

31 July 2025

Quarterly Activities and Cashflow Report for the period ending 30 June 2025

Boab Metals Limited (ASX: BML) ("Boab" or "the Company") is pleased to present its Activities and Cashflow Report for the quarter ended 30 June 2025. During the period, the Company continued to advance its flagship Sorby Hills Lead-Silver-Zinc Project ("Sorby Hills" or "the Project"), located in the Kimberley Region of Western Australia.

HIGHLIGHTS

- Binding Sale & Purchase Agreement ("SPA") Signed with Sandfire Resources (ASX: SFR) for the acquisition of the DeGrussa Processing Plant.
- The acquisition will significantly enhance project execution by derisking equipment procurement and reducing upfront capital costs for Sorby Hills.

DeGrussa Processing Plant SPA - Key Terms

- Total acquisition price of A\$10.0M comprising:
 - A\$1.5M deposit of which A\$0.5M was paid in cash and A\$1.0M paid in shares (subject to 12-month voluntary escrow) at a price of A\$0.12/sh;
 - A\$6.0M payable in cash upon Completion; and
 - A\$2.5M payable in cash on or before the date that is 12 months from the sale of first concentrate from the Project.
- Completion (and the associated payment due at Completion) is conditional upon Boab reaching a Final Investment Decision ("FID") on the Sorby Hills Project.
- A\$6.0 million capital raising via share placement to fund: pre-development costs, early site work, partial camp refurbishment, project finance costs and working capital.
- Project financing advanced, with multiple non-binding term sheets received from domestic and international financiers. The Company remains confident in securing a funding package aligned with its target gearing profile.
- The Company had a cash balance of approximately A\$7.6M as at 30 June 2025.

Boab Managing Director and CEO, Simon Noon, stated:

"The acquisition of the DeGrussa Processing Plant from Sandfire marks a pivotal de-risking achievement for Sorby Hills—both in terms of capital cost reduction and supply chain certainty. The successful A\$6.0 million placement completed during the quarter ensures we are well-funded to accelerate our project financing efforts and remain firmly on track to reach a Final Investment Decision in the second half of 2025."

Background Information

Sorby Hills is located 50km from the regional centre of Kununurra in the East Kimberley of Western Australia and has access to existing sealed roads to transport the concentrate 150km from the mine site to the facilities at Wyndham Port. The Project comprises a Mineral Resource of 47.3Mt containing 1.5Mt Pb at 3.1% and 53Moz silver at 35g/t. The current Sorby Hills mine plan comprises 18.3Mt at 3.4% Pb and 39g/t Ag of which ~83% is classified as an Ore Reserve.

On 6 June 2024, Boab released the results of a Front-End Engineering & Design Study ("FEED Study") on the Project showing strong pre-tax economics including C1 operating costs of US\$0.36/lb payable Pb (incl. a net silver credit of US\$0.37/lb payable Pb), NPV₈ of A\$411M, IRR of 37%, A\$778M free cash flow, and an average annualised EBITDA of A\$126M. Pre-production capital costs were estimated to be A\$264M of which a new processing plant comprised A\$136M.

Commodity Price Leverage

With project operating costs expected to be covered by revenue from lead—underpinned by its historically stable pricing—project free cash flow is highly leveraged to silver prices.

- The FEED Study assumed a silver price of US\$27.40/oz (A\$40.40/oz)
- As at 29 July 2025, the spot silver price has increased to US\$38.40/oz (A\$58.90/oz) — a 40% uplift
- This improvement has the potential to materially enhance the Project's economics beyond the FEED base case

DeGrussa Processing Plant Acquisition – A Key Project Milestone

The acquisition of the DeGrussa Processing Plant from Sandfire Resources (see Figure 1) represents a significant milestone in the progression toward a Final Investment Decision (FID) at Sorby Hills. This strategic acquisition materially de-risks the Project by securing critical processing infrastructure and reducing upfront capital expenditure requirements (refer ASX Release dated 30 April 2025).

