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INVESTOR UPDATE

Webinar: Saloro Acquisition / Wolfram Camp Opportunities

August 15th, 2023



ASX : EQR

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Mt Carbine Project Update



EQR Plan for Saloro



Saloro Acquisition: Strategic Rationale

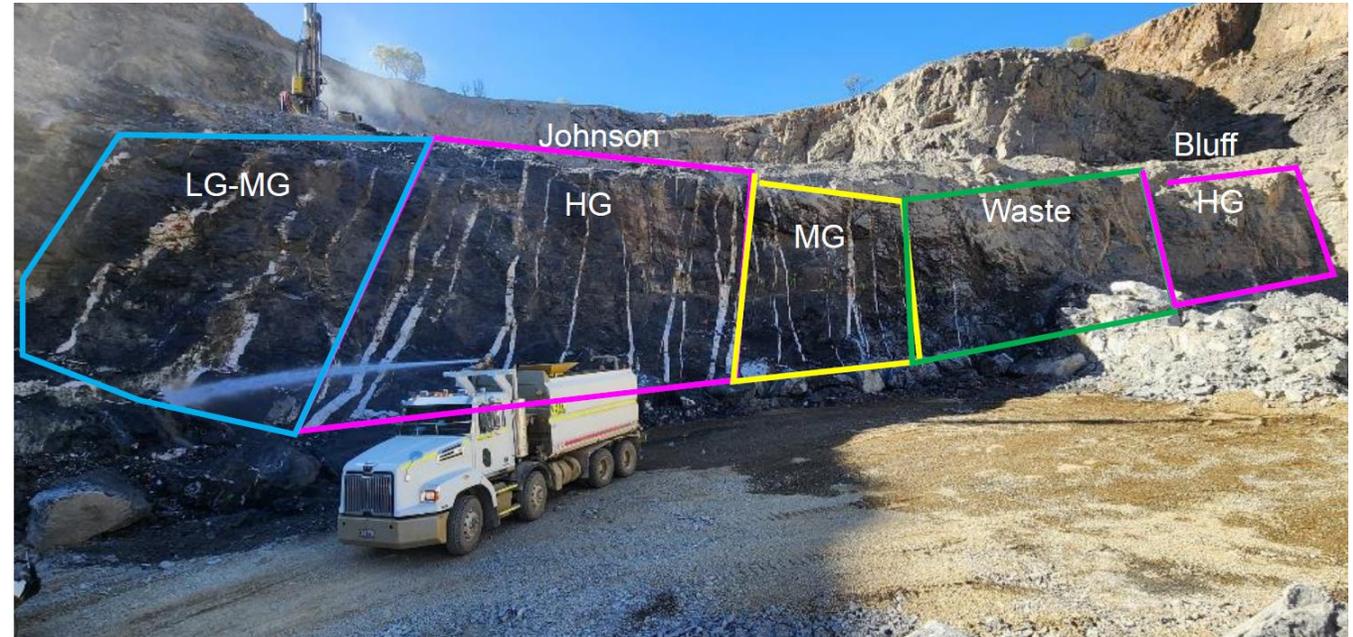
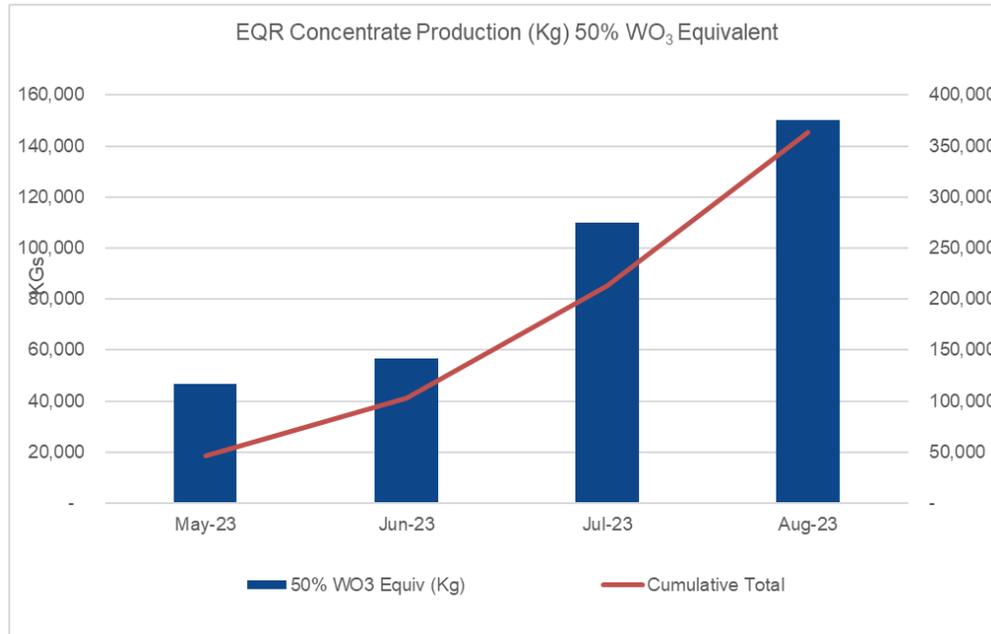


