

EQ Resources Limited

Quarterly Activities Report

Quarter ended 30th September 2025

HIGHLIGHTS

TUNGSTEN MARKET

- Fastmarkets Ammonium Paratungstate (“APT”) CIF Rotterdam/Baltimore mid-price was US\$615 per mtu* on 30 September 2025, a +33% increase Quarter-On-Quarter (QoQ).
- Market for EQR products remains strong with ongoing solid demand for Tungsten Concentrate continuing with the company receiving enquiries from customers for volumes in excess of current production capacity and customers now looking to lock in future production to underpin their supply chain.
- China reached record Imports of Tungsten Concentrate and Ores - 2025 Calendar Year to Date imports of Tungsten Concentrate 13,699 tonnes (contained WO₃) versus a full year 2024 import volume of 12,427 tonnes which itself was a record full year volume of imports.

BARRUECOPARDO OPERATIONS

- 1.04 Mt of waste and 247,003 t of ore mined at an average grade of 0.155% WO₃, with pit development progressing across Phases 6 and 7 and improved grade control to optimise ore recovery.
- Processing performance strengthened, with gravity plant feed increasing to 247,628 t (+8% from 229,415 t last quarter) following the commissioning of the third Tomra XRT sorter and ongoing gravity circuit upgrades targeting higher recoveries.

MT CARBINE OPERATIONS

- 110,000 tonnes of waste mined during the quarter as southern wall stripping advanced through levels 365–355RL, with operations ramping up to an average of 8,000 tonnes per shift and preparation underway for 24/7 in pit mining operations in Q2 FY2026.

FINANCIAL AND CORPORATE*

- Craig Bradshaw appointed Managing Director, bolstering EQR’s leadership team and growth strategy.
- Cash receipts from sales increased 16% to A\$14.65 million for the quarter
- Cash on hand at 30 September 2025 of A\$11.5 million
- Over A\$30 million in new funding secured through a combination of royalty, equity, and debt-to-equity agreements, including a US\$7.5 million proposed Oaktree royalty funding agreement (pending shareholder approval), and two equity placements raising A\$26.5 million, with a portion applied as a set-off against Oaktree’s upfront payment of the royalty amount (reducing the net cash inflow) and the balance used to strengthen liquidity, pay creditors, and fund expansion at Mt Carbine and improvements at Barruecopardo.

Notes: * 1mtu (metric tonne unit) = 10kg WO₃, **All financial numbers are quoted in Australian dollars unless otherwise stated.

EQR GROUP Q1 FY2026 - PRODUCTION SUMMARY

Operations		Mt Carbine		Barruecopardo		EQR Group	
	Unit	Q4 FY2025	Q1 FY2026	Q4 FY2025	Q1 FY2026	Q4 FY2025	Q1 FY2026
Material blasted	t	214,380	175,272	1,202,806	1,265,302	1,417,186	1,440,575
Waste mined	t	342,403	110,768	836,066	1,035,429	1,178,469	1,146,197
Ore mined	t	73,056	-	241,381	247,003	314,437	247,003
Total Tonnes Mined	t	415,459	110,768	1,077,447	1,282,432	1,492,906	1,393,200
Strip Ratio	W:O	5.7 : 1		4.5 : 1	5.2 : 1	4.7 : 1	5.6 : 1
Closing Ore Stock - Rom	t	12,384	888	209,567	456,330	221,951	457,218
Closing Ore Stock - LGS	t	9,590,000	9,483,819			9,590,000	9,483,819
Crushing Plant Feed	t	156,614	115,509	372,172	333,484	528,786	448,993
Gravity Plant Feed	t	54,573	46,905	229,415	247,628	283,988	294,533
Gravity Plant Grade	%	0.168%	0.133%	0.214%	0.175%	-	-
Recovery	%	76%	74%	58%	56%	-	-
WO₃ Produced*	mtu	6,994	4,610	28,203	24,225	35,197	28,834

*Note: Metric Tonnes Unit, 1 mtu = 10kg 100% WO₃

With increasing China purchasing of Tungsten Concentrates as demonstrated by increased Import data and the ongoing export ban from February 2025 the availability of Ammonia Para Tungstate during the quarter end 30 September 2025 ("Q1 FY2026") continued to shorten resulting in a +33% increase during the quarter in the APT mid-price of US\$615/ mtu at 30 September 2025. Governmental support for critical minerals, including Tungsten has continued to increase with the signing of The United States–Australia Framework for Securing of Supply in the Mining and Processing of Critical Minerals and Rare Earths targeting a pipeline of US\$8.5 billion of priority critical minerals projects in Australia and the United States.

During the quarter, EQ Resources continued its engagement with both US and Australian Governments following the Export – Import Bank of the United States issuing a Letter of Interest for up to a US\$34 million 10 year debt facility for the capital expansion and further development of its Mt Carbine Operation (Link).

