

15 January 2026

Boab Metals – 2026 Strategic Outlook

Fully funded to production, highly leveraged to silver and near-term value catalysts

Highlights

- **Fully funded construction underway** at the Sorby Hills Silver-Lead Project following FID in late 2025
- **Exceptional leverage to silver**, with spot prices currently **3 times greater than** 2024 FEED assumptions¹
- **Project Delivery Plan in Q2 2026**, incorporating optimisation initiatives, finalised contracts and higher silver price assumptions
- **Near-term upside from drilling**, including silver-focused Resource expansion and Reserve conversion
- **Strategic flexibility retained**, with no obligation to commit further concentrate to long-term offtake

Boab Metals Limited ("Boab" or the "Company") is pleased to outline its strategic priorities and planned activities for 2026, a pivotal year that will see construction advance at its flagship Sorby Hills Silver-Lead Project ("Sorby Hills" or the "Project"). Sorby Hills is fully funded, with a **Final Investment Decision ("FID") taken in late 2025, positioning Boab to capture value from strong silver prices and multiple near-term catalysts.**

Sorby Hills Construction Activities

Construction at Sorby Hills is scheduled to progress throughout 2026 in accordance with the Project execution plan. Key activities include:

- Completion of site establishment and early works;
- Construction and commissioning of on-site accommodation facilities;
- Execution and commencement of Bulk Earthworks contract, including construction of the tailings storage facility and water storage and settling ponds;
- Execution and commencement of the contract to dismantle, relocate and rebuild the DeGrussa Processing Plant at Sorby Hills;
- Execution and commencement of the Mining contract, including mobilisation and on-site mining activities; and
- Development of supporting infrastructure required for steady-state operations.

¹ US\$83.7/oz as at 12 January 2026 vs FEED Study average silver price of US\$27.4/oz

Boab will provide regular market updates as major construction milestones are achieved. **First concentrate production remains scheduled for H2 2027.**

Project Optimisation and Project Delivery Plan

Boab continues to advance a comprehensive suite of **project optimisation and cost-reduction initiatives** across mining, processing, infrastructure and logistics. These initiatives are designed to:

- Enhance project economics;
- Reduce execution risk; and
- Improve both capital and operating cost efficiency.

The outcomes of these initiatives will be incorporated into a **Project Delivery Plan**, reflecting finalised processing plant and mining contracts, refined execution plans and updated macroeconomic assumptions.

Importantly, **silver prices are currently trading 3 times above the silver price assumed in the 2024 FEED Study**, highlighting substantial near-term upside to project economics.

The Project Delivery Plan is expected to be completed in Q2 2026.

2026 Drilling Program – Unlocking Silver Upside

During 2026, Boab plans to undertake a targeted drilling program across Sorby Hills and its adjoining landholdings in the onshore Bonaparte Gulf Basin. The program is designed to support both **near-term production ramp-up** and **longer-term value creation**.

At Sorby Hills, planned drilling includes:

- **Resource-to-Reserve conversion drilling**, focused on upgrading portions of the existing Mineral Resource to support detailed mine planning and production scheduling, noting that such conversion drilling is not a condition to drawing on the project finance debt facility;
- **Silver-focused resource expansion drilling**, targeting extensions to known mineralisation, particularly silver intercepts previously excluded due to lead only-based cut-off grade. This work may support a re-estimation of the Mineral Resource on a **combined lead-silver basis** and potential mine-life extensions; and
- **Exploration drilling** within the broader Sorby Hills tenure, testing priority targets identified from geological interpretation and historical datasets.

Boab also intends to advance exploration at its **100%-owned Manbarrum Zinc-Silver-Lead Project**, located 25 km east of Sorby Hills. Drilling at Manbarrum will test priority targets and assess the potential for new discoveries and future resource definition.

Corporate Activity

Boab anticipates completing several key corporate milestones during the first quarter:

- **Move to 100% interest in Sorby Hills:** Completion of the transaction to take 100% ownership of Sorby Hills following Boab's exercise of its option to acquire Yuguang's 25% interest in December 2025;
- **Purchase of DeGrussa Processing Plant:** Completion of the purchase of the DeGrussa Processing Plant from Sandfire Resources following the Sorby Hills FID in December 2025; and
- **Sorby Hills Debt Facility:** Finalisation of full form documentation for the committed A\$236M project finance debt facility with Merricks Capital and Davidson Kempner.

Marketing and Strategic Flexibility

Strategic discussions with metal traders will continue throughout the construction period. Boab retains **full discretion over the sale of uncontracted concentrate** (including the additional 25% concentrate attributable to the Company following completion of acquisition the Yuguang's interest in the Project), with **no requirement to enter additional long-term offtake agreements** to satisfy debt financing obligations.

This flexibility positions Boab to optimise sales terms and maximise strategic value from the **high-quality silver-rich lead concentrate** expected to be produced at Sorby Hills.

This announcement has been authorised for release by the Board of Boab Metals Limited.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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About Boab Metals Limited (ASX: BML)

Boab Metals Limited ("Boab", ASX: BML) is a Western Australian (WA)-based base and precious metals company advancing the fully funded Sorby Hills Silver-Lead Project in the East Kimberley. The Project, located 50km from Kununurra, has excellent access to existing sealed roads for transporting concentrate 150km to Wyndham Port. Following the recent exercise of its option to acquire Henan Yuguang Gold & Lead Co. Ltd.'s 25% interest, and once settlement has occurred, Boab will hold 100% ownership of Sorby Hills. Following the recent Final Investment Decision, the Company is transitioning from development to construction, with all project financing secured. Sorby Hills is on track for first concentrate production in H2 2027, positioning Boab to capitalise on strong Silver and Lead market fundamentals and deliver long-term shareholder value.

Forward-Looking Statements

This announcement contains forward-looking statements regarding future events, production, development outcomes, exploration results, schedules, costs, and economic assumptions. Forward-looking statements are based on the Company's current expectations, assumptions, and beliefs and involve known and unknown risks and uncertainties that could cause actual outcomes to differ materially from those expressed or implied. Forward-looking statements are not guarantees of future performance and should not be relied upon as such.