

MOUNT ISA JV AND EARN-IN UPDATES

South32 commits to Stage 3 of the Isa Valley Earn-in with a A\$3M exploration commitment over three years; SMMO signals its intention to withdraw from the Bullrush JV

ISA VALLEY EARN-IN

- A wholly owned subsidiary of South32 (“South32”) has notified Hammer Metals Limited of its election to proceed with Stage 3 of the Isa Valley Earn-in Agreement.
- South32 is required to spend A\$3million in exploration expenditure during stage 3 to earn a 70% interest in the tenement and Joint Venture.
- **The decision is based on positive results received from the initial stages of the earn-in program.**
- **A magnetotelluric survey across the Mount Isa Fault is expected to commence in the coming months.** Funding for this survey was provided by the Queensland State Government under the auspices of the Collaborative Exploration Initiative (CEI).

BULLRUSH JV

- Sumitomo Metal Mining Oceania (SMMO) has informed Hammer Metals of its intention to withdraw from the Bullrush JV.
- The Bullrush JV has recently completed two phases of diamond drilling across deeper iron oxide copper-gold targets within the Wimberu Granite.

Hammer’s Managing Director, Daniel Thomas, said:

“We are very pleased to see South32 elect to continue with Stage 3 of the Isa Valley earn-in, which reflects the encouraging technical results generated to date and the prospectivity we see across the project.

“We also thank Sumitomo Metal Mining Oceania for its participation and contribution to the Bullrush JV. Their support has helped advance our understanding of the Bullrush system, and we look forward to building on that work as we progress our understanding of the geological setting and other potential nearby targets.”

ASX RELEASE

5 June 2026

DIRECTORS / MANAGEMENT

Russell Davis

Chairman

Daniel Thomas

Managing Director

James Croser

Non-Executive Director

David Church

Non-Executive Director

Mark Pitts

Company Secretary

Mark Whittle

Chief Operating Officer

CAPITAL STRUCTURE

ASX Code: HMX

Share Price (4/6/26)	\$0.051
Shares on Issue	893m
Market Cap	\$45.5m
Options Unlisted	29.5m
Performance Rights	8.5m
Cash (31/3/2026)	\$2.1m