All major components required for the Sorby Hills Processing Plant, as outlined in the FEED Study, have now been secured through the DeGrussa acquisition (see Figure 2). This includes a substantial inventory of spare parts and processing equipment. Importantly, the plant components are well-matched to the Sorby Hills flowsheet and are capable of supporting the Project's targeted average annual concentrate production of approximately 103ktpa.

The key commercial terms of the acquisition are detailed in Table 1. Over the coming quarter, Boab will undertake a competitive tender process to finalise pricing for the relocation, reconstruction, and refurbishment of the plant infrastructure. This work will support the Company's objective of achieving FID in the second half of 2025.



Figure 1: The DeGrussa Processing Plant.

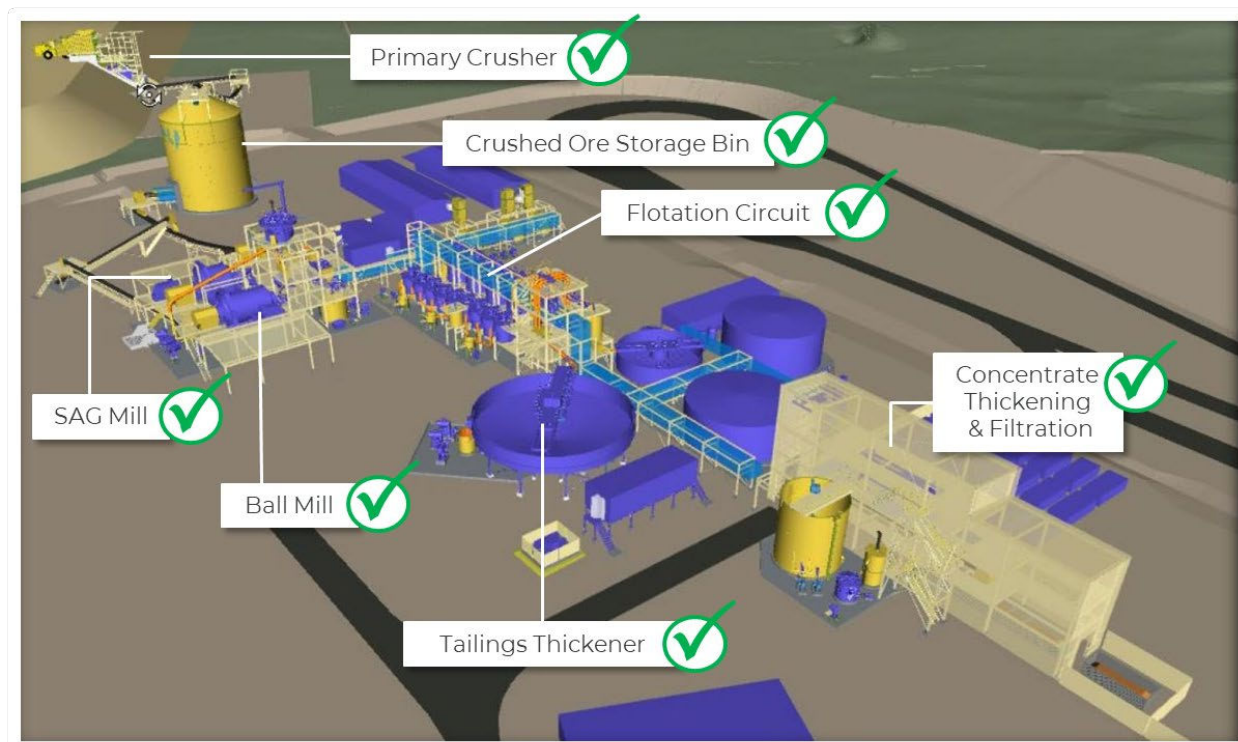


Figure 2: 3D Model of the Sorby Hills Processing Plant produced by GRES during FEED showing key components of the design that have been secured via the acquisition of the DeGrussa Processing Plant.

