities during the year.
(iii) Includes capitalised underground mine development at MATSA and deferred stripping for open pit mines in production at Motheo.

Underlying operating costs

Changes in inventories of work in progress	(3,295)	209	-	-	-	(3,086)
Underlying mine operations costs	(188,107)	(97,326)	-	-	-	(285,433)
Freight expense	(10,547)	(14,018)	-	-	-	(24,565)
Royalties expense	-	(9,208)	-	-	-	(9,208)
Underlying operating costs	**(201,949)**	**(120,343)**	**-**	**-**	**-**	**(322,292)**

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3 Segment information (continued)

For the half year ended 31 December 2024	MATSA Copper Operations $000	Motheo Copper Operations $000	DeGrussa Copper Operations $000	Black Butte Copper Project $000	Exploration and Other $000	Group $000
Sales revenue	306,409	265,849	-	-	-	572,258
Underlying other (losses) / gains	(159)	116	-	-	-	(43)
Changes in inventories of finished goods and work in progress	4,457	(872)	-	-	-	3,585
Underlying mine operations costs	(166,831)	(81,306)	-	-	-	(248,137)
Freight expense	(9,691)	(15,263)	-	-	-	(24,954)
Royalties expense	-	(8,784)	-	-	-	(8,784)
Underlying exploration and evaluation expenses	(4,712)	(5,119)	-	(5,925)	(1,772)	(17,528)
Underlying administration and other expenses	(727)	(17)	(2,513)	(484)	(17,472)	(21,213)
Underlying EBITDA	**128,746**	**154,604**	**(2,513)**	**(6,409)**	**(19,244)**	**255,184**
Depreciation and amortisation	(117,956)	(34,591)	(8)	(146)	(542)	(153,243)
Underlying EBIT	**10,790**	**120,013**	**(2,521)**	**(6,555)**	**(19,786)**	**101,941**
Underlying net finance expense						(27,328)
Underlying income tax benefit						(25,549)
Underlying Earnings						**49,064**

Underlying EBITDA	**128,746**	**154,604**	**(2,513)**	**(6,409)**	**(19,244)**	**255,184**
Underlying exploration and evaluation expenses	4,712	5,119	-	5,925	1,772	17,528
Underlying administration and other expenses	727	17	2,513	484	17,472	21,213
Underlying Operations EBITDA	**134,185**	**159,740**	**-**	**-**	**-**	**293,925**

Underlying EBITDA	**255,184**
Underlying exploration and evaluation expenses	17,528
Net interest paid [(i)]	(21,974)
Net tax payments [(ii)]	(8,051)
Sustaining capital expenditure [(iii)]	(58,368)
Cash Earnings	**184,319**

(i) The amount of cash interest paid net of cash interest received during the year.
(ii) The net amount of cash payments for withholding tax and income tax to government authorities during the year.
(iii) Includes capitalised underground mine development at MATSA and deferred stripping for open pit mines in production at Motheo.

Underlying operating costs

Changes in inventories of work in progress	1,336	298	-	-	-	1,634
Underlying mine operations costs	(166,831)	(81,306)	-	-	-	(248,137)
Freight expense	(9,691)	(15,263)	-	-	-	(24,954)
Royalties expense	-	(8,784)	-	-	-	(8,784)
Underlying operating costs	**(175,186)**	**(105,055)**	**-**	**-**	**-**	**(280,241)**

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3 Segment information (continued)

