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ASX Announcement 27 October 2026

SEPTEMBER 2026 QUARTERLY ACTIVITIES REPORT

Maiden Exploration Targets Define District-Scale Copper Potential at Red Hill and Oval; A$3.06 Million Strategic Investment Secured

HIGHLIGHTS

- **Maiden JORC (2012) Exploration Targets defined at both flagship copper projects[1]**
  - Red Hill at 15Mt to 30Mt @ 0.71% to 0.9% Cu and 0.26g/t to 0.4g/t Au, and
  - Oval at 6Mt to 25Mt @ 0.3% to 0.7% Cu and 0.26% to 0.6% Ni (0.59% to 1.5% CuEq).

  The potential quantity and grade of the Exploration Targets is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.
- **Phase 1 drilling program was completed at Red Hill Cu-Au project for 14 drillholes totaling 5,835m.**
  - Cu-Au VMS mineralisation confirmed over approximately 550m of strike and to approximately 150m below surface, remaining open to the east, west and down-dip.
  - Shallow gold mineralisation extended to 600m along strike in the North Zone.
  - Constrained 3D gravity inversion identified a coherent high-density body extending approximately 240m below the MU2501 intercepts.
- **Phase 2 drilling commenced at Red Hill on 1 September 2026 with a focus on shallow gold mineralisation at the North zone.**
- **First-stage 3D IP survey at Oval Cu-Ni project, identified five priority-1 targets defined by coincident chargeability, low-resistivity and magnetic responses.**
- **Post quarter end, the Company secured a A$3.06 million strategic investment from Kerry Resources Logistics (Hong Kong) Limited[2], a member of the Kerry Mining group, funding resource definition, metallurgical testwork and an initial commercial study at Red Hill.**

Managing Director, Mr Gan-Ochir Zunduisuren, commented: "The September quarter delivered strong exploration results for Azzuro, headlined by the maiden JORC Exploration Targets at Red Hill and Oval, which indicate the district-scale copper potential of our projects. The strategic investment secured after quarter end leaves Azzuro well positioned to carry this momentum through the December quarter and into 2027."

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[1] Previously announced in ASX announcement dated 24 August 2026 "Maiden Exploration Targets Define District Scale Copper Potential at Oval and Red Hill".

[2] Previously announced in ASX announcement dated 14 October 2026 "Azzuro Secures A$3.06 Million Strategic Investment".

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PROJECTS AND EXPLORATION ACTIVITIES

The September 2026 quarter (the "**Quarter**") saw Azzuro Resources PLC (the "**Company**" or "**Azzuro**") complete the reporting of its Phase 1 drilling programme at the Red Hill Cu-Au project, establish maiden JORC (2012) Exploration Targets at both the Red Hill and Oval Cu-Ni-PGE projects[1], and commence Phase 2 drilling at Red Hill. Geophysical programmes at both projects – a constrained 3D gravity inversion and downhole electromagnetic (DHEM) surveying at Red Hill, and a 3D induced polarisation (IP) survey and magnetic-constrained modelling at Oval – continued to refine drill targets for the next phase of exploration and resource-definition drilling.

The Company has imported a new Novaminex DHEM system into Mongolia, which was commissioned at Red Hill and is planned for deployment at Oval in the December 2026 quarter.

RED HILL (formerly MAIKHAN UUL) Cu-Au PROJECT

The Red Hill project is a felsic volcanogenic massive sulphide (VMS) copper-gold prospect located approximately 8km from the Company's Oval Cu-Ni-PGE discovery in southwestern Mongolia's Govi-Altai aimag. The Company's wholly owned Mongolian subsidiary, Aranzal Metal LLC, holds 100% legal and beneficial ownership of the project and the underlying mining licence (MV-019681), which is valid to 2045 and covers approximately 79.14 hectares. Mineralisation is hosted in dacitic and rhyolitic volcanics with associated black schists and comprises a steeply north-dipping massive sulphide lens carrying copper, gold, silver and zinc, folded by multiple deformation events. A separate near-surface oxide gold-silver zone is developed to the north of the massive sulphide system.

During the Quarter, the Company reported the final Phase 1 assay result (Batch 4), completed a constrained 3D gravity inversion and DHEM surveys across eight drillholes, established a maiden JORC (2012) Exploration Target, commenced preliminary metallurgical testwork and commenced Phase 2 drilling.

Completion of Phase 1 assay results – Red Hill Cu-Au VMS system

Copper-gold VMS mineralisation is now confirmed over approximately 550m of strike and to approximately 150m below surface[3], remaining open to the east, west and down-dip. High-grade mineralisation was returned in 8 of the 14 holes drilled by the Company during the Phase 1 programme.

Batch 4 assay results – MU2609, MU2610, MU2610A and MU2611[8]

The final batch of Phase 1 assay results was announced on 1 September 2026. Receipt of the results had been delayed by approximately three weeks following a routine QA/QC review. The affected samples were re-analysed by ALS Group Laboratory in Ulaanbaatar and satisfactory quality control was confirmed prior to release of the results.

