ASX Announcement

First Payment of Deposit on US$300 million silver and gold metal stream arrangement

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KGL Resources Limited (ASX:KGL) ("**KGL**" or the "**Company**") is pleased to announce that the Company has received the payment of the first tranche of US$16 million pursuant to the Precious Metals Purchase Agreement ("**PMPA**") with Wheaton Precious Metals Corp. (**"Wheaton"**).

As announced on 2 April 2026, the PMPA comprises upfront consideration of US$275 million (the "**Deposit**") and an additional contingent deposit of US$25 million (the "**Cost Overrun Facility** or "**COF**"). The US$275 million Deposit is provided as:

- US$32 million available prior to any construction expenditure (the "**Early Deposit**") payable in two tranches; and
- US$243 million available in four tranches following achievement of certain construction expenditure milestones (the "**Remaining Deposit**").

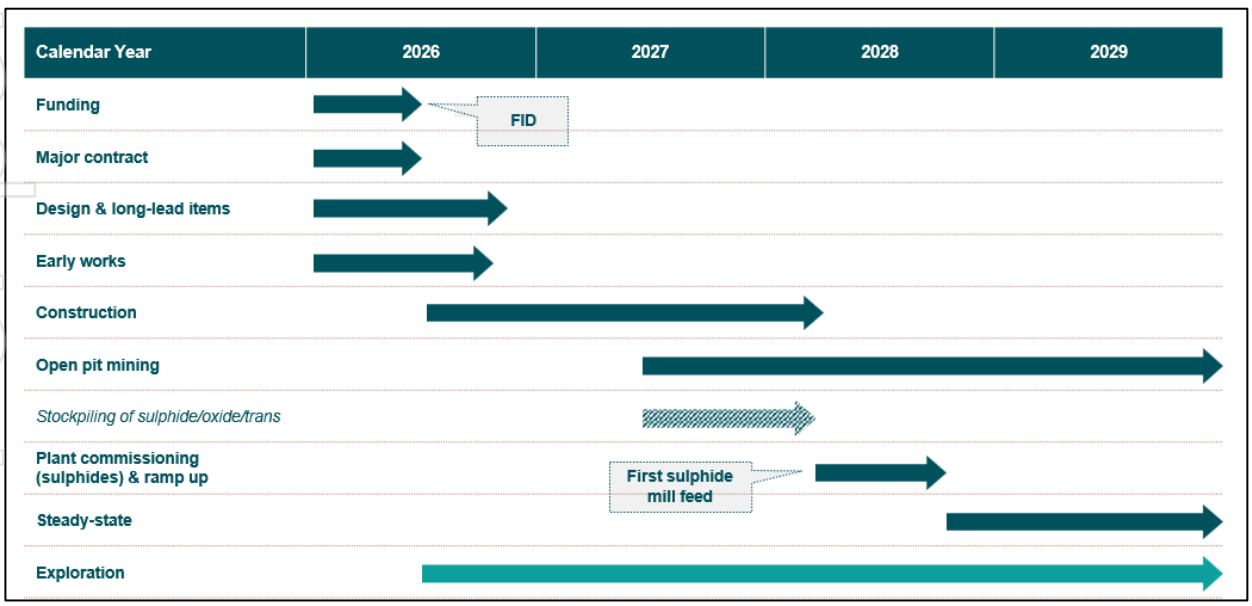
Receipt of the first tranche of the Early Deposit of the PMPA is a major milestone for the construction and development of the Jervois Copper Project ("**the Project**") in the Northern Territory, Australia.

As of 31 May 2026, KGL had a cash balance of approximately **A$5.5 million** and with receipt of the first tranche of the Early Deposit, has available cash of approximately **A$28 million.**

> KGL CEO Sam Strohmayr commented, "*this is an exciting and important milestone for KGL which enables us to continue the Early Works components of the Project, maintains our schedule and brings us closer to a final investment decision.*"

These Early Works elements of the Project include water supply infrastructure, process plant engineering and long lead items, initial construction camp and selected services.

The second tranche of the Early Deposit is also subject to customary conditions, including Foreign Investment Review Board ("**FIRB**") approval being received by Wheaton and evidence of Early Works expenditure, and is planned for late September 2026. The current project timetable is detailed below.



In accordance with the PMPA, subsequent drawdowns of the Remaining Deposit (US$243m) are to be completed in four equal tranches over the project construction period.

The provision of the 1st tranche of the Remaining Deposit is subject to satisfaction of further conditions. These conditions, as per the ASX announcement released on 2 April 2026 include: (i) appointment of the open pit mining contractor and execution of other material development and construction and contracts; (ii) on-going sustainability reporting; (iii) maintenance of (and any necessary expansion to) the above-mentioned FIRB approval; and (iv) balance of capital is secured for Project completion. If these conditions are not satisfied on or before the 1st anniversary of payment of the first tranche of the Early Deposit, that is June 2027, KGL will be required to deliver additional ounces of gold and silver (Delay Payment) in accordance with the PMPA.

This announcement has been approved by the board of KGL Resources Limited.

Further Information

To engage with the Company on this announcement, please click on this link

https://kglresources.com.au/link/ya256e

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Forward Looking Statement

This announcement includes certain forward-looking statements. The words “forecast”, “estimate”, “like”, “anticipate”, “project”, “opinion”, “should”, “could”, “may”, “expect, “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.

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