

ASX RELEASE
30 JANUARY 2026

Quarterly Activities Report – Q2 FY26

Nex Metals Explorations Ltd (ASX:NME) (**NME** or the **Company**), a gold project explorer and developer, provides the following Quarterly Activities Report for the quarter ended 31 December 2025 (**Q2 FY26**) and the corresponding Appendix 5B.

Highlights:

- **Proposed divestment of Arika Joint Venture interest** being discussed on a non-binding basis with terms expected to be settled shortly
- **Further development of the Kookynie Gold Tailings project** with:
 - development schedule set for 2026, including metallurgical test work ongoing over the the coming months;
 - ongoing evaluation of engaging a toll processor or opportunities to establish our own processing capability with capital-light improvements to previous beneficiation techniques
- **Memorandum of Understanding executed with the Wangkatja Tjungula Aboriginal Corporation (WTAC)** which provides for expanded joint collaboration between NME and WTAC beyond the existing Kookynie Tailings Project profit-sharing agreements
 - NME and WTAC are presently exploring a number of opportunities in WA, which would see NME take on a project developer and operator role and potential profit-sharing arrangements
- **Strategic entry into Egypt's Eastern Desert with potential for near term Gold production remains under consideration** with NME personnel expected to be in Egypt in next month;
 - NME evaluating the North Henai concession, where there is significant potential for near-immediate capital-light operational improvements using knowledge developed in the WA Goldfields
 - NME and partner Golden Eagle are also considering the potential for a large exploration block to be acquired by NME in the region
 - Egypt's Eastern Desert is one of the world's most under-explored prospective mining districts
- **Ongoing evaluation of various Gold projects in Western Australia** for future acquisition which would complement the Company's existing portfolio of exploration assets

NME to divest interest in Arika Joint Venture

NME confirmed this month that it was engaged in confidential, incomplete, and non-binding discussions with Arika Resources Limited (ASX:ARI, **Arika**) regarding the divestment of its 20% interest in the Yundamindra and Kookynie Gold Projects.

The proposed divestment is being explored as it presents the potential for the Company to realise significant value from its interest in the projects at an attractive price, at a time when interest in Gold projects is high.

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There is no certainty that a transaction will be confirmed. The Company expects to provide further updates on this in due course.

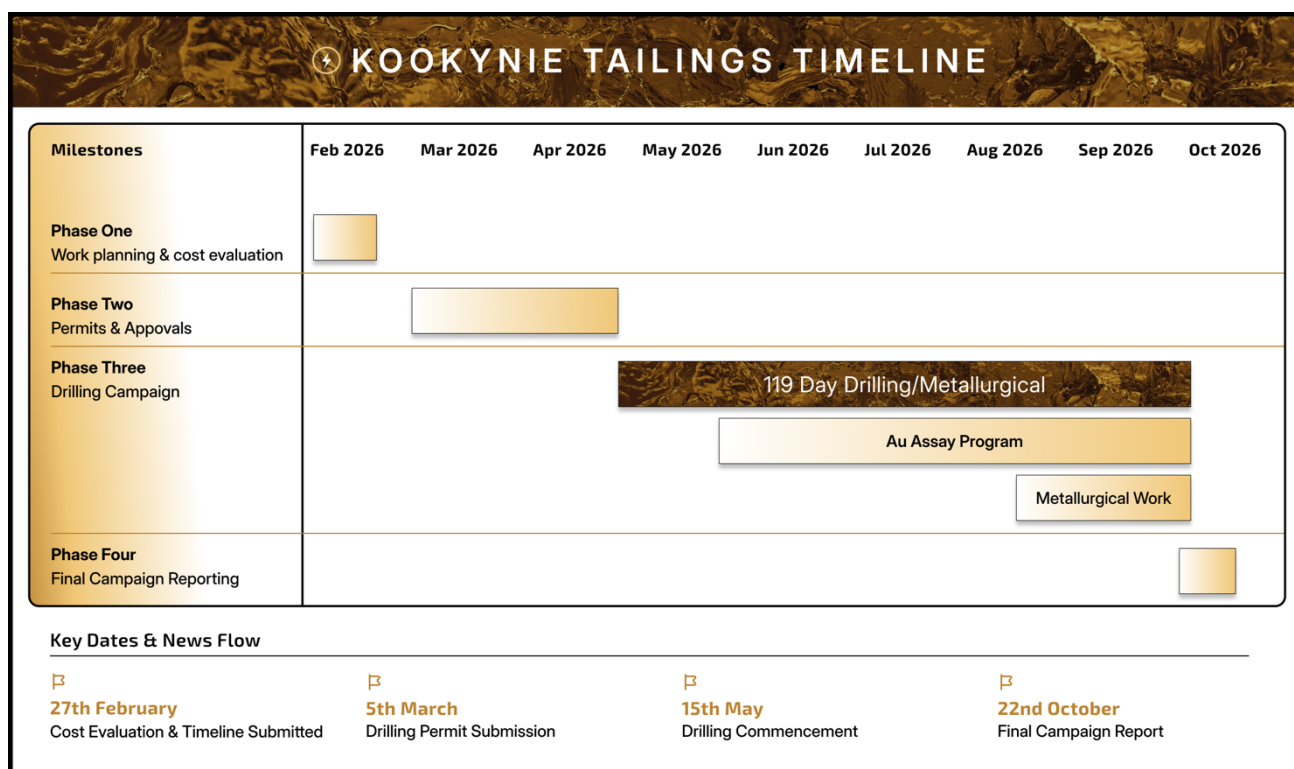
Further development of the Kookynie Tailings Project