Table 1: Key Terms of the DeGrussa Processing Plant Acquisition

Term	Details
Price	The Purchase Price for the Assets is A\$10.0M comprising - A\$1.5M deposit A\$0.5M payable in cash and A\$1.0M payable in cash or shares at Boab's election. <i>Boab elected to issue shares to Sandfire based on 5-day VWAP calculated as of the date of execution of the SPA (i.e. A\$0.12/sh);</i> - A\$6.0M in cash on Completion; and - A\$2.5M in cash on or before the date that is 12 months from the date of first sale or other disposal of Concentrate produced from the Sorby Hills Tenements.
Conditions Precedent to Completion	- the parties agreeing an appropriate work schedule for the dismantling and removal of the Assets from the DeGrussa Mine Site (by 15 December 2025 or otherwise agreed); - the Buyer obtaining relevant regulatory approvals (no later than 12 months after the execution date of the SPA or as otherwise agreed); and - the Buyer confirming to Seller that its Board has approved FID
Post Completion	From Completion and until the commencement of Dismantling Works, Boab will pay the cost of any ongoing care & maintenance programs (managed by Sandfire in accordance with the SPA) and applicable insurances.

Project Financing

As announced on 10 December 2024, Boab executed a Term Sheet with Trafigura for a US\$30 million Prepayment Facility, to be provided in conjunction with an Offtake Agreement for concentrate produced from the Sorby Hills Project.

In parallel, Boab has received multiple non-binding term sheets from a range of domestic and international financiers, reflecting strong interest in the Project. Based on the indicative terms received to date, the Company remains confident in its ability to secure a project financing solution that aligns with its target capital structure and gearing objectives.

Environmental and Regulatory Approvals

Boab has continued to advance the environmental approvals pathway for the Sorby Hills Project at both federal and state levels.

Under the Environment Protection and Biodiversity Conservation Act 1999 (EPBC Act), Boab submitted its final response to regulator queries during the quarter. This response was accepted by the federal regulator in late March 2025, enabling the assessment to progress to the next stage. Boab anticipates receiving formal approval under the EPBC Act during Q3 2025.

Following the successful finalisation of amendments to the State Ministerial Statement in December 2024, Boab formally lodged key applications under the:

- Mining Act 1978: *Mining Proposal and Mine Closure Plan*
- Environmental Protection Act 1986 (Part V): *Works Approval*

These applications are currently under assessment by the relevant Western Australian government departments, with formal approvals expected to be granted during 2H 2025.

In parallel, Boab submitted its Groundwater Operating Strategy to support the application for a licence to abstract water for the Project. The strategy is currently under review, with approval anticipated in the near term.

Financial and Corporate Overview

Cash Position

As at 30 June 2025, Boab held a consolidated cash balance of approximately A\$7.6 million.

During the quarter, the Company made related party payments of A\$144,000. These payments were made to Directors of Boab in respect of salaries and directors' fees and were conducted on standard commercial terms.

Acquisition of DeGrussa Processing Plant

On 30 April 2025, Boab announced it had entered into a binding Sale and Purchase Agreement (SPA) with Sandfire Resources Limited (ASX: SFR) for the acquisition of the DeGrussa Processing Plant. The Company has now completed payment of the A\$1.5 million deposit in accordance with the terms of the SPA (see table 1).

\$6.0 million Placement to sophisticated, professional and institutional investors

On 23 June 2025, Boab announced that further to the ASX announcement on 16 June 2025, that it has allotted and issued a total of 37,500,000 fully paid ordinary shares (Placement Shares) at an issue price of \$0.16 per Placement Share to professional, sophisticated and institutional investors (Placement) to raise \$6 million (exclusive of costs). The Placement Shares were issued pursuant to the Company's available 15% placement capacity under ASX Listing Rule 7.1 (14,160,490 Placement Shares) and under its additional placement capacity under ASX Listing Rule 7.1(A) (23,339,510 Placement Shares).

At-the-market (ATM) raise

On 23 June Boab confirmed it had utilised its ATM subscription agreement (ATM) with Acuity Capital (see announcements on 22 December 2023 and 3 May 2024) to raise \$680,000 (inclusive of costs) through the set-off of 4,250,000 Company collateral shares previously issued to Acuity Capital under the ATM (Set-off Shares). The Set-off shares reduce the 7,770,000 Company collateral shares which Acuity Capital is otherwise required to return to the Company upon termination or maturity of the ATM. The Set-off Shares have a deemed issue price of \$0.16 per share, equal to the last traded price of \$0.16 on 20 June 2025. The funds raised will be used towards general working capital purposes.