Underlying results reconciliation

For the half year ended 31 December 2025	MATSA Copper Operations $000	Motheo Copper Operations $000	DeGrussa Copper Operations $000	Black Butte Copper Project $000	Exploration and Other $000	Group $000
Underlying other (losses) / gains	**(880)**	**471**	**-**	**(24)**	**(145)**	**(578)**
Other significant items	-	-	(27)	-	-	(27)
Foreign exchange rate (losses) / gains	(1,913)	791	-	-	53	(1,069)
Other (losses) / gains	**(2,793)**	**1,262**	**(27)**	**(24)**	**(92)**	**(1,674)**
Underlying mine operations costs	**(188,107)**	**(97,326)**	**-**	**-**	**-**	**(285,433)**
Other significant items [(i)]	-	(869)	-	-	-	(869)
Employee benefit expenses [(ii)]	36,392	10,298	-	-	-	46,690
Mine operations costs	**(151,715)**	**(87,897)**	**-**	**-**	**-**	**(239,612)**
Underlying exploration and evaluation expenses	**(5,901)**	**(4,730)**	**-**	**(3,794)**	**(2,216)**	**(16,641)**
Organisational restructuring expenses	-	-	-	-	(295)	(295)
Employee benefit expenses [(ii)]	-	1,273	-	250	2,043	3,566
Exploration and evaluation expenses	**(5,901)**	**(3,457)**	**-**	**(3,544)**	**(468)**	**(13,370)**
Underlying impairment expense	**-**	**-**	**-**	**-**	**-**	**-**
Disposal of tenements	(220)	(1,767)	-	-	-	(1,987)
Impairment expense	**(220)**	**(1,767)**	**-**	**-**	**-**	**(1,987)**
Underlying administration and other expenses	**(1,225)**	**(26)**	**(2,913)**	**(582)**	**(18,231)**	**(22,977)**
Other significant items [(i)]	-	(4,327)	-	-	-	(4,327)
Organisational restructuring expenses	-	-	(66)	-	(226)	(292)
Employee benefit expenses [(ii)]	-	-	963	-	15,467	16,430
Administration and other expenses	**(1,225)**	**(4,353)**	**(2,016)**	**(582)**	**(2,990)**	**(11,166)**
Underlying net finance expense						**(11,380)**
Foreign exchange rate gains on restatement of monetary items						1,355
Net finance expense						**(10,025)**
Underlying income tax expense						**(41,966)**
Tax effect of adjustments to underlying EBIT						189
Foreign exchange rate losses on restatement of monetary items						(3,437)
Income tax expense						**(45,214)**

(i) Includes non-recurring costs ($4.3M) relating to a provision for a historical VAT receivable balance associated with Motheo.
(ii) Employee benefits expenses per the face of the Consolidated Income Statement have been allocated against the function to which they most closely relate. The total employee benefits expense of $66.7M has been allocated across mine operating costs ($46.7M), Underlying exploration and evaluation expenses ($3.6M), and Underlying administration & other expenses ($16.4M).

3 Segment information (continued)

For the half year ended 31 December 2024	MATSA Copper Operations $000	Motheo Copper Operations $000	DeGrussa Copper Operations $000	Black Butte Copper Project $000	Exploration and Other $000	Group $000
Underlying other (losses) / gains	**(159)**	**116**	**-**	**-**	**-**	**(43)**
Other significant items [(i)]	-	(4,887)	1,536	-	890	(2,461)
Other (losses) / gains	**(159)**	**(4,771)**	**1,536**	**-**	**890**	**(2,504)**
Underlying mine operations costs	**(166,831)**	**(81,306)**	**-**	**-**	**-**	**(248,137)**
Employee benefit expenses [(ii)]	31,330	8,534	-	-	-	39,864
Mine operations costs	**(135,501)**	**(72,772)**	**-**	**-**	**-**	**(208,273)**
Underlying exploration and evaluation expenses	**(4,712)**	**(5,119)**	**-**	**(5,925)**	**(1,772)**	**(17,528)**
Employee benefit expenses [(ii)]	-	1,097	-	100	1,250	2,447
Exploration and evaluation expenses	**(4,712)**	**(4,022)**	**-**	**(5,825)**	**(522)**	**(15,081)**
Underlying impairment expense	-	-	-	-	-	-
Disposal of tenements	-	-	(57)	-	-	(57)
Asset disposals	(127)	-	-	-	-	(127)
Impairment expense	**(127)**	**-**	**(57)**	**-**	**-**	**(184)**
Underlying administration & other expenses	**(727)**	**(17)**	**(2,513)**	**(484)**	**(17,472)**	**(21,213)**
Other significant items [(i)]	-	-	(2,261)	-	-	(2,261)
Organisational restructuring expenses	-	-	-	-	(640)	(640)
Employee benefit expenses [(ii)]	-	-	-	-	15,089	15,089
Administration & other expenses	**(727)**	**(17)**	**(4,774)**	**(484)**	**(3,023)**	**(9,025)**
Underlying net finance expense						**(27,328)**
Foreign exchange rate losses on restatement of monetary items						(3)
Net finance expense						**(27,331)**
Underlying income tax benefit						**(25,549)**
Tax effect of adjustments to underlying EBIT						1,107
Tax effect of adjustments to net finance expense						69
Foreign exchange rate gains on restatement of monetary items						4,992
Income tax benefit						**(19,381)**

