ASX Announcement
Quarterly Activities Report
Period Ended 31 March 2026

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30 April 2026

Highlights

The quarter marked a significant period for KGL Resources as the Company advanced the Jervois Copper-Silver-Gold Project toward development. During the quarter, KGL progressed financing discussions, construction readiness activities, project optimisation work and exploration planning across the broader Jervois district.

Project Financing

- Subsequent to quarter end, KGL entered into a US$300 million silver and gold streaming agreement with Wheaton Precious Metals comprised of US$32 million early draw facility, US$243 million construction facility and US$25 million contingent cost overrun facility, representing a major financing milestone on the pathway to production.

Enhanced Financial Outcome - Baseline Economic Model (BEM)

- Key BEM metrics include pre-tax $NPV_{8,\ real}$ of A$1.226 billion, post-tax $NPV_{8,\ real}$ of A$839 million, a post-tax IRR of 30%, C1 cost of US$1.65/lb, a simple payback of 3.1 years, based on a 10-year mine life and average steady state operating cashflow of A$260 million per annum. Construction Capital Cost estimate A$439 million and additional underground mining and sustaining capital estimate A$290 million (funded from cashflow during operations).

Project Development and Construction Readiness

- Sedgman Pty Limited was selected as preferred contractor for the Jervois process plant, with Front End Engineering and Design activities continuing including long lead equipment procurement.
- The US$32 million (A$45 million) Wheaton early draw facility enables critical path and early work activities to commence prior to any construction expenditure.

Ore Body Knowledge and Growth

- As a result of the 3D inversion model, exploration planning will focus on improved geophysical data intensity together with drilling and core analysis on priority targets, in addition to, depth and lateral extension of currently planned and approved mining areas.

Commodity Market Update

- Against a backdrop of constrained new supply, rising capital intensity and extended development timelines, copper, silver and gold market conditions continued to reinforce the strategic value and timing of the high-grade Jervois Copper-Silver-Gold Project.

Corporate

- Current cash & cash equivalent as at 31 March 2026 was $8.18 million.
- Sam Strohmayr commenced employment as Chief Executive Officer on 27 January 2026.

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Project Financing – Wheaton Streaming Transaction

Subsequent to quarter end, KGL entered into a Precious Metals Purchase Agreement (PMPA) with Wheaton Precious Metals International Ltd. totaling US$300 million, representing a major project financing milestone for the Jervois Copper-Silver-Gold Project. The transaction provides a strong platform to progress project funding, early works and development activities.

- The PMPA comprises US$275 million of stream upfront consideration and a US$25 million contingent cost overrun facility.
- Of the upfront consideration, US$32 million is available prior to any construction expenditure through the Early Deposit, with the remaining US$243 million available in four tranches linked to construction expenditure milestones.
- KGL's copper production remains unencumbered, preserving full exposure to the copper market.
- KGL's retains a 48% economic interest of payable precious metals, over the current life of mine.
- The PMPA benefits from the absence of traditional fixed repayment obligations and project financing-style financial covenants, materially reducing project risk during commissioning and ramp-up.
- The PMPA applies only to the Jervois tenement and excludes the Unca Creek tenement and other non-Jervois metal sources.
- In addition, Wheaton has committed to participate in a future equity raise by KGL, at KGL's election, for the lesser of up to A$35 million and 20% of the shares offered, subject to agreed terms and a 9.9% ownership cap.

The Company is actively engaged with its joint financial advisers, amicaa and CF&Co, to determine the strategy for securing the remaining project funding to support a Final Investment Decision and construction commencement. Further information will be provided as this is developed.

Baseline Economic Model

Strong Financial Returns

The Jervois high-grade copper, silver, gold project Baseline Economic modelling indicates significant project margins supported by strong commodity market demand, competitive operating costs and precious metal by-product credits. Contributing to these returns is the low capital intensity of the Jervois Project (US$10,200 per tonne of annual copper production capacity)

The project is estimated to generate approximately A$3.2 billion in life-of-mine operating cash flow (pre-tax) and approximately A$1.8 billion in free cash flow (after tax).