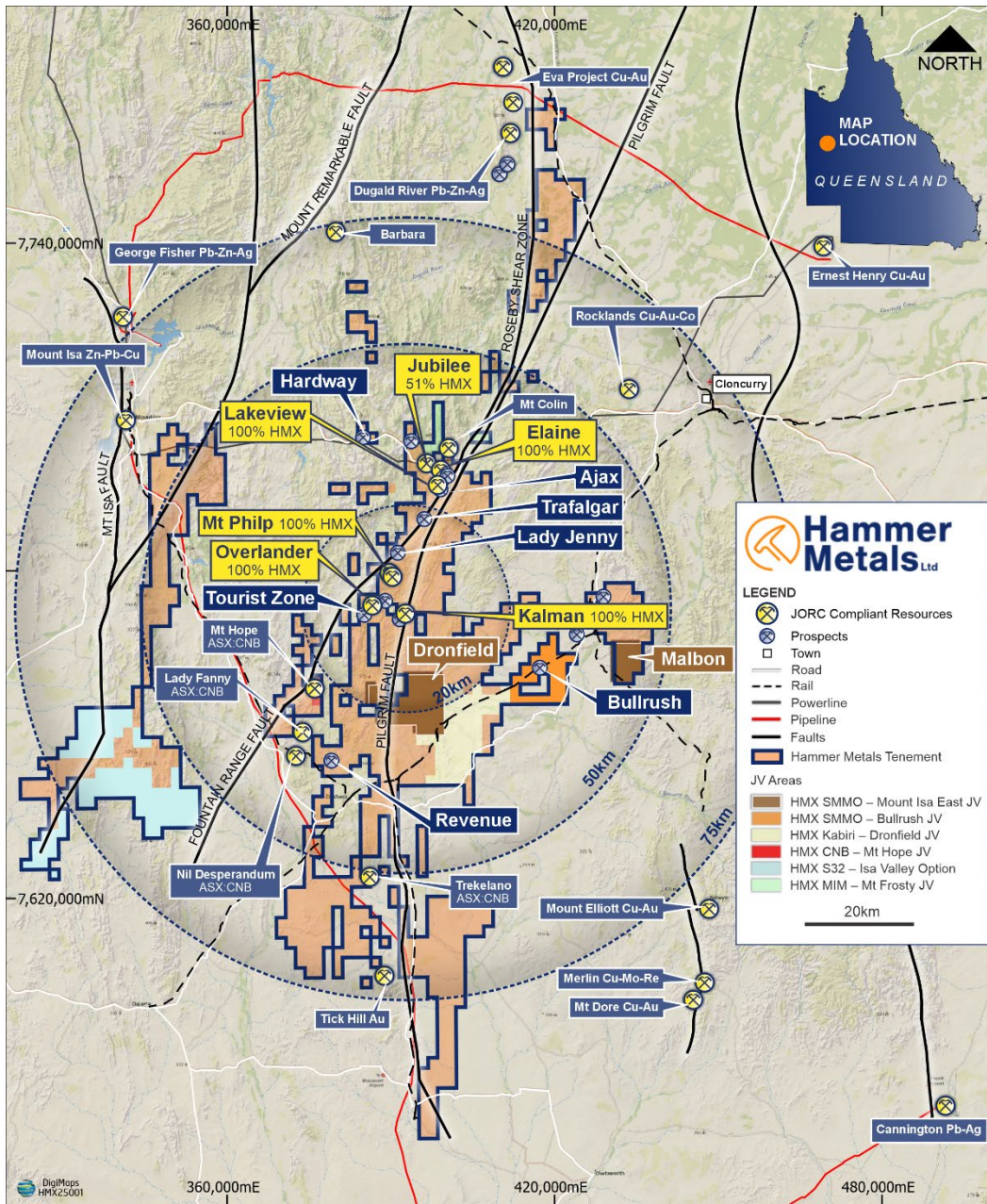


Figure 1. Hammer's Mt Isa Tenements showing the Isa Valley earn-in area (shaded blue).

Upcoming Activities and Expected Newsflow

- June/July – Kalman, Blackrock and Lady Jenny drilling results
- June/July – Magnetotelluric survey at Isa Valley
- July/August – Kalman West Diamond Drilling Program
- July/August – Kalman Resource update
- July/August – Orphan, Keyser and Redback drilling program
- August – Yandal Gold – Air-core drilling at Orelia, Bronzewing South

This announcement has been authorised for issue by the Board of Hammer Metals Limited in accordance with ASX Listing Rule 15.5.

For further information please contact:

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About Hammer Metals

Hammer Metals Limited (ASX: HMX) holds a strategic tenement position covering approximately 3,600km² within the Mount Isa mining district, with 100% interests in the Kalman (Cu-Au-Mo-Re) deposit, the Overlander North and Overlander South (Cu-Co) deposits, the Lakeview (Cu-Au) deposit and the Elaine (Cu-Au) deposit. Hammer also has a 51% interest in the Jubilee (Cu-Au) deposit. Hammer is an active mineral explorer, focused on discovering large copper-gold deposits of Ernest Henry style and has a range of prospective targets at various stages of testing. Hammer also holds a 100% interest in the Bronzewing South Gold Project located adjacent to the 2.3 million-ounce Bronzewing gold deposit in the highly endowed Yandal Belt of Western

About the Isa Valley Earn-In (See ASX Announcement 27/5/2024)

Letter Agreement executed with South32 Group Operations Pty Ltd, providing South32 with an option to earn an 80% interest in the Isa Valley Project in North-West Queensland (Project) and form a joint venture.

Stage 1: South32 must fund an initial screening with ionic leach soil sampling and field assessment of the tenement costing approximately A\$20,000 to A\$25,000, which must be completed within six months.

Stage 2: At South32's election, South32 will fund expenditure for a drilling program approved by a Technical Committee, comprising 900 metres of drilling, subject to an expenditure cap of A\$150,000, to be completed within 12 months of commencing Stage 2.

Stage 3: At South32's election, South32 must fund A\$3,000,000 of exploration expenditure over a three-year period. South32 may extend the Stage 3 earn-in period, by a further 12 months whereupon expenditure commitment during this period shall be increased from A\$3,000,000 to A\$4,000,000. Upon the completion of Stage 3, South32 will have earned a 70% interest in the project and a joint venture will be formed.

Upon completion of the Stage 3, South32 may earn an additional 10% interest in the Joint Venture by sole funding a Pre-Feasibility Study (as defined in the JORC Code 2012 Edition) for a mine development on the Tenement area and any other Joint Venture expenditure. Upon earning such further interest, South32 shall hold a Joint Venture interest of 80% and Hammer shall hold a Joint Venture interest of 20%.

Upon completion of the earn-in, at either the conclusion of Stage 3 or the completion of a Pre-Feasibility Study, each party can elect to contribute to exploration expenditure on a pro-rata basis in accordance with its interest.

Any party that elects to not contribute to the Joint Venture will be diluted via a standard dilution mechanism with any party diluting to less than a 10% interest, having their ongoing interest in the project convert to a 1% Net Smelter Return royalty.

The Project covers sections of the Mount Isa Fault comprising an area of ~320km² and is considered highly prospective for Mount Isa-style sediment-hosted lead-zinc-copper mineralisation similar in style to the Mount Isa and George Fisher-Hilton deposits (124Mt @ 7% Zn, 6% Pb and 255Mt at 3.3% Cu and 228Mt @ 5.5% Pb, 10.6% Zn and 97g/t Ag respectively). South32 is managing and operating the exploration program.