

ASX: SQX

30 January 2026

QUARTERLY ACTIVITIES REPORT AND APPENDIX 5B

HIGHLIGHTS

- **Bonanza-grade gold confirmed at the Red Bird Project (Arizona), with assays up to 49.2 g/t Au successfully validating historical results and establishing a high-grade foundation for near-term exploration¹.**
- **Exceptional gold-silver assays delivered at the Williams Project (Montana), including a peak result of 358 g/t Au with 1,800 g/t Ag, reinforcing the high-grade tenor of the project².**
- **Strategic entry into premier US mining districts progressed during the period, providing SQX with exposure to two advanced, high-grade gold-silver assets in Tier-1 jurisdictions.**
- **Multiple high-grade, near-surface mineralised zones confirmed across the portfolio, providing technical support for both potential bulk-mining and selective underground growth scenarios.**
- **Successful \$2,000,000 (before costs) placement completed, fundamentally strengthening the balance sheet to fund accelerated exploration and development programs.**

SQX Resources Limited (**SQX** or **Company**) is pleased to release this Quarterly Activities Report for the quarter ending 31 December 2025 (**Quarter**). The primary activities of the Company for the Quarter were the acquisition of 80% of the shares on issue in AM6 Pty Ltd, (**AM6**), exploration at AM6's Red Bird and Williams projects, and the completion of a \$2,000,000 (before costs) placement.

SQX's Executive Chairman, Mr Patric Glovac, commented on the results:

"The December quarter represented a major step forward for SQX as we established a foothold in highly prospective districts in the United States. The confirmation of bonanza-grade mineralisation at both Red Bird and Williams provides clear validation of our strategy and the quality of these assets. With a strengthened balance sheet and a clear exploration roadmap, SQX is ideally positioned to systematically advance these projects and deliver meaningful outcomes for our shareholders."

EXPLORATION ACTIVITIES

Red Bird Gold Project, Arizona

During the Quarter, AM6 completed an extensive underground chip-channel and grab sampling program at the Red Bird Gold Project. The program specifically targeted the shallow historical development levels, including the 00m, 13m, and 17m levels, to confirm grades and assess the distribution of gold mineralisation. This work was critical in validating and, in several instances, exceeding the historical underground sampling results previously reported by Homestake Mining and other past operators.

¹ SQX ASX Announcement dated 05/11/2025

² SQX ASX Announcement dated 18/11/2025

The sampling results delivered bonanza-grade gold assays, peaking at **49.2 g/t Au³**, with a significant density of high-grade results recorded across the primary development levels. Technically, the mineralisation is interpreted as a wide epithermal gold system hosted within altered sedimentary units. The system comprises high-grade vein and breccia zones supported by a broader, lower-grade mineralised halo. The shallow nature of this mineralisation, combined with limited historical mining, suggests strong technical support for various potential development pathways, ranging from selective underground growth to near-surface, bulk open-pit scenarios.

Planning for a maiden reverse-circulation ("RC") drilling program (~2,500 m) is well advanced, with maiden drilling targeted for 2nd February 2026.