For Q1 FY2026, the consolidated EQR Group produced 28,834 mtu of tungsten concentrate (Barruecopardo 24,225 mtu; Mt Carbine 4,610 mtu) and mined a total of 1.4 million tonnes (Barruecopardo 1.3 million tonnes; Mt Carbine 0.1 million tonnes).

The Barruecopardo Mine (Spain) delivered 24,225 mtu of tungsten concentrate for the quarter. This performance was achieved whilst the 3rd ore sorter and processing improvements were installed and commissioned as well as processing lower grade material from existing stockpiles. Recovery rates declined slightly over the quarter, primarily due to a reduction in feed grade as the Gravity Plant continued processing material from existing stockpiles with lower head grades. Upgrades support a targeted installed capacity of up to ~14,000 mtu per month under design parameters.¹

Mt Carbine (Queensland, Australia) produced 4,610 mtu of tungsten concentrate, processing low grade stock material whilst performing critical maintenance, environmental compliance, and site integrity, ensuring operational continuity.

EQR improved its balance sheet via A\$26.5m of equity placements and a US\$7.5m royalty funding agreement with Oaktree relating to Saloro. The 2.5% gross-proceeds royalty is pending shareholder approval. EQR plans to apply Oaktree's A\$4.25m placement subscription to reduce Oaktree's upfront payment of the royalty amount, and any royalty, if approved, will be reduced proportionately.

EQR improved its balance sheet via a A\$26.5m equity placement and a US\$7.5m royalty funding agreement with Oaktree relating to Saloro. The 2.5% gross-proceeds royalty is pending shareholder approval. EQR plans to apply Oaktree's

¹ Actual outcomes may vary with ore characteristics, operating conditions, maintenance and scheduling. This statement describes installed capacity under design parameters and is not production guidance or a Production Target.

A\$4.25m placement subscription to reduce the pre-royalty loan. If shareholders approve the royalty, that reduction will be applied as a set-off against the upfront consideration with the royalty interest, to be granted, reduced on a pro-rata basis.

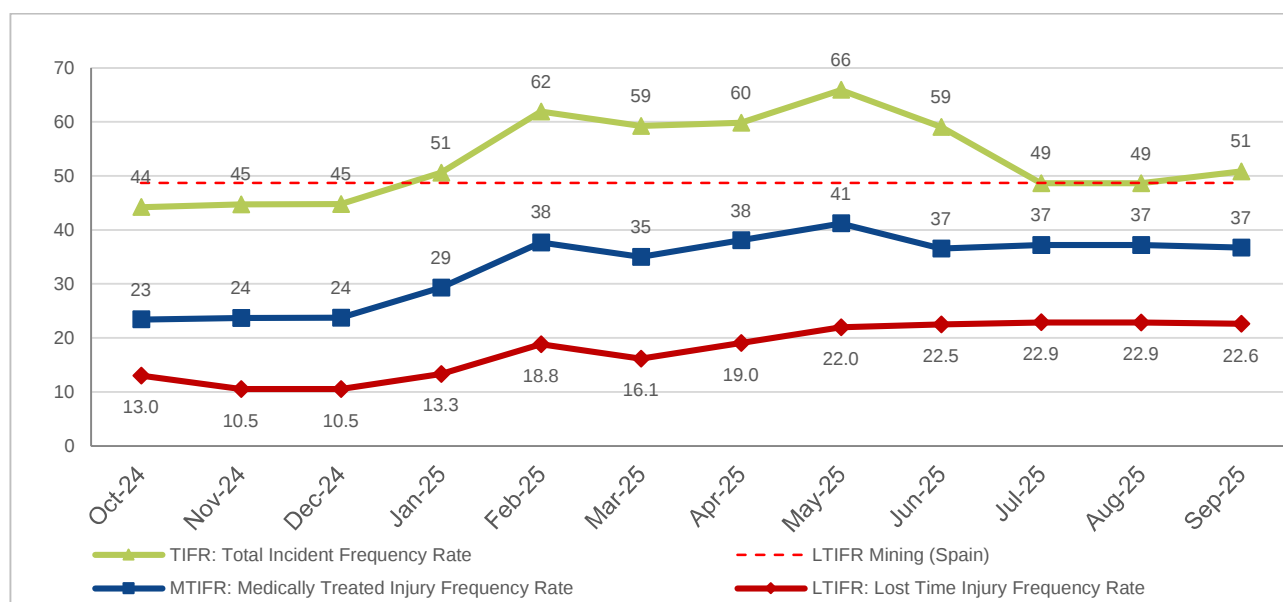
HEALTH, SAFETY & ENVIRONMENT

Barruecopardo Operations

During Q1 FY2026, Barruecopardo maintained a strong focus on safety performance and employee engagement, continuing to strengthen its safety culture across all operational areas. Participation in the “Step Back – Take 5” program remained high, with 1,958 risk assessments completed during the quarter. Lost-time injuries (LTIs) rose slightly to 24 cases (up from 23), a trend being closely monitored and partly attributed to increased reporting and proactive participation in safety programs. Training remained a key focus, with three new employee inductions, an average of 21 training hours per employee, and daily five-minute toolbox talks covering key topics such as PPE, chemical handling, working at heights, and crane safety.