Wolfram Camp: Tungsten Cluster Development



Saloro Transaction Summary

Mt Carbine Project Update



Ramp-up Discussion

- Ramping up production in line with open pit ore output (130-150t of 50% WO₃ concentrate forecast for August).
- All plants are working well and holding recovery at +80% on open pit ore.
- New XRT Ore Sorter (#3) has increased efficiency and run time on the sorting circuit.
- Grade control systems in the open pit mining have been developed with reconciliations working well.

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Strategic Rationale to expand to EU Tungsten Market



at 3420°C highest melting point of all metals



as carbide compound hardest element after diamond

Tungsten is ranked by the British Geological Surveys, various US Departments, the European Commission, Japan, South Korea and Australia as a **'critical mineral'**:

- Due to its economic importance
- Supply risk with >80% dominance of China in the market
- Inability to be substituted in many application



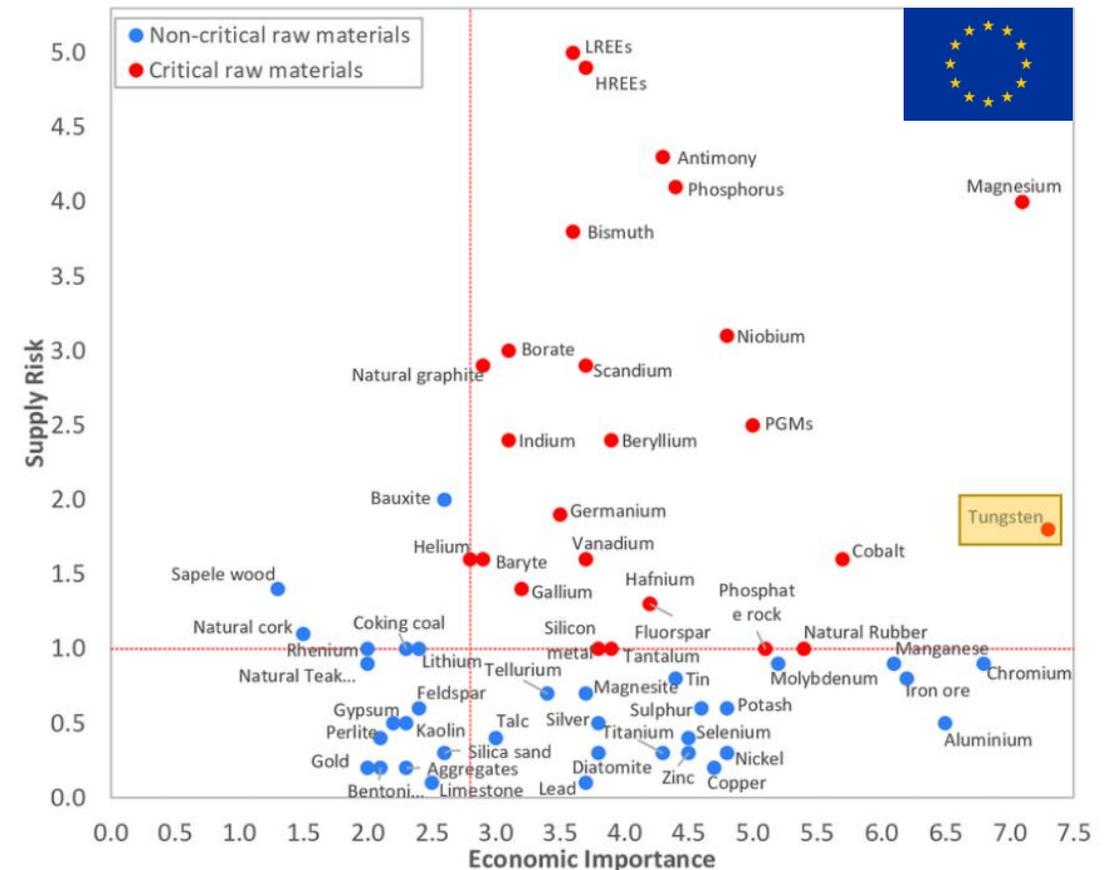
Recently published draft EU Critical Minerals Act furthermore classifies Tungsten as a **'strategic mineral'** ([link](#))



Dodd Frank Act (Art.1502) – tungsten, tin, tantalum & gold defined as **'conflict mineral'** (wide ranging traceability obligations)



Australia-US 'Climate, Critical Minerals & Clean Energy Transformation Compact', defining Australian resources "as US domestic"



