QUANTUM GRAPHITE

MARKET RELEASE
For Immediate Release
30 October 2026

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Sept 30 2026 Quarterly Report and Appendix 5B

Highlights

- Uley 2 Project FEED – progressing on schedule, plant design 80% complete, costs review 75% complete
- Concentrator process plant layout and site location finalised, re-evaluated in light of the 20-year Ore Supply Agreement to ensure future expansion capability
- Al Buraimi Refinery – LIDAR surveys and site preparatory works scheduled; lease negotiations with Oman's national industrial land agency, Madayn, well progressed
- Uley 2 financing –project financing structure (within the integrated downstream structure announced in June 2026) finalised

Front-End Engineering and Design Update

During the period the Company progressed the project Front-End Engineering and Design (FEED) achieving several important milestones. Scope and scheduling of all key FEED work streams were concluded and work is now well advanced on finalising process plant design, process plant layout (including site civils) and costs review.

Scope of FEED Program

The FEED program is being undertaken within the framework of the integrated downstream structure announced by the Company (ASX Announcement of 12 June 2026), specifically the consolidation of the downstream processing and refining activities within the Sunlands Pure Group. The downstream structure comprises the two nodes:

- Production of flake concentrate from the concentrator process plant to be constructed proximate to the Uley 2 mine site on the Southern Eyre Peninsula; and
- Refining at Al Buraimi, Oman where a flake graphite refining precinct is being developed for the large-scale production of purified flake.

The FEED will conclude the final engineering definition of the Uley 2 Project. On completion, the project's detailed design and cost and schedule estimates will have been completed enabling a clean transition to project execution. The FEED results will form the basis for the negotiation of engineering, construction and procurement bids.

Mine and Concentrator Process Plant Design

Approximately 80% of concentrator process plant design was completed during the period. The works have encompassed comprehensive process flow diagrams, piping and instrumentation drawings and a complete three-dimensional layout of the plant.

ABOUT QUANTUM GRAPHITE LIMITED

QGL is the owner of the Uley flake graphite mineral deposits located south-west of Port Lincoln, South Australia. The company's Uley 2 project represents the next stage of development of the century old Uley mine, one of the largest high-grade natural flake deposits in the world. For further information, qgraphite.com

ABOUT SUNLANDS PURE

Sunlands Pure is Quantum Graphite Limited's (QGL) purification technology partner. It was established by the Sunlands Energy Co. following agreement with QGL for the specific purpose of undertaking all downstream purification of Eastern Eyre Peninsula flake graphite concentrate

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One of the more significant developments was settling the plant's layout and location on the site. Following the signing of the 20-year Ore Supply Agreement (ASX Announcement of 12 June 2026), the main criteria governing the plant's site location was re-evaluated to ensure that future expansion could be expedited without impacting existing operations. The engineering team's recommendation for the final layout and location met the key considerations, i.e.:

