



ASX ANNOUNCEMENT

30 January 2026

## Quarterly Activities Report Quarter Ended 31 December 2025

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### HIGHLIGHTS

- The drilling team successfully completed Phase I of a comprehensive 8,500m\* campaign at the Grace Gold-Copper Project which comprised 18 drill-holes for circa 2,500m
- All samples were transported to Perth for assay analysis by SGS Australia, with insights and interpretations to be released once they materialise
- Proceeds from the rights issue amounted to \$752k, resulting in the issue of 41.8m new shares and unquoted 3-year options exercisable at \$0.028

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### GRACE GOLD-COPPER PROJECT

#### Overview

The flagship Grace Gold-Copper Project is located in Western Australia's highly prospective Paterson Province which hosts the world-class >30Moz Telfer gold deposit (25km north) and Greatland Gold's 5.5Moz Havieron Gold-Copper Project (40km north-east).

The core focus of Phase I of the campaign includes:

- 1) Targeting extensional mineralisation along strike and at depth;
- 2) Infill resource drilling; and
- 3) Potential extensions to the high-grade gold lode running parallel to the known JORC compliant Inferred Mineral Resource Estimate (MRE) – 1.59mt @ 1.35g/t Au for 69,000oz\*\*

Paterson is targeting delivery of a JORC compliant Indicated MRE during 1H2026 to feed into a Scoping Study and aims to continue drilling in 1Q2026. Initial assay results from this program are expected to be received in early February.

\* PSL ASX Announcement "Comprehensive RC Drilling Campaign Commences at Grace Gold Project" 26 November 2025

\*\* PSL ASX Announcement "Entitlement Issue Prospectus" 22 May 2020

## Review Period

During the review period, Phase I of the comprehensive 8,500m Reverse Circulation drilling campaign was successfully completed on time and within budget. The drilling contractor finished 18 drill-holes for circa 2,500m. Please refer to ASX announcement dated 16 December 2025 for further details.

To recap, the drilling campaign has largely been designed to test extensions to known mineralisation and bolster areas of the resource that require further information to extend the classification to a JORC 2012 Indicated MRE.

Of particular interest is the high-grade lode discovered from previous drilling that runs parallel to the existing Inferred MRE (**1.59mt @ 1.35g/t Au for 69,000oz\*\***) at the Grace Copper-Gold Project. The current campaign aims to test potential extensions to this high-grade lode (Figure 1).

The team dispatched samples via truck to SGS Australia (Perth) for fire assay test-work. Insights from the assay results from this first tranche of drilling will be released once received.

Overall, the Board believes the Grace Gold-Copper Project is in a highly mineral-rich province and has enormous potential for a simple, shallow, oxide processing circuit and it is hoped the Scoping Study can be progressed further in the New Year once the drilling campaign is completed.

Figure 1 shows a cross section through the recently discovered high-grade lode and indicates it is open at depth.

