14 July 2026

FALCON METALS JUNE QUARTER ACTIVITIES REPORT

For the three-month period ended 30 June 2026

Blue Moon Gold Project (VIC)

- **Drilling continues 24/7 with three diamond rigs in a program designed to demonstrate scale potential along strike from the Falcon discovery holes, drilled directly north of the 22 Moz Bendigo Goldfield**
- **In addition to the three previously identified classic Bendigo-style, stacked high-grade zones at Blue Moon, the newly discovered Jasmine Zone has been intersected above the Lotus Zone, hitting 0.7m @ 3.5g/t Au from 599.1m in prioritised assays**
- **Mineralisation has now been extended to over 600m of strike with a trace of visible gold intersected in a northern step-out hole in the Lotus Zone**
- **During the quarter, the third diamond rig commenced drilling a stratigraphic hole targeting the northern extension of the 3.8 Moz New Chum line of reef, which successfully intersected the Paddy's Gully, Garden Gully, New Chum and Nell Gwynne anticlines, with wedge drilling into targets at New Chum underway**
- **Assay turnaround times in Victoria remain under pressure, with the next assay results expected in 1-2 weeks**

Pyramid Hill Gold Project (VIC)

- **A 20,178m aircore (AC) program was completed in May 2026, including both infill and reconnaissance drilling – assays pending**

Errabiddy Gold Project (WA)

- **Planning is well advanced for the first ever drilling program at the Olsen Well target, with a heritage survey currently in progress**
- **Olsen Well is a 5.8km long gold anomaly defined by soil and rock chip sampling located 35km to the southeast of Benz Mining's (ASX: BNZ) Glenburgh Gold Deposit**
- **The RC program is expected to commence in the second half of 2026, with a Western Australian Government Exploration Incentive Scheme (EIS) co-funding grant up to $180,000 approved**

Corporate

- **Well-funded with cash balance at the end of the quarter of A$15.4 million**

CORPORATE

Finance

During the quarter, Falcon Metals Ltd (**ASX: FAL**) (**Falcon**, the **Company**) spent $4.1 million on operating activities, including:

- $3.7 million on exploration and evaluation costs
- $0.2 million on corporate costs and overheads
- $0.2 million on staff costs

Falcon received $0.2 million in interest on cash deposits. Net cash outflow from operating activities was $3.9 million. Corporate costs, overheads and staff costs were in line with the previous quarter.

At the end of the June 2026 quarter, Falcon retained $15.4 million in cash.

Capital Structure

At the end of the quarter, Falcon had 213.7 million shares on issue and 13.7 million outstanding share options of which 4.7 million have vested. Subsequent to the end of the quarter, 2.8 million share options were issued with a further 4.7 million share issues granted, subject to shareholder approval.

EXPLORATION

Blue Moon Gold Project (100% FAL)

The Blue Moon Gold Project is on the 100%-owned licence EL007839 and is the exploration ground surrounding the Bendigo mining permit (that remains in moratorium) which had historical production of 22 Moz of gold. The project is located 25km west from the Fosterville Gold Mine with the Swan Zone (2.3 Moz @ 49.6 g/t Au), owned by Agnico Eagle (NYSE: AEM).

Background

The Blue Moon Gold Project is the down-plunge extension of the Garden Gully anticline, a conceptual target that was developed from a 3D reconstruction of the historical Bendigo workings, historical reports and field mapping. The Garden Gully anticline was the most productive in the Bendigo Goldfield, estimated to have produced 5.2 Moz @ 15g/t Au[1,2] from areas where the more prospective parts of the sequence either outcropped or were close to the surface (see Figures 1 and 2).

Although the Garden Gully line produced a significant amount of gold at high-grade, the reefs were not always continuous in thickness or grade. Therefore, the focus was on confirming the presence of the more prospective sequence and possible laminated quartz veins, historically referred to as leg reefs.