NME continues to advance the Kookynie Gold Tailings project pursuant to a profit-sharing arrangement with the Wangkatja Tjungula Aboriginal Corporation (WTAC) secured in 2025.

Works completed over Q2 FY26 were focused on determining whether the best path forward would be the engagement of a toll processor or optimising prior beneficiation techniques with an updated flow sheet with potential recovery improvements with minimal capital outlay.

The updated flowsheet will incorporate equipment previously acquired by each of NME and WTAC. Metallurgical test work is planned for the coming months to validate internal assumptions regarding the likely beneficiation process.

The Company has established a development schedule for 2026 and expects to see all results from the metallurgical activities, enabling confirmation of a plan for production activities within the next six months. The development will be funded from a mix of potential future debt drawdowns and possible receipts from the sale of the Arika JV interest.



Indicative Project Timeline

The Company notes that the above timeline is indicative in nature and is subject to change without notice as the Company progresses its activities on this project.

Memorandum of Understanding executed with WTAC

NME has also formalised a Memorandum of Understanding with WTAC, which provides for expanded joint collaboration beyond the Kookynie Tailings Project.

Opportunities being explored are predominantly gold exploration and production opportunities under profit-sharing arrangements with WTAC. NME's contributions would be focussed on project development and operational roles, contributing technical, operational, and strategic know-how.

Strategic entry into Egypt's Eastern Desert remains under consideration

The Company continues to evaluate opportunities to enter Egypt's Eastern Desert - one of the world's most under-explored prospective mining districts - working closely with its local partner Golden Eagle.

The Company has negotiated an agreement to operate the North Henai Concession, an actively producing gold project, which NME believes can see significant recovery improvements by applying knowledge gained from operating in the Western Australian Goldfields. Commencement of the Company's operatorship of North Henai remains subject to conditions precedent which are yet to be met.

NME expects to have operational staff on site in Egypt again within the coming month, enabling further diligence and planning as to future operatorship of North Henai.

The Company is also evaluating an opportunity to acquire or operate an exploration project in Egypt's Eastern Desert. Discussions remain ongoing, with Golden Eagle engaged to lead local engagement.

Ongoing evaluation of various gold projects in Western Australia and proposed exploration

NME is also reviewing opportunities to acquire and advance exploration projects in Western Australia to complement its existing portfolio of gold-prospective exploration projects in the region. The main benchmark for assessment is near-term exploration success and a clear pathway for potential development.

