

7 April 2026

ASX Announcement

Kayelekera uranium production update

Lotus Resources Limited (ASX: LOT, OTCQX: LTSRF) (Lotus or the Company) advises it will replace two newly installed electrical control panels in the drying and packaging area of its Kayelekera Uranium Mine in Malawi (**Kayelekera**) due to fire damage sustained on Saturday 4th April.

The fire was detected and contained swiftly such that damage was limited to the two electrical panels and did not affect other aspects of the drying and packaging area. No personnel were impacted by the fire. A root cause failure analysis is in progress including as to the adequacy and performance of fire prevention mechanisms, with remedial actions being formulated. Lotus has suspended Kayelekera processing operations to develop and implement an interim solution, involving the onsite rebuilding of the panels which supply electrical power to the installation. Entirely new panels will then be sourced externally.

At this stage, the incident is expected to result in production downtime of approximately 3 weeks for repairs, testing and recommissioning. Kayelekera mining operations will continue.

Lotus Managing Director Greg Bittar commented: *“Despite this delay, the progress in positioning Kayelekera for steady-state production this quarter has been encouraging, and we still expect to achieve this in Q2 CY2026. Reagent planning and inventories, mill performance and other key processing parameters all provide visibility on this.”*

Acid inventory level on site is at storage capacity with significant inventory pending offload and also enroute. As previously announced, overall acid supply combined with the inventory, ongoing delivery schedule and future orders for diesel and sulphur provide sufficient volumes for ramp-up to sustained steady-state production (ASX Announcement 25 March 2026). Global supply issues continue to materially impact the prices of key reagents and diesel for additional contracts.

The Kayelekera sulphuric acid plant is now ready for hot commissioning, however, given the full level of acid inventory on site, hot commissioning and acid production will be deferred until uranium production resumes.

This ASX announcement was approved and authorised by the Managing Director of Lotus Resources Limited.

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ABOUT LOTUS

Lotus is a leading Africa-focused uranium producer with significant scale and Mineral Resources. Lotus owns an 85% interest in the Kayelekera Uranium Mine in Malawi, and 100% of the Letlhakane Uranium Project in Botswana.

Lotus restarted production at Kayelekera in August 2025, on time and on budget. The Kayelekera Mine hosts current Mineral Resources and Ore Reserves as set out in the tables below and historically produced ~11Mlb of uranium between 2009 and 2014. The Letlhakane Project hosts a current Mineral Resource also as set out in the table below.

LOTUS MINERAL RESOURCE INVENTORY – DECEMBER 2024^{1,2,3,4,5}

| Project | Category | Mt | Grade | U ₃ O ₈ | U ₃ O ₈ |
|---------------------|---------------------------------------|--------------|-------------------------------------|-------------------------------|-------------------------------|
| | | | (U ₃ O ₈ ppm) | (M kg) | (M lbs) |
| Kayelekera | Measured | 0.9 | 830 | 0.7 | 1.6 |
| Kayelekera | Measured – RoM Stockpile ⁶ | 1.6 | 760 | 1.2 | 2.6 |
| Kayelekera | Indicated | 29.3 | 510 | 15.1 | 33.2 |
| Kayelekera | Inferred | 8.3 | 410 | 3.4 | 7.4 |
| Kayelekera | Total | 40.1 | 510 | 20.4 | 44.8 |
| Kayelekera | Inferred – LG Stockpiles ⁷ | 2.4 | 290 | 0.7 | 1.5 |
| Kayelekera | Total – Kayelekera | 42.5 | 500 | 21.1 | 46.3 |
| Letlhakane | Indicated | 71.6 | 360 | 25.9 | 56.8 |
| Letlhakane | Inferred | 70.6 | 366 | 25.9 | 56.9 |
| Letlhakane | Total – Letlhakane | 142.2 | 363 | 51.8 | 113.7 |
| Livingstonia | Inferred | 6.9 | 320 | 2.2 | 4.8 |
| Livingstonia | Total – Livingstonia | 6.9 | 320 | 2.2 | 4.8 |
| Total | All Uranium Mineral Resources | 191.6 | 392 | 75.1 | 164.8 |

LOTUS ORE RESERVE INVENTORY – JULY 2022⁸

| Project | Category | Mt | Grade | U ₃ O ₈ | U ₃ O ₈ |
|-------------------|------------------------|-------------|-------------------------------------|-------------------------------|-------------------------------|
| | | | (U ₃ O ₈ ppm) | (M kg) | (M lbs) |
| Kayelekera | Open Pit - Proved | 0.6 | 902 | 0.5 | 1.2 |
| Kayelekera | Open Pit - Probable | 13.7 | 637 | 8.7 | 19.2 |
| Kayelekera | RoM Stockpile – Proved | 1.6 | 760 | 1.2 | 2.6 |
| Kayelekera | Total | 15.9 | 660 | 10.4 | 23.0 |

¹ See ASX announcement dated 15 February 2022 entitled "Kayelekera mineral resource increases by 23%" for information on the Kayelekera Mineral Resource Estimate. The competent person for that announcement was David Princep.

² The Kayelekera Mineral Resource Estimate is inclusive of the Kayelekera Ore Reserves.

³ See ASX announcement dated 9 June 2022 entitled "Uranium Resource Increases to 51.1Mlbs" for information on the Livingstonia Mineral Resource Estimate. The competent person for that announcement was David Princep.

⁴ See ASX Announcement dated 6 December 2024 for information on the Letlhakane Mineral Resource Estimate.

⁵ Lotus confirms that it is not aware of any new information or data that materially affects the information included in the respective Mineral Resource announcements of 15 February 2022, 6 June 2022 and 6 December 2024 and that all material assumptions and technical parameters underpinning the Mineral Resource Estimates in those announcements continue to apply and have not materially changed. Lotus confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from those market announcements.

⁶ RoM stockpile has been mined and is located near mill facility.

⁷ Low-grade stockpiles have been mined and placed on the medium-grade stockpile and are considered potentially feasible for blending or beneficiation, with initial studies to assess this optionality already completed.

⁸ Ore Reserves are reported based on a dry basis. Proved Ore Reserves are inclusive of RoM stockpiles and are based on a 200ppm cut-off grade for arkose and a 390ppm cut-off grade for mudstone. Ore Reserves are based on a 100% ownership basis of which Lotus has an 85% interest. Except for information in the Accelerated Restart Plan announced on the ASX on 8 October 2024, Lotus confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 11 August 2022 and that all material assumptions and technical parameters underpinning the Ore Reserve Estimate in that announcement continue to apply and have not materially changed. Lotus confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the 11 August 2022 announcement.