MU2610A[3]

- **5.0m @ 4.92% Cu, 0.94g/t Au, 5.05g/t Ag, 0.41% Zn from 142.5m, including**

[3] *Previously announced in ASX announcement dated 1 September 2026 "Red Hill Assays Return High-Grade Copper-Gold".*

- **2.0m @ 11.95% Cu, 1.99g/t Au, 11.80g/t Ag, 0.78% Zn from 143.9m, and**
- **1.9m @ 6.80g/t Au, 67.30g/t Ag from 49.9m.**

MU2609[3]

- **10.8m @ 0.45g/t Au, 10.72g/t Ag from 7.0m, including 3.0m @ 0.84g/t Au, 9.20g/t Ag from 12.6m,**
- **1.0m @ 1.18% Cu, 0.13g/t Au, 66.10g/t Ag from 32.0m, and**
- **3.0m @ 2.40% Cu, 0.02g/t Au from 44.0m.**

MU2611, drilled in the southwest of the project area as a shallow test for gold-copper mineralisation over an altered, oxidised zone, returned no significant gold or copper values. Interpretation of the gravity survey (discussed below) indicates that the main gravity anomaly in the southern part of the project area was not tested by MU2611. MU2610A, a re-drill of MU2610, which encountered difficulties in loose near surface ground, confirmed the continuity of the massive sulphide up-dip of MU2501[4] (Azzuro's first drill hole into the project). It intercepted approximately 85m to the south of the MU2501 intercept. It also reports the highest copper grade of all Azzuro holes into the project with 2.0m @ 11.95% Cu, 1.99g/t Au, 11.80g/t Ag, 0.78% Zn from 143.9m in addition to more moderate results.

Significant intercepts of Batch 4 holes drilled by Azzuro are summarised in Table 1.

Hole ID	From (m)	To (m)	Length (m)	Cu (%)	Au (g/t)	Ag (g/t)	Zn (%)
MU2609	**7.0**	**17.8**	**10.8**	**-**	**0.45**	**10.72**	**-**
incl.	12.6	15.6	3.0	-	0.84	9.20	-
and	32.0	33.0	1.0	1.18	0.13	66.10	-
and	44.0	47.0	3.0	2.40	0.02	-	-
MU2610A	**49.9**	**51.8**	**1.9**	**-**	**6.80**	**67.30**	**-**
and	96.0	99.0	3.0	0.78	0.13	8.43	-
and	142.5	147.5	5.0	4.92	0.94	5.05	0.41
incl.	143.9	145.9	2.0	11.95	1.99	11.80	0.78
MU2611	**No significant intercept above cut-off**						

Table 1. Red Hill Phase 1 drilling – significant intercepts (holes drilled by Azzuro, 2026)

Note: Selected significant intercepts from the Phase 1 programme as previously reported in the Company's ASX announcements dated 10 June, 3 July, 16 July and 1 September 2026. A nominal cut-off of 0.2% Cu or 0.2g/t Au and a minimum composite length of 1.0m are used for geological identification. All intercepts are downhole lengths; true widths have not been determined. Grades are length-weighted averages of assayed intervals. Refer to the individual ASX announcements for complete intercept tables and JORC Table 1 disclosures.

[4] *Previously announced in ASX announcement dated 28 November 2025 – Maikhan Uul Assays Confirm Thick & High-Grade Copper & Gold.*

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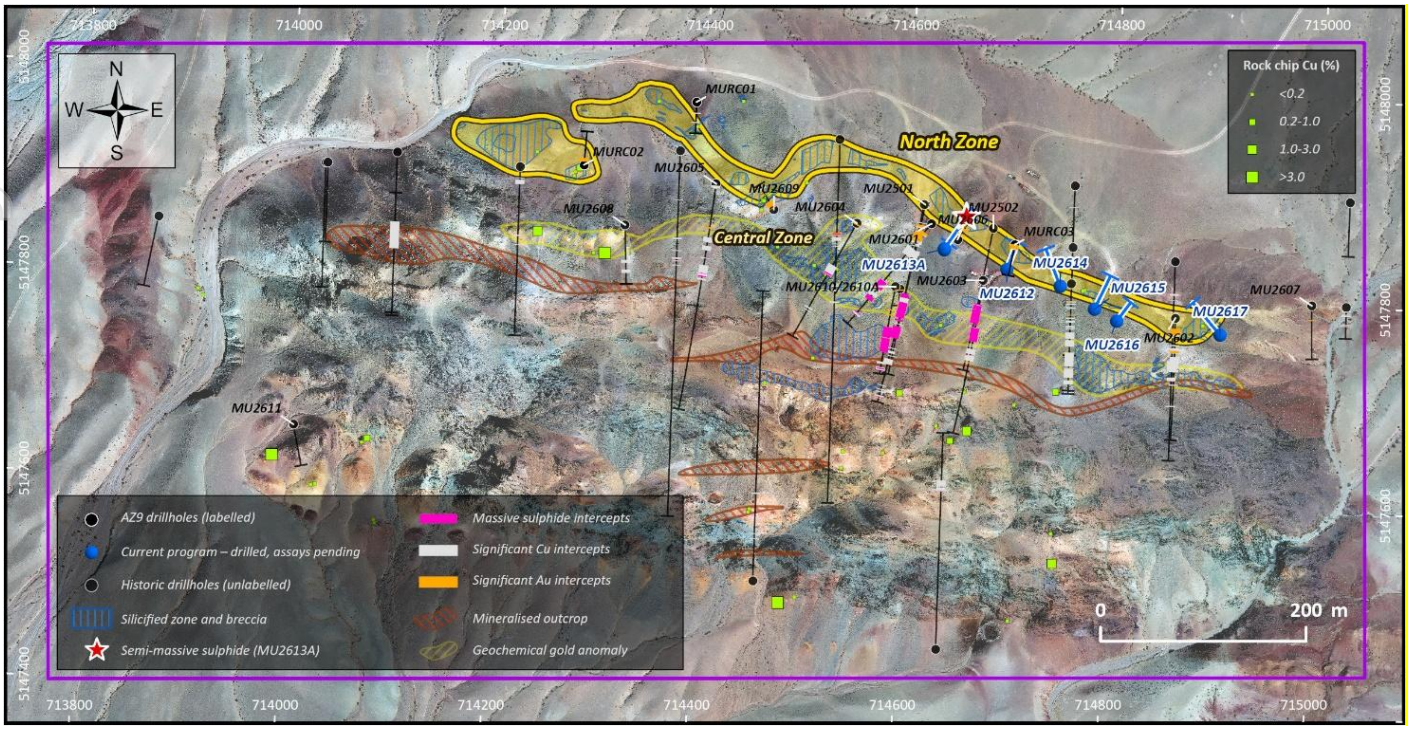