C1 costs are expected to be approximately US$1.65/lb net of by-product credits, positioning Jervois toward the lower end of the global copper cost curve.

The project is forecast to deliver a pre-tax NPV8, real of approximately A$1.226 billion and an after-tax NPV8, real of A$839 million.

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The table below compares the previously announced Feasibility Study Update 2025 ("FSU25") with the current Baseline Economic Model ("BEM").

Comparison (before financing)		FSU25 Feb-25	BEM Apr-26	Change
Copper	US$/lb	4.58	6.06	32%
Silver	US$/oz	32.62	80.75	148%
Gold	US$/oz	2,667	4,834	81%
Currency Exchange Rate	USD:AUD	0.64	0.717	12%
Contained Metal in Concentrate	kt Cu Eq	301	352	17%
Sales Revenue (payable)[1]	A$m (real)	4,437	6,457	46%
Direct Operating Costs	A$m (real)	2,330	2,852	22%
Royalty	A$m (real)	251	379	51%
EBITDA (A$m)	A$m (real)	1,859	3,226	74%
NPV (8% real, before tax)	A$m (real)	601	1,226	104%
NPV (8% real, after tax)	A$m (real)	405	839	107%
IRR (post tax)	%	24%	30.5%	29%
C1 Costs (net of byproducts)	US$/lb	2.19	1.65	(0.54)
Construction Capital	A$m (real)	362	439	21%
Peak Funding (A$m)	A$m (real)	497	584	18%
Simple Payback	Years	3.4	3.1	(9%)

Broader Economic Contribution

The Project is expected to support peak employment of up to 350 people during construction and up to 550 people during operations. Over life of mine, the Project is expected to contribute approximately A$379 million in royalties.

Sensitivity Analysis

The BEM financial model adopts prevailing market prices for copper, silver and gold (17th April 2026 as shown below. The appropriateness of this selection is supported by KGL's assessment of historical trends, forward market contract positions, and analyst / market commentator guidance. Reasonable sensitivities (plus / minus) were applied against each of these parameters separately, to gauge the financial impacts of these BEM inputs.

[1] Net of TC/RC and freight credit

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The following are the major sensitivities of the BEM NPV tabulated in A$m change from the BEM NPV.

Valuation Sensitivity	Parameter	Baseline Economic Model (BEM)	Sensitivity Applied (+/-)	NPV Delta[1] (A$m) (+/-)
Market (17 April 2026)	Copper Price (US$)[2]	US$13,360/mt	US$1,000/mt	140
	Gold Price (US$)	US$4,834/oz	US$500/oz	21
	Silver Price (US$)	US$80.75/oz	US$5/oz	25
	FX (USD/AUD)	US$0.717	US$0.01	34
Capital	Construction	A$439m	10%	32
	During Operations	A$290m	10%	15
Operating Costs[3]	On-Site Unit Costs/Mined	A$139.23/mt	5%	54
	Off-Site Unit Costs/Concentrate	A$255.90/mt	5%	12
Operating Efficiency[4]	Cu Recovery to Concentrate	90.80%	1%	24

Notes:

1. *+/- A$ impact on BEM NPV A$839m (real, after tax).*

2. Copper price *sensitivity of US$1,000/metric tonne is equivalent to US$0.45 per lb.*

3. Operating Costs*: On-Site and Off-Site Costs include escalated fuel cost impact to NPV circa A$24m prior to sensitivity.*

4. Operating Efficiency *covers mining and metallurgical recoveries exposure as indication for revenue.*

Commodity prices, in particular the US dollar copper price remain the most significant financial sensitivity, generally followed by operating inputs and construction capital.