(i) Includes a commercial settlement at Motheo ($4.9M), a gain on the revaluation of DeGrussa's closure provision of $1.5M, gains on asset sales of $0.9M, and other non-recurring costs ($2.3M).

(ii) Employee benefits expenses per the face of the Consolidated Income Statement have been allocated against the function to which they most closely relate. The total employee benefits expense of $57.4M has been allocated across mine operating costs ($39.9M), Underlying exploration and evaluation expenses ($2.4M), and Underlying administration & other expenses ($15.1M).

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4 Sales revenue

	31 Dec 2025 $000	31 Dec 2024 $000
Revenue from contracts with customers		
Revenue from sale of concentrate	662,894	570,464
Revenue from shipping services	4,191	5,675
Total revenue from contracts with customers	**667,085**	**576,139**
Fair value movements on receivables subject to QP adjustment	44,788	(1,312)
Hedge losses	(39,802)	(2,569)
Total sales revenue	**672,071**	**572,258**

5 Finance income and expenses

	31 Dec 2025 $000	31 Dec 2024 $000
Finance income		
Interest on bank deposits	1,414	2,001
Net foreign exchange gain	1,355	-
Total finance income	**2,769**	**2,001**
Finance expense		
Interest charges calculated using the effective interest rate method	(7,036)	(23,488)
Interest on lease liabilities	(592)	(562)
Net foreign exchange loss	-	(866)
Unwinding of discount on provisions	(2,876)	(2,349)
Facility fees and charges	(2,290)	(2,067)
Total finance expense	**(12,794)**	**(29,332)**

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6 Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The major components of income tax expense in the consolidated interim income statement are:

	31 Dec 2025 $000	31 Dec 2024 $000
Income taxes		
Current income tax expense	57,386	15,579
Origination and reversal of temporary differences	(15,580)	9,416
Over provision in prior periods	-	(177)
Foreign exchange losses / (gains) relating to tax	3,408	(5,437)
Income tax expense recognised in the income statement	**45,214**	**19,381**
Income tax expense recognised in other comprehensive income	3,426	7,655
Total income tax expense recognised in the income statement and other comprehensive income	**48,640**	**27,036**
Reconciliation of income tax expense to pre-tax profit		
Profit before income tax	141,508	69,064
Income tax expense at the Australian tax rate of 30% (2024: 30%)	42,453	20,719
Increase / (decrease) in income tax due to:		
Tax rate differential on foreign income	(9,053)	(8,124)
Non-deductible expenses	1,862	4,378
Tax losses and deductible temporary differences not recognised	9,211	8,207
Current year capital losses not recognised	-	359
Over provision for prior year	-	(322)
Foreign dividend and interest withholding taxes paid	4,006	2,721
Recognition of previously unrecognised prior year losses	-	(32)
Other deductible expenses	(6,673)	(4,447)
Net foreign exchange differences [(i)]	3,408	(4,078)
Income tax expense	**45,214**	**19,381**

(i) Foreign exchange arising on retranslation of Euro and Pula denominated deferred tax balances.

