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ASX Announcement

19 May 2026

Successful Completion of Entitlement Offer and Recapitalisation

KEY POINTS

Entitlement Offer completed recapitalising WA Kaolin Ltd's balance sheet by approximately A$16.1 million.

- Entitlement Offer raises cash (before costs) of ~A$6.0 million and reduces debt by A$10.13 million.
- WA Kaolin's four largest shareholders provided cornerstone support, contributing ~A$14.9 million through a combination of cash subscriptions and debt to equity conversions.
- WA Kaolin is now well positioned to drive production growth and operational stability, with proceeds targeted at enhancing plant efficiency and unlocking higher-margin product opportunities.

WA Kaolin Ltd ("**WA Kaolin**" or the "**Company**") (ASX: WAK) is pleased to announce the successful completion of its partially underwritten non-renounceable Entitlement Offer, raising cash of ~A$6.0 million before costs and reducing debt by $10.13 million. The Offer attracted support from existing shareholders, including cash subscriptions from major shareholders Century Horse Limited of ~A$4.24 million and Boneyard Investment Pty Ltd (**Boneyard**) of $0.5 million, alongside debt to equity conversions from Boneyard of ~A$3.52 million, Wamco Industries Pty Ltd of A$1.15 million and Scientific Management Associates (Operations) Pty Ltd for ~A$5.46 million.

The Entitlement Offer forms part of the Company's broader balance sheet restructuring strategy designed to materially reduce debt, strengthen working capital and support operational improvement initiatives at the Wickepin Project. The Company considers it has sufficient working capital following completion of the Entitlement Offer to carry out its current objectives.

The Company's operational focus remains on improving plant availability, increasing recoveries and lifting production throughput at the Wickepin processing facility. Current plant improvement strategies include targeted wear reduction initiatives, dust protection upgrades and waste recovery projects aimed at improving kaolin yield and reducing downtime.

WAK continues to target increased production rates and improved operating performance as it progresses towards sustained commercial scale operations. The Company has previously outlined a target increase in production to approximately 6,000 tonnes per month through improved plant availability and operational optimisation initiatives.

The Company also continues to progress higher-value market opportunities across ceramics, coatings, paper and specialty applications, leveraging the scale and quality of the Wickepin kaolin resource and the expanded processing capability installed during 2025.

The Company confirms it is in compliance with the ASX Listing Rules including Listing Rules 3.1 and 12.2, and it is not aware of any reason for its securities not to be reinstated to quotation.

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This announcement was authorised for market release by the Board of WA Kaolin Limited.

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ABOUT WA KAOLIN

WA Kaolin's Wickepin Kaolin Project, 220km south-east of Perth, contains a Mineral Resource (JORC 2012) of 644.5 million tonnes[1,2] of high-grade premium kaolinised granite. This world-class resource at Wickepin is one of the largest known remaining premium primary resources of kaolin globally. It is characterised by its purity, quality and brightness, producing kaolin products that typically attract higher prices from a growing collection of top tier customers.

[1] The Mineral Resource estimate is inclusive of Ore Reserves and the 2023 Mineral Resource estimate. Please refer to the ASX announcements of 10 October 2023 'Wickepin Kaolin Project Ore Reserve More Than Doubles' and 'Wickepin Kaolin Project Mineral Resource and Ore Reserve Supplementary Announcement'. Apart from that which is disclosed in this document, WA Kaolin Limited, its directors, officers and agents: 1. Are not aware of any new information that materially affects the information contained in the 10 October 2023 announcements, and 2. State that the material assumptions and technical parameters underpinning the estimates in the 10 October 2023 announcements continue to apply and have not materially changed.

[2] CSA Global Mineral Resource Estimate R313.2023