

4th August 2026

SAN JOSE UPDATE

Infinity Metals Limited ('Infinity', or 'the Company') provides the following update on activities in Spain with regard to the San José Lithium Project.

San José Lithium Project

The Regional Government of Extremadura (Junta) has rejected the Exploitation Concession Application (ECA or 'Mining Licence Application') as submitted by Infinity over San Jose. The Company is seeking additional clarification but is now in the position to provide this update. The reasoning given by the Extremadura's Mines Department is that Infinity has not supplied sufficient technical information as was further requested subsequent to submission to support the application. As previously notified to the market, the Company could not and cannot provide this additional technical information due to being unable to access the property due to failures by the authorities in their own tenement management systems (ASX releases dated 1 August 2026 and 1 October 2026).

Infinity Executive Chairman Mr Adrian Byass said:

"It seems hard to believe that we find ourselves in this situation. It is the result of events outside the Company's control, and in fact directly linked to failure of government action. The fact that the authorities who made errors in their own systems and processes, resulting in Infinity not being able to do more technical work such as drilling, can now claim the Company is not providing sufficient technical information which requires drilling to deny the Application is completely incongruent.

Infinity entered into San Jose in early 2016 after a public government tender process run in late 2015 initiated specifically to attract investment in the lithium project. Subsequently it has spent considerable time and money in good faith to advance San Jose since 2016 and this response is highly disappointing. On reflection it is not surprising that whilst Extremadura is a mineral rich region with a department focussed on mining and industry there has been no new mining activity commenced in over 20 years.

Given the erratic, protracted and frustrating processes that the Company has endured in dealing with the Spanish authorities over a number of years, Infinity has been proactive in taking steps over the past 18 months to prepare for such an outcome and has accumulated a portfolio of exciting project opportunities to direct its time and resources into"

The Company now has the choice of appealing this decision or re-submit an Investigation Permit Application and effectively restart the process. The Company is considering its options though it notes the window for appeal is 30 days and the Junta has provided this notice to the Company immediately before the summer holidays in Spain which run for the month of August.

Background

The Company submitted an Exploitation Concession Application (ECA, or 'Mining licence Application') to the Regional Government (Junta) of Extremadura's Mines Department on 9 February 2024. The Junta requested additional information to support the ECA including requests to repeat metallurgical test work originally done by leading laboratories in Germany and Australia in Spain. This work cannot be done in Spain as they lack the facilities.

The Company submitted what information was practicable to obtain on 1 October 2025 and had then requested the suspension of the period for submission (rectification) on 1 October in accordance with Law 39/2015, on the Common Administrative Procedure of Public Administrations, to submit additional information. As previously advised the Company contends that completion of the requested work is unrealistic and unreasonable for several reasons of which some examples are outlined below.

Firstly, the Company contends that the requirement to consume the remaining drill core (all now shipped to Australia) for repeating metallurgical test work in Spain is unreasonable and any access to the site to conduct further drilling requires approvals which are yet to be granted by a separate administrative body. It was the Company's position that it is fair and reasonable to suspend the permitting process until this access has been granted. The government has now mandated that the metallurgical test work requested is required be conducted (repeated) within Spain. **There were not at the time and remain no accredited laboratories in Spain which can perform the test work conducted originally in Germany and Australia by world-leading independent laboratories.** The Company would be required to construct these laboratory facilities itself in order to meet the requirements of the UNE-EN 14899 standard.

Further, the repeating of test work would seriously deplete the remaining drill core available for the project which may not be sufficient based on requests. This drill core cannot be replaced under the current permit status. This situation has arisen due to administrative failures by the Extremadura regional government (the same departments now requesting further work) in the original advertising and granting of the Investigation Permit after the public tender seeking development interest. This award was then challenged and the permit was revoked. Infinity lodged and lost an appeal for its reinstatement. Through no fault of the Company, it has been unable to conduct any drilling operations to replenish drill core consumed in assay and metallurgical test work. To use the remaining core, leaving nothing for geotechnical, lithological, lender due diligence or other essential requirements in project development would be illogical.

Faced with the situation in August 2025, the Company noted that the regional government may deem further extensions unwarranted, and or reject the application and as such in its Annual Report for the year ended June 30, 2025, impaired the carrying value of San Jose to zero.

This Announcement was authorised by the Executive Chairman. For further enquiries please contact:

Infinity Metals Limited

Adrian Byass

Executive Chairman

T: +61 (8) 6146 5325