Pillar Two Tax Reforms

Sandfire Resources Limited is part of a global consolidated group that is within the scope of the OECD Pillar Two model rules, and it applies the AASB 112 exemption to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

Pillar Two legislation is either in place or substantively enacted in jurisdictions that the Group operates apart from the United States of America and Botswana. Under the legislation, the Group is liable to pay a top-up tax for the difference between its GloBE (Global Anti-Base Erosion) effective tax rate in each jurisdiction and the 15% minimum rate.

The Group has estimated that the effective tax rates exceed 15% in all jurisdictions in which it operates, or the jurisdiction meets transitional safe harbour arrangements, and no top-up tax has been recognised in current income tax expense.

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7 Fair value measurement

The following table shows the value of financial instruments measured at fair value, other than cash and cash equivalents, including their level in the fair value measurement hierarchy as at 31 December 2025.

	Note	Level 1 $000	Level 2 $000	Level 3 $000	Total $000
Financial assets					
Trade receivables at fair value through profit and loss	(i)	-	28,163	-	28,163
Financial assets at fair value through other comprehensive income	(ii)	3,400	-	595	3,995
Total financial assets		**3,400**	**28,163**	**595**	**32,158**
Financial liabilities					
Derivative liabilities – commodity swap contracts	(iii)	-	(10,199)	-	(10,199)
Total financial liabilities		**-**	**(10,199)**	**-**	**(10,199)**

(i) Trade receivables and payables include concentrate sale contracts still subject to price adjustments where the final consideration to be received or paid will be determined based on prevailing London Metals Exchange (LME) metal prices at the final settlement date. Receivables and payables still subject to price adjustments at balance date are fair valued by estimating the present value of the final settlement price using the LME forward metals prices at balance date. The fair value takes into account relevant other fair value considerations including any relevant credit risk.

(ii) Equity instruments designated at fair value through OCI include investments in equity shares in listed and non-listed companies. These investments were irrevocably designated at fair value through OCI as the Group considers these investments to be strategic in nature.

(iii) Refer to Note 10 for further information relating to the fair value of derivatives.

The fair value of the financial instruments as at 30 June 2025 are summarised in the table below.

	Level 1 $000	Level 2 $000	Level 3 $000	Total $000
Financial assets				
Trade receivables at fair value through profit and loss	-	19,341	-	19,341
Financial assets at fair value through other comprehensive income	1,558	-	584	2,142
Total financial assets	**1,558**	**19,341**	**584**	**21,483**
Financial liabilities				
Derivative liabilities – commodity swap contracts	-	(17,811)	-	(17,811)
Total financial liabilities	**-**	**(17,811)**	**-**	**(17,811)**

8 Inventories

	31 Dec 2025 $000	30 Jun 2025 $000
Current		
Concentrate – at cost	26,590	31,720
Ore stockpiles – at cost	29,523	32,609
Stores and consumables – at cost	39,847	37,986
	95,960	**102,315**
Allowance for obsolete stock – stores and consumables	(12,446)	(11,929)
	83,514	**90,386**

9 Interest-bearing liabilities

	31 Dec 2025 $000	30 Jun 2025 $000
Non-current interest-bearing liabilities		
Unsecured bank loans	119,343	228,436
Total non-current interest-bearing liabilities	**119,343**	**228,436**

Unsecured bank loans represent the principal amounts outstanding under the Group's $650M Corporate Revolver Facility (CRF), inclusive of accrued interest and net of capitalised transaction costs. As at 31 December 2025, the total principal outstanding was $124.0M (30 June 2025: $234.0M).

10 Derivatives

During the period, Sandfire entered into copper and zinc commodity swap arrangements that were designated in cash flow hedge relationships.

Fair value measurement

When measuring the fair value of its assets and liabilities, the Company uses observable market data. The fair value of commodity swap contracts is determined using forward commodity prices at the reporting date, which is a Level 2 valuation technique.