Strategic Rationale – Western #1 Producer

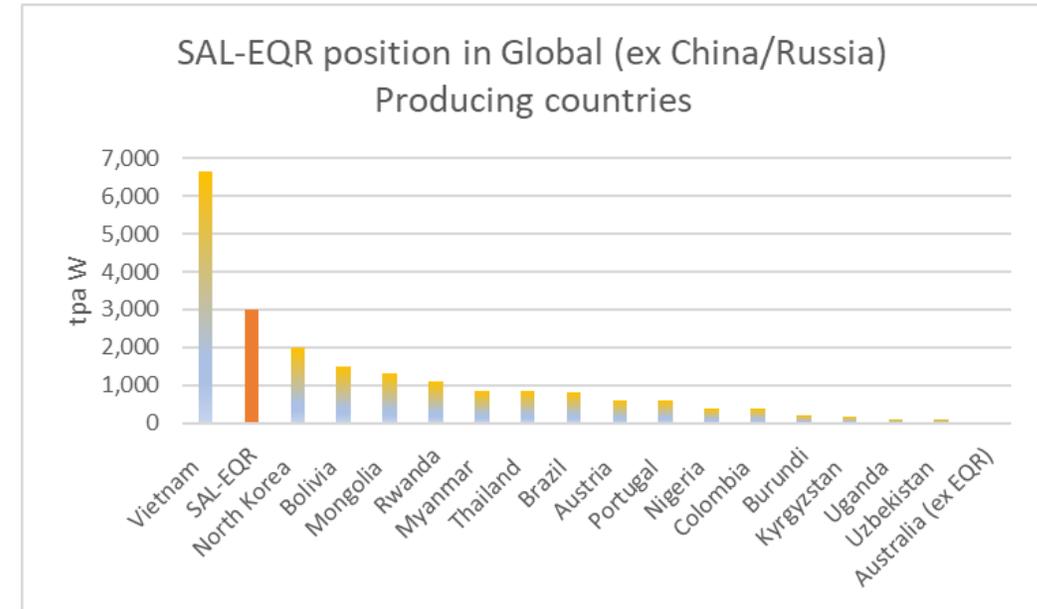


- Combination of EQR's Mt Carbine Tungsten Mine (currently Australia's main export source) and Saloro's Barruecopardo Tungsten Mine (EU's largest independent producer) under one roof offers an attractive value proposition:
 - Creates the **largest tungsten concentrate producer** in the **western world** (ex China, Russia, Vietnam)
 - Provides a platform for capitalising on **horizontal growth opportunities** identified, and creates **critical mass** - and therefore optionality - to enable **consideration of a downstream component** adding significant further value to the business
 - Leverages off **complementary skill sets** currently divided between the two operations
 - **De-risking** through the creation of a globally operating multi asset company
 - Further enhances EQR's **compelling capital markets story** as an expanding critical minerals producer in times of “tectonic shifts of geopolitical interests”

Mt Carbine & Barruecopardo – Global Relevance



- Arguably the two best producing tungsten assets today, with similar characteristics:
 - Both in Tier 1 locations
 - Similar mineralogy: Both are hosted in sheeted quartz
 - Complementary geology: Granite (Barruecopardo) and Metasediments (Mt Carbine)
 - Identical status: Both have commenced production and are ramping up
 - Identical mining method: Open pit blast plus truck and excavator - identical fleet
 - Similar processing: Crush, screen, jigs and tables; Saloro incorporates flotation and mag.sep. cleanup, producing a higher-grade product (price premium)
 - Identical Marketing: Both supplying the same end customers
 - Both operating adjacent to world renowned National Parks (strong ESG credential)