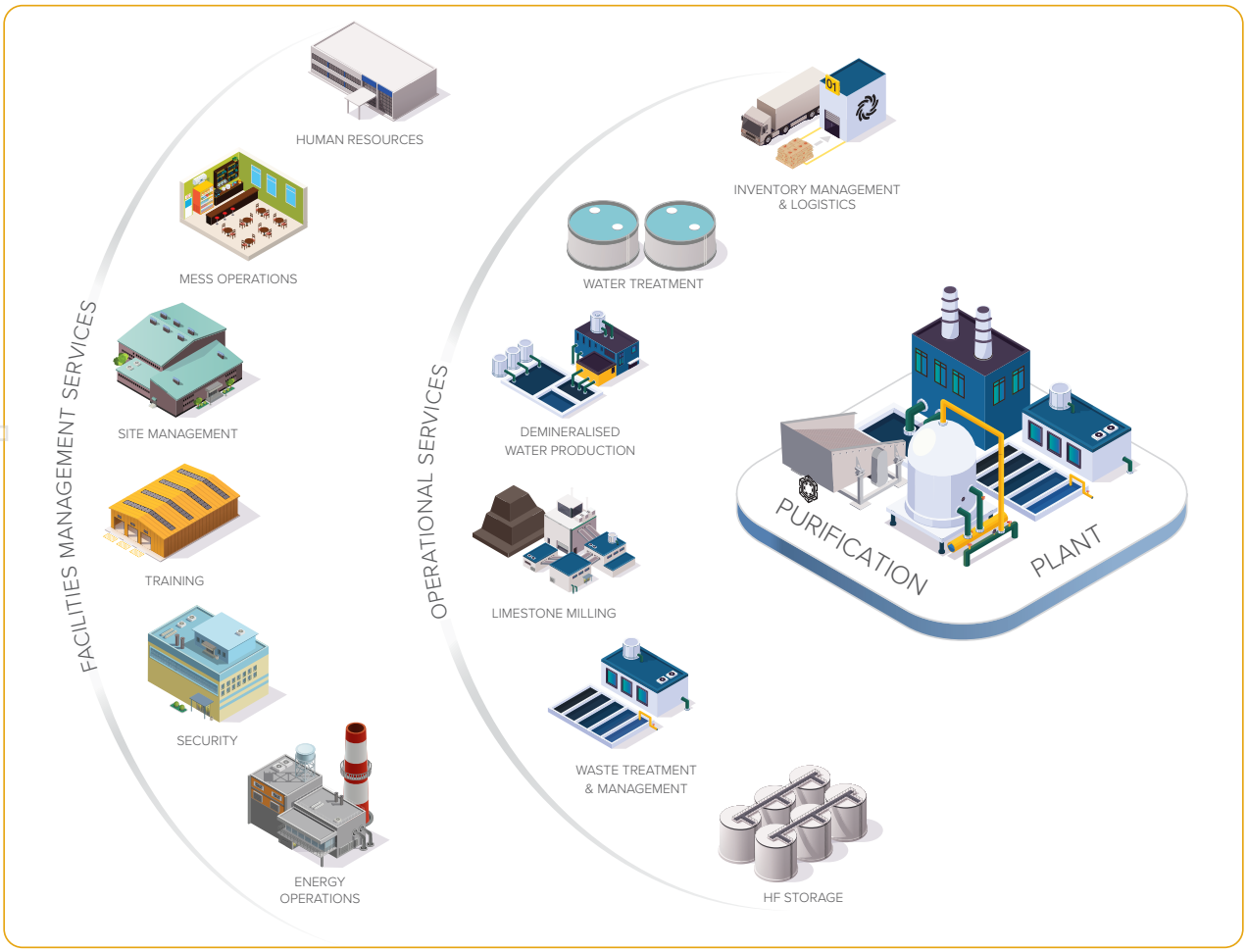
- Uninterrupted operations during any plant expansion;
- Reduction of the short-term sterilisation of resources within the mineral leases to enable a more accelerated resource development timeframe; and
- Ensure the capability to seamlessly exploit the maximum resources within the Company's freehold land.

Capital and Operating Costs Review

The FEED work stream focussed on reviewing the capital and operating costs of the project is mainly directed at updating the December 2023 Definitive Feasibility Study (2023 DFS). During the period, 75% of this work was completed and its significant result, as announced by the Company, confirmed the process plant design as originally specified in the 2023 DFS.

Al Buraimi, Oman – Refinery

Following completion of the Environmental Impact Study of the refinery site (ASX announcement of 29 June 2026), site preparatory works were scheduled and will include LIDAR surveys to produce three-dimensional high-resolution mapping of the 2,600,000m^2 site. On completion of the LIDAR, land surveys will be conducted and detailed survey plans will be prepared for the whole site. These plans are essential for the next phases of the site preparatory works, i.e., hydrology and geotechnical.



The refinery precinct activities are illustrated above and represent a complete, self-reliant ecosystem designed to deliver continuous operations. The only external dependency, hydrofluoric acid, is subject to a diversified sourcing strategy that has been developed in partnership with key in-country suppliers.

Negotiations are well progressed with Oman's industrial land agency, Madayn, to conclude the key terms of the site lease. These terms will also include various incentives explicitly structured to support the refinery precinct plan and its significant long term expansion plans.

Uley 2 Financing

The signing of the Ore Supply Agreement (OSA) and the resulting integration of the downstream activities resulted in the finalisation of a revised funding structure for the Uley 2 Project. To reflect these arrangements, the project's electronic data room was the subject of significant revision including necessary amendments to the existing materials and the preparation of supplementary materials. By the end of the period, the contents of the data room were substantially completed and financiers' renewed access is expected to be granted within the next 10 days.