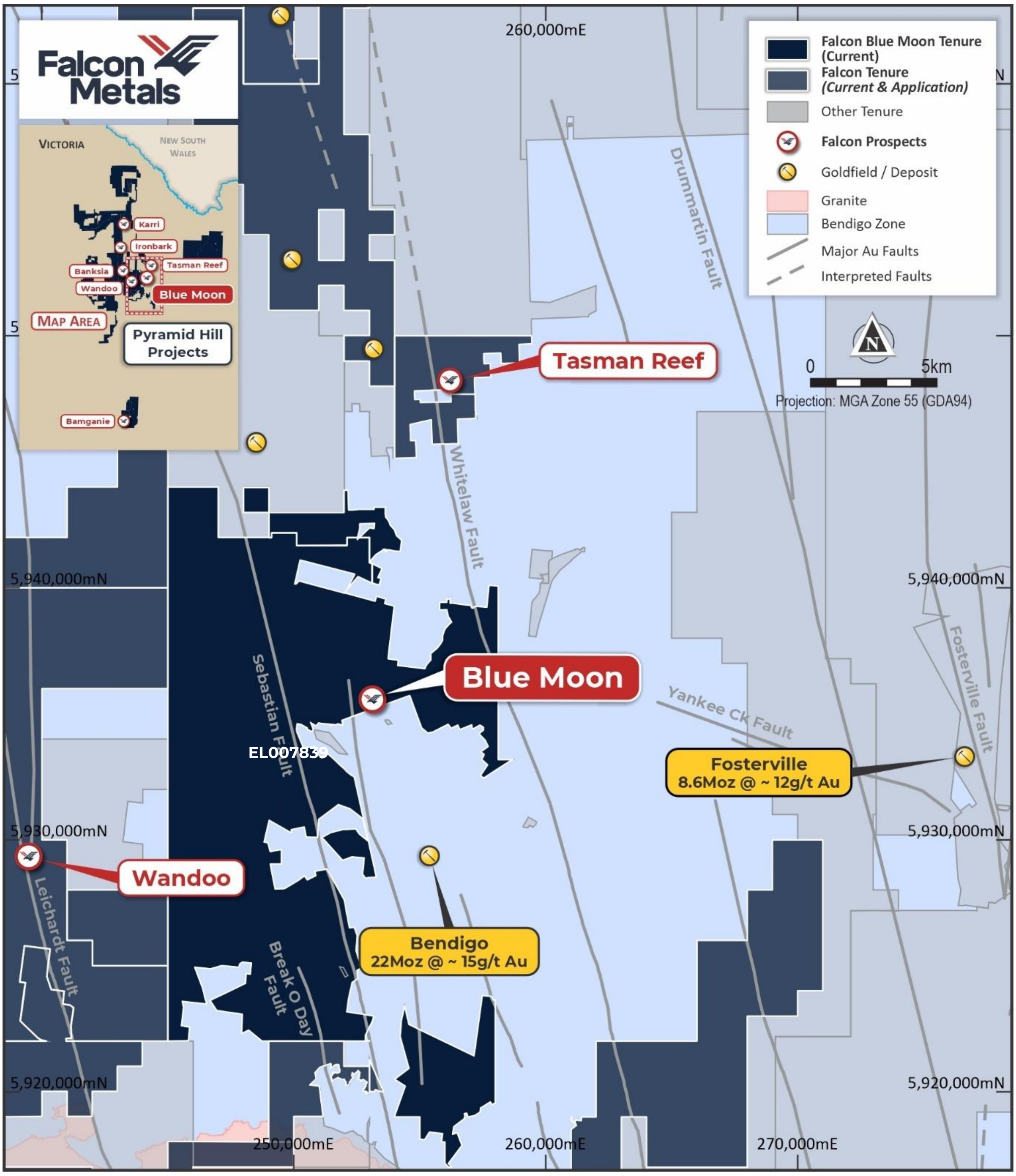

Figure 1 Location of the Blue Moon Gold Project

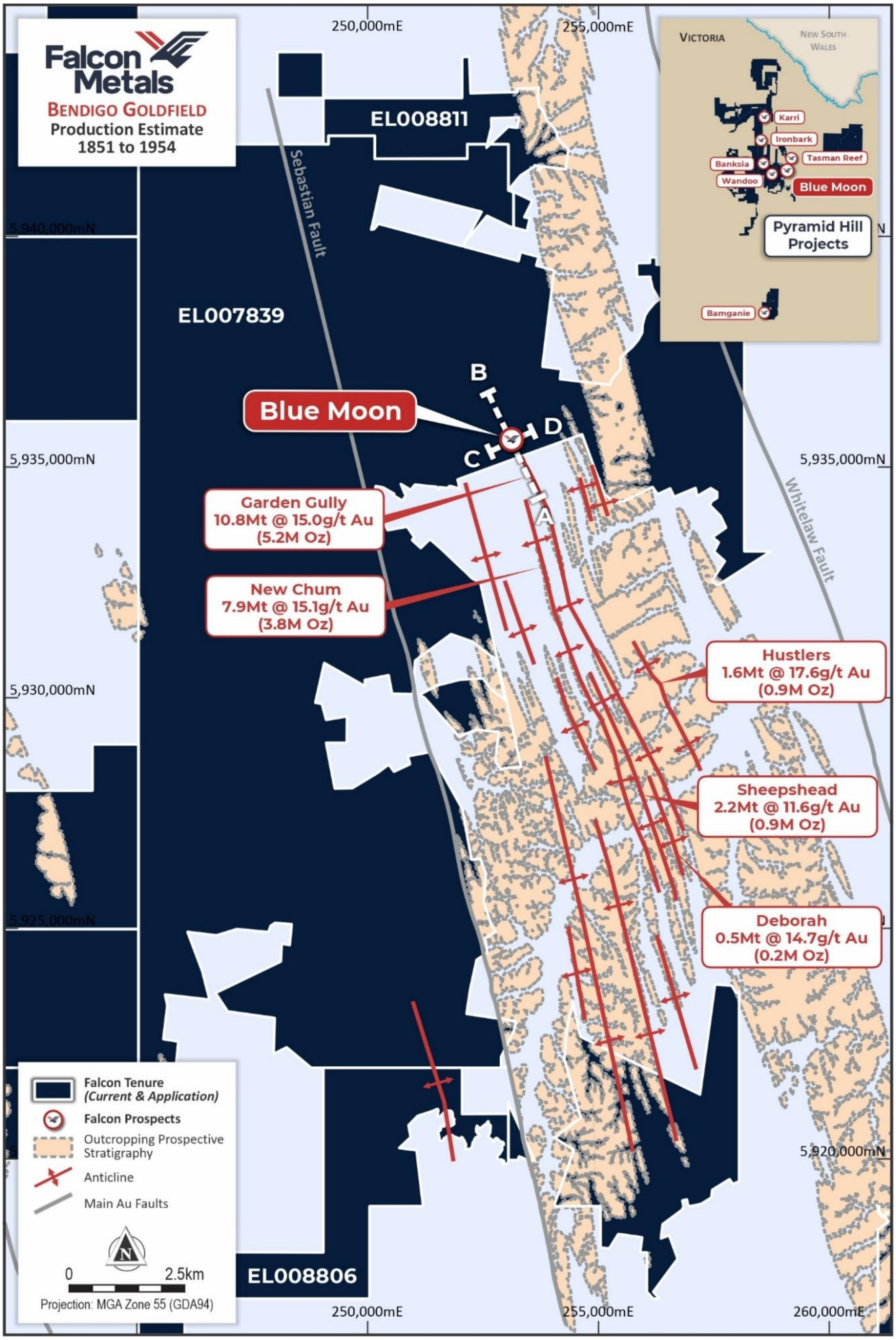

Figure 2 Bendigo Goldfield historical production[1,2]

A significant amount of the mineralised reefs in the historical mines along the northern portion of the Garden Gully anticline came from smaller folds in the eastern limb, as well as associated faults, rather than exclusively from the main fold hinge saddle reef position. A schematic section of the mineralised reefs from the New Moon shaft, located approximately 520m south of Falcon's EL007839 tenement boundary and one of the most productive reefs in the Garden Gully line, is shown in Figure 3. This highlights the various types of mineralised reefs that were mined, which include saddle, neck, leg and trough reefs, as well as spur veins associated with faulting. It also shows that narrow-laminated veins can be traced back to more prospective structures, where they intersect faults or folds.