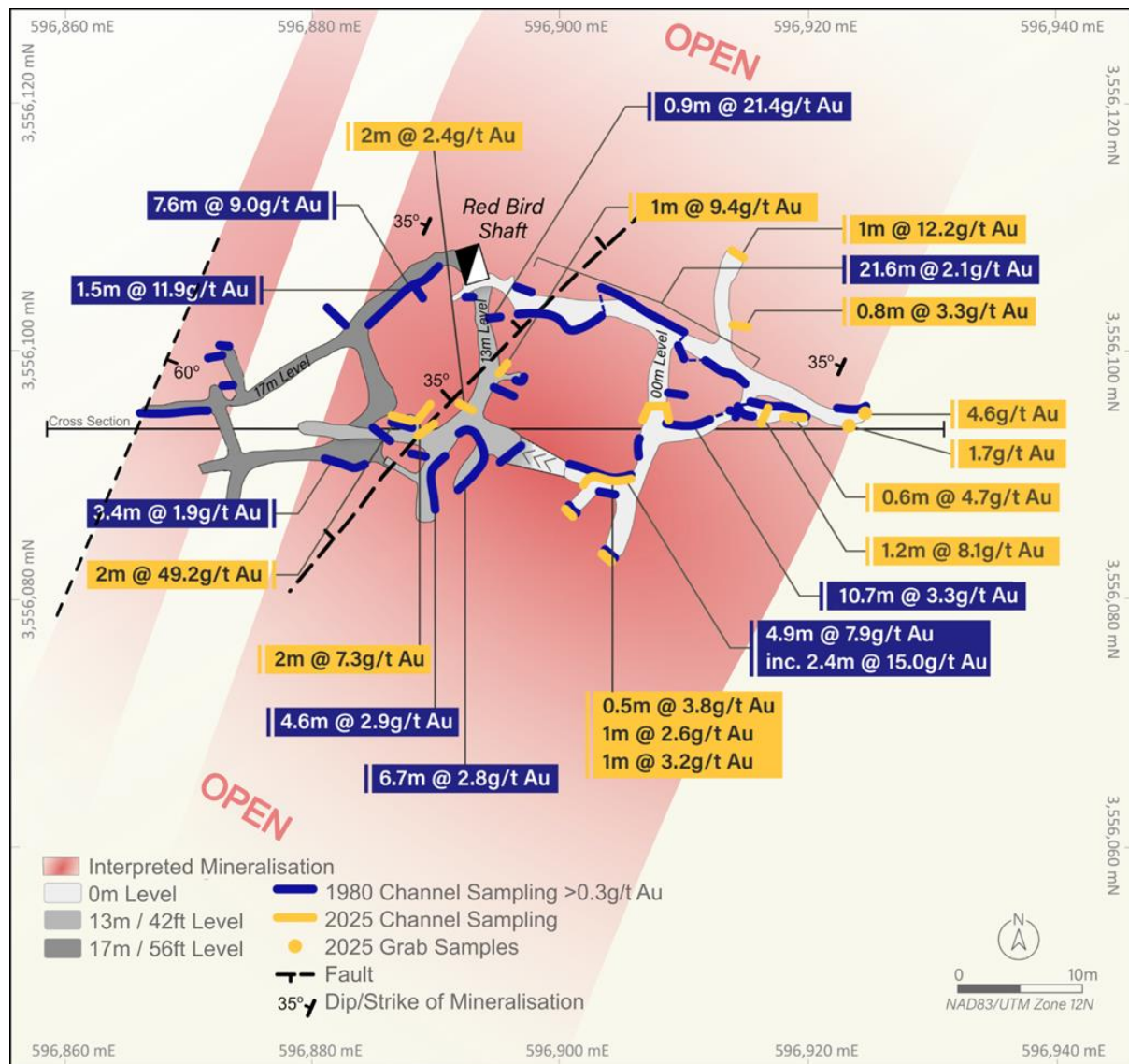


Figure 1. Composite plan view of 00m, 13m and 17m levels (projected on to the ~13m level) of the Red Bird Mine showing historical results, AM6's new 2025 representative channel & grab sample assays & an interpretation of the broad mineralised envelopes

³ SQX ASX Announcement dated 05/11/2025

Williams Gold-Silver Project, Montana

At the Williams Project, underground chip-channel and grab sampling focused on accessible sections of the Black Bear South Vein and associated development levels.

Sampling returned exceptional gold and silver assays, including results of 358 g/t Au and 1,800 g/t Ag from the historically mined 101 raise⁴. Additional multi-ounce gold results were recorded from near-surface western development headings, validating historical bulk sampling and pilot-mining results.

The mineralisation comprises extraordinarily planar, high-grade epithermal gold-silver veins with sulphide-rich zones hosting the highest Au and Ag grades. Preliminary conductivity testing indicates that electromagnetic (“EM”) geophysics may be effective in defining high-grade shoots within the broader vein system.

Multiple additional vein structures remain largely untested across the project area. Planning is underway for further underground sampling and drilling heading into the 2026 northern hemisphere field season.

Table 1. Significant 2025 chip-channel and grab sampling results, Williams Au-Ag project.