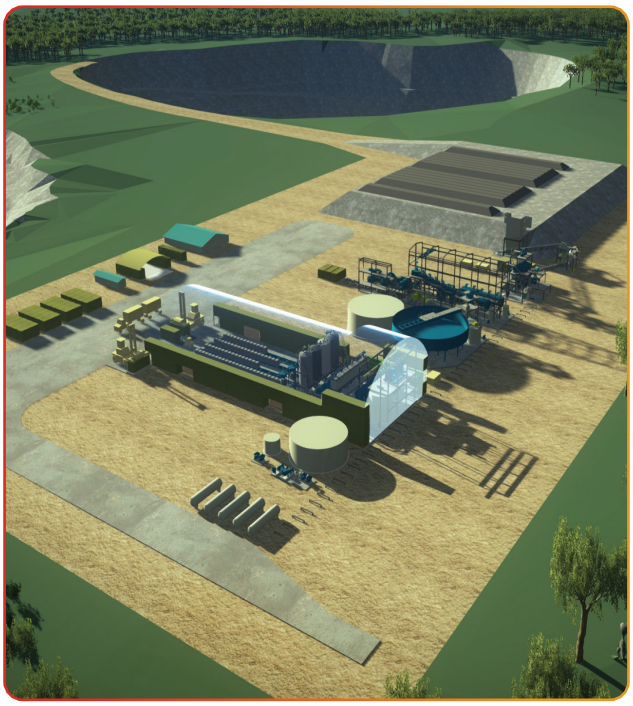
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Uley 2 Phase 1 Mining Study and Feasibility Summary Financial Metrics (updated)

Total undiscounted cash flow	A$990.4 million[1]
Crusher feed	1,200,00 tpa
Graphitic carbon grade	11.89%
Graphitic carbon recovery	84%
Concentrate purity	94% graphitic carbon
Capital expenditure	A$152.7 million
Processing cost (PCAF)	A$236.05 per tonne (inclusive of admin)
Mining cost (MCAF)	A$2.5 per tonne milled at surface plus 5c for every 4m
Production	100,000 dmt per annum
Product Cost (Av LOM)	US$401.14 dmt (inclusive of drying and bagging)
Product Price (Ex-works)	US$1,225 dmt

[1] Includes JORC 2012 Reserves and Resources



Schedule of JORC 2012 Minerals Reserves and Resources

JORC 2102 Mining Study and Ore Reserve Statement, November 2019[2]

	Classification	Tonnes (kt)	Total Graphitic Carbon (%)
Uley 2	Proved	811	11.66
Uley 2	Probable	3,191	11.95
	Total	**4,003**	**11.89**

JORC 2012 Mineral Resource Estimate, November 2021[3]

Uley 3	Inferred	900	6.6
	Uley 3 Total	**900**	**6.6**
Uley 2	Measured	800	15.6
	Indicated	4,200	10.4
	Inferred	1,300	10.5
	Uley 2 Total	**6,300**	**11.1**
Uley Project Total	**TOTAL**	**7,200**	**10.5**

[2] Released to the market on 1 December 2019
[3] Released to the market on 18 November 2021

Schedule of Tenements (ASX Listing Rule 5.3.3)

Tenement	Tenement Type	Interest	Changes during the Quarter
ML5561[4]	Mining Licence	100%	Nil
ML5562[4]	Mining Licence	100%	Nil
RL66[5]	Retention Licence	100%	Nil
RL67[5]	Retention Licence	100%	Nil
EL6224[5]	Exploration Licence	100%	Nil
EL7019[5]	Exploration Licence	100%	Granted 10 October 2024

[4] Registered in the name of Quantum Graphite Operations Pty Ltd
[5] Registered in the name of Quantum Graphite Explorations Pty Ltd

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Uley Region Location and Resource Expansion Priorities

Priority 1 - Uley 2 Project Expansion

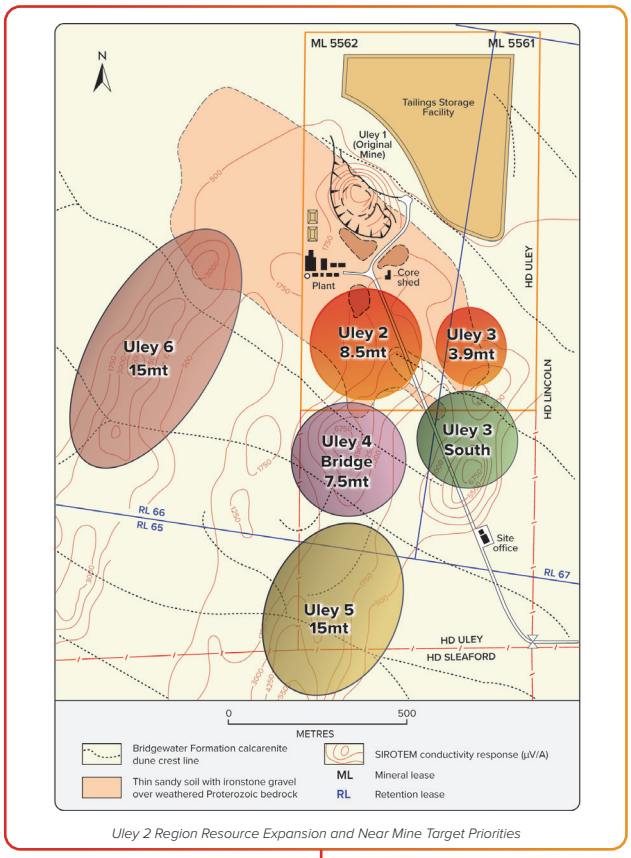
- Uley 4 Extension drilling to 50m-by-50m intervals
- Infill drilling at Uley 3