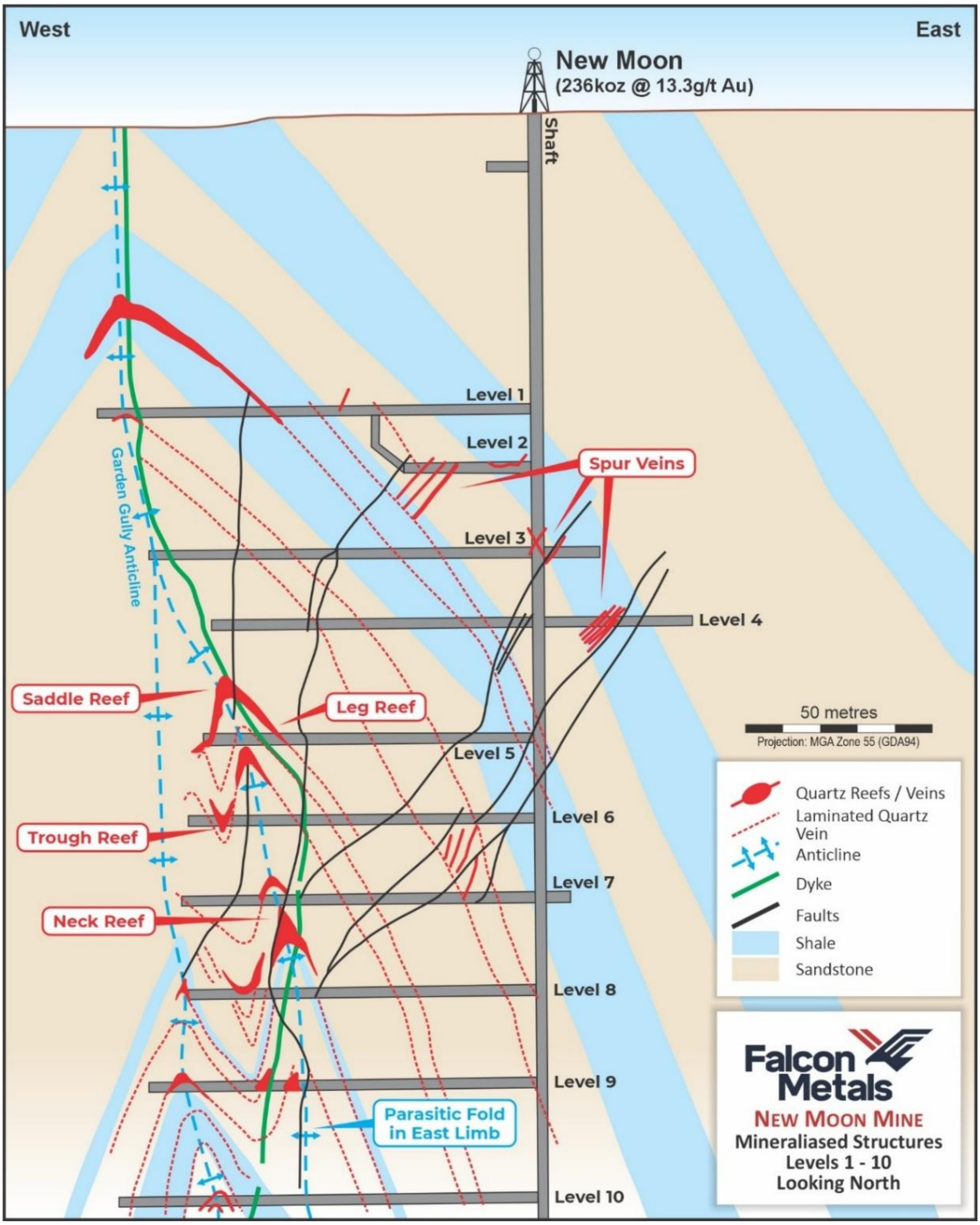

Figure 3 Schematic cross section showing interpreted quartz reef geometries (red) at New Moon shaft (approx. 520m south of Falcon's Blue Moon tenement boundary) modified from New Moon Company Mine transverse section[3]

