

Kairos receives second \$10M payment under TSA, boosting cash balance to \$35M

Highlights

- Kairos receives \$10M payment from PLS Group Ltd (PLS), representing second and final payment pursuant to the companies' Tenement Sales Agreement (TSA) dated 30 July 2024, relating to Kairos' Mt York Gold Project, WA
- Royalty deed executed with respect to granted PLS mining lease M45/1307, secured in January 2026
- Kairos's strong cash balance of \$35M¹ enables resource growth and feasibility studies in 2026 over its recently granted Mt York Mining Lease.

Kairos Minerals Ltd (ASX: KAI) ("KAI" or the "Company") is pleased to announce it has received the second and final \$10M payment from PLS pursuant to the Tenement Sale Agreement ('TSA') dated 30 July 2024 for the six prospecting licences and the overlying mining lease application M45/1307 sold to PLS for total consideration of \$20M.

The tenements related to Kairos' Mt York Gold Project in WA. The deal terms were outlined in a Kairos press announcement dated 1 August 2024². Kairos received the first \$10M payment on 5 September 2024 on completion of the transaction³.

The second and final \$10M payment to Kairos, which PLS elected to pay in cash, was triggered by the grant of PLS' mining lease application M45/1307, which occurred on 22 January 2026.

Additionally, and pursuant to the same TSA, Kairos and PLS have signed a royalty deed with respect to M45/1307. A 2% Gross Revenue royalty is payable by PLS to Kairos from the sale of any product (lithium, tantalum and all other minerals including gold) as a perpetual royalty on and from the Grant Date of M45/1307.

Kairos' Chairman Simon Lill said:

"This is another great outcome for Kairos and comes on the back of our own mining lease grant over Mt York. To have \$35m in the bank sets the Company up to continue de-risking Mt York through pre-feasibility work based on an updated resource estimate for the project."

"The additional funds also give us a sizeable exploration budget over an enlarged Mt York area, where we will start exploring the 367km² of PLS tenements, and the 168km² of the Pincunah tenements and application – all of which tie up the prospective belt around Mt York."

¹ KAI Quarterly Report for the period ending 31 December 2025 and the PLS payment outlined in this announcement

² see KAI press announcement dated 1 August 2024 entitled 'Non-core Mt York ground sold to Pilbara Minerals for \$20M'

³ see KAI press announcement dated 5 September 2024 entitled 'Completion of sale of non-core tenements to Pilbara Minerals and receipt of first \$10M.'

Next Steps

- Review and release results from Main Hill Extension drilling program
- Compile all geological and assay data in preparation for updated Mineral Resource Estimate
- Complete mineral resource estimation over the entire 4,200m-long Mt York Gold Project
- Engage with PLS regarding a mining lease application covering Main Hill Extension
- Continue exploration over the 367km² of PLS licences and application and 168km² of the Pincunah Project licences and application.
- Appoint key study personnel to progress the Pre-feasibility Study (PFS) work
- Review all key studies and timeframes to deliver Mt York Gold Project PFS.

About Kairos Minerals

Kairos Minerals (ASX:KAI) owns 100% of the flagship 1.4 Moz **Mt York Gold Project** that was partially mined by Lynas Gold NL between 1994 and 1998. Kairos has recognised that the resource has significant potential to grow further from its current 1.4 Moz base with significant exploration potential existing within the Mt York '**Main Trend**' and its extension towards the northwest where Kairos has been granted the mineral rights for gold. Scoping study results point to a robust, open-cut mining operation processing 4Mtpa of free-milling mineralisation over eight years. The next steps are to drill the extensions of Main Trend and nearby gold prospects for resource increases whilst targeting near-surface, high-grade shoots to further improve the project economics.

During the resource expansion work, Kairos will collect important additional information to fine-tune metallurgical processing, geotechnical engineering and mine scheduling for further development studies. Current resources at a 0.5 g/t Au cutoff grade above 325m depth are shown in the table below.

Deposit	Indicated			Inferred			Total		
	Tonnes (MT)	Au (g/t)	Ounces (kozs)	Tonnes (MT)	Au (g/t)	Ounces (kozs)	Tonnes (MT)	Au (g/t)	Ounces (kozs)
Main Trend	20.25	1.06	690	22.83	0.95	697	43.08	1.00	1,385
Total	20.25	1.06	690	22.83	0.95	697	43.08	1.00	1,385

Kairos's 100%-owned Roe Hills Project, located 120km east of Kalgoorlie in WA's Eastern Goldfields, comprises an extensive tenement portfolio where the Company's exploration work has confirmed the potential for significant discoveries of high-grade gold, nickel, cobalt and importantly, rare earth element (REE) mineralisation. A 2023 drilling program at Black Cat intercepted significant, clay-hosted REE mineralisation.

This announcement has been authorised for release by the Board.

Peter Turner
Managing Director

Simon Lill
Non-Executive Chairman

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COMPETENT PERSON STATEMENT:

The information in this report that relates to Exploration Results is based on and fairly represents information compiled and reviewed by Mr Mark Falconer, who is a full-time employee of Kairos Minerals Ltd and who is also a Member of the Australian Institute of Geoscientists (AIG). Mr Falconer has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' (the JORC Code 2012). Mr Falconer has provided his prior written consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in this report that relates to Mineral Resources is based on information compiled and reviewed by Christopher Speedy a fulltime employee of Encompass Mining Consultants who is also a Member of the Australian Institute of Geoscientists (AIG). Mr Speedy has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' (the JORC Code 2012). The Resource Estimation has been prepared independently in accordance with the JORC Code. Mr Speedy has no vested interest in Kairos Minerals or its related parties, or to any mineral properties included in this report. Fees for the report are being levied at market rates and are in no way contingent upon the results. Mr Speedy has consented to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The Mineral Resources were first reported in the announcement dated 15 May 2023 (Announcement) and subsequently updated in an announcement dated 5 September 2024. The Company confirms that it is not aware of any new information or data that materially affects the information included in the Announcement and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.