Sample ID	Type	Location	Width (m)	Au g/t	Ag g/t	m East (UTM12N)	m North (UTM12N)	m RL
25BD025	Channel	Nth Vein 1666 Level	0.9	3.4	8	292663.5	5137945.2	1666.0
25BD042	Channel	Sth Vein 1666 Level	0.3	5.3	38	292696.3	5137917.7	1666.0
EE556308	Channel	Sth Vein 1666 Level	0.6	75.1	576	292546.9	5137928.5	1668.0
EE556311	Channel	Sth Vein 1666 Level	0.7	40.7	319	292524.9	5137927.4	1668.0
25BD035	Grab	Sth Vein 1666 Level	-	2.4	8	292621.5	5137948.6	1668.0
25BD051	Grab	Sth Vein 1666 Level	-	2.8	11	292617.6	5137928.0	1668.0
25BUG005	Grab	Sth Vein 1692 Level	-	24.7	325	292591.3	5137940.9	1694.0
25BUG006	Grab	Sth Vein 1692 Level	-	5.1	30	292595.5	5137941.0	1694.0
EE556315	Grab	Sth Vein 101 Raise	-	40.9	378	292607.7	5137927.0	1674.9
EE556316	Grab	Sth Vein 101 Raise	-	358.0	1800	292608.3	5137927.0	1674.9
EE556318	Grab	Sth Vein 101 Raise	-	13.6	63	292614.7	5137927.0	1674.8
EE556319	Grab	Sth Vein 101 Raise	-	7.7	41	292615.3	5137927.0	1674.8
EE556320	Grab	Sth Vein 101 Raise	-	2.9	15	292615.9	5137927.0	1674.8
EE556322	Grab	Sth Vein 1666 Level	-	3.3	26	292617.4	5137926.3	1668.0
EE556323	Grab	Sth Vein 101 Raise	-	3.1	25	292608.4	5137927.0	1681.0
EE556324	Grab	Sth Vein 1666 Level	-	2.9	12	292607.0	5137925.8	1668.0