Highlights from previously reported drilling at Blue Moon include[4]:

Morning Glory Zone:

BMDD001	2.8m @ 17.7g/t Au from 40.6m; including	
	• 0.9m @ 52.4g/t Au from 40.6m	

Lotus Zone:

BMDD001	2.4m @ 8.4g/t Au from 600m; including
	• 0.3m @ 48.7g/t Au from 600m; and
	• 0.3m @ 18.2g/t Au from 602.1m
BMDD001W1	1.2m @ 543g/t Au from 544.2m; including
	• 0.6m @ 557g/t Au from 544.2m; and
	• 0.6m @ 529g/t Au from 544.8m
BMDD001W2	1.0m @ 4.6g/t Au from 446.0m
BMDD001W3	0.8m @ 4.1g/t Au from 557.0m
BMDD001W4	1.0m @ 3.9g/t Au from 540.0m
BMDD003	2.75m@ 41.9g/t Au from 605.3m; incl.
	• 0.5m @ 222g/t Au from 607.55m
BMDD004W01	0.8m @ 86.2g/t Au from 635m, including:
	• 0.4m @ 167g/t Au from 635m
	1.0m @ 6.4g/t Au from 638m

Dahlia Zone:

BMDD001W3	0.3m @ 185g/t Au from 773.0m
BMDD001W6	6.5m @ 33.0g/t Au from 832.0m; including
	• 0.4m @ 325g/t Au from 832.6m; and
	• 0.5m @ 158g/t Au from 834.5m
	3.4m @ 16.9g/t Au from 855.6m; incl.
	• 1m @ 47.2g/t Au from 857m
BMDD001W7	1.2m @ 8.0g/t Au from 820.8m

<u>New Results during the Quarter</u>

All assay results were received for diamond holes BMDD003 and BMDD004, with all associated wedge holes on these sections. Assay results have also been received from parent hole BMDD005 and several prioritised zones of mineralisation in holes BMDD007, BMDD008 and BMDD010[4] (see Figure 4).

Drilling tested the northern strike extension of the Garden Gully line of reef at Blue Moon, with mineralised structures now confirmed over 600m of strike. This includes the Morning Glory Zone, now confirmed over 300m, and a new zone in the next shale unit above the Lotus Zone, named the Jasmine Zone. An intercept of visible gold in the Lotus Zone during the quarter increased the strike extent from 280m to 600m – assays are pending for this intercept.