The Baseline Economic Model provides the financial framework supporting KGL's ongoing engagement with shareholders, financing partners and strategic off-take counterparties as the Company progresses toward a Final Investment Decision.

Project Development and Construction Readiness

KGL continues to advance construction readiness activities for the Jervois Copper-Silver-Gold Project. Subsequent to quarter end, execution of the Wheaton Precious Metals funding agreement materially strengthened the Company's ability to progress early works and critical path activities, with A$45 million available prior to any construction expenditure through the Early Deposit. Full construction remains subject to completion of total project funding and a Final Investment Decision.

Early Works Program

Initial expenditure under the Early Deposit is expected to focus on mobilisation and early works activities to support construction readiness. These activities include:

- long-lead items for the process plant,
- pipeline supply and installation,
- camp and village works,
- support for the KGL Project Management Team (KGL's Integrated Owner's Team), including Axiom and other delivery resources.

Process Plant and Mining Contracts

Sedgman Pty Ltd was selected as preferred contractor for the Jervois process plant. KGL and Sedgman are finalising the end-to-end solution for the design, procurement and construction contract on an exclusive basis. In parallel, the Front-End Engineering and Design (FEED) phase is continuing, including engineering and long-lead equipment procurement activities.

The expression of interest process for the open pit mining contract has progressed to a competitive

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tender process, with completion expected in H1 2026. Under the BEM, open pit mining is scheduled to commence in mid-2027 to deliver sulphide ore for plant commissioning and ramp-up in H1 2028.

Tendering and contracting for underground mining are expected to occur during the initial production ramp-up period. Underground mine plan revision and optimisation are underway, with a competitive tender process planned for completion during 2027/28 as infrastructure construction and site commissioning are finalised. Underground mining is scheduled to commence in 2029, with full production expected by the end of 2030.

Critical Path Procurement and Contracting

Procurement, tendering and evaluation activities are continuing across critical path workstreams, including the process plant construction and delivery workflow, open pit mining, civil works, communications infrastructure and fuel supply.

The construction duration from FID to practical completion totals 22 months followed by a 6 month ramp up to full plant processing capacity. The ramp up includes elements for tonnage throughput, metallurgical recovery and design compliance validation during the ramp up period. Full production capacity is targeted to be achieved during H2 2028.

Ore Body, Knowledge and Growth

KGL continued to advance exploration planning across the broader Jervois district during the quarter, with work focused on expanding geophysical survey coverage and additional data collection stations to support target prioritisation, refine geological interpretation and continually improve KGL's ore body knowledge and growth aspirations.

KGL's integrated 3D inversion modelling program reflects an innovative exploration approach at Jervois, combining geological, geochemical and geophysical datasets to improve target prioritisation.

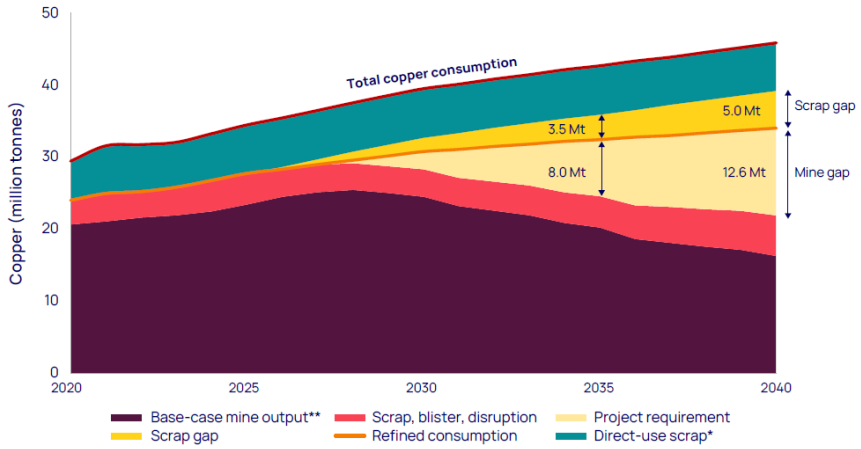
Reflecting the technical significance of this work, Atiqullah Amiri KGL Exploration Manager presented the outcomes of the Integrated 3D modelling at the AGES Conference in Alice Springs in April 2026, where priority exploration targets and interpreted depth and lateral extensions were presented to an industry and technical audience.