Figure 1. Red Hill Cu-Au Project – Phase 1 and Phase 2 drillholes

Constrained 3D gravity inversion

On 3 August 2026, the Company announced the results of a three-dimensional constrained gravity inversion completed by Terra Resources Pty Ltd over the Red Hill project area[5].

In the constrained model, the high-density body extends approximately 240m below the MU2501 intercepts (themselves approximately 110m below surface) before closing off, providing the Company's first geophysically derived indication of the down-dip extent of the massive sulphide system at this location.

Downhole electromagnetic (DHEM) survey

DHEM surveying was completed across eight drillholes at Red Hill (MU2501, MU2502, MU2602, MU2603, MU2604, MU2605, MU2608 and MU2610A) using the Company's newly acquired Novaminex DHEM system integrated with a Zonge GGT-30B transmitter, operated at a conservative output of approximately 10A over 3–4 turns, in partnership with Logantek Mongolia LLC[6]. Processing and modelling by Novaminex identified three principal conductive plates (Table 2).

[5] *Previously announced in ASX announcement dated 3 August 2026 "Gravity Survey Expands Red Hill Copper-Gold Potential".*
[6] *Previously announced in ASX announcement dated 1 October 2026 "New Copper Sulphide Zone Discovered at Red Hill".*

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Plate	Conductance	Channels modelled	Interpretation
Zone A	~450 S	Late time	Off-hole conductor; may partly reflect saline groundwater in a weathering trough rather than sulphide. Retained as a vector for drill testing.
Zone B	~1,000 S	Late time	Strong late-time off-hole conductor west of MU2502, modelled at approximately 125m depth with estimated dimensions of approximately 100m x 32m x 20m. Already partially confirmed by massive sulphide in MU2601.
Zone C	~100 S	Early to mid-time	Corresponds to known sulphide mineralisation in its upper part; remains open at depth. Coincident with the constrained gravity response.

Table 2. Red Hill DHEM survey – modelled conductive plates

Maiden JORC (2012) Exploration Target – Red Hill

On 24 August 2026 the Company announced a maiden JORC (2012) Exploration Target for the Red Hill project[1], independently estimated by Mr Robert Dennis of Mine Project Consult (**MPC**) with block-modelling support from SLR Consulting Australia Pty Ltd (**SLR**), based on drilling, geological mapping and geophysical data compiled to July 2026.

Red Hill Exploration Target: 15Mt to 30Mt @ 0.71% to 0.9% Cu and 0.26g/t to 0.4g/t Au at a 0.2% Cu cut-off.

	Tonnes (Mt)	Cu (%)	Au (g/t)
Upper case	30	0.9	0.4
Lower case	15	0.71	0.26

Table 3. Red Hill Exploration Target (JORC 2012)

The potential quantity and grade of the Red Hill Exploration Target is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

The Exploration Target was estimated across three modelled bodies: a North target (the most drill-supported, providing the lower range of tonnage and grade), a Middle target defined by a gravity-inversion shell with higher grades than the North target, and a South Vein target indicated by a near-surface gravity ribbon and surface geochemistry and interpreted not to reach surface due to faulting. The Exploration Target excludes the near-surface oxide gold-silver zone, which was poorly defined at the time of the sulphide copper exploration target.

The lower case was estimated from Azzuro and Competent Person reviewed and approved historical drilling data (35 diamond and RC drillholes and 2,644 samples) using geological domain wireframes and Ordinary Kriging. The upper case incorporates the North, Middle and South Vein target bodies, informed by the constrained 3D gravity inversion tied to drillhole intercepts and to surface alteration and geochemical trends. A 0.2% Cu cut-off was applied, derived from a cut-off calculator assuming 85% copper recovery and a copper price of US$10,059/t, processing costs of US$11/t ore, administration of US$2/t ore, transport of US$87/t concentrate, treatment of US$20/t concentrate, refining of US$44/t metal and a 10% royalty.