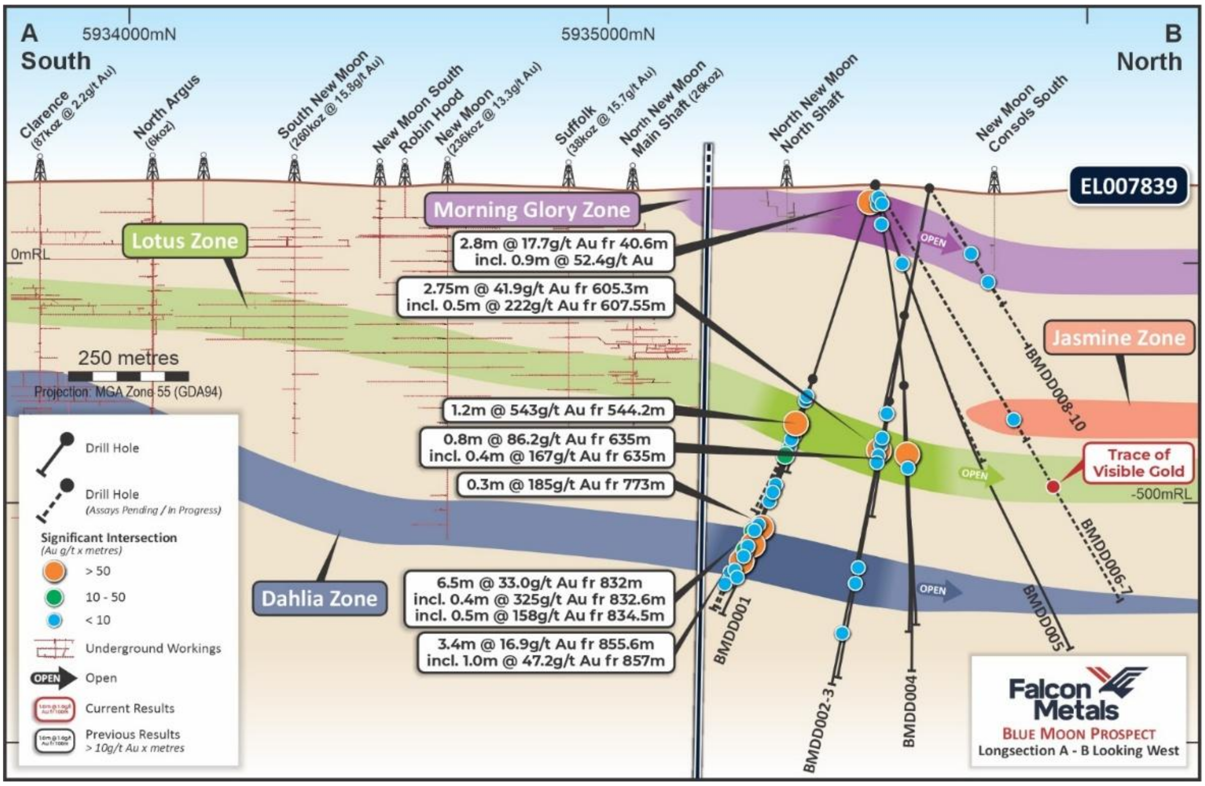

Figure 4 Long section of the Blue Moon drilling

Morning Glory Zone

BMDD004 and BMDD005 intersected the Morning Glory Zone close to surface, with mineralised structures comprising oxidised extensional veins similar to those previously intersected in BMDD001 (see ASX Announcement dated 3 July 2025 *'First hole at Blue Moon Confirms Bendigo Style Mineralisation'*).

BMDD008 and BMDD010 intersected mineralised quartz carbonate extension veins with traces of visible gold and pyrite (see Figures 5 and 6), which were prioritised for assaying. These are the first intercepts of the Morning Glory Zone in fresh rock. They are presently interpreted to extend the Morning Glory Zone over 300m of strike, which is open to the north.

BMDD004	0.4m @ 1.5g/t Au from 38.7m; and
	0.9m @ 6.5g/t Au from 42.5m
BMDD005	0.6m @ 9.7g/t Au from 52m
BMDD008	0.4m @ 3.8 g/t Au from 246.2m
BMDD010	0.7m @ 8.9g/t Au from 184.3m

Jasmine Zone

A new zone above the Lotus Zone has been intersected extending the mineralisation at Blue Moon to over 600m of strike. BMDD007 intersected a leg reef with quartz veining and stylolites in the western limb, close to the fold hinge within a shale unit above the Lotus Zone. Previous drilling to the south, including hole BMDD005, had only returned low-level gold anomalism. The intercept in BMDD007 is the first occurrence of visible gold (see Figure 7), and assays for this hole were prioritised.

BMDD007	0.7m @ 3.5g/t Au from 599.1m

The result indicates that the newly identified Jasmine Zone is strengthening to the north and represents a high-priority target for follow-up drilling in the more productive eastern limb, including subsequent wedge holes and step-out drilling further north.

Figure 5 Trace of visible gold in BMDD008 at 246.3m in the Morning Glory Zone

Figure 6 Trace of visible gold with pyrite in BMDD010 at 184.5m at the Morning Glory Zone

Figure 7 Trace of visible gold in BMDD007 at 599.3m in the Jasmine Zone

Lotus Zone

Drilling previously confirmed the high-grade Lotus Zone structure continued north for at least 280m along the eastern limb of the Garden Gully line of reef, with all sections returning at least one intercept >100g/t Au with visible gold, including previously reported prioritised intercepts from BMDD003 and BMDD004W1.