Commodity Market Update

The outlook for commodity markets remains supportive, reinforcing the strategic value, timing and financial appeal of the Jervois Copper-Silver-Gold Project. Industry analysis continues to indicate a widening structural gap between future copper demand and new mine supply, driven by electrification, renewable energy deployment, digital infrastructure, AI data-centre build-out, EV growth, defence modernisation and broader industrial demand. Supply growth remains constrained by declining ore grades, increasing geological and technical complexity, rising capital intensity, long development timelines and ongoing challenges in permitting, financing and bringing new projects into production.

Wood Mackenzie estimates that meeting the impending copper supply gap over the next decade will require approximately 8 Mtpa of new mine capacity from greenfield and brownfield projects, together with an additional 3.5 Mtpa from direct scrap use. Wood Mackenzie further notes that required new project delivery over the next 10 years is now averaging 880 ktpa annually, approximately double the rate assumed a decade ago, with the total cost of developing these projects expected to exceed US$210 billion.

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Note: * Direct-use scrap – scrap gap emerging based on 2025 recovery rates (indicating recovery rates will need to grow).
** Recovered copper basis – excludes any production disruption adjustment.

Source: Wood Mackenzie

Independent analyst assessments also highlight when deficits are expected to emerge and how they may widen over time. Bernstein projects a structural global copper supply deficit emerging from around 2027 and widening thereafter, potentially exceeding 12 Mtpa by 2040.



Glencore has similarly estimated in its investor presentation materials that a near-term copper deficit of approximately 300,000 tonnes could expand into a cumulative shortfall of around 27 Mt by 2050.

Academic research led by Adam C. Simon highlights that the key challenge is not only how much copper will be needed, but how quickly mining rates can be increased to meet that demand, given the rising capital intensity and long development timelines of new copper projects. The study notes that capital intensity for 26 global copper projects expected to start production by 2030 ranges from US$9,867 to US$55,347 per tonne of annual copper production capacity, with an average of approximately US$22,400 per tonne of annual copper production capacity, underscoring the substantial capital required to develop sufficient new supply.

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These forecasts and industry assessments increasingly point to the need for higher sustained incentive prices to support investment in new copper supply. Copper prices have strengthened materially since release of the Feasibility Study Update 2025, while silver and gold prices have also moved substantially higher, providing a supportive setting for development of the Jervois Project as a permitted, development-ready Australian copper project with meaningful silver and gold by-product exposure. KGL believes the Jervois Project is well positioned to benefit from strengthening long-term fundamentals for copper, silver and gold, with demand growth expected to continue outpacing new supply development.

Corporate

Current cash & cash equivalent at 31st March 2026 was $8.18 million.

Sam Strohmayr commenced employment as Chief Executive Officer on 27 January 2026. Sam brings three decades of global mining and metallurgical leadership experience across Australia, South America and Europe, including senior executive roles with Glencore Zinc, where he served as Chief Operating Officer for Australia and Director of Operations in South America. . Sam lives and has worked in the Northern Territory for more than 20 years and brings extensive local knowledge and experience to KGL.

Outlook & Next Steps

KGL is actively engaged with its joint financial advisers, amicaa and CF&Co, to secure the remaining project funding to support a future Final Investment Decision and construction commencement. Further information will be provided as this is finalised.

The Company remains focused on securing an optimal funding solution that supports:

- Construction commencement in 2026; and
- First concentrate production in H2 2028.

KGL is committed to maximising shareholder value while supporting regional economic growth, employment opportunities, and long-term sustainability outcomes.

