



ASX RELEASE: 20 October 2025

DIVESTMENT OF NON-CORE ASSET PROVIDES ADDITIONAL FUNDING TO ADVANCE GOLD EXPLORATION ACTIVITIES

Admiral Bay Zinc Project sold for \$1.15M cash, providing additional funds to advance exploration at the rapidly emerging Yundamindra and Kookynie Gold Projects in WA

KEY HIGHLIGHTS

- Binding Agreement signed with private company Massive Metals Pty Ltd (**Purchaser**) to acquire the Admiral Bay Zinc Project in WA.
- Key terms of the Agreement are that the purchaser will pay a \$50,000 non-refundable cash deposit for a 30-day exclusivity period. Subject to due diligence and approvals, upon completion the purchaser will then:
 - **Pay \$1.15 million in cash** (less the \$50,000 exclusivity payment) (Cash Consideration) in 30 days;
 - **Pay a sum of \$5 million** (Deferred Consideration) upon the satisfactory completion of a Bankable Feasibility Study (BFS);
 - **Reimburse \$70,000** of tenement expenditure; and
 - **Reimburse tenement holding costs** (up to \$100,000).
- The divestment is consistent with the Company's strategic focus on its highly prospective Yundamindra and Kookynie Gold Projects in WA, where a major drilling and exploration program is currently in progress, with over 16,000m already drilled.
- The proceeds of the sale will be applied to these ongoing exploration activities, with the sale also freeing the Company of expenditure commitments at Admiral Bay.
- Drilling is ongoing, testing multiple high-grade gold targets at both Yundamindra and Kookynie, with the next round of assay results expected shortly.

Arika Resources Limited (ASX: ARI) ("Arika" or "Company") is pleased to advise that it has signed an agreement to divest the non-core Admiral Bay Zinc Project in WA for \$1.15 million in cash, reimbursement of some costs and further deferred consideration.

Arika's Managing Director, Justin Barton, said:

"The sale of Admiral Bay is a fantastic result for the Company that crystallises significant value for the asset while providing a pathway for the project to advance under different ownership. The cash proceeds further strengthen Arika's balance sheet, providing us with additional funding to continue advancing the rapidly emerging Yundamindra and Kookynie Gold Projects."

"Our strategic focus is firmly on the Leonora-Laverton region, where we have two exceptional projects that offer our shareholders enormous upside. The reallocation of resources towards these projects and the portfolio simplification that results from this transaction are all extremely positive developments from Arika's perspective. Drilling is continuing across both projects and we are looking forward to releasing further assay results in the near future."

Key Terms of Binding Agreement to Divest the Admiral Bay Zinc Project

Arika's interest in the non-core Admiral Bay Zinc Project is held via its interest in the shares of Kimberley Mining Limited (KML), a company incorporated in Canada, which indirectly owns 100% of the Admiral Bay Zinc Project.

As part of the divestment, the purchaser will initially pay a \$50,000 non-refundable cash deposit for a 30-day exclusivity period.

At the end of the 30-day period, and subject to due diligence, in consideration for the shares in Kimberley Mining Holdings Limited, an Australian subsidiary of KML, the Purchaser agrees to provide the following consideration:

- \$1.15 million in cash (Cash Consideration);
- \$5.0 million in cash (Deferred Consideration) upon the satisfactory completion of a Bankable Feasibility Study (BFS); and
- Reimbursement of \$70,000 of exploration expenditure incurred; and
- Reimbursement of holding costs since 1 September 2025 of up to \$100,000.

The \$1.15 million cash consideration will provide further working capital and utilised to advance the Company's Yundamindra Gold Project and Kookynie Gold Project (Figure 1).