Priority 2 - Uley 2 Project Expansion

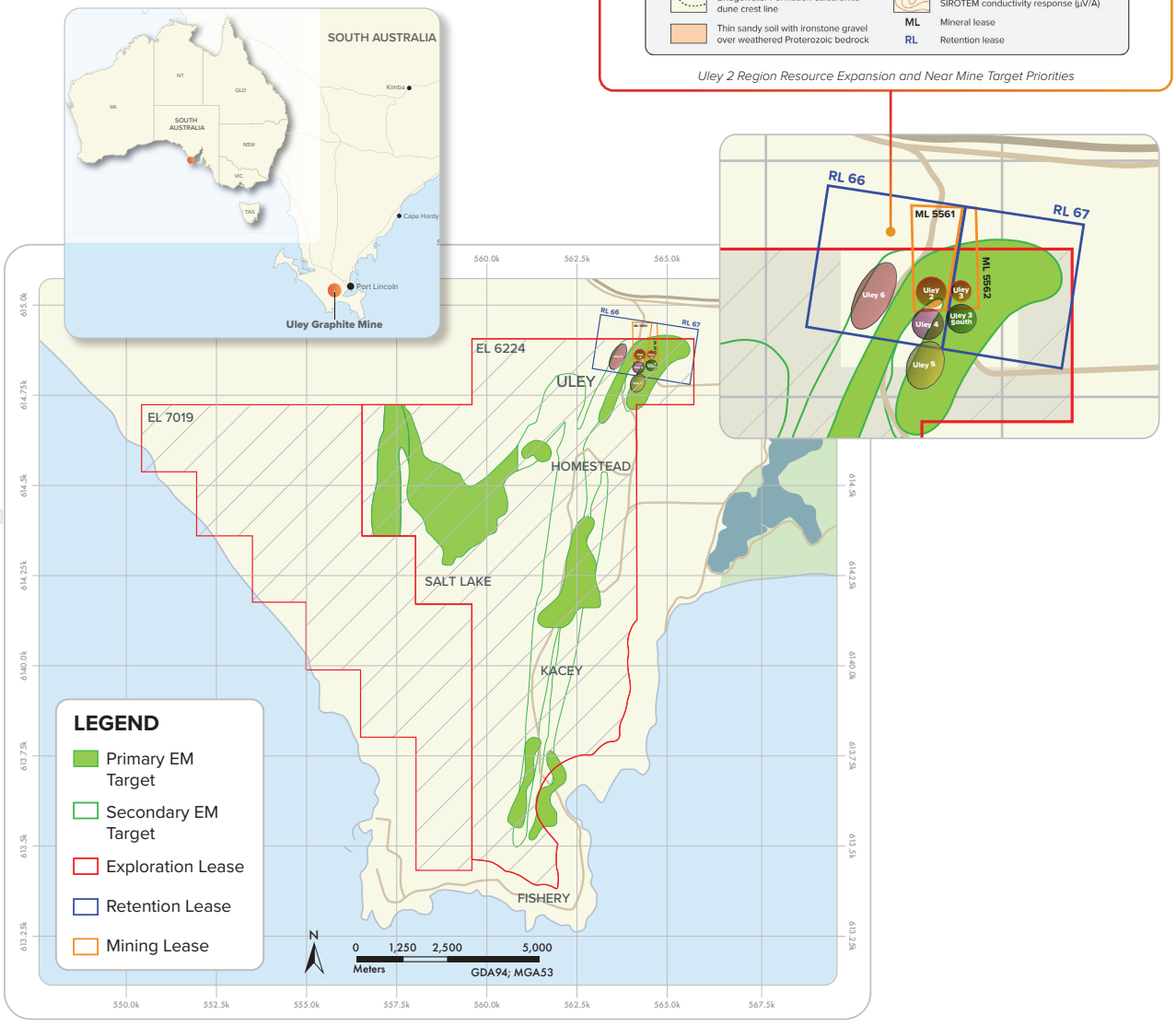
- Uley 3 South Extension drilling to 50m-by-50m intervals

Priority 3 - Uley Region Resource Definition

- Uley 6 geophysical anomaly target
- Uley 5 beyond Uley 4 along strike of the geophysical anomaly



Uley 2 Region Resource Expansion and Near Mine Target Priorities



Company tenements including highlighted mineralised zones

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Corporate Information and Announcements

As at 30 September 2026 the Company had 352,600,000 ordinary shares on issue and 1,430 shareholders. The top 20 shareholders held 62.53% of the issued ordinary shares in the Company. As at 30 October 2026 the Company held cash at bank of $80,233.82. Related party payments in the amount of $429,000 were made in the period. These payments were made to SC Capital Pty Ltd ($82,500 for technical services), Chimaera Capital Limited ($280,500 for asset management services) and and WyerPlanVC Pty Ltd ($66,000 for consulting services).