Joint inspections with the National Institute of Silicosis (INS) were also carried out, focusing on dust and crystalline silica control.

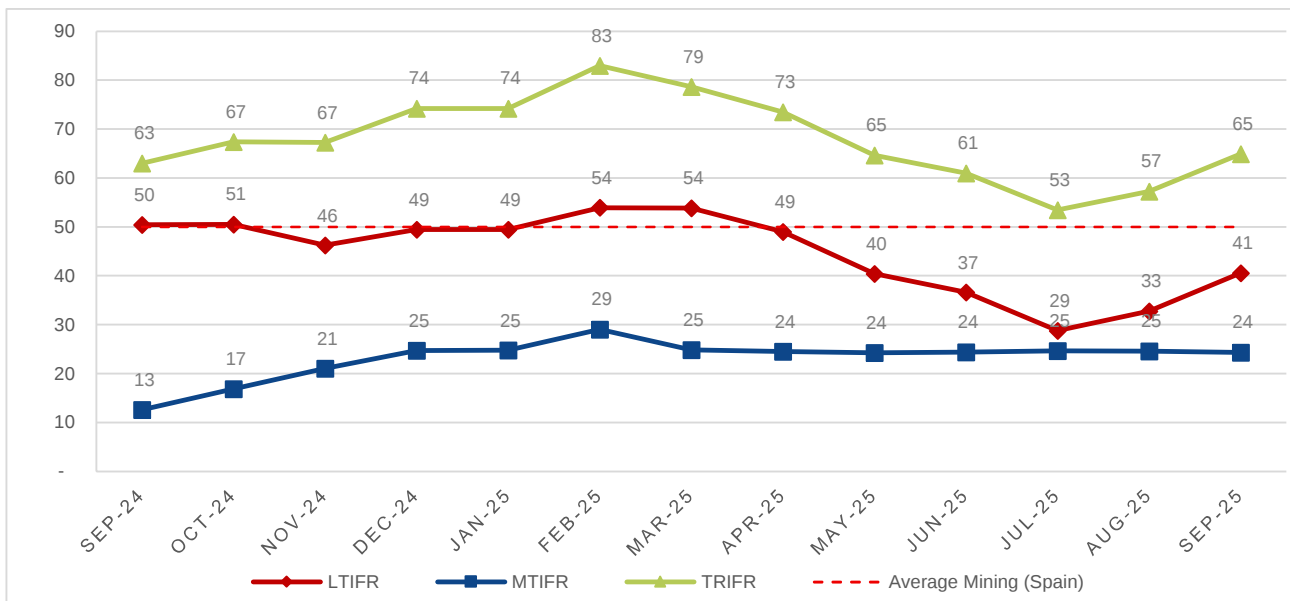
On the environmental front, Barruecopardo continued its biodiversity monitoring and conservation initiatives in collaboration with the Territorial Delegation of Castilla y León. Ongoing programs included bat population studies—in partnership with Spanish and Portuguese research institutions—and the tracking of Egyptian vultures in the Arribes del Duero region, reinforcing Barruecopardo's commitment to responsible, science-based environmental management.



Above: 12-months Rolling Frequency Rate Graph per million working hours for Barruecopardo

Mt Carbine Operations

In Q1FY2026, safety performance remained a strong operational focus, with constant reinforcement of site procedures, training, and compliance initiatives. While a total of 27 incidents were reported, up from 22 in the previous period, more than half related to minor equipment damage with no significant injuries recorded. The Company conducted 4,056 alcohol tests and five post-incident drug tests, reflecting EQR's continued commitment to maintaining a safe and compliant workplace. “Take 5” safety observations totaled 4,440 for the quarter, a reduction from 5,891 in the previous quarter, while 19 toolbox talks were delivered across departments.