Additional Disclosure

No cash was directly expended on exploration or project development in the Quarter, however, the directors and key contractors, as well as our profit-share partner WTAC, have been actively progressing the Kookynie Tailings Project as set out above. Explorative and preliminary discussions have also been held with various other parties for other project opportunities as set out above.

The Company also remains technically responsible for its 20% share of expenses in the Arika Joint Venture however neither the Joint Venture nor Arika have made or presently intends to make cash calls to the Company.

The Company has been taking a cash-conservation approach to its payables, with expenses incurred being accrued for future payment from proceeds of the Arika JV divestment and other future cash inflows.

There were no payments to related parties and their associates made during the Quarter.

- ENDS -

ASX release authorised by the Managing Director, Kenneth Allen.

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About Nex Metals Explorations Limited (ASX:NME)

NME aims to be a cash-generative gold-producing entity with a capital-light strategy. NME's project portfolio comprises the Kookynie Gold Tailings Project and various gold-prospective exploration projects in Western Australia. The Company also has an interest in the Kookynie and Yundamindra Gold Projects under joint venture with Arika Resources Limited (ASX:ARI) which the Company proposes to realise (subject to shareholder approval). NME has also announced its proposed strategic entry into Egypt's Eastern Desert, one of the most under-explored prospective mining districts in the world.

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Tenement Schedule 31 December 2025

Tenement	Registered Holder	Shares Held	Status	Area (ha)	Nature of Interest	Interest ¹
P40/1331	KYM Mining Limited	100/100	Live	161.2	Per Joint Venture	20%
E40/390	KYM Mining Limited	100/100	Live	3,300.0	Per Joint Venture	20%
E40/350	KYM Mining Limited	100/100	Live	2,394.0	Per Joint Venture	20%
E40/357	KYM Mining Limited	100/100	Live	1,194.0	Per Joint Venture	20%
E40/401	KYM Mining Limited	100/100	Live	598.0	Per Joint Venture	20%
P40/1407	KYM Mining Limited	100/100	Live	10.0	Per Joint Venture	20%
P40/1430	KYM Mining Limited	100/100	Live	9.9	Per Joint Venture	20%
P40/1510	Metalicity Limited	100/100	Live	185.0	Per Joint Venture	100%
P40/1511	Metalicity Limited	100/100	Live	176.7	Per Joint Venture	100%
E40/387	Arika Resources Ltd	100/100	Live	299.0	Per Joint Venture	20%
G40/3	Nex Metals Explorations Limited	100/100	Live	7.2	Direct Holding	20%
L40/9	Nex Metals Explorations Limited	100/100	Live	1.0	Direct Holding	20%
E40/332	Nex Metals Explorations Limited	100/100	Live	600.0	Direct Holding	20%
M40/22	Nex Metals Explorations Limited	100/100	Live	121.7	Direct Holding	20%
M40/27	Nex Metals Explorations Limited	100/100	Live	85.5	Direct Holding	20%
M40/61	Nex Metals Explorations Limited	100/100	Live	832.7	Direct Holding	20%
M40/77	Nex Metals Explorations Limited	100/100	Live	119.2	Direct Holding	20%
P40/1499	Nex Metals Explorations Limited	100/100	Live	8.3	Direct Holding	100%
P40/1500	Nex Metals Explorations Limited	100/100	Live	5.9	Direct Holding	100%
P40/1501	Nex Metals Explorations Limited	100/100	Live	21.1	Direct Holding	20%
E40/289	Paris Enterprises Pty Ltd	100/100	Live	1,222.7	Per Joint Venture	20%
				11,353.10		
L39/34	Nex Metals Explorations Limited	100/100	Live	1.0	Direct Holding	20%
L39/52	Nex Metals Explorations Limited	100/100	Live	1.0	Direct Holding	20%
L39/258	Nex Metals Explorations Limited	100/100	Live	3.2	Direct Holding	20%
M39/84	Nex Metals Explorations Limited	100/100	Live	378.0	Direct Holding	20%
M39/274	Nex Metals Explorations Limited	100/100	Live	230.0	Direct Holding	20%
M39/406	Nex Metals Explorations Limited	100/100	Live	124.0	Direct Holding	20%
M39/407	Nex Metals Explorations Limited	100/100	Live	896.0	Direct Holding	20%
M39/408	Nex Metals Explorations Limited	100/100	Live	785.0	Direct Holding	20%
M39/409	Nex Metals Explorations Limited	100/100	Live	966.0	Direct Holding	20%
M39/410	Nex Metals Explorations Limited	100/100	Live	978.0	Direct Holding	20%
M39/839	Nex Metals Explorations Limited	100/100	Live	7.3	Direct Holding	20%
M39/840	Nex Metals Explorations Limited	100/100	Live	9.7	Direct Holding	20%
P39/6126	Nex Metals Explorations Limited	100/100	Live	10.4	Direct Holding	20%
P39/6127	Nex Metals Explorations Limited	100/100	Live	5.6	Direct Holding	20%
E39/1773	Paddick Investments Pty Ltd	100/100	Live	903.0	Per Joint Venture	20%
E39/1774	Paddick Investments Pty Ltd	100/100	Live	2,517.0	Per Joint Venture	20%
				7,815.10		