Commodity swap contracts

	31 Dec 2025 $000	30 Jun 2025 $000
Derivative liabilities		
Commodity swap contracts – current	(10,199)	(17,811)
Total derivative liabilities	**(10,199)**	**(17,811)**

As at 31 December 2025, the Group had a net hedge liability position reflecting the negative mark-to-market of copper and zinc contracts. The total hedge position comprised 5,148 tonnes of copper at an average price of $10,482/t and 4,731 tonnes of zinc at an average price of $3,075/t. The hedging tenor extends through to January 2026 for copper and zinc.

11 Significant events after the reporting date

On 6 February 2026, Sandfire executed definitive transaction agreements with Havilah Resources Limited (ASX: HAV) to advance the Kalkaroo Copper Gold Project (Kalkaroo) and establish an exploration strategic alliance across the highly prospective Curnamona Province in South Australia[(i)]. These agreements grant Sandfire an exclusive right to earn an 80% interest in Kalkaroo for an effective upfront consideration of approximately A$117.6M[(ii)], comprising A$31.5M in cash and 4,640,833 Sandfire shares[(iii)]. Upon completion of a new pre-feasibility study, which will include a minimum 20,000m infill and resource extension drilling program, or at any time within 24 months, Sandfire may elect to acquire the 80% interest in Kalkaroo by completing the Stage 2 payment[(iv)]. In parallel, Sandfire has committed A$30M to regional exploration across a minimum 24-month period under the exploration strategic alliance, with the opportunity to earn an 80% interest in any discovery within a defined area by funding additional drilling through to a maiden resource.

(i) Refer to "Agreement to Advance the Kalkaroo Copper-Gold Project and Regional Exploration" jointly released to the ASX by Sandfire and Havilah on 13 November 2025 and "Kalkaroo Copper-Gold Project and Exploration Strategic Alliance Update" jointly released to the ASX by Sandfire and Havilah on 6 February 2026.
(ii) Based on the Sandfire share price of A$18.55 at the close of trading on the ASX on 6 February 2026.
(iii) Number of Sandfire shares to be issued is calculated based on the volume-weighted average price for the 20-day trading period from 16 October 2025 to 12 November 2025 (both dates inclusive) (VWAP).
(iv) The Stage 2 payment of A$105M comprises a cash payment equal to between 30% and 70% of the consideration, at Sandfire's election, with the balance satisfied by an issue of SFR shares, with the number of shares issued calculated based on the VWAP.

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Directors' Declaration

In accordance with a resolution of the Directors of the Company, we state that:

In the opinion of the Directors:

(a) The consolidated financial statements and notes that are set out on pages 25 to 41 for the half year ended 31 December 2025 are in accordance with the Corporations Act, including:

(i) Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half year ended on that date; and

(ii) Complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

(b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.

John Richards
Non-Executive Chair

Brendan Harris
Managing Director and Chief Executive Officer

Dated 18 February 2026

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Deloitte Touche Tohmatsu
ABN 74 490 121 060

Tower 2
Brookfield Place
123 St Georges Terrace
Perth WA 6000
GPO Box A46
Perth WA 6837 Australia

Tel: +61 8 9365 7000
Fax: +61 8 9365 7001
www.deloitte.com.au

Independent Auditor's Review Report to the Members of Sandfire Resources Limited

Conclusion

We have reviewed the half-year financial report of Sandfire Resources Limited (the "Company") and its subsidiaries (the "Group"), which comprises the consolidated balance sheet as at 31 December 2025, the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity for the half-year ended on that date, notes to the financial statements, including material accounting policy information and other explanatory information, and the directors' declaration as set out on pages 27 to 42.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- Complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a *Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional and Ethical Standards Board ("the Code") that are relevant to our audit of the annual financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Directors' Responsibilities for the Half-year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

DELOITTE TOUCHE TOHMATSU

David Newman
Partner
Chartered Accountants
Perth, 18 February 2026

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