Significant results from complete assays from BMDD003 and BMDD004, including wedge holes, are as follows (including previously released results[4]):

BMDD003	0.8m @ 2.7g/t Au from 587.3m
BMDD003	2.75m @ 41.9g/t Au from 605.3m*; including
	• 0.5m @222g/t Au from 607.55m
	**Previously reported*
BMDD003W2	0.7m @ 2.2g/t Au from 596.1m; and
	1.0m @ 1.4g/t Au from 613m
BMDD003W3	1.0m @ 5.4g/t Au from 606m
BMDD004W1	0.8m @ 86.2g/t Au from 635.0m*; including
	• 0.4m @ 167g/t Au from 635.0m; and
	1.0m @ 6.4g/t Au from 638m
	**Previously reported*

Three wedge holes were drilled from BMDD003, with BMDD003W02 and BMDD003W03 both hitting the Lotus Zone. BMDD003W02 intersected a bedding parallel east dipping quartz vein, with stylolites including a trace of sulphides and visible gold in a similar setting to the high-grade intercept in BMDD003, about 10m to the east. BMDD003W03 also intersected a narrower extensional quartz-carbonate vein 6m further east. BMDD003W01 deviated too close to the parent hole and did not reach target depth.

BMDD004W01 was the only hole drilled on the section that targeted the Lotus Zone in the eastern limb, with focus shifting to step-out drilling.

BMDD005, a step-out from hole BMDD004, passed through the hinge into the western limb above the Lotus Zone, leaving it untested. Subsequent wedge hole BMDD005W1 failed to reach target depth. It was decided to defer future drilling on this section and complete an additional 200m step-out hole, with BMDD006 confirming the hinge position above the Lotus Zone.

Subsequent hole BMDD007 was drilled to 719m down-hole depth on the same section when the hole failed. Wedge hole BMDD007W01 was initiated at this point and intersected the Lotus Zone, including a trace of visible gold at 793.6m depth (see Figure 8), with the potential to more than double the strike extent of the Lotus Zone to 600m.

The visible gold is in a narrow quartz vein at the contact with shale, near a section of mafic dyke close to the hinge. The hole is still in progress, with detailed geological logging underway and assays pending. An additional wedge hole to the east of this intercept will commence at the completion of BMDD007W01.

Visual observations of gold mineralisation should not be considered a proxy or substitute for laboratory analyses. The presence of visible gold does not necessarily indicate economic grades of mineralisation. Laboratory assays are required to determine the grade and width of mineralisation referred to above. The Company will update the market when assay results become available.

Dahlia Zone

Low-level gold anomalism in both completed step-out sections and parent hole BMDD005 confirms the Dahlia Zone continues to the north, although grades and apparent scale have moderated in recent step-out drilling. Significant intercepts returned are as follows:

BMDD003	1.0m @ 3.0g/t Au from 809.0m
BMDD003W4	0.8m @ 1.0g/t Au from 839.9m
BMDD003W4	0.8m @ 4.8g/t Au from 911.9m

Given the depth of the Dahlia Zone, it is more challenging to test it effectively with oblique drilling. As such, near-term focus will prioritise shallower target positions as step-out drilling continues to the north. Drilling of the Dahlia Zone will be maintained at a lower intensity, with one hole per section planned, unless further results indicate an increase in prospectivity.

Cross sections of the BMDD003, BMDD004, BMDD005, BMDD007 and BMDD008-010 were previously disclosed (see ASX Announcement dated 19 May 2026 *'Gold intersected at Blue Moon Over 600 metres of Strike Length'*).