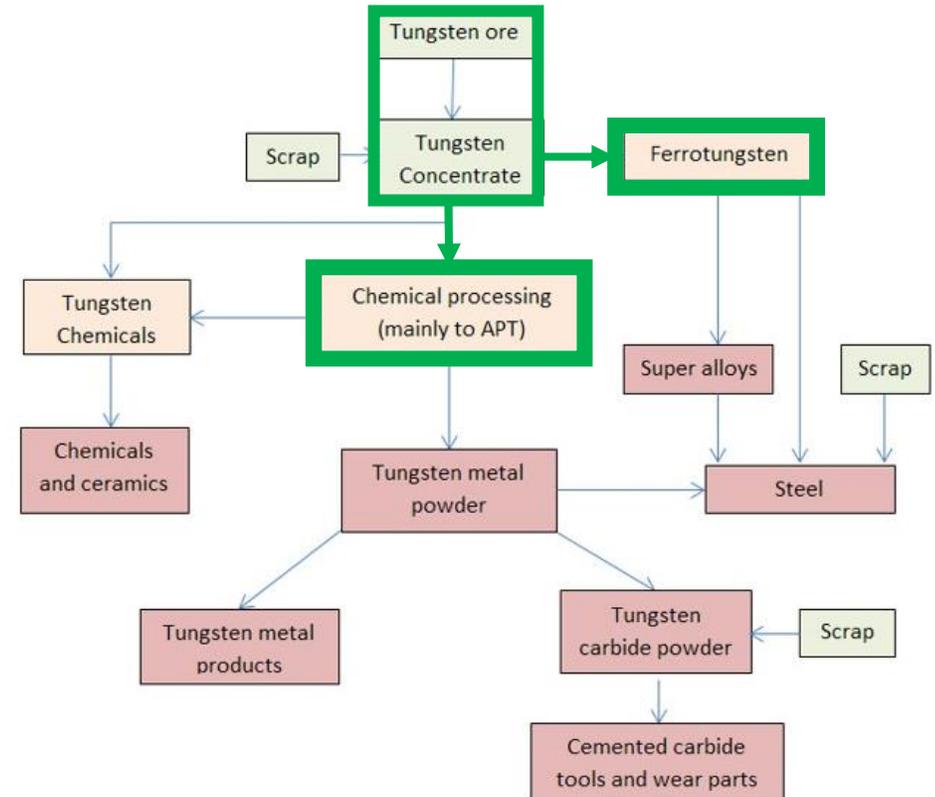


EQR will have a production second only to Vietnam in ex China/ Russia producing countries, and second only to Nui Phao (Masan Group, Vietnam) compared to top producers ex China/Russia.

Extended EQR Marketing Plan (optionality)



- As a producing asset, Saloro provides a high commercial readiness level, under combined management the focus will be on extending EQR's existing downstream partnerships with Cronimet and Masan Group
- Cronimet is a well established FeW producer and -trader (note, approx. 25% of concentrate is converted and sold as FeW globally - different end-use/applications to APT)
- Masan Group is the largest integrated tungsten producer ex-China, with no production of FeW but instead all specialty products down to cemented carbides (via APT route)
- Both downstream partners today already offtake all of EQR's production from Mt Carbine
- **Cronimet's and Masan Group's (through its subsidiary H.C.Starck) presence in EU to allow for potential EU funding and grant support (ERMA collaboration)**



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Mt Carbine Project Update



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Saloro Transaction Summary

Transaction Summary – Key Terms



- EQR through its wholly-owned subsidiary, European Tungsten Pty Ltd, agreed to acquire 100% of Saloro for a nominal consideration of EUR1
- European Tungsten also acquired the benefit of all of the intercompany loans owed by Saloro to the Oaktree Group (which is approximately EUR80mio) for EUR1 (**meaning no repayment of those loans to Oaktree, as now owned by EQR**)
- Closing conditional upon the satisfaction of certain conditions precedent, including the approval of foreign direct investment agencies in both Australia and Spain
- EQR will issue 278 million shares at an issue price of \$0.09 per share (representing a ~30% premium to the 15 days VWAP) and grant 78 million Options (with an exercise price of \$0.10 per share, exercisable during the period of 2 years following the Completion Date)
- Saloro currently has outstanding debts of approximately EUR35mio to various reputable third-party Spanish banks, at very competitive interest rates (EUR5mio repaid from Subscription proceeds, additional EUR5mio from proceeds of Oaktree options exercise)