Competent Person's Statement

The Company confirms that it is not aware of any new information or data that materially affects the information included in this announcement and that all material assumptions and technical parameters relating to Mineral Resources is based on, and fairly represent, the Mineral Resources and information and supporting documentation extracted from the reports prepared by a competent person in compliance with the JORC Code (2012 edition) and released to the ASX (including under the company's previous code, VXL on 17 December 2014, 5 May 2015 and 15 May 2015 respectively).

Forward Looking Statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects' or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its directors and management, that could cause QGL's actual results to differ materially from the results expressed or anticipated in these statements.

QGL cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. QGL does not undertake to update or revise forward- looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law.

FOR FURTHER INFORMATION CONTACT:
Company Secretary
Quantum Graphite Limited
E: info@qgraphite.com

ABOUT EPG HUB

The EPG Hub is a regional logistics hub to be developed for the Eyre Peninsula's flake graphite producers and selected downstream industries. The centrepiece of the hub is the concentrate supply from the Company's fully permitted Uley 2 project and the manufacture of long duration thermal energy storge cells by Sunlands Energy Co. utilising its thermal energy storage technologies. The hub's location is well suited to servicing all major markets including North America, Europe and the Middle East and the emerging Li-ion battery centre in Central Java

ABOUT SUNLANDS POWER

Sunlands Power is our joint venture with Sunlands Energy Co. for the manufacture of coarse natural flake based thermal storage media and the manufacture of TES Graphite Cells. The flake for the storage media will be sourced exclusively from the QGL's Uley mine. The manufactured media will be fitted within TES Graphite Cells and the completed cells delivered to Sunlands Co. for deployment as a grid connected long duration energy storage solution. For further information, www.sunlandsco.com

ABOUT LDES

A scalable energy storage system that can store energy predominantly from renewable sources for more than 12 hours and deliver dispatchable, inertia restoring energy to grid networks as required especially when renewables generation is not available. LDES is the critical solution underpinning the decarbonisation of grid networks.

Appendix 5B

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

Name of entity

Quantum Graphite Limited

ABN	Quarter ended ("current quarter")
41 008 101 979	30 September 2026

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(129)	(129)
	(c) production	-	-
	(d) staff costs	(83)	(83)
	(e) administration and corporate costs	(683)	(683)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(326)	(326)
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**	**(1,221)**	**(1,221)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(51)	(51)
	(e) investments	-	-
	(f) other non-current assets	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 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 (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(51)**	**(51)**

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	-	-
3.5	Proceeds from borrowings	1,111	1,111
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**	**1,111**	**1,111**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	211	211
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,221)	(1,221)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(51)	(51)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,111	1,111

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**50**	**50**

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	-	-
5.2	Call deposits	50	50
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**50**	**50**

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	(429)
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	11,608	11,608
7.2	Credit standby arrangements	(1,642)	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	9,966	11,608

7.5	**Unused financing facilities available at quarter end**	1,642

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.

Finance facilities are provided by Pershing Nominees Pty Ltd and Chimaera Capital Limited at an interest rate of 11.75%, the maturity date for both facilities is 31 December 2027.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,221)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(51)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,272)
8.4	Cash and cash equivalents at quarter end (item 4.6)	50
8.5	Unused finance facilities available at quarter end (item 7.5)	1,642
8.6	Total available funding (item 8.4 + item 8.5)	1,692
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	**1.33**

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: No. The Company has the capacity to reduce or defer cash outflows whilst maintaining its key operating activities.

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 taken steps to ensure it can fund its operations. These steps include the financial support from its principal shareholder, Chimaera Capital Ltd and Pershing Nominees Pty Ltd (director-related entity) in addition to the raising of additional equity. If an equity raising was pursued by the Company, the Board considers the success of such a capital raising to be highly likely.

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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. The Company's operations will continue on substantially the same basis as recent quarters subject to the ongoing review, and if necessary, reduction or deferral, of non-essential cash outflows.	
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: 30 October

Authorised by: 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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