Authorised for release by the Board of Directors of Boab Metals Limited.

The Board of Directors have authorised this announcement for release to the market.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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Managing Director & CEO

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Table 1: Sorby Hills Mineral Resource Estimate – Pb Domains only.

Resource Classification	Tonnes (Mt)	Grade			Contained Metal		
		Pb	Zn	Ag	Pb	Zn	Ag
		%	%	g/t	kt	kt	koz
Measured	12.6	3.5%	0.4%	43	444	45	17,521
Indicated	11.0	3.4%	0.4%	34	377	46	12,114
Inferred	23.6	2.7%	0.5%	31	645	117	23,406
Total Resource	47.3	3.1%	0.4%	35	1,465	207	53,042

Note: Tonnes and Grade are rounded. Reported at a 1.0% Pb Cut-Off. Discrepancies in calculated Contained Metal is due to rounding.

Table 2: Sorby Hills Ore Reserve Statement.

Ore Reserve Category	Ore (Mt)	Grade		Contained Metal	
		Pb (%)	Ag (g/t)	Pb (kt)	Ag (Moz)
Proved	10.4	3.5%	42	358	14.1
Probable	4.9	3.5%	32	172	5.0
Total Ore Reserve	15.2	3.5%	39	531	19.1

Note: Tonnes and Grade are rounded. Reported at a 1.0% Pb cut-off. The above data has been rounded to the nearest 10,000 tonnes ore, 0.1% lead grade and 1,000 lead tonnes, 1g/t silver grade and 100,000 silver ounces. Discrepancies in calculated Contained Metal is due to rounding. Ore Reserves have been calculated using metal prices of A\$3,313.91/t Pb and A\$37.89/oz Ag and royalties of 4.3% of gross revenue including allowable deductions.



About Boab Metals Limited

Boab Metals Limited (“**Boab**”, ASX: **BML**) is a Western Australian-based exploration and development company with interests in Australia and South America. In Australia, the Company is currently focused on developing the Sorby Hills Lead-Silver-Zinc Joint Venture Project in WA. Sorby Hills is located 50km from the regional centre of Kununurra in the East Kimberley and has access to existing sealed roads to transport concentrate from site to the facilities at Wyndham Port, a distance of 150km. Established infrastructure and existing permitting allows for fast-track development and production. Boab owns a 75% interest in the Joint Venture with the remaining 25% interest held by Henan Yuguang Gold & Lead Co. Ltd. Boab holds an option to acquire Yuguang’s interest in the Project.

Compliance Statements

The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the ‘JORC Code’) sets out minimum standards, recommendations and guidelines for Public Reporting in Australasia of Exploration Results, Mineral Resources and Ore Reserves.

Information included in this activities report relating to Mineral Resources has been extracted from the Mineral Resource Estimate dated 17 December 2021, available to view at www.boabmetals.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the Mineral Resource Estimate and that all material assumptions and technical parameters underpinning the estimates, continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the Mineral Resource Estimate.

Information included in this activities report relating to Ore Reserves, Production Targets and Financial Forecasts has been extracted from the Sorby Hills Definitive Feasibility Study dated 19 January 2023 and Sorby Hills FEED Study Results dated 6 June 2024, both available to view at www.boabmetals.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the Ore Reserve Statement and that all material assumptions and technical parameters underpinning the estimates, production targets and financial forecasts continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the Ore Reserves Statement.