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Mt Carbine Project Update



Saloro Acquisition: Strategic Rationale



Saloro Transaction Summary

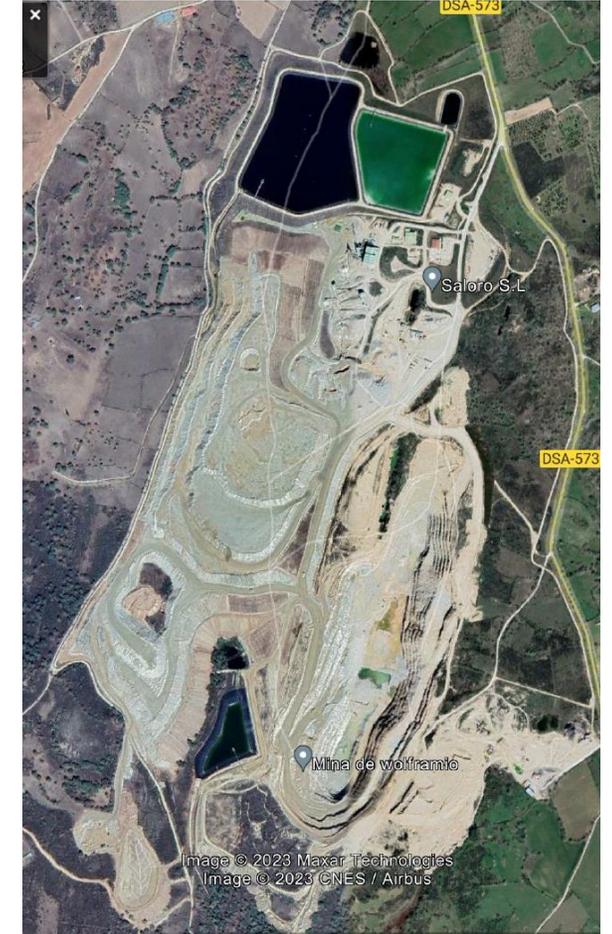
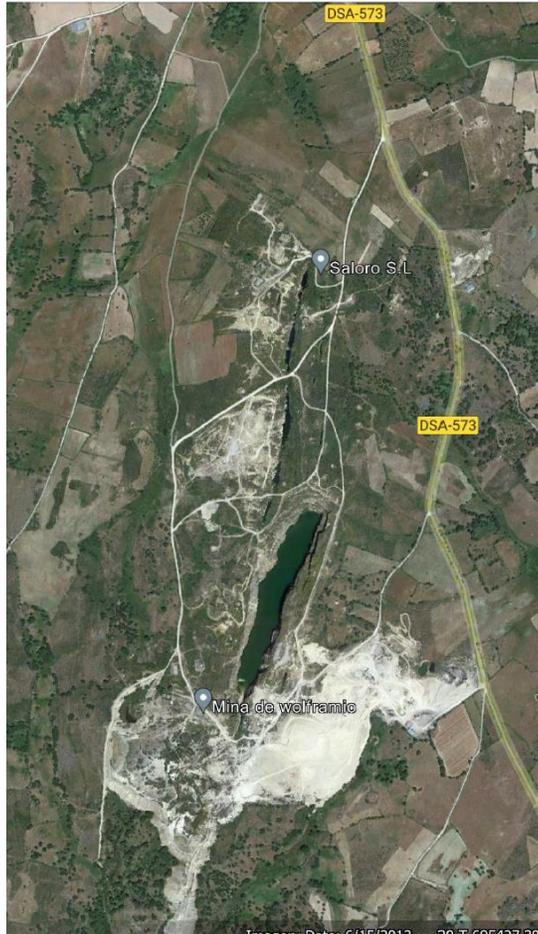


EQR Plan for Saloro



Wolfram Camp: Tungsten Cluster Development

Saloro's Journey – 2018-2022



Saloro's Journey – today



Plan for Saloro Operations

Optimisation projects initiated and ongoing



World class
production plant



Well established
management
(high plant availability)



Well performing &
cost-efficient
mining contractor



Early Focus – Sorting & Metallurgical:

- Key to work with existing management and execute on complementary skill sets
- **XRT Sorter**
 - First sorter installed; intermittent operations ongoing testing ore and waste; Early results are positive upgrading >10x the feed grade with a >85% recovery on the material
 - Sorting will target prevention of overgrinding, free up plant capacity, reduce overall unit operating cost
- **Metallurgical Focus**
 - Jig including feed conditions (top & bottom size)
 - Fine Spirals
 - Hydrosizer & Coarse Spirals
 - Tables Circuit
- Recovery focus to maximise cash recovered per ton processed – next 18-months
- **Example: 10%** increase in recovery = +/- US\$500,000/m [**25t conc**] (0.2% WO₃ feed at 93ktpm)

Mid term:

- Fines recovery (finalise design and order)
- Additional XRT sorting capacity – identify optimal number of XRT Sorters to integrate

Plan for Saloro Exploration Works



World class
production plant



Well established
management
(high plant availability)



Well performing &
cost-efficient
mining contractor



Geology:

- Pit Mapping of Alteration & Fluid Flow Vectors
- Structural review of pit - low angle structures & reflection on depth
- Regional Mining areas - dumps & potential resources
- Strike extents, repetition of JOG structures - understanding
- Development of Exploration Program, Budgets & Drill Priorities



*“Find the next
Barruecopardo”*

Plan for Saloro Exploration Works



“Find the next Barruecopardo”