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The Competent Person considers that the lower case Exploration Target tonnage could be advanced to JORC (2012) Inferred Mineral Resource classification with a further 11 diamond holes for 1,760m. A further 4 holes for an additional 1,750m have been recommended to test the Middle (gravity) and South Vein targets.

Shallow gold zone at Red Hill

Shallow gold mineralisation continues to be defined over a potential 600m strike to the north of the VMS system.

Batch 4 results confirmed the western continuation of the gold corridor in MU2609 and identified a new area of gold mineralisation in MU2610/MU2610A, further south of the previously identified corridor, including **1.9m @ 6.80g/t Au, 67.30g/t Ag from 49.9m**[3]. The shallow gold zone is not included in the Red Hill Exploration Target and represents a potential second, shorter-lead-time value driver for the project.

Phase 2 drilling programme

Phase 2 drilling commenced at Red Hill on 1 September 2026[3]. The programme comprises an initial shallow gold component (planned at approximately 1,200m) targeting the oxide gold zone north of the main VMS mineralisation, followed by deeper copper sulphide drilling using a second rig to test the DHEM and gravity targets for depth and strike extensions of the massive sulphide system.

By the end of the Quarter, six holes had been completed for 442.6m (Table 4), with two further holes (MU2612A and MU2613) abandoned before reaching their planned targets. DHEM measurements were undertaken during night shifts in Phase 1 drillholes fitted with PVC casing.

As announced post quarter end on 1 October 2026, drillhole MU2613A intersected **a new 7.0m interval of semi-massive to massive sulphide mineralisation from 72.3m**, including a 0.85m massive sulphide interval from 75.0m[6].

Hole ID	Type	Easting (m)	Northing (m)	RL (m)	Azimuth (°)	Dip (°)	Length (m)	Assay Results Status
MU2612	DD	714696	5147826	1716	19	-60	55.4	Pending
MU2613A	DD	714635	5147844	1716	33	-60	94.2	Pending
MU2614	DD	714749	5147812	1716	337	-60	77.0	Pending
MU2615	DD	714783	5147791	1724	24	-60	71.0	Pending
MU2616	DD	714805	5147780	1727	35	-60	45.0	Pending
MU2617	DD	714906	5147770	1713	318	-60	100.0	Pending

Table 4. Red Hill Phase 2 drillholes completed during the Quarter

Note: Collar details as reported in the ASX announcement dated 1 October 2026. MU2612A and MU2613 were abandoned prior to reaching their planned targets. Visual estimates of mineral abundance should never be considered a proxy or substitute for laboratory analysis where concentrations or grades are the factor of principal economic interest. Visual estimates also potentially provide no information regarding impurities or deleterious physical properties relevant to valuations.

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Metallurgical testwork

Preliminary bench-scale flotation kinetics testing commenced during the Quarter on representative copper-gold sulphide samples from Red Hill. Initial results are expected early in the December 2026 quarter and will form the basis of an initial commercial study for the project.

YAMBAT PROJECT (OVAL Cu-Ni-PGE AND COPPER RIDGE Cu-Au)

The Yambat Project is located in the north-central part of Govi-Altai aimag in southwestern Mongolia and is held under exploration licence XV-020515 (106.07 km^2) through the Company's wholly owned Mongolian subsidiary, Aranzal Exploration LLC. The adjoining Bayan Sair exploration licence (XV-023028, 33.27 km^2) is also held within the project area.

During the Quarter, the Company established a maiden JORC (2012) Exploration Target for the Oval Cu-Ni-PGE deposit, reported first-stage 3D IP survey results identifying nine new geophysical targets, completed magnetic-constrained modelling of the Oval intrusion, and completed diamond drillhole CRS05 at the Copper Ridge Cu-Au prospect.

Maiden JORC (2012) Exploration Target – Oval Cu-Ni-PGE

On 24 August 2026, the Company announced a maiden JORC (2012) Exploration Target for the Oval Cu-Ni-PGE deposit[1], independently estimated by Mr Robert Dennis of MPC with block-modelling support from SLR. Oval is a magmatic Cu-Ni-Au-PGE system hosted within a Permian mafic-ultramafic intrusion flanked by spotted hornfels in an oval-shaped pattern measuring approximately 800m by 100m. The Exploration Target was estimated across five priority magnetic-inversion target bodies within the greater Oval area.

Oval Exploration Target: 6Mt to 25Mt @ 0.3% to 0.7% Cu, 0.26% to 0.6% Ni, 0.04 to 0.1g/t Au, 0.03 to 0.1g/t Pt, 0.04 to 0.1g/t Pd and 153 to 370g/t Co, for 0.59% to 1.5% CuEq at a 0.2% CuEq cut-off.