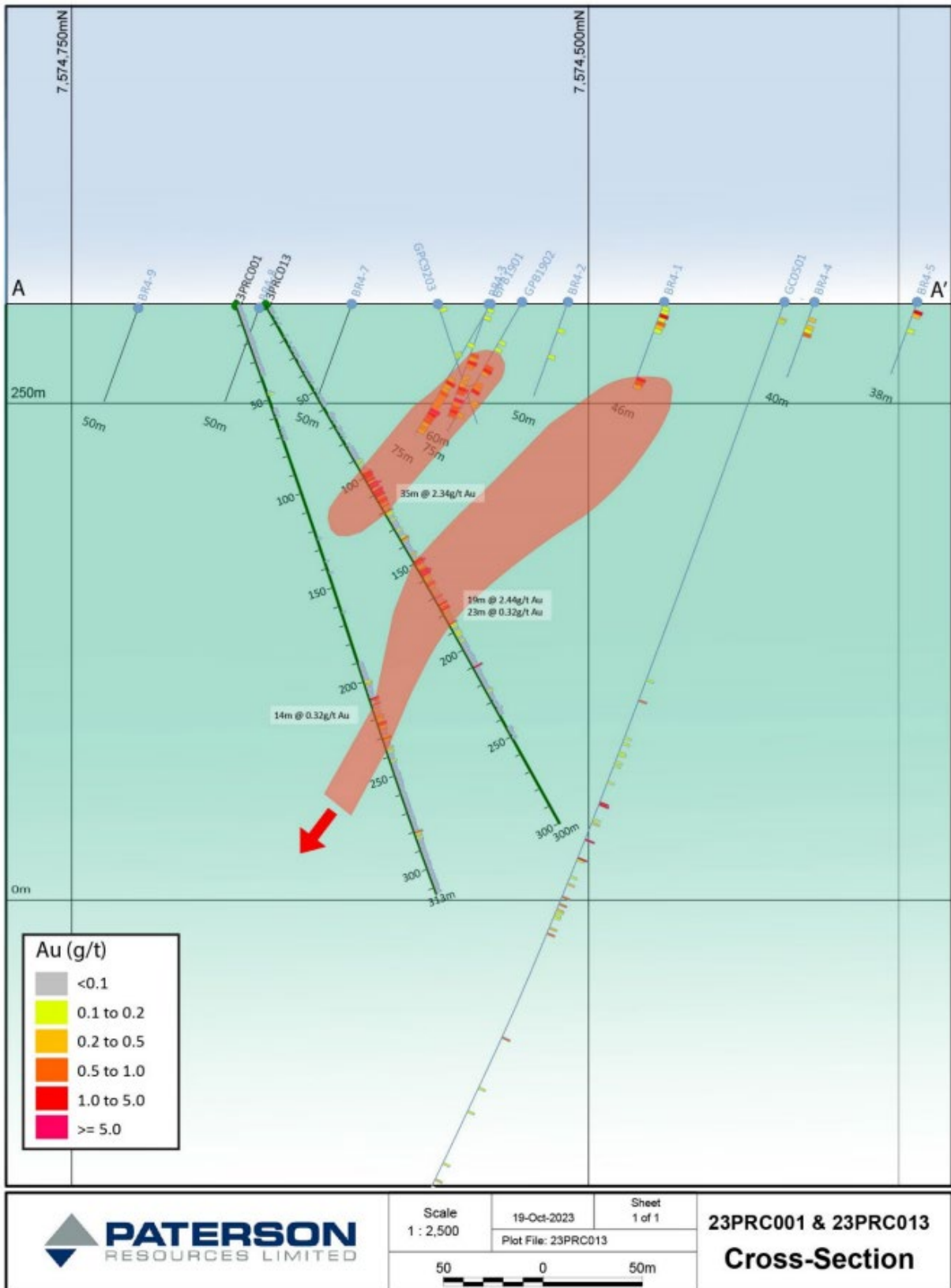


Figure 1: Cross Section through new Shallow, High-Grade Lode at Grace Project

## Previous Drilling Campaigns

Previous drilling campaigns in 2022-23 (Figure 2) resulted in the discovery of a thick high-grade gold shoot and produced significant intercepts, previously reported, including:

- 15m @ 4.03g/t Au from 77m including **6m @ 9.3g/t Au** from 79m (PRC0024)
- 31m @ 3.13g/t Au from 145m including **7m @ 11.0g/t Au** from 148m (PRC0024)
- 19m @ 1.23g/t Au from 104m including **2m @ 5.9g/t Au** from 106m (PRC0025)
- 41m @ 2.56g/t Au from 143m including **4m @ 9.2g/t Au** from 143m and **3m @ 8.7g/t Au** from 176m (PRC0025)
- 35m @ 2.34 g/t Au from 91m including **17m @ 4.57 g/t Au** from 98m which includes **1m @ 46.2 g/t Au** from 105m and **19m @ 2.44 g/t Au** from 145m including **2m @ 10.23 g/t Au** from 149m (23PRC013\*\*\*)