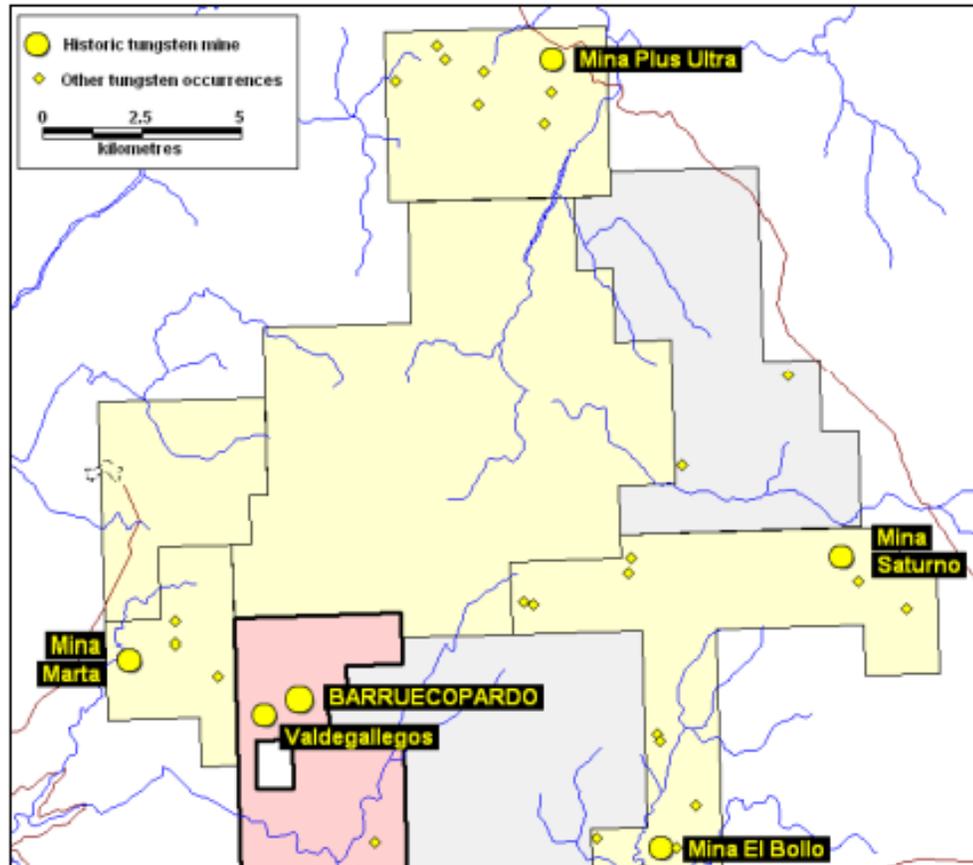


Figure 2.5. Tungsten Prospects in the Salamanca Permit Area.

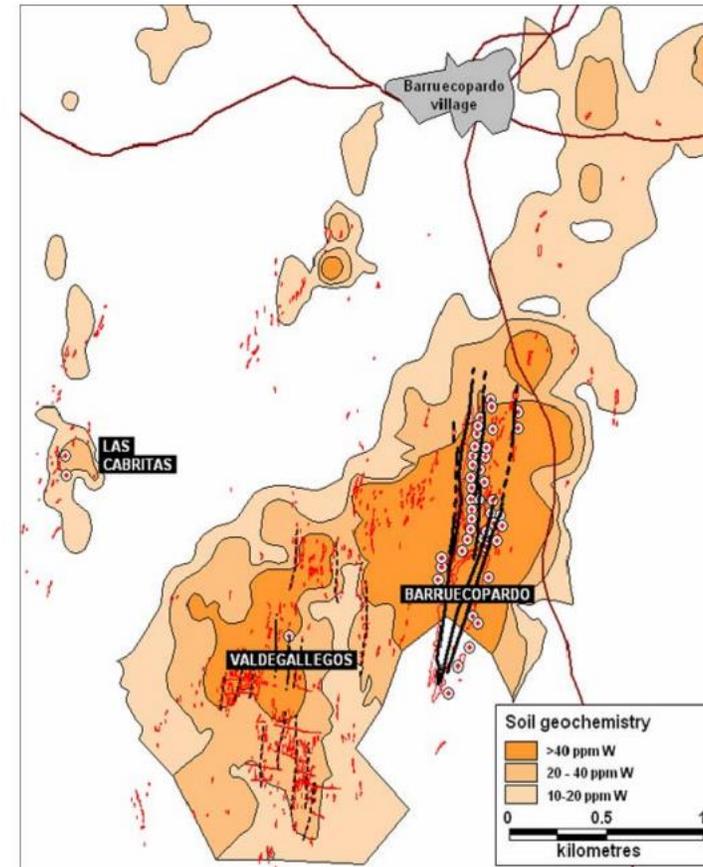


Figure 4.2. Plan showing Soil Geochemistry Data and Historical Workings of the Barruecopardo, Valdegallegos, Las Cabritas Tungsten Systems.

Strong ESG Credentials



Saloro is operating without incident beside a National Park and inside an EU Nature Network 2000 Bird Protection Zone.

Environmental initiatives include:

- Site wide and surrounding area Environmental Monitoring
- Endangered species marking, census and radio tracking during migration (Saloro's tracking database now sought by universities across EU)
- Habitat improvements works for birds, bats, rabbits
- Advancing installation of 2MW Solar plant to cover 40% site consumption
- Progressive rehabilitation of waste dump + advancing studies on partial waste sales as aggregates
- Saloro operations presented across Spain and EU by Regional Environmental Authorities as showpiece operation that "Sets the Standard"

Strong ESG Credentials



Saloro has strived from Day 1 to include all stakeholders and interested parties in the development and operation of the mine.