Above: 12-months Rolling Frequency Rate Graph per million working hours for Mt Carbine

BARRUECOPARDO OPERATIONS



Picture above: the Barruecopardo Tungsten Mine open pit as of end of September 2025

Open Cut Mining

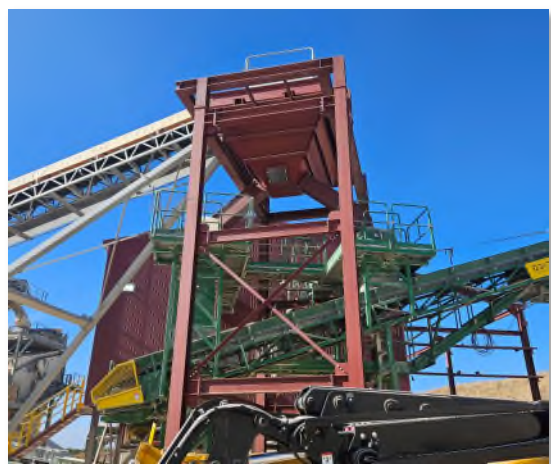
During Q1FY2026, Barruecopardo maintained steady operational performance focusing on advancing waste removal and ore extraction while implementing key pit development and grade control improvements. Mining activities concentrated on deepening the southern section of the pit to create a water storage zone that will allow continuous production during the rainy season. Waste movement totalled 1,035,429 tonnes, with 247,003 tonnes of ore mined from Phase 5 at an average grade of 0.155% WO₃, meeting production targets for the period.

Work progressed across Phases 6 and 7, with the 690RL and 680RL benches prepared for production following the completion of environmental restrictions related to nesting Egyptian vultures. Drilling and blasting trials at the 690RL bench refined the grade control process, optimising recovery through a redesigned staggered (chequerboard) blast pattern that better intersects mineralised quartz veins. These refinements are expected to improve ore recovery and operational efficiency across the northern sector of the pit. Additionally, the run-of-mine (ROM) stockpile system was restructured to improve blending efficiency and plant feed consistency.

Processing

Processing operations at Barruecopardo maintained strong momentum throughout the quarter despite constrained mining activity early in the period and variable feed grades. Following the suspension of mining during June and July, the processing plant continued to operate steadily on stockpiled material, supported by improved crusher reliability and increasing ore sorter output. Contractor support allowed stockpiles to be rebuilt, stabilising plant feed and enabling consistent throughput. A revised GeoStock model, now focussing on WO_3 grades only, was introduced to streamline feed management and improve grade accuracy. Recovery averaged 56% through the quarter, reflecting the lower feed grade but steady plant performance following completion of key circuit upgrades.

Significant optimisation and upgrade works were delivered across the crushing, ore sorting, and gravity circuits. In the crushing plant, extensive maintenance on the tertiary mill, crusher drums, and chutes restored reliability, with record jaw crusher throughput exceeding 2,500 t/day achieved in September. The installation of a third Tomra XRT ore sorter, commissioned in mid-August, has improved the downstream Gravity Plant feed grade from 0.16 % WO_3 up to 0.30 % WO_3 , thanks to a Sorter product grade increased from 0.20% to 0.40% and exceeding 0.60% WO_3 in selected runs. Sorter optimisation programs also enhanced product grade while maintaining stable recoveries.



Picture left: the Ore Sorter Plant shed being extended to make room for the third Ore Sorter. Picture right: the Wet scalping screen being installed in front of the Ore Sorters

Within the gravity plant, the installation of quadruple tables and modifications to the spiral circuit increased fine-material treatment capacity, while Falcon concentrators were installed to target ultra-fine scheelite recovery. On design parameters, management considers overall recovery of ~70% technically achievable.² The plant achieved 94 % runtime in September, with recovery losses from over-grinding and cyclone transitions largely resolved through process-pressure adjustments. Additional work on jig tuning, tailings monitoring, and magnetic separation testing has successfully produced high-grade concentrate streams and will support ongoing process refinements.

Overall, the quarter saw the Barruecopardo processing plant transition from stabilisation to optimisation, with major upgrades completed, all three ore sorters in full operation, and the gravity circuit enhancements progressing to completion. These improvements have strengthened plant reliability, enhanced feed quality, and positioned the operation to support the planned ramp-up in mining activity through Q2 FY2026.

² Actual outcomes will depend on feed grade, runtime and optimisation. This statement is not production guidance.

MT CARBINE OPERATIONS



Picture above: Stripping ongoing in the South part of the pit to access the Iolanthe vein system, main ore body targeted in the Stage II Open Pit.

Operational activities during the quarter focused on maintaining safe and compliant production while managing operations under restricted working capital. Despite financial constraints, the site teams continued to prioritise critical maintenance, environmental compliance, and site integrity, ensuring operational continuity. A reset program was initiated to restore equipment reliability and rebuild fixed capacity, supported by an improving financial position that now allows for fully funded stripping operations and a ramp-up of mining activity.

Mining during the quarter concentrated on southern wall stripping to regain access to the primary ore zone, with operations currently advancing through levels 365–355RL. During Q1FY2026, 110,000 tonnes of waste has been mined in the quarter, with operation ramping up strongly by end of the quarter with an average of 8,000 tonnes of material extracted per shift.