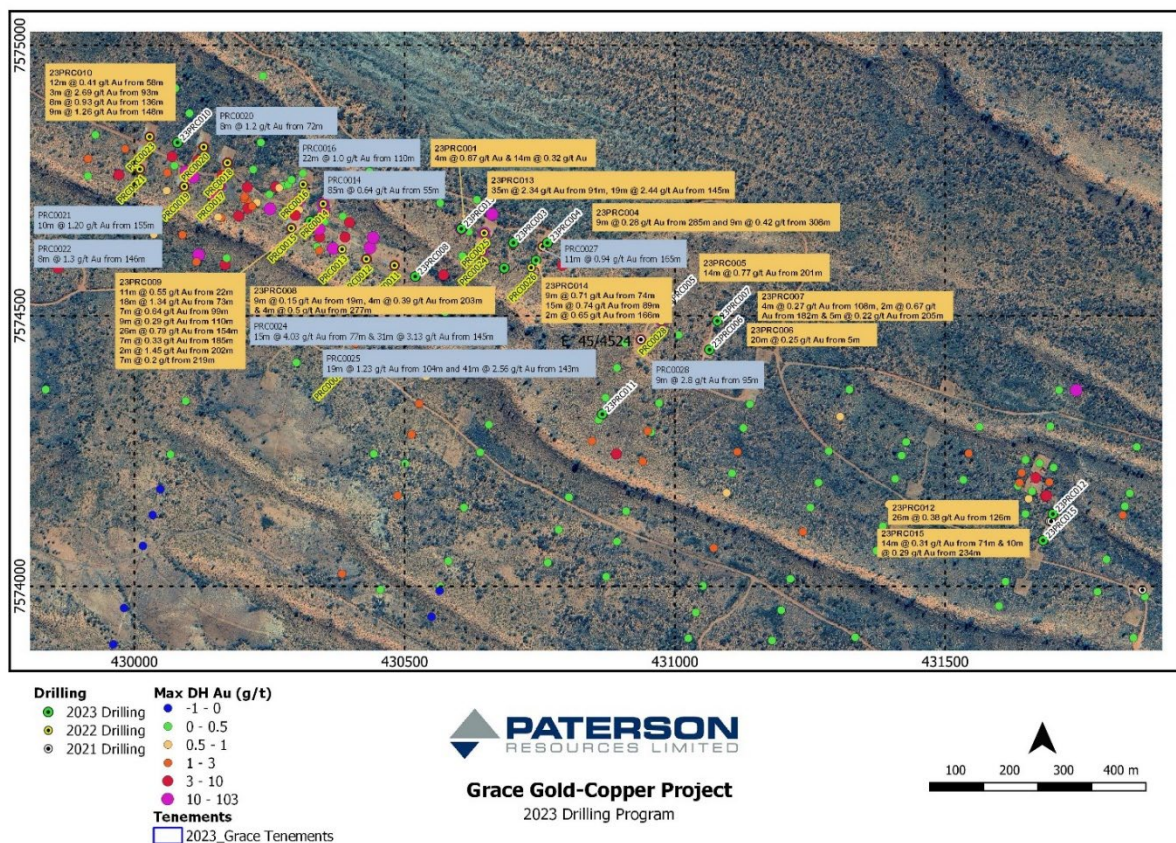


Figure 2: Plan of Grace Gold Project with Significant Intercepts from Previous Drilling

Please refer to PSL: ASX Announcements 25 August 2025 and 26 November 2025 for full details.

\*\*\* ASX Announcement "High Grade Gold intercepts Next to Telfer Continue" 23 October 2023

## **CORPORATE**

During the quarter, the Company held its Annual General Meeting on 28<sup>th</sup> November 2025. Results were released the same day.

Director, Matthew Bull received shareholder approval at the AGM for his participation in the Placement announced on 13<sup>th</sup> August 2025 for an amount of A\$400,000 (22,222,222 Placement Shares and free attaching Placement Options). The Director Placement Shares and Options were issued on 24 December 2025.

### **Entitlement Offer**

During the quarter, the Company completed its pro-rata non-renounceable entitlement issue of one (1) Share for every eight (8) Shares held by eligible shareholders registered at the record date at an issue price of 1.8 cents per Share, together with one (1) free attaching option for every one (1) share subscribed for and issued (exercisable at \$0.028; expiry 30 October 2028) (**Entitlement Options**) to raise up to approximately \$1,090,000 before costs (**Entitlement Offer**).

Further information in relation to the Entitlement Offer was included in the Prospectus lodged with ASIC and ASX on 26 September 2025.

The Company received applications from Shareholders subscribing for 41,781,761 New Shares in the Company totalling \$752,071.70. In addition, there were 41,781,761 New free attaching Options issued.

As such, there was a shortfall under the Entitlement Offer of approximately 18,765,082 New Shares and 18,765,082 New Options (**Shortfall Securities**).

The allotment of New Shares and New Options under the Entitlement Offer occurred on 30 October 2025.

The funds raised from the Entitlement Offer mean the Company is now fully funded to complete an 8,500m drilling program allowing an expansion and upgrade of the existing JORC resource at the Grace Project. In addition, it will allow the Company to progress the application for a mining licence and complete a scoping study over the project.

In addition, during the quarter, the Company issued a total of 10,000,000 Performance Rights to Director Matt Bull as approved by shareholders at the AGM.