Social initiatives include:

- Fluid dialogue maintained with all Local and Provincial institutions, and NGO's
- Collaboration Agreement with local council including annual contribution to municipal accounts
- Collaborations with local school including presentations on interest topics related to the mine and local environment
- Numerous collaborations with Salamanca University
- Regular open days plus visits for target interest groups
- Operations accredited under ISO 14001 & ISO 45001

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Mt Carbine Project Update



Saloro Acquisition: Strategic Rationale



Saloro Transaction Summary



EQR Plan for Saloro



Wolfram Camp: Tungsten Cluster Development

Wolfram Camp Opportunity (early stage)

Strategic Rationale:

- Within 2-hours from Mt Carbine by good road infrastructure
- Potential access to historic processing plant
- Able to share management costs
- Potential for a processing hub (“tungsten cluster”)
- Strong potential for economic deposit
- Government support

Figure 8-2. Longitudinal section - Wolfram Camp Greisen Zones and Stoped areas
(After Ball 1913 and others)

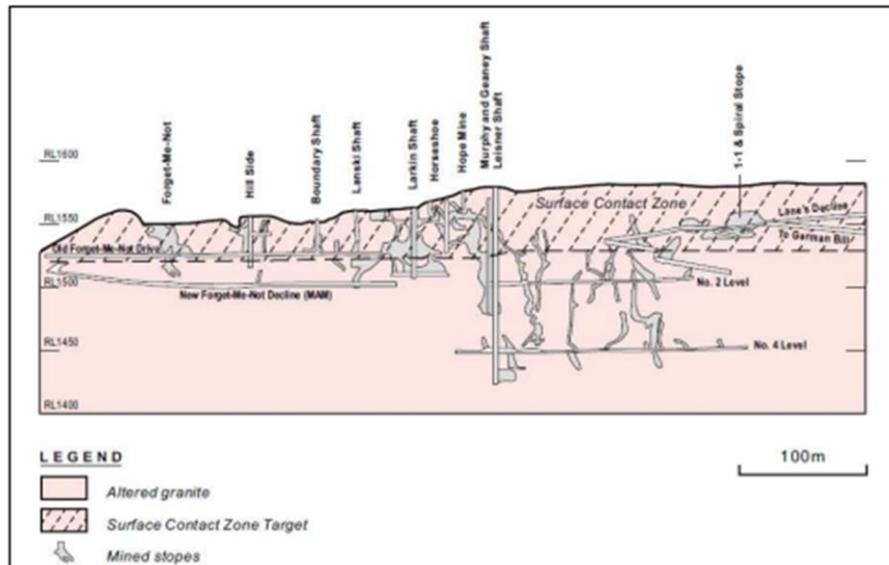
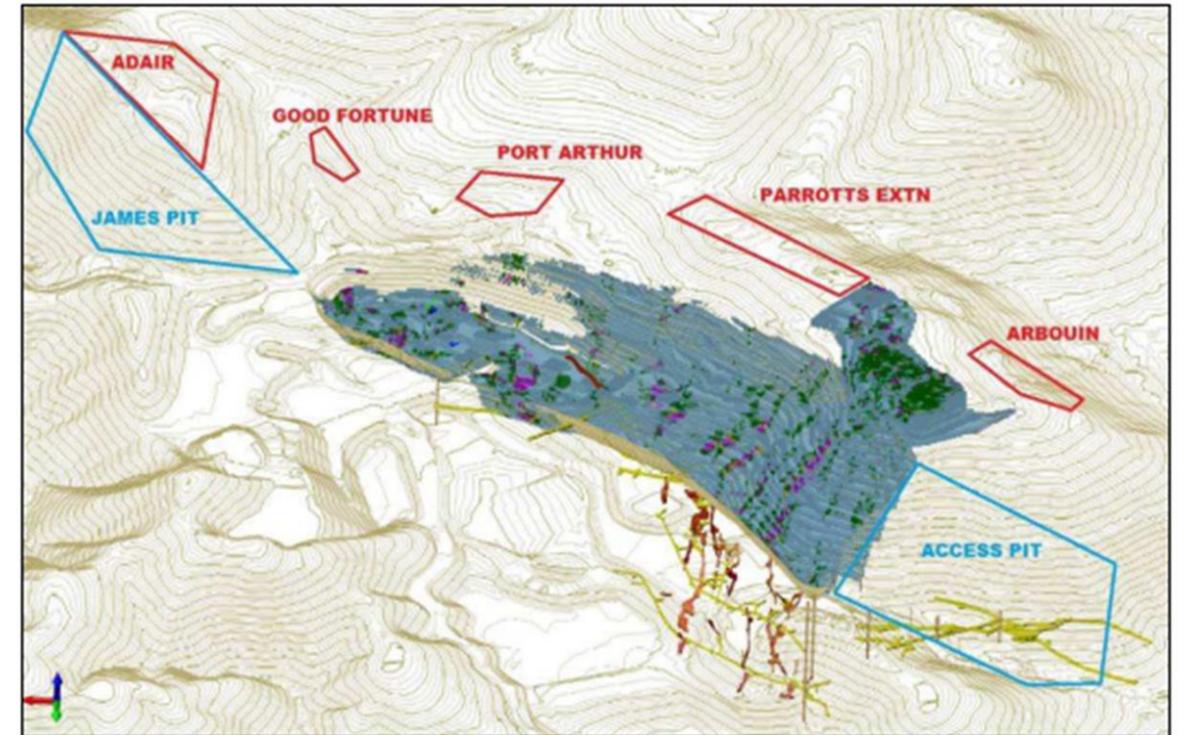
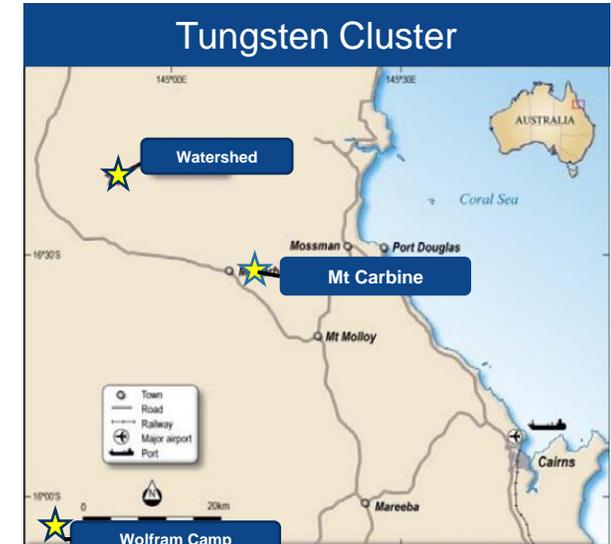
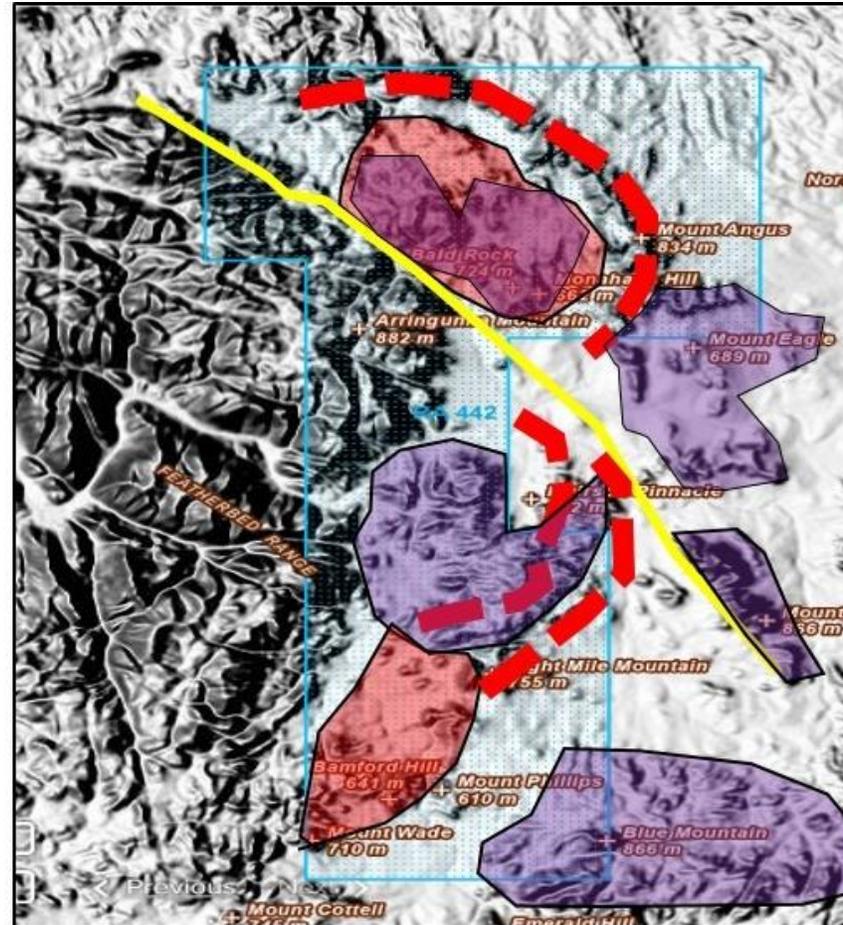


Figure 9-1. 3D View Looking SE – Wolfram Camp Resource Extensions



Wolfram Camp Opportunity (early stage)

- Two Primary Exploration Zones
- 477 km² area
- Over 20 historical prospects and mines
- Major areas of Wolfram Camp & Bamford Hill
- Historic Waste Dumps are a priority (recent work done by University of Queensland highlights potential)



Cluster potential - significant deposits defined in region

- **Watershed:** 2014 DFS by Vital Metals (2012 JORC)
- **Wolfram Camp** 2015 Technical Report by Almonty Industries (NI 43-101)

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