As of the end of September, approximately 1.34 million tonnes of material remain to be removed from the southern wall to unlock consistent access to 1.6 million tonnes of ore in Open Pit Stage II, grading 0.262% WO₃, based on design recoveries and operating assumptions, this illustrative could support aggregate production of >400,000 mtu over the life of Open Pit Stage II. Actual outcomes will depend on mining, processing and market conditions³. Development has also progressed across the northern and eastern pit areas, targeting the Dazzler, Johnson, and Wayback ore zones to optimise equipment utilisation and maintain alignment with the long-term mine plan. Operational momentum continues to build, and EQR is aiming to commence 24/7 in pit mining operations in Q2 FY2026, subject to workforce and equipment readiness. Management anticipates a staged increase in tonnage from ~200,000 tonnes per month toward ~400,000 tonnes per

³ Contained metal is not an estimate of recoverable product; no mining or metallurgical modifying factors have been applied.

month as Stage II advances. Timing and steady-state outcomes will depend on ore characteristics, equipment availability and plant optimisation.

Quarry Operations

The Mt Carbine Quarry secured several key contracts under the Disaster Recovery Funding Arrangements (DRFA) program. These works primarily involved the supply of road base materials for resurfacing projects and large rock for slope and slip retention. Major contracts included the provision of armour rock to Cairns Regional Council for the Clifton Beach offshore rock breakwaters and the Lake Placid rock retention, road base supply to Ikin Civil for Julatten Road resurfacing, and rock retention materials to MC Group for the Rex Range and Durack Civil for works in the Bloomfield/Wujal Wujal region. These projects have supported steady quarry throughput and reinforced Mt Carbine's position as a reliable regional supplier of high-quality construction materials.

FINANCIAL & CORPORATE

Strengthened Executive Team for the Next Growth Phase

Craig Bradshaw has been appointed Managing Director of EQ Resources Ltd ("EQR") effective 1 October 2025, following his earlier role as Non-Executive Director. A seasoned tungsten industry executive, Mr Bradshaw brings extensive global experience from his leadership roles at Masan High-Tech Materials and H.C. Starck Tungsten Powders. His appointment marks a key milestone in EQR's leadership transition.

[ASX Announcement 18 September 2025: "EQR Appoints Craig Bradshaw as Managing Director"](#)

Capital Initiatives Bolster Liquidity and Fund Expansion Projects

During the quarter, the Company executed a series of capital initiatives totalling more than A\$30.0 million, significantly enhancing its liquidity and improving the balance sheet. The Company executed a US\$7.5 million royalty-based funding agreement with Oaktree Capital Management, under which, subject to shareholder approval, Oaktree is to receive a 2.5% royalty on gross tungsten concentrate sales from the Barruecopardo Mine in Spain. As outlined above, EQR intends to apply Oaktree's A\$4.25 million placement subscription as a set-off against the upfront amount. If the royalty is approved, the royalty rate will be reduced proportionately to that set-off, with the final rate confirmed at completion. The proceeds were applied to ongoing capital projects at Barruecopardo, including the installation of a third XRT sorter to increase processing capacity, alongside strengthening working capital at Saloro. In parallel, Cronimet Asia Pte Ltd agreed to convert US\$3 million of its Mt Carbine offtake prepayment into equity at A\$0.035 per share, reducing future sales offsets, improving cash flow, and reinforcing its position as a strategic shareholder and offtake partner.

[ASX Announcement 15 August 2025: "Saloro US\\$7.5M Royalty Completed with Supplementary Cronimet Debt to Equity Swap"](#)

EQR also completed two equity placements during the period. In July 2025, the Company raised A\$4.0 million through the issue of 114.3 million shares at A\$0.035, with funds directed toward waste-stripping, plant expansion, and optimisation works at Mt Carbine, as well as for general working capital. [ASX Announcement 7 July 2025: "EQR Successful A\\$4.0M Placement"](#). This was followed in September 2025 by a larger A\$22.5 million institutional placement, issuing 703.1 million shares at A\$0.032 per share. The raise attracted strong participation from domestic and international institutions and included a pro-rata A\$4.2 million investment from Oaktree, which, will be applied to reduce Oaktree's existing US\$7.5 million unsecured pre-royalty upfront payment. If the grant of the royalty is approved, the royalty rate will be reduced proportionately to reduction in the pre-royalty upfront payment. Proceeds from this placement are being applied to accelerate Mt Carbine's south-wall stripping program to access the high-grade Iolanthe vein, progress the doubling of plant capacity, and further improve debt and working-capital positions.

