23 February 2026

2025 Full Year Results

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Record output and cost discipline underscores resilient full year performance

"The 2025 full year was another expansionary year for Stanmore, with production increasing following the completion of our recent capital investment program. Despite early weather disruptions, a strong second-half recovery delivered record production and saleable output within both our original and revised Guidance ranges.

Market conditions softened to a four-year low, but disciplined cost management kept costs broadly stable, supporting solid earnings and cash generation. We delivered Underlying EBITDA of US$385 million and free cash flows of US$296 million, while maintaining a strong balance sheet with modest net debt and a nominal gearing ratio.

With capital expenditure normalising and robust liquidity, the company has increased the proportion of shareholder returns within its capital allocation strategy. A fully franked dividend of 8.9 US cents per share brings cumulative dividends to 34.2 US cents per share and compounded annual total shareholder returns of approximately 30% since acquiring BMC in mid-2022.

Guidance for 2026 reflects a deliberate stepdown in production, as Isaac Downs is adjusted to focus on an optimised cost structure ahead of the planned extension project. FOB Cash Cost Guidance captures typical cost escalation and changes in FX rates, while a lower production profile has been largely offset by operational efficiencies and cost reductions across the platform. With metallurgical coal market conditions having improved year-to-date, Stanmore remains uniquely positioned to benefit as an Australian-based pure-play producer."

Marcelo Matos, Chief Executive Officer & Executive Director

Highlights

- Serious Accident Frequency Rate of 0.33, consistent with the prior year and well below the latest industry average
- Record operational performance, with run-of-mine production of 20.5 million tonnes and saleable production of 14.0 million tonnes delivered across the year
- Total sales of 14.1 million tonnes underpinned total revenues of US$1.9 billion, with year-on-year revenue impacted by a 21% reduction in average realised sale prices
- FOB cash costs lower compared to the prior year, following the delivery of various cost reduction initiatives – supporting robust Underlying EBITDA of US$385 million
- Positive free cash flow (after leasing and debt service) and closing cash balance of US$212 million
- Net debt of US$33 million as at year end which, together with total liquidity of US$482 million, provides a strong balance sheet position to manage through movements in the coal price cycle
- Declaration of a fully franked dividend to shareholders of 8.9 US cents per share, demonstrating a commitment to consistent shareholder returns and a balanced approach to capital allocation
- Maiden JORC compliant Reserves statement for the Isaac Downs Extension Project, supporting project delivery and the pathway to secure crucial regulatory approvals

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Consolidated Production & Sales Performance

		2025	2024
ROM Coal Mined	Mt	20.5	19.4
ROM Strip Ratio	Prime	8.1	8.9
Saleable Coal Produced	**Mt**	**14.0**	**13.8**
Sales of Produced Coal	Mt	14.1	14.1
Sales of Purchased Coal	Mt	0.0	0.1
Total Coal Sales	**Mt**	**14.1**	**14.2**

Consolidated Financial Performance

		2025	2024
Revenue – coal sales	US$M	1,881	2,396
EBITDA	US$M	384	715
Underlying EBITDA	**US$M**	**385**	**700**
Profit / (Loss) after tax	US$M	(47)	192
Cash flow from operations	US$M	381	408
Average sales price achieved	US$/t	133	168
FOB cash cost (ex. royalties)	**US$/t sold**	**88**	**89**
Capital expenditure	US$M	85	170

Commentary on 2025 Performance

Operational performance in 2025 reflected a tale of two halves: the first half was heavily affected by challenging weather conditions, while a strong recovery in the second half enabled full year saleable production to be delivered at the midpoint of revised Guidance. With South Walker Creek continuing its ramp-up and Poitrel delivering standout results, the combined performance set new full-year records for both ROM coal mined and saleable production, furthering sequential growth across our operating assets.

Total revenues decreased year-on-year, in-line with a reduction in the average realised sales price from the prevailing market conditions remaining relatively soft throughout the period. FOB cash costs per sales tonne were slightly below 2024 levels, supported by cost-savings initiatives and reduced average strip ratio, which helped offset inflationary and foreign exchange pressures. As a result, the change in Underlying EBITDA versus the prior year primarily reflects lower coal prices and non-controllable factors.

Free cash flow remained robust, supported by the return of our capital expenditure profile to steady state after the completion of a significant capital investment program started in late 2023 further strengthening the resilience of our platform. Net debt[1] was broadly steady year-on-year at US$33 million, while total liquidity approached US$500 million, comprising closing cash of US$212 million and US$270 million in available revolving credit facilities.

Key project activities continued to progress during the period, with the Isaac Downs Extension advancing through the approvals' pathway following the maiden JORC Reserves[2] declaration in April 2025, and development study work streams for the Eagle Downs project also moving forward.

[1] Net Debt (Cash) is calculated as the outstanding principal balance of any balance sheet debt facilities, excluding finance leases and lease liabilities accounted for under IFRS-16, less consolidated unrestricted cash on hand.
[2] Refer to ASX Announcement "Isaac Downs Extension Coal Reserves" dated April 29, 2025

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Dividends

The Board of Directors of Stanmore has today resolved to declare a fully franked final dividend of 8.9 US cents per share. This demonstrates the company's commitment to consistent shareholder returns, supported by a strong liquidity position and the return to a steady-state capital expenditure profile.

The timing for the payment of this dividend is as follows:

a) Declaration date: 23 February 2026
b) Ex-Dividend date: 26 February 2026
c) Record date: 27 February 2026
d) Payment date: 13 March 2026
e) Payment currency: Australian Dollars
f) Foreign exchange: Reserve Bank of Australia published AUD/USD exchange rate at 4:00pm AEDT on Record Date

Full details are contained in the Appendix 3A.1 filed with the ASX on today's date.