The Performance Rights will vest upon the achievement of the milestones set out below:

- 3,333,333 (**Tranche 1**) Performance Rights will vest upon a 20 Day VWAP of the Company's shares on the ASX of \$0.05 or higher within 24 months from the date of issue;
- 3,333,333 (**Tranche 2**) Performance Rights will vest upon a 20 Day VWAP of the Company's shares on the ASX of \$0.075 or higher within 36 months from the date of issue; and
- 3,333,333 (**Tranche 3**) Performance Rights will vest upon a 20 Day VWAP of the Company's shares on the ASX of \$0.10 or higher within 48 months from the date of issue.

Please refer to PSL: ASX Announcement 25 August 2025 for full details.

Subsequent to the end of the quarter, Mr Ken Banks resigned as non-executive chairman and that role has now been assumed by Mr John Kay. Mr Kay is an experienced corporate lawyer and corporate adviser with over 18 years' experience in equity capital markets, M&A and resources in Australia and the UK. Mr Kay has previously held a number of non-executive and company secretarial roles for ASX

listed mining and energy companies. Mr Kay is currently a Non-Executive Director of ASX listed Tusker Minerals Ltd.

*This announcement was authorised for release to ASX by the Board of Paterson Resources*

For further information, please visit [www.patersonresources.com.au](http://www.patersonresources.com.au):

**ASX Listing Rule 5.3.1**

Exploration and Evaluation expenditure during the quarter was \$420k, the majority of which was spent on the Company's drilling program at Grace, tenement administration and renewal costs.

**ASX Listing Rule 5.3.2**

There were no substantive mining production and development activities during the quarter.

**ASX Listing Rule 5.3.5**

The following table sets out the information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates:

<b>Related Party</b>	<b>Amount</b>	<b>Description</b>
Directors	\$54k	Periodical fees paid to Directors and/or Director related entities
Director	\$-	Exploration consulting fees paid to a Director/Director related entities

The following table sets out the tenement information reported on a consolidated basis as required by **ASX Listing Rule 5.3.3**.

**Mining tenements held at the end of the Quarter and their location**

Project Name	Location		Tenement Licences	Interest held by Group
Grace	WA		E45/4524	100%

**1. The mining tenement interests acquired during the quarter and their location**

Not applicable.

**2. The mining tenement interests disposed during the quarter and their location**

Not applicable.

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

Not applicable.

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

Not applicable.

**COMPETENT PERSON'S STATEMENT:**

The information in this announcement that relates to exploration results is based on and fairly represents information reviewed or compiled by Mr Matt Bull, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Bull is a Director of Paterson Resources Limited. Mr Bull has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Bull has provided his prior written consent to the inclusion in this announcement of the matters based on information in the form and context in which it appears.

**Disclaimer**

Some of the statements appearing in this announcement may be in the nature of forward-looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Paterson operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward-looking statement. No forward-looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside Paterson Resources (PSL) control.

The Company does not undertake any obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of PSL, its Directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

This announcement is not an offer, invitation or recommendation to subscribe for, or purchase securities by PSL. Nor does this announcement constitute investment or financial product advice (nor tax, accounting or legal advice) and is not intended to be used for the basis of making an investment decision. Investors should obtain their own advice before making any investment decision

In relying on the above mentioned ASX announcements and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the above-mentioned announcements.

## Appendix 5B

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

Name of entity

Paterson Resources Limited

ABN

45 115 593 005

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	-	(1)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(260)	(420)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	11	22
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)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(250)</b>	<b>(400)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(420)	(528)
(e) investments	-	-
(f) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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 (provide details if material)	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(420)</b>	<b>(528)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	1,110	1,620
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	(29)	(29)
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 (a) Payment of interest from the issue of convertible debt securities	-	-
(b) Proceeds from the Less than Marketable Parcel Sale Facility	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>1,081</b>	<b>1,591</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,172	1,920
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(250)	(400)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(420)	(528)

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

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,081	1,591
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>2,583</b>	<b>2,583</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	1,083	672
5.2	Call deposits	1,500	1,500
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,583</b>	<b>2,172</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(54)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
6.1 - Fees paid to Directors and/or Director related entities.		

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<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)	-	-
<b>7.4 Total financing facilities</b>	<b>-</b>	<b>-</b>
<b>7.5 Unused financing facilities available at quarter end</b>		<b>-</b>
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.		
N/A		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(250)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(420)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(670)
8.4 Cash and cash equivalents at quarter end (item 4.6)	2,583
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	2,583
<b>8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>3.85</b>
<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: N/A	
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: N/A.	
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: N/A.	
<i>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.</i>	

**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 Paterson Resources Limited  
(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.