⁴ Refer SQX ASX Announcement dated 18/11/2025

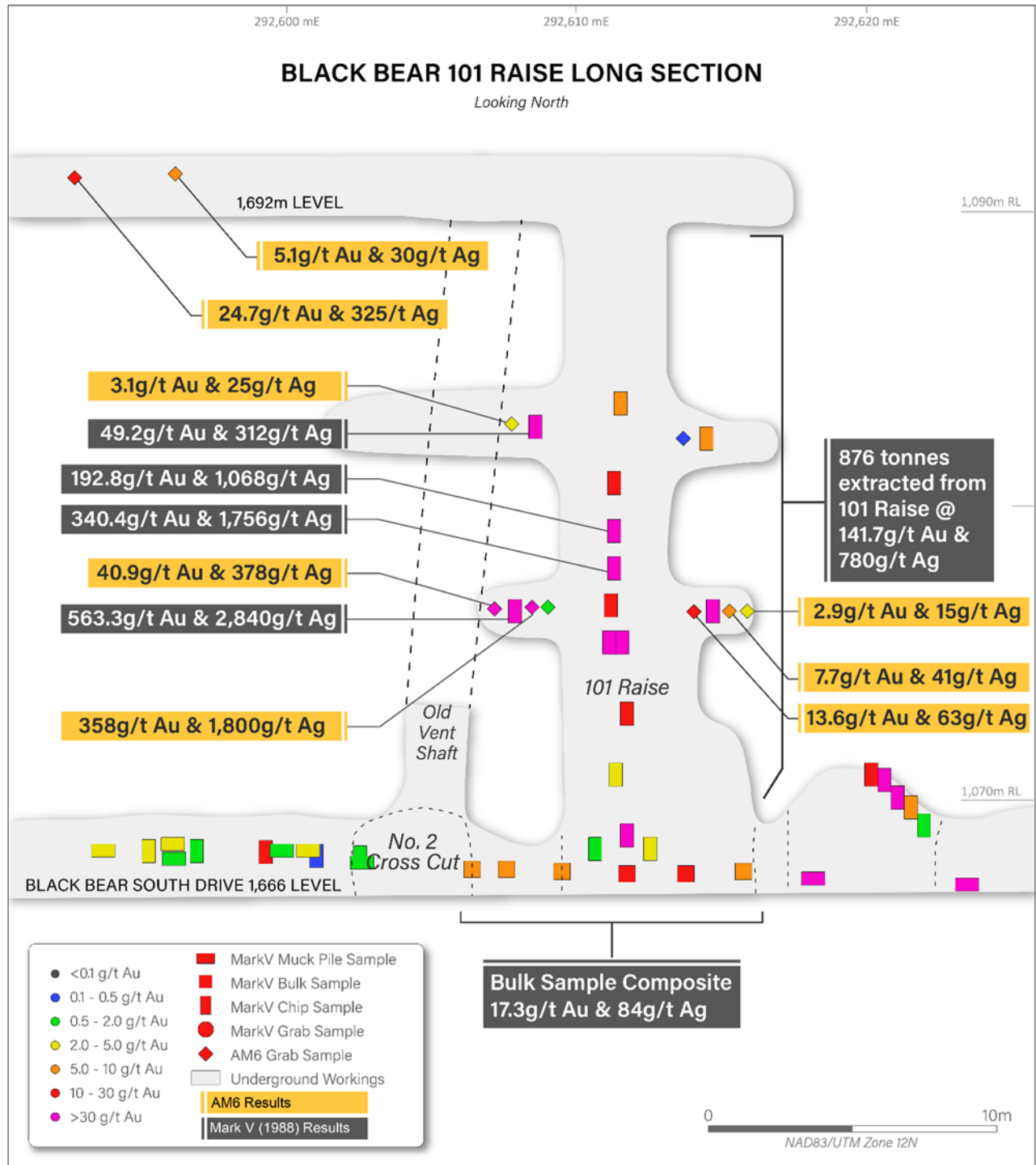


Figure 2. Long section showing main Black Bear South 1,666m development level & the bonanza grade 101 raise showing the Company's recent sample results & historical individual & bulk sampling results.

Scrub Paddock Prospect, Queensland

During the quarter, the Company continued its technical review of the Scrub Paddock Prospect, located within EPM 27257 in southeast Queensland. Work completed to date has focused on consolidating historical drilling, geophysical and geochemical datasets to refine the geological model and reassess priority target areas. This review is aimed at improving targeting confidence and ensuring any future field programs are appropriately scoped and cost-effective.

CORPORATE ACTIVITIES

Acquisition of AM6 Pty Ltd

SQX entered into a binding agreement to acquire 80% of the issued share capital of AM6, subject to satisfaction of conditions precedent, which holds the Williams Gold Project in Montana, USA, and the Red Bird Gold Project in Arizona, USA.

Under the terms of the Binding Term Sheet executed on 14 October 2025, SQX agreed to acquire 80% of AM6 from its existing shareholders (**Vendors**) for total consideration comprising:

- 20,000,000 fully paid ordinary shares in SQX (**Consideration Shares**);
- \$250,000 in cash (**Consideration Payment**); and
- 30,000,000 Performance Rights, to vest in tranches of 10,000,000 upon satisfaction of defined exploration and development milestones (**Performance Rights**).

Each tranche of Performance Rights will convert into fully paid ordinary shares in SQX upon achievement of any one of the following milestones (up to a maximum of three tranches):

1. **Milestone 1** – Completion of a minimum 1,500 metre drilling program on either the Williams Gold or Red Bird Projects within 18 months of completion;
2. **Milestone 2** – A drilling intercept (up to 50 metres) exceeding 20 gram-metres AuEq (for example, 1m at 20g/t or 20m at 1g/t) within 24 months of completion;
3. **Milestone 3** – Definition of an exploration target of at least 250koz AuEq (JORC or NI43-101 compliant) at an average grade $\geq 1\text{g/t}$ AuEq and a minimum cut-off grade of 0.5g/t; and
4. **Milestone 4** – Announcement of a JORC or NI43-101 compliant Mineral Resource Estimate of at least 300koz AuEq at an average grade $\geq 1\text{g/t}$ AuEq and reported using a minimum cut-off grade of 0.5g/t at a minimum of an inferred class.

Completion of the acquisition occurred on the 7th January 2026.

Placement

During the quarter, SQX completed a placement to professional and sophisticated investors raising \$2,000,000 via the issue of 20,000,000 new shares at A\$0.10 per share (**Placement Shares**) (**Placement**). Proceeds will be applied to acquisition costs and exploration activities across the AM6 projects and working capital.

