



\$1.6M PLACEMENT TO FUND 2026 EXPLORATION PROGRAM

Highlights

- Firm commitments received to raise \$1.6 million via a strongly supported placement at \$0.004 per new share, with one free-attaching option for every four shares subscribed for, exercisable at \$0.01
- Placement supported by new and existing wholesale and sophisticated investors
- 2026 exploration program underway for second season at the Zopkhito Antimony-Gold Project, including surface and underground core sampling drilling
- Funds to be used to progress 2026 work program at Zopkhito, including resource definition drilling, underground panel and bulk sampling, metallurgical optimisation, preliminary mining studies and environmental baseline/permitting activities
- Zopkhito hosts a foreign resource estimate of 225Kt @ 11.6% Sb for a contained 26,000 tonnes of Sb and 7.1Mt @ 3.7g/t for 815,119oz of Au¹

Krakatoa Resources Limited (**ASX: KTA**) ("**Krakatoa**" or "**the Company**") is pleased to advise that it has received firm commitments to raise \$1.6 million (before costs) via a placement of approximately 400,000,000 new fully paid ordinary shares ("**New Shares**") at an issue price of \$0.004 per New Share ("**Placement**").

Subject to shareholder approval, Placement participants will also receive one free-attaching unquoted option for every four New Shares subscribed for, exercisable at \$0.01 and expiring on 29 September 2028 ("**Placement Options**").

Krakatoa Resources Executive Chairman, Colin Locke commented: *"This Placement provides Krakatoa with the funding to advance its 2026 work program, with surface and underground core sampling drilling now underway at Zopkhito. The program will focus on resource definition drilling, metallurgical optimisation and preliminary mining studies and is designed to support conversion of the current foreign resource estimate into a JORC 2012 Mineral Resource Estimate. This represents Krakatoa's second season of exploration at the project following the validation of historical data across the Zopkhito system in 2025."*

¹ Cautionary statement: 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 information provided in the Announcement continues to apply and has not materially changed.

We thank our Lead Manager, Lodge Partners, for their outstanding corporate services. We also welcome their new shareholders to the register and thank existing shareholders for their ongoing support."

USE OF FUNDS

Proceeds from the Placement will be applied towards:

- Funding the recently commenced 2026 work program at the Zopkhito Project, including:
 - Resource definition drilling – now underway
 - Underground panel and bulk sampling – now underway
 - Metallurgical optimisation
 - Preliminary Mining Studies
 - Environmental baseline and permitting activities
- General working capital

PLACEMENT OVERVIEW

The Placement involves the issue of 400,000,000 New Shares to new and existing wholesale and sophisticated investors at an issue price of \$0.004 per New Share to raise a total of \$1.6 million before costs. The New Shares will be issued using the Company's pre-approved placement capacity pursuant to resolution 4 of the Notice of Meeting dated 11 March 2026, as approved by shareholders at the General Meeting held on 10 April 2026.

The New Shares will be listed on ASX and rank equally with existing fully paid ordinary shares. Shares issued upon exercise of Placement Options will also rank equally with existing fully paid ordinary shares.

Lodge Partners acted as Lead Manager for Placement. The Lead Manager will receive an aggregate 6% fee on funds raised under the Placement, in addition to 100,000,000 unquoted options on the same terms as the Placement Options ("**Lead Manager Options**").

The Placement Options and Lead Manager Options will be subject to shareholder approval at the upcoming General Meeting.

INDICATIVE PLACEMENT TIMETABLE

Event	Date
ASX announcement and trading halt lifted	Monday, 6 July 2026
Settlement of New Shares	Thursday, 9 July 2026
ASX Quotation of New Shares	Friday, 10 July 2026
Anticipated date for General Meeting to approve the issue of Placement Options and Lead Manager Options	Friday, 21 August 2026

This announcement has been authorised for release by the Board.

– ENDS –

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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.