This announcement has been approved by the Board of KGL Resources Limited

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Tenements

Tenement Number	Location	Beneficial Holding
ML 30180	Jervois Project, Northern Territory	100%
ML 30182	Jervois Project, Northern Territory	100%
ML 30829	Jervois Project, Northern Territory	100%
EL 25429	Jervois Project, Northern Territory	100%
EL 30242	Mt Cornish, Northern Territory	100%
EL 28340	Yambah, Northern Territory	100%
EL 28082	Unca Creek, Northern Territory	100%
ML 32277	Lucy Creek Borefield, Northern Territory	100%

Mining Tenements Acquired/Granted and Disposed during the quarter*	Location	Beneficial Holding
Nil		

Tenements subject to farm-in or farm-out agreements	Location	Beneficial Holding
Nil		

Tenements subject to farm-in or farm-out agreements acquired or disposed of during the quarter	Location	Beneficial Holding
Nil		

Related Party Payments
As reported in the quarterly cash flow report part 6.1, amounts paid to related parties of $75k consist of directors' fees and expenses for the quarter.

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Forward Looking statements

This presentation includes certain forward-looking statements. The words “forecast”, “estimate”, “like”, “anticipate”, “project”, “opinion”, “should”, “could”, “may”, “target” and other similar expressions are intended to identify forward looking statements. All statements, other than statements of historical fact, included herein, including without limitation, statements regarding forecast cash flows and potential mineralisation, resources and reserves, exploration results and future expansion plans and development objectives of KGL are forward-looking statements that involve various risks and uncertainties. Although every effort has been made to verify such forward-looking statements, there can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. You should therefore not place undue reliance on such forward-looking statements.

Statements regarding plans with respect to the Company’s mineral properties may contain forward looking statements. Statements in relation to future matters can only be made where the Company **has a reasonable** basis for making those statements.

Competent Person Statement

The information in this announcement that relates to a Production Target and the forecast financial information derived from the production was released to the market on 24 April 2026. KGL Resources Limited confirms that all the material assumptions underpinning the production target and forecast financial information derived from the production target continue to apply and have not materially changed.

The information relating to 3D Inversion results was originally reported on 30 July 2025. The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed

Appendix 5B

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

Name of entity

KGL Resources Limited

ABN	Quarter ended ("current quarter")
52 082 658 080	31 March 2026

Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers – GST receipts	409	528
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(254)	(635)
	(e) administration and corporate costs	(1,660)	(3,304)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	105	215
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,400)**	**(3,196)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(25)	(4)
	(d) exploration & evaluation	(1,107)	(3,801)
	(e) investments	-	-
	(f) other non-current assets	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other – payment of security deposits	-	-
2.6	**Net cash from / (used in) investing activities**	**(1,132)**	**(3,805)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	11,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(683)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(96)	(387)
3.7	Transaction costs related to loans and borrowings – lease interest	(4)	(12)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**(100)**	**9,918**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	10,815	5,265
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,400)	(3,195)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,132)	(3,805)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(100)	9,918

Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**8,183**	**8,183**

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter $A'000	Previous quarter $A'000
5.1	Bank balances	3,034	1,166
5.2	Call deposits	5,000	9,500
5.3	Bank overdrafts	-	-
5.4	Other (security deposit)	149	149
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**8,183**	**10,815**

6.	Payments to related parties of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	75
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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

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7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	-	-

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

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

N/A

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,400)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,107)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,507)
8.4	Cash and cash equivalents at quarter end (item 4.6)	8,183
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	8,183

8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	3.26

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

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

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

Answer: NA

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

Answer: NA

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8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
Answer: NA	
Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.	

Compliance statement

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

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

Date: 30th April 2026.....

Authorised by: Kylie Anderson on behalf of the Board

(Name of body or officer authorising release – see note 4)

Notes

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

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

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

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

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

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