

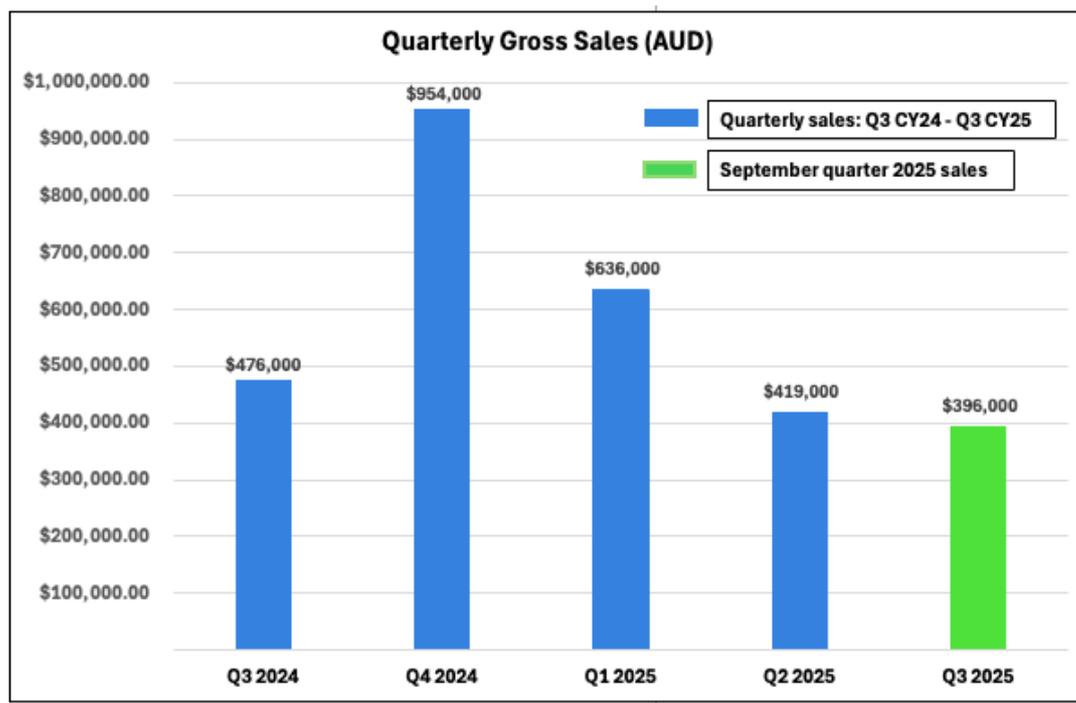


31 October 2025

Quarterly Activities Report for the period ended 30 September 2025

Highlights

- Significant shift in product mix to provide cement industry primary feedstocks for sustained sales growth
- Gross sales for the period were \$396,000 (Q4 FY2025: \$419,000)
- Quarterly cash receipts were \$269,000 (Q4 FY2025: \$498,000)
- Sales and customer receipts were impacted in the quarter by a number of factors including extended down time of the larger plant, material throughput challenges and staffing issues. All these issues have now been resolved with experienced personnel recruited and plant enhancements made
- Events subsequent to quarter end:
 - Further magnetite test work undertaken to deliver ~72% Fe concentrate grade
 - Placement of \$540,000 completed
- Operations at Islon and Yerbas Buenas have now stabilised and the plants are operating with much improved uptime. Sufficient material has now been stockpiled to ensure continuous deliveries



Freehill Mining Limited (ASX: FHS 'Freehill' or 'the Company') provides this activities report for the quarter ended 30 September 2025 (the 'quarter'). Activities have focused primarily on stabilising the aggregates business in order to deliver more predictable sales and improve margins.

Corporate & financial overview

Receipts from customers were \$269,000 (June Qtr: \$498,000) while gross sales for the quarter were broadly in line with the prior quarter at \$396,000 (June Qtr: \$419,000). Sales and customer receipts are expected to recover strongly in the December quarter with improved margins given plant improvements, reduced transport costs, a change in the product mix

Production costs for the quarter were well down at \$181,000 (June Qtr: \$536,000) based on reduced sales resulting from relocation of our plant while staff costs of \$177,000 (June Qtr: \$146,000) increased reflecting a number of layoffs during the period. We expect this to be reflected in lower costs going forward.

The re-alignment of our production from project oriented base material to primary feedstocks for the cement industry will significantly enhance our base line revenues both in terms of amount and predictability while we also maintain a capacity for project opportunities. The move to Islon has enabled this process significantly reducing the transport burden while bringing us within proximity of a much larger market. In addition our existing business with the cement industry has provided a foundation for significant expansion based on our new product mix. It is anticipated that we will have ongoing improvements in our unit costs with increased efficiencies and access to local services as the new operation settles.

Post quarter end, the Company completed a non-brokered \$540,000 placement.

Aggregates operations

The company has broadened its product mix to include new materials specifically developed for the local cement industry, in addition to supplying the construction industry. The production of specific gravel and industrial sand for the cement industry is underway, with first deliveries expected to commence this week and ramp up in November.

To facilitate the production of different materials simultaneously, modifications have been made to the processing plant, including new screens and an additional conveyor. The operations team has been streamlined, and experienced personnel from the cement industry have been recruited.

Extensive stockpiles of material have been established at Yervas Buenas and Islon to underpin continuous sales from here on.

Further test work of Magnetite Bulk Sample

Subsequent to the end of the quarter the Company reported further positive results from test work conducted on material from its Yervas Buenas magnetite project in Chile.

Additional test work, following up on previously reported results, has been conducted on a 120kg sample of 6mm product, which was ground to 3mm. This grinding process yielded a similar result to the 6mm grind, achieving a concentrate grade of up to 71.7% Fe. The company is continuing work at Yervas Buenas on future mine development activities.

The test work further reinforces the ore quality at Yervas Buenas, with the concentrate grade achieved considered encouraging. Freehill is advancing various workstreams to progress mining operations, subject to approvals, pit design, economic validation, and securing necessary processing equipment. While the company is focused on building the scale of its aggregates business, it also continues to evaluate opportunities in the copper-gold sector in Chile.

Related party payments

In accordance with Listing Rule 4.7C, payments made to related parties and their associates is included in item 6.1 of the Appendix 4C includes Directors' fees and salaries (including superannuation).

Approved for release by the Board of the Company.

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