	Tonnes (Mt)	Cu (%)	Ni (%)	Au (g/t)	Pt (g/t)	Pd (g/t)	Co (g/t)	CuEq (%)
Upper case	25	0.7	0.6	0.1	0.1	0.1	370	1.5
Lower case	6	0.30	0.26	0.04	0.03	0.04	153	0.59

Table 5. Oval Exploration Target (JORC 2012)

The potential quantity and grade of the Oval Exploration Target is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

CuEq was calculated as CuEq (%) = Cu (%) + Ni (%) x 1.0576 + Au (g/t) x 0.3405 + Pt (g/t) x 0.0980 + Pd (g/t) x 0.0900, using 36-month trailing average metal prices (August 2023 to July 2026) of Cu US$10,059/t, Ni US$16,628/t, Au US$3,105/oz, Pt US$1,250/oz and Pd US$1,160/oz, and metallurgical recoveries from testwork by ALS Metallurgy, Perth[7] of Cu 89.9%, Ni 57.5%, Au 30.9%, Pt 22.1% and Pd 21.8%. It is the Company's opinion that all the elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold.

[7] *Previously announced in ASX announcement dated 18 December 2025 "Excellent Copper Recoveries Confirmed at The Oval Project".*

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The lower case was estimated from Azzuro drilling data (52 holes) using geological domain wireframes and Ordinary Kriging. The upper case incorporates five constrained magnetic-inversion target bodies interpreted from a drillhole-constrained 3D magnetic susceptibility inversion, calibrated using the ratio of modelled body volume to the original Oval intrusion. Drill intercepted and surface assayed mineralisation occurs near three of the five targeted bodies.

The Competent Person considers that the lower case tonnage could be advanced to JORC (2012) Inferred Mineral Resource classification with a further 3 diamond holes for 290m. A programme of 10 holes for 4,085m has been recommended to test the five priority magnetic-inversion target bodies.

Combined district potential

Red Hill and Oval are located approximately 8km apart within the same regional structural corridor. The combined Exploration Targets represent 21Mt to 55Mt of potential mineralisation across the two projects (an arithmetic sum of the separately estimated targets, provided for portfolio-level context only. The two targets relate to different mineralisation styles and reporting bases and should each be considered separately). A combined 14-hole, approximately 5,835m priority drilling programme has been designed to test the Exploration Target bodies at both projects (Table 6).

Project	Target body	Holes (No.)	Metres (m)
Oval	Magnetic Target Body 1	2	725
Oval	Magnetic Target Body 2	2	1,760
Oval	Magnetic Target Body 3	2	600
Oval	Magnetic Target Body 4	2	400
Oval	Magnetic Target Body 5	2	600
Oval subtotal		**10**	**4,085**
Red Hill	Middle (gravity) target	2	840
Red Hill	South Vein target	2	910
Red Hill subtotal		**4**	**1,750**
Combined total		**14**	**5,835**

Table 6. Priority drilling programme to test the Exploration Target bodies

3D induced polarisation survey and Magnetic-constrained modelling

On 7 September 2026, the Company reported first-stage results from the ongoing 3D IP survey at Oval[8]. The interpretation, combined with the magnetic-constrained model completed by Terra Resources Pty Ltd in August 2026, identified nine new anomaly trends (Ta-01 to Ta-09), ranked by their consistency across the magnetic, resistivity and chargeability datasets (Table 7). Five priority-1 targets are defined by coincident chargeability, low-resistivity and magnetic-

[8] *Previously announced in ASX announcement dated 7 September 2026 "High-Priority Anomalies Identified at Oval Cu-Ni-PGE Project".*

constrained modelling responses, the majority in areas and at depths not tested by previous drilling.

Target	Ranking	Location	Consistency across datasets
Ta-01	Priority 1	Southeast of the Oval intrusion, beneath and beyond OVD052	Mag, res, charge
Ta-02	Priority 1	West of the Oval intrusion	Mag, res, charge
Ta-03	Priority 1	Northwest of the Oval intrusion, Gossan area	Mag, res, charge
Ta-04	Priority 1	East of the Oval intrusion	Mag, res, charge
Ta-05	Priority 1	South to southeast, coincident with the South Target FLEM plate	Mag, res, charge
Ta-06	Priority 2	West of the Oval intrusion, between Ta-02 and Ta-03	Res, charge
Ta-07	Priority 2	South of the Oval intrusion, at the southern limit of the survey	Res, charge
Ta-08	Priority 2	North to northeast of the Oval intrusion	Mag, res
Ta-09	Priority 2	Southwest of the Oval intrusion	Mag, res