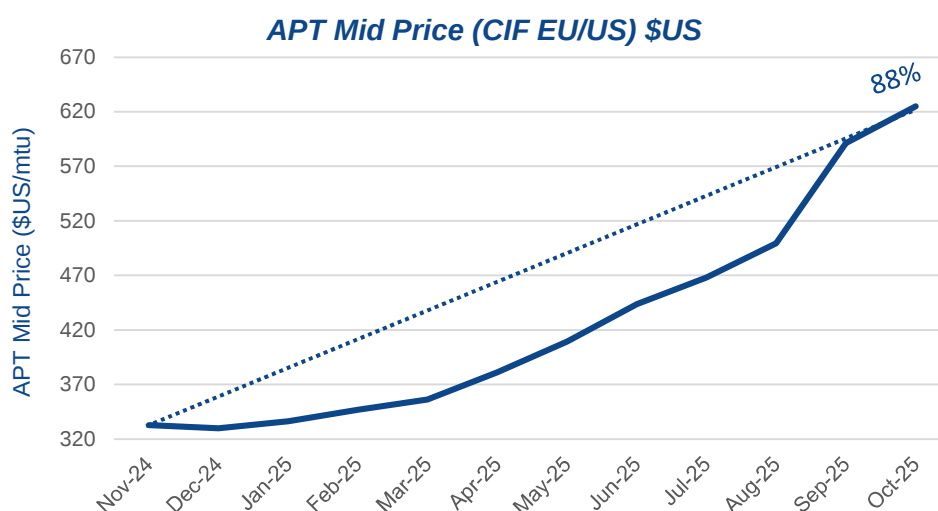
Collectively, these initiatives have established a solid funding platform to support EQR's expansion strategy across its Australian and Spanish tungsten assets and to advance its position as a leading independent producer of this critical mineral.

[ASX Announcement 3 September 2025: "EQR Announces successful A\\$22.5M Institutional Placement"](#)

Tungsten Markets

During the September quarter, the tungsten market maintained strong upward momentum, driven by tightening supply conditions and resilient demand. Ammonia Para Tungstate (APT) mid prices rose from around US\$463/mtu at the end of

June to approximately US\$615/mtu by end of September, representing an increase of about 33% over the quarter and an 85% rise year-on-year from roughly US\$330/mtu in October 2024. The recent rally was fuelled by restricted mine output and new environmental controls in China, alongside increasing China Imports of Tungsten Concentrates and ongoing Chinese export limitations that constrained global availability and shifted buying interest toward non-Chinese producers. While industrial and manufacturing demand moderated due to elevated energy and input costs, strategic and defence-sector demand remained strong, particularly across Europe and North America, providing a stable demand base. Overall, market sentiment remained positive yet cautious, with expectations of continued price volatility but sustained high levels in the near term, underpinned by persistent supply shortages and growing recognition of tungsten's strategic importance in energy, defence, and advanced manufacturing sectors.



Above: 12 months history APT Mid Price. Source: Fastmarkets. Tungsten APT 88.5% WO₃ min cif Rotterdam and Baltimore duty-free, \$/mtu WO₃

Quarterly Cashflow Report

Cash flows from operating activities

In Q1 FY2026, net cash used in operating activities amounted to A\$22.45 million. This included payments to overdue creditors of approximately A\$14m and prepayments to Barruecopardo's mining contractors of approximately A\$2.4 million. These prepayments will have a reduction in Barruecopardo's mining cash costs in Q2 FY2026. Cash receipts from sales increased by 16% to A\$14.65 million from Q4 FY25. Excluding payments to overdue creditors:

- Barruecopardo generated positive operating cashflows of approximately A\$3.4 million.
- Mt Carbine generated negative operating cashflows of approximately A\$4 million in the quarter as it continues to process low grade stockpile material whilst focusing on waste stripping works to gain access to the high-grade Iolanthe ore body.

Cash flows from investing activities

In Q1 FY2026, net cash used in investing activities totalled A\$2.93 million. During the quarter, the Company invested a further A\$2.85 million at the Barruecopardo Mine on processing and plant improvements including the installation and commissioning of the third ore sorter.

Cash flows from financing activities

In Q1 FY2026, net cash from financing activities totalled A\$30.23 million. This primarily consisted of A\$22.5 million (before fees) from Equity Placements as well as entering a US\$7.5m 2.5% royalty arrangement with funds managed by Oaktree.

Cash and financing facilities

As of 30 September 2025, the Company held cash of A\$11.47 million, an increase from A\$1.87 million in cash held as at 30 June 2025. Spanish loan facilities in Euros headroom of A\$0.21 million available at quarter end.

Payments to related parties of the entity and their associates during the quarter were \$249k comprising of Director fees as outlined in the Appendix 5B. All numbers included in the Quarterly Cash Flow Report are unaudited.

SUSTAINABILITY & SOCIAL PROGRAMS

For more information on the company's ESG commitments and ongoing initiatives, please visit [EQR's LinkedIn](#), [Saloro's LinkedIn](#) and the Sustainability page on [EQR's Website](#).