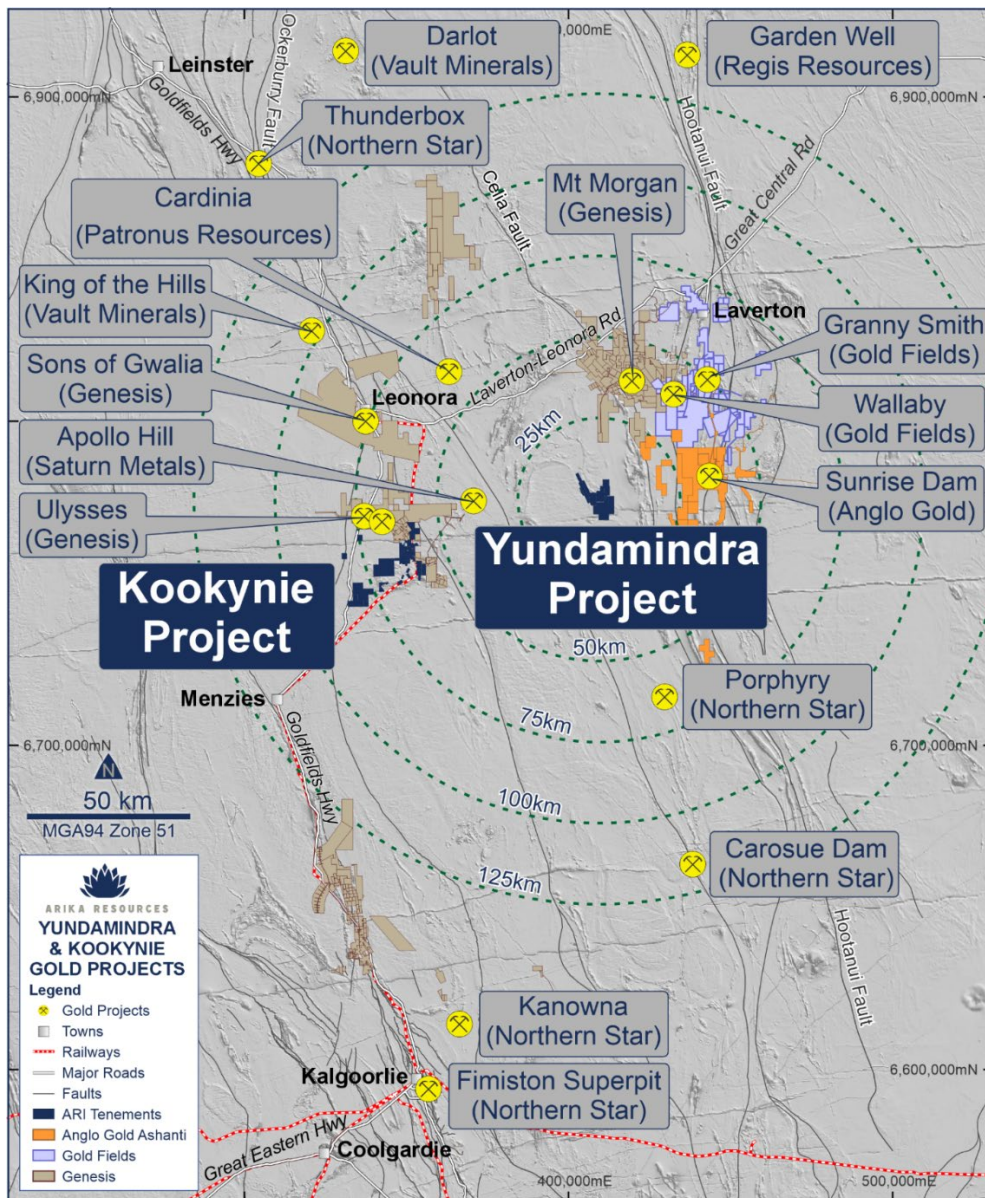


Figure 1: Regional Location Plan showing proximity of Projects to Major Deposits, Mines and Processing Facilities.



This announcement is approved by the Board of Arika Resources Limited.

ENQUIRIES

Investors

Justin Barton
Managing Director
+61 8 6500 0202
enquiries@arika.com.au

Media

Nicholas Read
Read Corporate
+61 8 9388 1474
info@readcorporate.com.au

Competent Person Statement

The information that relates to Exploration Results is based upon information compiled by Mr Steve Vallance, who is a consultant to Arika Resources Ltd. Mr Vallance is a Member of The Australian Institute of Geoscientists (AIG). Mr Vallance has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person 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 Vallance consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward-Looking Statements

This announcement may contain certain "forward-looking statements" which may not have been based solely on historical facts but rather may be based on the Company's current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward-looking statements:

- (a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies.
- (b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and
- (c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

The words "believe", "expect", "anticipate", "indicate", "contemplate", "target", "plan", "intends", "continue", "budget", "estimate", "may", "will", "schedule" and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether as a result of new information, future events or results or otherwise.

No New Information

To the extent that this announcement contains references to prior exploration results which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.



About Arika Resources Limited

We are focused on delivering value to shareholders through the discovery and development of high-quality gold assets, including its 80% owned Kookynie and Yundamindra Gold Projects (20% owned by Nex Metals (ASX: NME)), in Western Australia.

Arika Resources Limited is continuing to build on the potential large-scale gold footprints at the Yundamindra and Kookynie Gold Projects by expanding on known mineralisation and targeting new discoveries through a pipeline of high priority brownfield and greenfield targets.

