

27 October 2025

Krakatoa Unlocks Value from Non-Core Asset Through Sale of Belgravia Project

Divestment of non-core NSW project reinforces Krakatoa's focus on advancing its European Antimony-Gold asset within the growing critical minerals supply chain.

- **Binding Sale Agreement Executed** – Krakatoa has signed a binding tenement option and sale agreement with Agriculture Equity Investments Pty Ltd for the divestment of the Belgravia Project (EL8153) in New South Wales.
- **Accretive Portfolio Optimisation** – The transaction is accretive to Krakatoa's strategic objective of streamlining its Australian exploration portfolio while **maximising value for shareholders** through investment in high-impact assets.
- **Capital redeployed to growth project** – Proceeds from the transaction will support ongoing drilling, modelling, and resource definition activities at the Zopkhito Antimony-Gold Project in Georgia.
- **Aligned with Critical Minerals Strategy** – The divestment reinforces Krakatoa's focus on contributing to Europe's growing demand for secure, diversified Antimony and Gold supply chains.
- **Sharpened Operational Focus** – Krakatoa is fully focussed on accelerating exploration momentum at Zopkhito, supported by dual-rig drilling programs.

Krakatoa Resources Limited (ASX: KTA) ("Krakatoa" or the "Company") is pleased to announce that its wholly owned subsidiary, Krakatoa Australia Pty Ltd, has entered into a binding tenement option and sale agreement with Agriculture Equity Investments Pty Ltd, an unrelated party, for the sale of the EL8153 (**Belgravia Project**), located in the Lachlan Fold Belt, NSW.

Under the terms of the agreement, Krakatoa has granted Agriculture Equity Investments Pty Ltd the option to acquire 100% of its legal and beneficial interest in the tenement EL8153, associated statutory rights, and technical data for total consideration of \$350,000, comprising:

- A non-refundable option fee of \$100,000 (excl GST) for an exclusive option period until 31 December 2025; and
- A further fee of \$250,000 (excl GST) upon exercise of the option.

Settlement is subject to completion of satisfactory due diligence and other customary closing conditions.

Subject to settlement occurring, the Company intends to use funds raised from the sale on exploration at the Zopkhito Antimony-Gold Project in Georgia and general working capital.

Executive Chair Colin Locke stated “This transaction is aligned with Krakatoa’s strategy to streamline its project portfolio and direct its resources towards JORC conversion and expansion of the historic foreign estimate of **225,000 tonnes at 11.6% Sb and 7.1 million tonnes at 3.7 g/t Au**¹ at the Zopkhito Antimony-Gold Project in Georgia, Eastern Europe.”

Program Objectives and Current Focus at Zopkhito

The current exploration program integrates historical datasets with new mapping and assay data using advanced 3D modelling software. Key objectives include:

- Validating historical high-grade results within and between adits.
- Expanding drilling coverage to define the geometry and extent of quartz-stibnite vein systems and associated gold zones.
- Generating sufficient data to support a maiden JORC-compliant Mineral Resource estimate.
- Establishing a foundation for future resource growth across the broader Zopkhito licence area.

By combining strong geological foundations with clear strategic relevance, Zopkhito offers a rare opportunity for Krakatoa to contribute to Europe’s transition towards secure, diversified critical mineral supply chains.

Dual diamond rigs are operating across priority targets, with underground sampling and drilling progressing concurrently. A steady sequence of operational updates and assay results is expected through late 2025 as Krakatoa advances toward its initial JORC Resource milestone.

Strategic Importance of Zopkhito

Antimony is recognised as a critical mineral by both the European Union and the United States due to its importance in energy storage, advanced materials, and defence applications. With 90% of global supply currently controlled by China, demand for secure, Western-aligned sources continues to intensify.

Zopkhito’s location within Europe’s critical minerals corridor positions it as one of the few emerging antimony and gold projects with direct exposure to European markets. The Project benefits from Georgia’s mining framework, developed infrastructure, and free-trade agreements with the EU and other key trading partners.

This release has been approved by the Board of Krakatoa.

For Further Information:

Colin Locke
Executive Chairman
+61 457 289 582
locke@ktaresources.com

¹Cautionary statement: ^[1] The foreign estimate and foreign exploration results in this announcement were first released by the Company in an announcement titled “Option to Acquire Major Antimony and Gold Project” on 9 December 2024 (“Announcement”) and are not reported in accordance with the JORC Code 2012. A competent person has not done sufficient work to classify the foreign estimate as a Mineral Resource, or disclose the foreign exploration results, in accordance with the JORC Code 2012. It is uncertain that following evaluation and/or further exploration work the foreign estimate will be able to be reported in accordance with the JORC Code 2012, and it is possible that following further evaluation and/or exploration work that the confidence in the reported foreign exploration results may be reduced when reported under the JORC Code 2012. The Company confirms that the supporting information provided in the Announcement continues to apply and has not materially changed.

Competent Person's Statements

The information in this announcement is based on and fairly represents information reviewed and compiled by Mark Major, Krakatoa Resources CEO, who is a Member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Krakatoa Resources. Mr Major has sufficient experience relevant to the styles of mineralisation and types of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Major consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Previously announced ASX material references and information relating to exploration results and Foreign Mineral Resource estimations are publicly available on the Company website and the ASX. The information in this presentation that relates to exploration results previously announced by the Company have been extracted from the Company's announcements to the ASX from 9 December 2024 to the 7 October 2025. The Company confirms that it is not aware of any new information that materially affects the information included in the original market announcements.

Forward Looking Statements

This document may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of the Company. Actual values, results or events may be materially different to those expressed or implied in this document. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. No representation is made that, in relation to the tenements the subject of this announcement, the Company has now or will at any time in the future develop resources or reserves within the meaning of the JORC Code 2012. Any forward-looking statements in this document speak only at the date of issue of this document. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and, unless required by applicable law, the Company is not under any obligation to revise and disseminate forward looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.