Table 7. Oval 3D IP survey – new geophysical targets

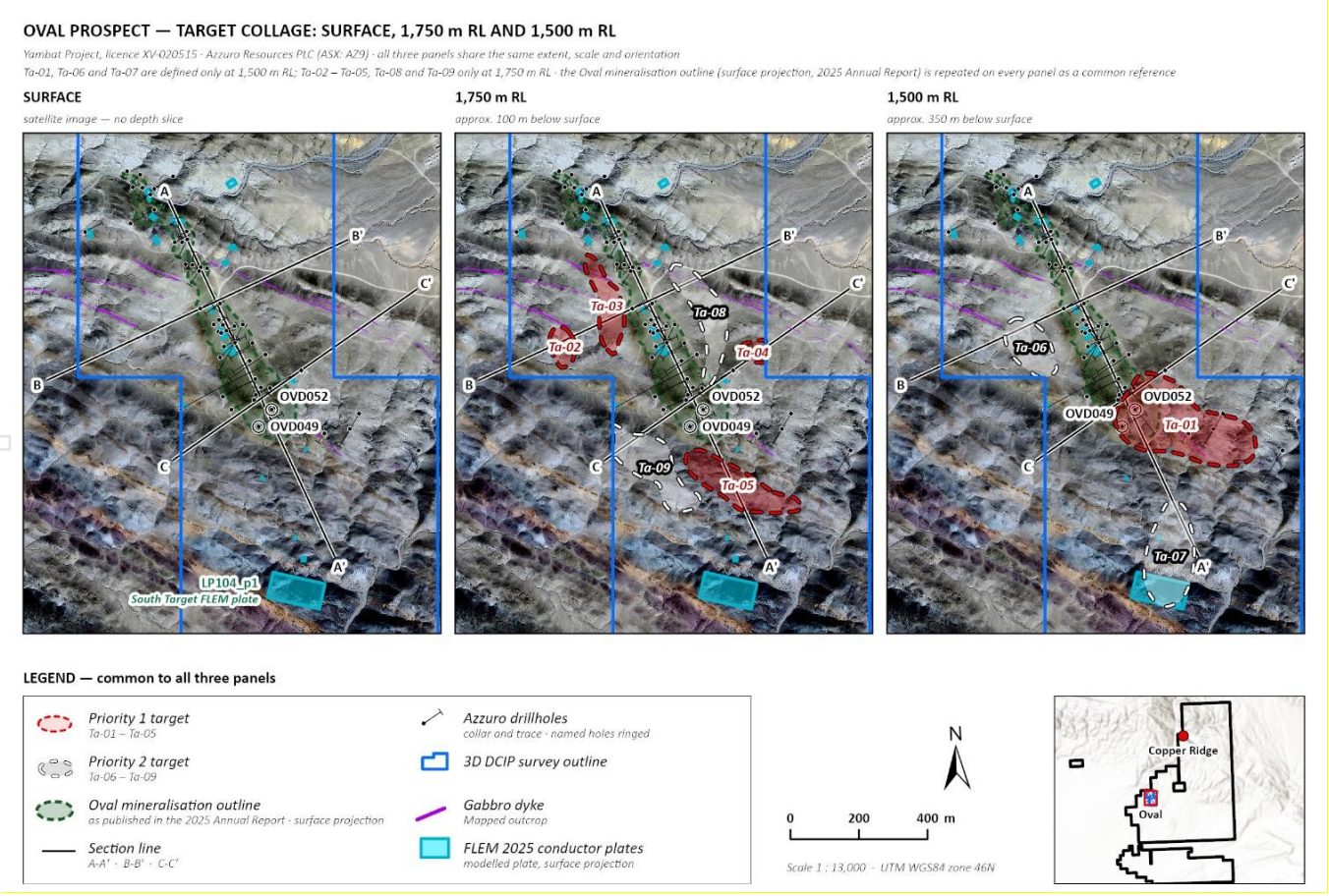


Figure 2. Oval Cu-Ni-PGE Project – 3D IP targets Ta-01 to Ta-09

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In addition to the new 3D IP targets, a number of DHEM plates modelled from earlier drilling at Oval remain untested, with estimated conductances ranging from 212.5 to 19,914 Siemens across nine plates at various confidence levels. The Company has also re-modelled 17 anomalies from a previously acquired fixed-loop electromagnetic (FLEM) survey across the Oval area, identifying 16 untested conductive plates that provide additional drill targets[9].

Copper Ridge Cu-Au prospect – CRS05 drilling

Diamond drillhole CRS05 was completed at the Copper Ridge Cu-Au prospect to test the core of the discrete chargeability anomaly identified by the Company's 3D IP survey[10]. The hole was drilled to 291m and intersected a sequence of metasedimentary and rhyolite layers, including a narrow zone of anomalous gold mineralisation (4.0m @ 0.30g/t Au from 277.4m) hosted within rhyolite near the bottom of the hole.

OUTLOOK FOR THE DECEMBER 2026 QUARTER

The Company's focus for the December 2026 quarter is to continue drilling at the Red Hill Cu-Au project, start drilling at the Oval Cu-Ni-PGE project and progress both projects along the pathway to maiden JORC (2012) Mineral Resources. Completion of the strategic investment from Kerry Resources Logistics provides funding for resource-definition drilling, metallurgical testwork and an initial commercial study at Red Hill.

Red Hill (formerly Maikhan Uul) Cu-Au Project

- Assay results from Phase 2 drilling, including the new sulphide zone in MU2613A, expected approximately 4–5 weeks from 1 October 2026
- Continuation of Phase 2 drilling, with the second rig testing the deeper DHEM conductors (Zones B and C) and the constrained-gravity targets for depth and strike extensions of the massive sulphide system
- Receipt of preliminary metallurgical flotation testwork results for the Red Hill copper-gold sulphide mineralisation
- Drilling of the lowercase Exploration Target body to support a maiden JORC (2012) Inferred Mineral Resource estimate