Guidance[1]

As previously disclosed, saleable production and capital expenditure concluded at the mid-point of their respective Guidance ranges for 2025. FOB cash costs averaged US$88 per tonne, comfortably within the Guidance range for 2025, which was lowered early in the year to reflect the implementation of cost management initiatives in response to the softer metallurgical coal price environment.

Guidance figures for 2026 reflects a modest decline in consolidated saleable production, primarily due to a planned adjustment in production from the Isaac Plains Complex. This outcome was anticipated as strip ratios increase at Isaac Downs and the mine approaches its economic limits. Isaac Downs has contributed significant free cash flows (after leasing)[2] of circa A$700 million, with investment returns to Stanmore shareholders exceeding expectations since commencement in 2021. Our focus now pivots to value and cash flow over volume as the Isaac Downs Extension approvals progress.

The 2026 FOB cash cost Guidance range incorporates the impact of non-controllable factors, including inflation related escalation assumptions and anticipated adverse foreign exchange movements. If not for these impacts, FOB cash costs would be consistent year on year. Lower expected sales volumes have been effectively offset by expected operational improvements, driven by further cost efficiencies from optimised mining activities at Isaac Downs and broader productivity and cost improvements across the portfolio.

Capital expenditure Guidance includes the commencement of a truck rebuilding program at Poitrel and the completion of the tailings pumping project at Poitrel.

		2025		2026
		Actuals	Guidance	**Guidance**
Saleable Production	Mt	**14.0**	**13.8 – 14.2**	**12.8 – 13.4**
South Walker Creek	Mt	6.6	6.5 – 6.7	6.7 – 6.9
Poitrel	Mt	5.0	4.9 – 5.0	4.6 – 4.8
Isaac Plains Complex	Mt	2.4	2.4 – 2.5	1.5 – 1.7
FOB Cash Cost	US$/t sold	**88**	**85 – 90**	**93 – 97**
Capital Expenditure	US$ million	**85**	**80 – 90**	**85 – 95**

[1] Assumes average AUD/USD of 0.6450 for 2025 in-line with consensus at the time of announcement in February 2025 and 0.6800 for 2026, in-line with current consensus. All figures presented on a nominal basis and may differ due to rounding. Investors are cautioned not to place undue reliance on the forecasts provided, particularly in light of the general volatility in coal prices as well as the significant uncertainty surrounding global inflation and global economic outlook

[2] Free Cash Flow calculated as aggregate EBITDA, excluding IFRS-16 lease accounting and inventory movements for the Isaac Plains Complex , less aggregate acquisition cost and capital expenditures related to the purchase and construction of the Isaac Downs Project pre-2022 and ongoing capital expenditures for the Isaac Plains Complex from 2022 to 2025

Summarised Production and Financial Statistics by Asset[1,2]

		2025	2024
ROM Coal Mined	**Mt**	**20.526**	**19.357**
South Walker Creek	Mt	9.340	8.016
Poitrel	Mt	7.494	7.158
Isaac Plains Complex	Mt	3.692	3.941
Millennium	Mt	-	0.242
Strip Ratio	**Prime**	**8.1**	**8.9**
South Walker Creek	Prime	8.1	9.8
Poitrel	Prime	7.8	8.1
Isaac Plains Complex	Prime	8.9	9.2
Saleable Production	**Mt**	**13.994**	**13.828**
South Walker Creek	Mt	6.577	6.257
Poitrel	Mt	5.049	4.583
Isaac Plains Complex	Mt	2.368	2.765
Millennium	Mt	-	0.224
Total Coal Sales	**Mt**	**14.096**	**14.238**
South Walker Creek	Mt	6.621	6.413
Poitrel	Mt	5.020	4.862
Isaac Plains Complex	Mt	2.455	2.714
Millennium	Mt	-	0.249
Sales – Coking Coals	%	26%	30%
Sales – PCI	%	68%	64%
Sales – Thermal Coals	%	6%	6%
FOB Cash Cost (ex. royalties)	**US$/t sold**	**88**	**89**
South Walker Creek	US$/t sold	80	81
Poitrel	US$/t sold	95	95
Isaac Plains Complex	US$/t sold	94	88
Millennium	US$/t sold	-	212
Average Selling Price	**US$/t**	**133**	**168**
South Walker Creek	US$/t	138	164
Poitrel	US$/t	132	169
Isaac Plains Complex	US$/t	122	172
Millennium	US$/t	-	217

[1] Rounding may impact totals when computed in this table
[2] Note that Millennium underground operations ceased June 30, 2024

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This announcement has been approved for release by the Board of Directors of Stanmore Resources Limited.

Further Information

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Media

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We acknowledge the Traditional Owners of the land on which we work and operate: Turrbul and Jagera Country in Brisbane and Barada Barna, Widi and Jangga Country in Central Queensland.

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About Stanmore Resources Limited (ASX: SMR)

Stanmore Resources Limited controls and operates the South Walker Creek, Poitrel and Isaac Plains Complex metallurgical coal mines as well as the undeveloped Eagle Downs, Lancewood, Isaac Plains Underground and Isaac Downs Extension projects, in Queensland's prime Bowen Basin region. Stanmore Resources holds several additional high-quality prospective coal tenements located in Queensland's Bowen and Surat basins. The Company is focused on the creation of shareholder value via the efficient operation of its mining assets and the identification of further development opportunities within the region.