EXPLORATION ACTIVITIES / RESERVES AND RESOURCES

Mineral Resource and Ore Reserves

There has been no material change to the Company's Mineral Resources and Ore Reserves since the last update provided. For latest information on Mineral Resources and Ore Reserves please see below:

Mt Carbine refer [EQR Annual Report FY2025](#)

Barruecopardo Mine: ASX Announcement dated 22 October 2025: ["EQ Resources Barruecopardo Mine Increases Ore Reserves by 39%"](#).

Tenements

There has been changes in the Tenements list held by the Company and its controlled entities. The current tenement interests are disclosed below in accordance with ASX Listing Rule 5.3.3.

Location	Holding Entity	Beneficial Interest	Interest Acquired or Disposed	Area	Expiry date	
Queensland, Australia						
ML 4867	Mt Carbine Quarries Pty Ltd	100%	N/A	358.5 ha	31/07/2041	
ML 4919	Mt Carbine Quarries Pty Ltd	100%	N/A	7.891 ha	31/08/2041	
EPM 14871	EQ Resources Limited	100%	N/A	10 sub-blocks	12/12/2025	
EPM 14872	EQ Resources Limited	100%	N/A	21 sub-blocks	11/12/2025	
EPM 28898	EQ Resources Limited	100%	17/06/2024	147 sub-blocks	17/06/2029	
New South Wales, Australia						
EL 6648	EQ Resources Limited	100%	Disposed	4 Units	19/10/2026 ¹⁾	
EL 8024	EQ Resources Limited	100%	Disposed	19 Units	29/11/2027 ¹⁾	
ML = Mining Lease; EPM = Exploration Permit for Mineral (Qld); EL = Exploration License (NSW)						
1) Sozo Farm-in arrangement.						
Salamanca, Spain						
C.E. Barruecopardo, 6.432-10	Saloro, SLU	100%	18/01/2024	2,100 Ha	1/11/2041	20/11/2014
P.I. Saldeana 1 ^a Fracción, 6.432-11	Saloro, SLU	100%	18/01/2024	29,300 Ha	13 Aug.*	13/08/2001
P.I. Saldeana 2 ^a Fracción, 6.432-12	Saloro, SLU	100%	18/01/2024		13 Aug.*	13/08/2001
P.I. Milano, 6.432-20	Saloro, SLU	100%	18/01/2024	29,000 Ha	13 Aug.*	13/08/2011
P.I. Cortegana, 6.570	Saloro, SLU	100%	18/01/2024	16,700 Ha	14 Nov.*	14/11/2006
P.I. Almonaster, 6.572	Saloro, SLU	100%	18/01/2024	4,300 Ha	14 Nov.*	14/11/2006
P.I. Aracena, 6.649	Saloro, SLU	100%	18/01/2024	5,300 Ha	30 Oct.*	30/10/2008
P.I. Brincones, 6.834	Saloro, SLU	100%	18/01/2024	6,100 Ha	7 May*	7/05/2013
C.E. = Mining Lease; *P.I. = Exploration Permit which is renewed annually.						

Note: EL 6648 & EL 8024: Sale agreed, and transfer lodged, pending registration.

Released on the authority of the Board by:

Craig Bradshaw
Managing Director

Further Enquiries:

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About EQ Resources Limited

EQ Resources Limited is a leading global tungsten mining company dedicated to sustainable mining and processing practices. The Company is listed on the Australian Securities Exchange, with a focus on expanding its world-class tungsten assets at Mt Carbine in North Queensland (Australia) and at Barruecopardo in the Salamanca Province (Spain). The Company leverages advanced minerals processing technology and unexploited resources across multiple jurisdictions, with the aim of being a globally leading supplier of the critical mineral, tungsten. The Company aims to create shareholder value through the exploration and development of its current project portfolio whilst continuing to evaluate corporate and exploration opportunities within the new economy and critical minerals sector globally.

Forward-looking Statements

This announcement may contain forward-looking statements. Forward-looking statements address future events and conditions and, therefore, involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statements. Particular risks applicable to this announcement include risks associated with planned production, including the ability of the Company to achieve its targeted production outline due to regulatory, technical or economic factors. In addition, there are risks associated with estimates of resources, and there is no guarantee that a resource will have demonstrated economic viability as necessary to be classified as a reserve. There is no guarantee that additional exploration work will result in significant increases in resource estimates. Neither the Australian Securities Exchange nor its Regulation Services Provider (as that term is defined in the policies of the Australian Securities Exchange) accepts responsibility for the adequacy or accuracy of this announcement.