Yambat (Oval Cu-Ni-PGE and Copper Ridge Cu-Au) Project

- Completion of the 3D IP survey at Oval and integration with the magnetic-constrained model, FLEM and DHEM plates and drilling datasets
- DHEM surveys over the Oval Cu-Ni area using the new Novaminex system
- Planning and commencement of the drilling programme at Oval Cu-Ni to test the Exploration Target bodies

[9] *Previously announced in ASX announcement dated 29 January 2026 "Significant Exploration Advances at Oval Cu-Ni-PGE Project".*

[10] *Previously announced in ASX announcement dated 16 June 2026 "3D IP Survey Defines Untested Chargeability Target at Copper Ridge Cu-Au Prospect".*

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INVESTMENT AND COMMODITY MARKET ENVIRONMENT

Mongolian political and regulatory climate: The political environment was stable during the Quarter. Prime Minister Nyam-Osoryn Uchral, appointed on 30 March 2026, leads a coalition government with a clear parliamentary majority, and there were no changes of Prime Minister or Cabinet. Parliament's autumn session opened on 15 September 2026. The amendments to the Minerals Law, submitted by the Government to Parliament on 26 May 2026[11], remained under parliamentary review at the end of the Quarter. The amendments include a framework for critical minerals, a new process for granting exploration licences, closure-bond requirements, processing-linked royalty settings and a larger share of royalties for local governments. Subsequent to the end of the Quarter, the amendments were passed by Parliament on 16 October 2026. The final adopted text of the law has not yet been published. The Company is closely monitoring whether the royalty on copper concentrate has been reduced in line with international benchmarks, and whether the other proposed changes have been retained in the law as passed.

Copper market outlook: Copper prices reached record levels during the Quarter. The LME three-month contract set a new all-time high of approximately US$14,875/t on 10 September 2026, then eased by around 6% in the following week as LME inventories rose[12]. Prices remained historically high at the end of the Quarter, supported by structural demand associated with the global energy transition, constrained mine supply and trade-related market dynamics. Red Hill is located approximately 30km from Altai city and approximately 250km from the Burgastai border crossing into China, the world's largest copper consumer.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG)

Community engagement: The Company continued to deliver on its community commitments during the Quarter. Under its social responsibility agreements, the Company refurbished the teachers' room at the Taishir soum school and renovated a children's basketball court in Yesunbulag soum, which was handed over to the community.

Social responsibility agreement: During the Quarter, the Company entered into a tripartite social responsibility agreement for 2026 with the Governor of Sharga soum, where the Red Hill project is located, and the Governor of Govi-Altai aimag. The agreement sets out the parties' cooperation on local development initiatives during the year.

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[11] Parliament of Mongolia, draft law registry: "On Amendments and Additions to the Minerals Law" (tabled 26 May 2026); Ministry of Industry and Mineral Resources (26 May 2026).

[12] Fastmarkets (2026): "Base metals head to LME Week 2026 with record-low TCs, war-hit supply chains"; Discovery Alert (16 September 2026): "Copper Retreats from Record as LME Stocks Rise and Fed Looms".



Photo 1. Basketball court and children's playground built by Azzuro in Yesunbulag soum



Photo 2. Taishir Soum Secondary School – Refurbished Teachers' Room

Investor relations

The Company presented its projects at two industry events during the Quarter: China Mining 2026, held from 10 to 12 September 2026, and Mongolia Mining Week 2026, held from 16 to 18 September 2026.

CORPORATE

Strategic investment – post quarter end

On 14 October 2026, the Company announced that it had secured a A$3.06 million (before costs) strategic investment from Kerry Resources Logistics (Hong Kong) Limited, a member of the Kerry Mining group, through a placement issue of 203,875,000 CHESS Depositary Interests (CDIs) at A$0.015 per CDI. The issue price represented a 7% premium to the last traded pre-announcement price of A$0.014 on 13 October 2026 and a 10% premium to the pre-announcement 15-day volume-weighted average price. The CDIs were issued on 15 October 2026 within the Company's existing placement capacity under ASX Listing Rules 7.1 and 7.1A. Kerry Resources Logistics now holds 19.9% of the Company's enlarged share capital and, while it holds at least 15%, may but hasn't to date, nominate one director to the Board.

Proceeds will be applied to exploration and evaluation of the Company's Mongolian tenements – including resource definition drilling, metallurgical testwork and an initial commercial study at the Red Hill Project – and to working capital.

CASH AND USE OF FUNDS

The Company and its subsidiaries closed the Quarter with $1.6 million in cash. Details are provided below and in the accompanying Appendix 5B, Cash Flow Report for the Quarter.

During the Quarter:

- Invested exploration and evaluation expenditure totalled $0.62 million on drilling, laboratory, geophysical surveys & data interpretation (gravity inversion, DHEM and 3D IP), Exploration Target estimation, metallurgical testwork, technical consulting and project administration.

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- Administration and corporate costs of $0.52 million were incurred, primarily for payroll, compliance costs, professional services and investor relations. It also includes the remuneration of the Managing Director and the Non-Executive Directors of $102k.

LIST OF TENEMENTS

Schedule of exploration and mining tenements and beneficial interests held as at the end of the Quarter.