Forward Looking Statements

This announcement includes forward-looking statements based on the Company's current expectations, estimates and assumptions as at the date of this announcement. Words such as "expect", "anticipate", "intend", "plan", "estimate", "target", "believe", "may" and "could", and similar expressions, are intended to identify such statements.

Forward-looking statements relate to matters including funding needs and timing, exploration and development plans and costs, approvals and permitting, availability of labour and equipment, operational performance, market conditions (including commodity prices and exchange rates), changes to laws and regulations, and the results and interpretation of exploration activities. These statements involve risks and uncertainties, many outside the Company's control, that may cause actual results to differ materially from those expressed or implied.

No representation or warranty is given as to the accuracy, completeness or likelihood of achievement of any forward-looking statement. Except as required by the Corporations Act, the ASX Listing Rules or other applicable law, the Company undertakes no obligation to update or revise forward-looking statements. Prospective investors should not place undue reliance on them.

Important Notice – Regulatory Authorities

No securities exchange, regulation services provider, securities commission or other regulatory authority has approved or disapproved the information contained in this announcement, irrespective of its release or disclosure on a public platform.

Important Notice - Previous Announcements

The Company confirms that it is not aware of any new information or data that materially affects the information included in the previous market announcements noted above and or in the footnotes and that all material assumptions and any technical parameters underpinning those previous market announcements continue to apply and have not materially changed.

Appendix 5B

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

Name of entity

Nex Metals Explorations Ltd

ABN

63124706449

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 6 months \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(13)	(37)
	(e) administration and corporate costs	(32)	(142)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (Tax Refund)	(7)	(3)
1.9	Net cash from / (used in) operating activities	(52)	(182)

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	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 6 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	-	-

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	38	46
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Loan to Others)	-	-
3.10	Net cash from / (used in) financing activities	38	46

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	26	148
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(52)	(182)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	38	46

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 6 months \$A'000
4.5	Effect of movement in exchange rates on cash held	--	-
4.6	Cash and cash equivalents at end of period	12	12

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	12	26
5.2	Call deposits	-	-
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)	12	26

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	0
6.2	Aggregate amount of payments to related parties and their associates included in item 2	0
<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>		

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	750	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		750
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.		
	Allen's Business Group Pty Ltd has agreed to cover any short-term funding needs with a facility of clear credit of \$750,000 that is unsecured, with no set maturity date and no interest chargeable. No additional facilities have been entered into after December Quarter end.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	52
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)	52
8.4	Cash and cash equivalents at quarter end (item 4.6)	13
8.5	Unused finance facilities available at quarter end (item 7.5)	750
8.6	Total available funding (item 8.4 + item 8.5)	763
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	14.67
	<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?	
	Answer: N/A	
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: N/A	

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: N/A

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: 30th January 2026

Authorised by: Managing Director, Kenneth M Allen

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.