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Appendix 5B

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

Name of entity

EQ RESOURCES LIMITED

ABN

77 115 009 106

Quarter ended ("current quarter")

30 September 2025

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	14,653	14,653
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(5)	(5)
	(c) production	(22,445)	(22,445)
	(d) staff costs	(8,115)	(8,115)
	(e) administration and corporate costs	(1,245)	(1,245)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	14	14
1.5	Interest and other costs of finance paid	(766)	(766)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other		
	- Diesel Fuel Tax Credits	248	248
	- Grants	-	-
	- Traineeship Subsidies	4	4
	- Other	-	-
1.9	Net cash from / (used in) operating activities	(17,657)	(17,657)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	(1,312)	(1,312)
	(b) tenements	3	3
	(c) property, plant and equipment	(1,630)	(1,630)
	(d) exploration & evaluation (if capitalised)	(1)	(1)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	6	6
	(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	(2,934)	(2,934)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	22,248	22,248
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	(1,747)	(1,747)
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		
	- Lease Repayments	(1,637)	(1,637)
	- Royalty Financing ¹	11,365	11,365
3.10	Net cash from / (used in) financing activities	30,229	30,229

¹ Pre-royalty upfront funding. Royalty agreement is subject to shareholder approval.

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,874	1,874
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(17,657)	(17,657)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(2,934)	(2,934)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	30,229	30,229
4.5	Effect of movement in exchange rates on cash held	(38)	(38)
4.6	Cash and cash equivalents at end of period	11,474	11,474

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	11,474	1,874
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Term Deposits	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	11,474	1,874

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	249
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>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.</i> Payments to Directors and Senior Executives for salaries (including superannuation), fees, consultancy and expense reimbursements.		

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.</i> <i>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 - Banco Santander ¹ - Caixabank ²	26,586 8,862	26,373 8,862
7.2	Cronimet Offtake Advance Facility	13,040	13,040
7.3	Cronimet Working Capital Facility	2,121	2,121
7.4	Convertibles Notes	3,750	3,750
7.5	Total financing facilities	54,359	54,146
7.5	Unused financing facilities available at quarter end	213	
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.		
7.6	7.1 Spanish Loan Facilities: 1 Secured Loan Facilities at interest rates between 3.45% - 5.00% (Oaktree LC support until December 2025). 2 Secured Loan Facility at an interest rate of 3.51% (Oaktree LC support until December2025). 7.2 Secured Loan no interest loan to be repaid from free cash flows, over life of mine. 7.3 Unsecured Loan at an interest rate of SOFR + 3.00% p.a. 7.4 (i) Unsecured 2-Year \$750k Convertible Notes with a Coupon Rate of 9.00% p.a. payable in shares or cash at the election of the Note Holders. (ii) Unsecured 1-Year \$3 million Convertible Notes with a Coupon Rate of 9.00% p.a. payable in shares or cash at the election of the Note Holders.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(17,657)
8.2	Capitalised exploration & evaluation (Item 2.1(d))	(1)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(17,658)
8.4	Cash and cash equivalents at quarter end (item 4.6)	11,474
8.5	Unused finance facilities available at quarter end (item 7.5)	213
8.6	Total available funding (item 8.4 + item 8.5)	11,687
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.7
<i>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.</i>		

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?

EQ Resources continues to closely monitor its cashflow to ensure operations continue.

The price for APT increased +33% in the quarter which continues to support the ramp up of Mt Carbine and increase the cash flows from Barruecopardo Mine now that the majority of the improvement projects have been commissioned – including the 3rd ore sorter in Q1 FY2026.

Q1 FY2026 quarterly production costs include payments to overdue creditors of approximately A\$14m and prepayment to contractors of approximately A\$2.4m. The prepayments will reduce the production cash costs in Q2 FY2026.

Of note, Saloro S.R.L a 100% owned subsidiary requires the refinancing of €15m in December 2025 and €5 million in January 2026. Management continues to progress with the refinancing process.

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?

Yes, EQ Resources continues to progress funding options with existing Shareholders, potential investors and financiers to support the refinancing of the €20m Saloro debt facility as well as ensuring Mt Carbine has sufficient cash available to access the higher grade ore veins. In addition, EQ Resources have A\$3.75m convertible notes due in Q2 FY2026.

The Company continues to pursue medium term funding solutions to support the development of Mt Carbine. On 27 June 2025, the Company announced that it has received a Letter of Interest from the US Export-Import Bank ("US EXIM") for a 10-year debt facility of up to US\$34m to progress the further development of Mt Carbine. The Company continues to progress their application.

Given the Company's ability to raise capital in the last 6 months of A\$24.6m and feedback from potential investors/ financiers, it is reasonable for the Board to continue its current plan for securing any additional funding required.

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?

The Company expects to continue its operations and to meet its business objectives. Based on responses to item 8.8.1 and 8.8.2, the Company is working diligently on its initiatives at each tungsten operation to deliver positive operating cashflows in future quarters.

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: 31 October 2025

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.