

ASX ANNOUNCEMENT

23 October 2026

FENIX HEDGE BOOK UPDATE

IRON ORE HEDGE BOOK CLOSED OUT FOR $10 MILLION CASH

Fenix Resources Ltd (**ASX: FEX**) (**Fenix** or the **Company**) is pleased to advise the Company has taken advantage of market conditions to close out its Australian Dollar Iron Ore Swap Contract Hedge Book (**Iron Ore Swaps**).

Recent weakness in the iron ore price has allowed Fenix to crystalise more than $10 million in cash by arranging early settlement of the Company's Iron Ore Swaps. Fenix's iron ore swap hedge book comprised 480,000 tonnes of iron ore hedged at an average price of A$151.31/t for the period October 2026 through to June 2027. During the September Quarter the Platts 61% CFR Index price averaged US$96.90/t which translates to an average price of ~A$137.22/t.

The October 2026 swap contracts will settle as per current contractual terms during November 2026 at a current valuation of approximately A$1.7m. The swap contracts in place from November 2026 to June 2027 have been monetized immediately realising approximately A$8.5m to be received during October 2026.

The decision to crystalise the value of Fenix's Iron Ore Swaps is consistent with the Company's Price Protection Policy which is designed to secure and protect positive cash flow whilst maintaining positive exposure to prevailing spot prices.

Fenix's remaining hedge book consists of diesel swap contracts and A$ call options.

The diesel swap hedge book comprises 13.5 million litres of high-quality Sing Gasoil 10ppm diesel fuel hedged at prices between US$0.7383 per litre to US$0.6874 per litre for FY27 (~30% of expected FY27 diesel use). The diesel swaps have a current mark-to-market valuation of ~A$5.6m.

The currency hedge book comprises US$99m for the period October 2026 to June 2028 at an average exercise price of AUD:USD 0.7532. The Call Options provide Fenix with the right, but not the obligation, to convert US$ into A$ at the exercise price at expiry, protecting A$ revenue from US$ denominated iron ore sales against a strengthening Australian dollar. The currency hedge book has a current mark-to-market valuation of ~A$0.5m.

Fenix is advised by Noah's Rule, an independent company specialising in hedging advice.

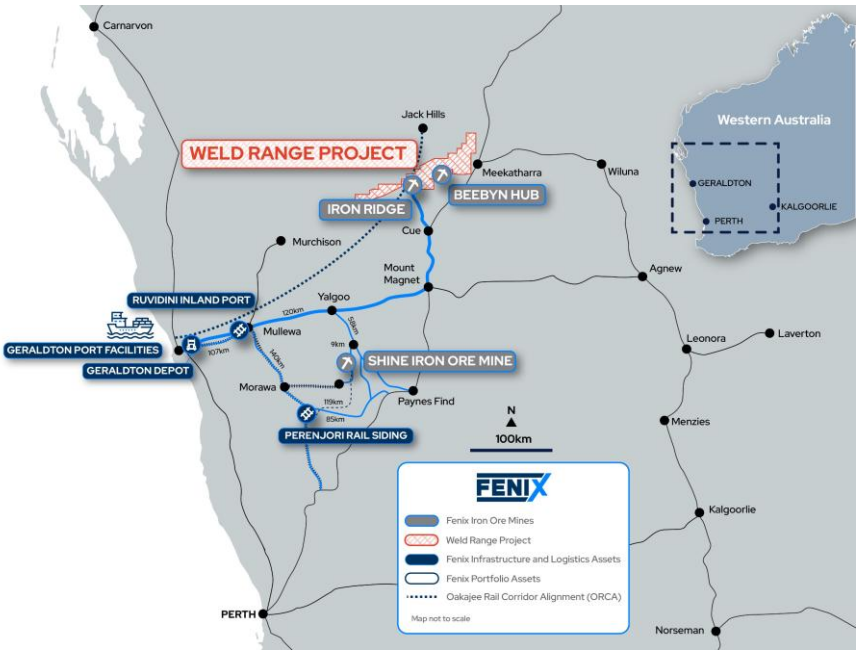
This announcement has been authorised for release by the Executive Chairman.

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Fenix Resources Ltd (**ASX: FEX**) is a fully integrated mining, logistics and port services business with a current annual production rate of more than 5 million tonnes of iron ore and an identified pathway to long-term production of 10Mtpa. Fenix currently operates three iron ore mines in the Mid-West region of Western Australia which produce high-quality iron ore products which are transported to Geraldton by the Company's 100% owned Fenix Road Logistics business. Fenix's wholly owned Fenix Port Logistics business operates loading and storage facilities at the Geraldton Port, with export capacity of 10Mtpa.

Fenix's diversified Mid-West iron ore, road, rail, and asset base provides an excellent foundation for future growth. Assets include the Iron Ridge Iron Ore Mine, the Shine Iron Ore Mine, the Weld Range Iron Ore Project (including the Beebyn Hub- and the operational Beebyn W11 and Beebyn W10 iron ore mines), the Fenix Road Logistics haulage business which owns and operates a state-of-the-art road haulage fleet, two rail sidings at Ruvidini and Perenjori, as well as the Fenix Port Logistics business which owns and operates three on-wharf bulk storage sheds at Geraldton Port.

Fenix has published a 3-Year Production Plan, a high-confidence plan that will result in 15 million tonnes of iron ore production across the financial years ending 30 June 2026 (FY26), 30 June 2027 (FY27), and 30 June 2028 (FY28). The 3-Year Production Plan was announced on 11 December 2025 and builds on the 2.4Mt of iron ore Fenix delivered in FY25, the first year of which delivered 4.4Mt of iron ore in FY26 within guidance of 4.2Mt to 4.8Mt, and will result in planned iron ore production of up to 6.0Mt by FY28. Fenix confirms that the material assumptions underpinning the 3-Year Production Plan continue to apply and have not materially changed.

The Weld Range Scoping Study, announced 23 December 2025, has outlined a development pathway beyond FY28 for Fenix to deliver a long-life, high-quality, high-margin iron ore project, and provides a compelling case for expanding to a 10Mtpa operation which could reduce C1 cash costs to ~A$55/wmt. The Company confirms that all material assumptions underpinning the Weld Range Scoping Study continue to apply. A Definitive Feasibility Study for the Weld Range Project is targeted for completion in the first half of calendar year 2027, to be released alongside a project financing solution, with a Final Investment Decision expected during 2028.

The Company is led by a team with deep mining and logistics experience and benefits from strategic alliances and agreements with key stakeholders, including the Wajarri Yamaji people who are the Traditional Custodians of the land on which Fenix operates. Fenix is focused on promoting opportunities for local businesses and the community. The Company has generated more than 300 jobs in Western Australia and is continuing to expand its mining, logistics, and port operations. Fenix is proud to have a strong indigenous representation in the Company's workforce and to be in partnership with leading local and national service providers.

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