Asset / Licence	Location	Interest	Status	Area
Khukh Tag Graphite (XV-019603)	Mongolia, Dundgovi	100%	Exploration	9.54 km^2
Tsagaan Ders Lithium (XV-019341)	Mongolia, Dundgovi	100%	Exploration	3.14 km^2
Tsagaan Ders Lithium (XV-021740)	Mongolia, Dundgovi	100%	Exploration	4.29 km^2
Yambat (Oval Cu-Ni-PGE, Copper Ridge Cu-Au) (XV-020515)	Mongolia, Govi-Altai	100%	Exploration	106.07 km^2
Bayan Sair (XV-023028)	Mongolia, Govi-Altai	100%	Exploration	33.27 km^2
Red Hill (formerly Maikhan Uul) (MV-019681)	Mongolia, Govi-Altai	100%	Mining	0.79 km^2
Shiveet Khudag (XV-023433)	Mongolia, Uvs	100%	Exploration	18.45 km^2

During the Quarter, the Company acquired exploration licence, Shiveet Khudag (XV-023433), through a competitive tender for a nominal amount. The licence is located in the Naranbulag soum, Uvs aimag, covers an area of 18.45 km^2 and is considered prospective for copper and gold mineralisation.

About Azzuro Resources PLC

Azzuro Resources PLC (ASX: AZ9) is a mineral exploration and development company focused on critical and base metals projects in Mongolia, advancing its 100% owned Red Hill (formerly Maikhan Uul) Cu-Au, Yambat (Oval Cu-Ni-PGE, Copper Ridge Cu-Au and Bayan Sair), Khukh Tag Graphite and Tsagaan Ders Lithium Projects. The Company aims to support the global transition to clean energy through responsible resource development.

This announcement has been approved for release by the Board of Azzuro Resources PLC.

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FORWARD-LOOKING STATEMENTS

This announcement may contain forward-looking information, statements, estimates and projections which by their nature are predictive and may be affected by inaccurate assumptions, risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. Many factors, known and unknown, could cause the actual results, outcomes and developments to be materially different, and to differ adversely from those expressed or implied by such forward-looking statements and information. Forward-looking statements are expectations or beliefs of the Company based on information currently available to it. There can be no assurance that forward-looking statements will prove to be correct and this announcement should be read subject to this cautionary statement.

REFERENCES AND COMPLIANCE STATEMENT

This report references the following ASX announcements on the Company's projects:

18 December 2025 – Excellent Copper Recoveries Confirmed at The Oval Project
29 January 2026 – Significant Exploration Advances at Oval Cu-Ni-PGE Project
16 June 2026 – 3D IP Survey Defines Untested Chargeability Target at Copper Ridge Cu-Au Prospect
3 August 2026 – Gravity Survey Expands Red Hill Copper-Gold Potential
24 August 2026 – Maiden Exploration Targets Defined at Oval and Red Hill
1 September 2026 – Red Hill Assays Return High-Grade Copper-Gold
7 September 2026 – High-Priority Anomalies Identified at Oval Cu-Ni-PGE Project
1 October 2026 – New Copper Sulphide Zone Discovered at Red Hill
14 October 2026 – Azzuro Secures A$3.06 Million Strategic Investment

The Company confirms it is not aware of any new information or data that materially affects the exploration results included in these announcements. The Company further confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

The Exploration Targets for the Red Hill and Oval Projects referred to in this report were first reported in the ASX announcement dated 24 August 2026. The Company confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the Exploration Targets continue to apply and have not materially changed. The potential quantity and grade of the Exploration Targets is conceptual in nature; there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

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Appendix 5B

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

Name of entity

AZZURO RESOURCES PLC (ASX:AZ9)

ABN	Quarter ended ("current quarter")
619 213 437	30 September 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	-	-
1.2	Payments for		
	(a) exploration & evaluation	(41)	(246)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(136)	(398)
	(e) administration and corporate costs	(384)	(1,072)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	28	111
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(533)**	**(1,605)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(21)	(1,299)
	(c) property, plant and equipment	(36)	(89)
	(d) exploration & evaluation	(616)	(1,335)
	(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) oil and gas properties	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(673)**	**(2,723)**
3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	(32)	(32)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**(32)**	**(32)**
4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	2,853	5,976
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(533)	(1,605)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(673)	(2,723)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(32)	(32)

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	-	(1)
4.6	**Cash and cash equivalents at end of period**	**1,615**	**1,615**

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	1,615	603
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – Term Deposits	-	2,250
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**1,615**	**2,853**

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	102
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

The payments to directors or their associates in 6.1 include directors' salary, fees, superannuation, and any other amounts payable.

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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.		

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(533)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(616)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,149)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,615
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,615
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	1.41

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: Exploration and evaluation expenditure on projects is discretionary and can be reduced. However, to continue and complete current exploration and evaluation activities, funding has been secured post Quarter end. See the 14 Oct 2026 ASX announcement "Azzuro Secures $3.06 million Strategic Investment" and the Sept 2026 Quarterly Activities Report

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: Yes, the Company has secured A$3.06 million (before costs) in funding. See the 14 Oct 2026 ASX announcement "Azzuro Secures A$3.06 million Strategic Investment" and the Sept 2026 Quarterly Activities Report for further details.

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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 Yes – see 8.8.1 and 8.8.2	
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: 27 October 2026

Authorised by: 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 CEO 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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