The Placement occurred in two tranches: Tranche 1 consisted of 7,812,500 Placement Shares issued under the Company's existing capacity pursuant to LR 7.1 and 7.1A on Wednesday, 22 October 2025. Tranche 2 consisted of the remaining 12,187,500 Placement Shares that were issued following receipt of shareholder approval under LR 7.1 at the Company's Annual General Meeting held on 28 November 2025.

Corporate

Cash Position

As at 31 December 2026, SQX held \$2.81M cash at bank.

Use of Funds

During the Quarter, SQX spent \$106K on exploration activities. SQX also spent \$263k on operating costs, including directors' fees. SQX's accompanying Appendix 5B (**Quarterly Cashflow Report**) includes an amount in item 6.1 which constitutes directors' fees and rent paid during the quarter.

Additional ASX Listing Rule Information

SQX provides the following additional information in accordance with ASX Listing Rule 5.3.3.

Mining tenements held at the end of the quarter and their location

- EPM 27257 (granted) in Queensland – 15 sub blocks – 100% owned
- EPM 28578 (under application) in Queensland – 44 sub blocks – 100% owned

Mining tenements acquired during the quarter and their location

- Not applicable (Acquisition of AM6 completed in January 2026.)

Mining tenements disposed of during the quarter and their location

- Not applicable

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter

- Not applicable

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

- Not applicable

FORWARD PROGRAM

Planned activities for the March 2026 quarter include:

- commencement of maiden drilling at the Red Bird Gold Project;
- execution of geophysical surveys and further underground sampling at Williams;
- determine the optimal next phase of exploration at Scrub Paddock, including the potential for follow-up fieldwork and drilling; and
- continued evaluation of additional exploration opportunities.

This announcement has been approved and authorised to be released to the ASX by the Board of Directors of SQX Resources Limited.

– ENDS –

For further information please contact:

SQX Resources Limited

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Executive Chairman
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Additional information is available at sqxresources.com.

About SQX Resources Limited (SQX)

SQX is a modern mineral exploration company dedicated to delivering shareholder value by building a portfolio of exploration, development, and operating assets. Its current focus is on gold and copper mineralisation at the Ollenburgs and Scrub Paddock prospects, located on EPM 27257 in the underexplored Esk Basin in southeast Queensland near major regional infrastructure and population centres. Both prospects feature known mineralisation and historical mine workings.

ASX LR 5.7 Statement

The information in this announcement that relates to historical exploration results that were reported by the Company in accordance with listing rule 5.7. The specific announcements referred to in this announcements are as follows:

- SQX ASX Announcement "High-Grade Gold up to 49.2g/t Confirmed at Red Bird Project" dated 05/11/2025
- SQX ASX Announcement "High-Grade Gold & Silver Assays at Williams Project" dated 18/11/2025

The Company confirms it is not aware of any new information or data that materially affects the information included in the original announcements.

Forward-Looking Statement

Forward-Looking Statements This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning SQX Resources Limited planned exploration program(s) and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

SQX RESOURCES LIMITED

ACN

659 090 338

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(114)	(114)
(b) development	-	-
(c) production	-	-
(d) staff costs	(48)	(96)
(e) administration and corporate costs	(212)	(382)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	14
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(368)	(578)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(8)	(10)
(e) investments	-	-
(f) other non-current assets	-	-
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other	-	-
2.6 Net cash from / (used in) investing activities	(8)	(10)

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	2,000	2,000
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(93)	(93)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (Lease repayments)	(4)	(8)
3.10 Net cash from / (used in) financing activities	(1,903)	(1,899)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,280	1,496
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(368)	(578)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(8)	(10)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,903	1,899
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,807	2,807

5. Reconciliation of cash and cash equivalents	Current quarter \$A'000	Previous quarter \$A'000
at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts		
5.1 Bank balances	2,797	470
5.2 Call deposits	10	810
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,807	1,280

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	127
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(368)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(8)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(376)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,807
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,807
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	7.47
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer:	
Not applicable	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer:	
Not applicable	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer:

Not applicable

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 January 2026

Authorised by: The Board of Directors
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.