FEED Study Macroeconomic Assumptions

Assumption	Unit	FY2025	FY2026	FY2027	FY2028	FY2029+
Lead Price	US\$/t	2,259	2,268	2,269	2,254	2,251
Silver Price	US\$/oz	24.8	25.8	26.4	27.3	27.5
Exchange Rate	A\$:US\$	0.70	0.70	0.70	0.69	0.68

Metal Equivalent Calculation Method

The contained metal equivalence formula is based on the Sorby Hills Feed Study including:

- Lead Price US\$2,253.19/t;
- Lead recovery of 91.0% (weighted average of oxide and fresh Pb recoveries);
- Lead Payability rate of 95%;
- Silver Price US\$27.4/oz;
- Silver recovery of 81.8% (weighted average of oxide and fresh Ag recoveries); and
- Silver Payability rate of 95%.
- Zinc Price US\$2,500/t
- Zinc Recovery of 91%
- Zinc Payability of 95%

It is Boab's opinion that all elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold.

The formula used to calculate lead equivalent grade is:

$$\text{MetalEq (\%)} = G_{\text{pri}} + (G_{\text{pri}} \times [\sum_i R_i S_i V_i G_i] / (R_{\text{pri}} S_{\text{pri}} V_{\text{pri}} G_{\text{pri}}))$$

where R is the respective metallurgical metal recovery rate, S is the respective smelter return rate, V is metal price/tonne or ounce, and G is the metal commodity grade for the suite of potentially recoverable commodities (i) relative to the primary metal (pri).

Metal equivalents are highly dependent on the metal prices used to derive the formula. Boab notes that the metal equivalence method used above is a simplified approach. The metal prices are based on the DFS values adopted and do not reflect the metal prices that a smelter would pay for concentrate nor are any smelter penalties or charges included in the calculation. Owing to limited metallurgical data, zinc grades are not included at this stage in the lead equivalent grade calculation.

APPENDIX 1

INTERESTS IN TENEMENTS

Farm-In Agreements/ Projects/Tenements	Location	Held at Start of Quarter	Held at End of Quarter
Sorby Hills Project M80/196 M80/197 M80/285 M80/286 M80/287 E80/5317	WA, Australia	75% 75% 75% 75% 75% 100%	75% 75% 75% 75% 75% 100%
Borroloola West Project EL31354 EL26938 EL26939 EL28658 EL30305 MLN624	NT, Australia	100% 51% 51% 51% 51% 51%	100% 51% 51% 51% 51% 51%
Manbarrum Project EL24395 MA24518 MA26581	NT, Australia	100% 100% 100%	100% 100% 100%
Urrao Project 2791	Colombia	100%	100%

Appendix 5B

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

Name of entity

BOAB METALS LIMITED

ABN

43 107 159 713

Quarter ended ("current quarter")

30 June 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities			
1.1 Receipts from customers		-	-
1.2 Payments for			
(a) exploration & evaluation (if expensed)		(299)	(2,255)
(b) development		-	-
(c) production		-	-
(d) staff costs		(147)	(617)
(e) administration and corporate costs		(234)	(996)
1.3 Dividends received (see note 3)		-	-
1.4 Interest received		7	154
1.5 Interest and other costs of finance paid		-	-
1.6 Income taxes paid		-	-
1.7 Government grants and tax incentives		-	-
1.8 Other:-			
Recharge of staff costs and other administration costs to the Sorby JV		-	50
1.9 Net cash from / (used in) operating activities		(673)	(3,664)

Appendix 5B

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(650)	(661)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	(36)
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	(650)	(697)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	6,680	6,680
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	(396)	(396)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-

Appendix 5B

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
3.9	Other (provide details if material)	(55)	(55)
3.10	Net cash from / (used in) financing activities	6,229	6,229

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,670	5,708
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(673)	(3,664)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(650)	(697)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	6,229	6,229
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	7,576	7,576

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	6,772	1,616
5.2	Call deposits	750	1,000
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	54	54
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	7,576	2,670
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	(144)*	
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.			

Appendix 5B

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

7.	Financing facilities <i>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.</i>	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)	(673)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(673)
8.4	Cash and cash equivalents at quarter end (item 4.6)	7,576
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	7,576
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	11.25
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: Not Applicable.	
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: Not Applicable.	

Appendix 5B

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

	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: Not Applicable.
	<i>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.</i>

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.

Authorised for release by the Board of Directors of Boab Metals Limited

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.