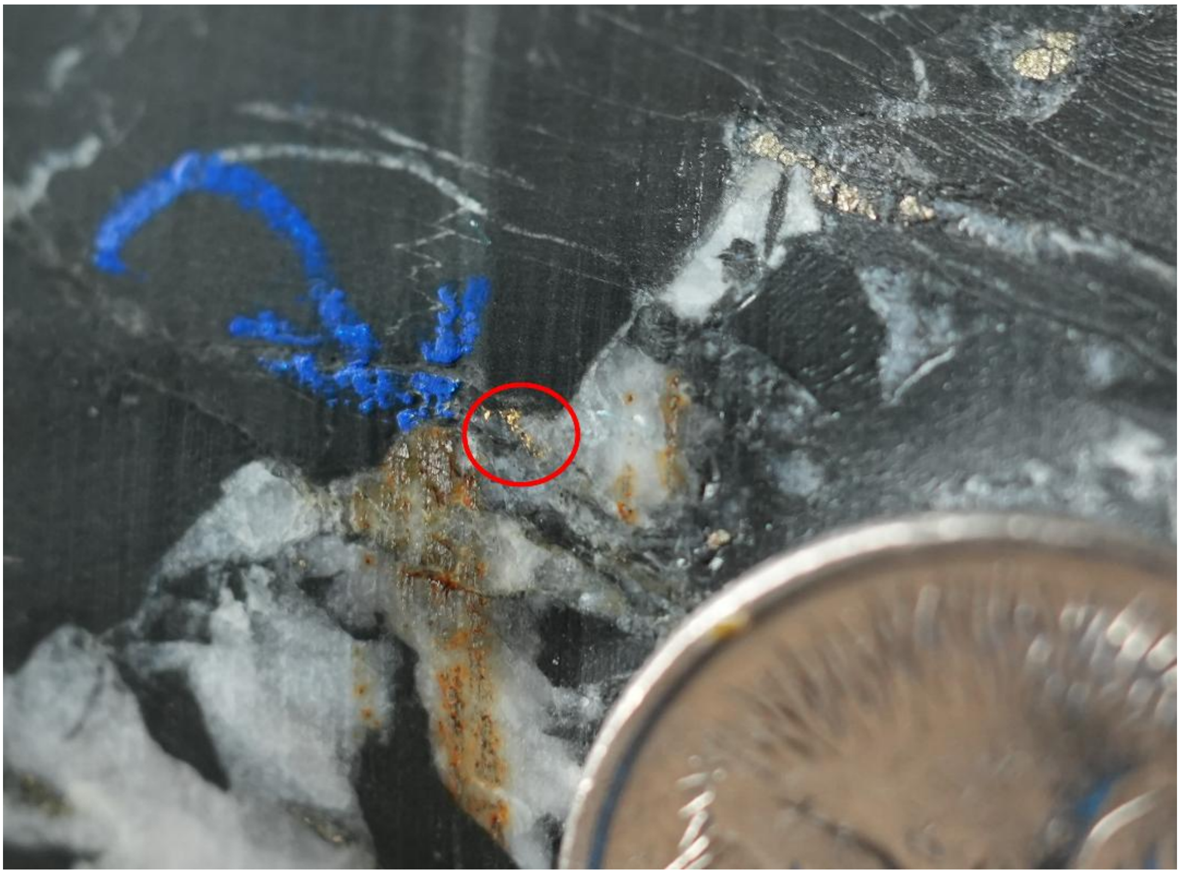

Figure 8 Trace of visible gold (red circle) in BMDD007W1 at 793.6m depth in the Lotus Zone

NEXT STEPS

Drilling is ongoing with two diamond rigs currently continuing the northerly step-out drilling targeting the zones of interest in the eastern limb (see Figure 9) on the Garden Gully line.

The third rig has completed drilling the east-west stratigraphic parent hole (BMDD009) at a downhole depth of 1,587.3m. This successfully intersected the Paddy's Gully, Garden Gully, New Chum and Nell Gwynne anticlines, with wedge holes now underway, targeting zones of interest on the New Chum line. The New Chum line was a prolific reef in the Bendigo Goldfield, with historical production of 3.8 Moz.

Assay turnaround times remain under pressure in Victoria, with a significant increase in gold exploration activity in 2026. Assays for the next market update are expected in the next 1-2 weeks.

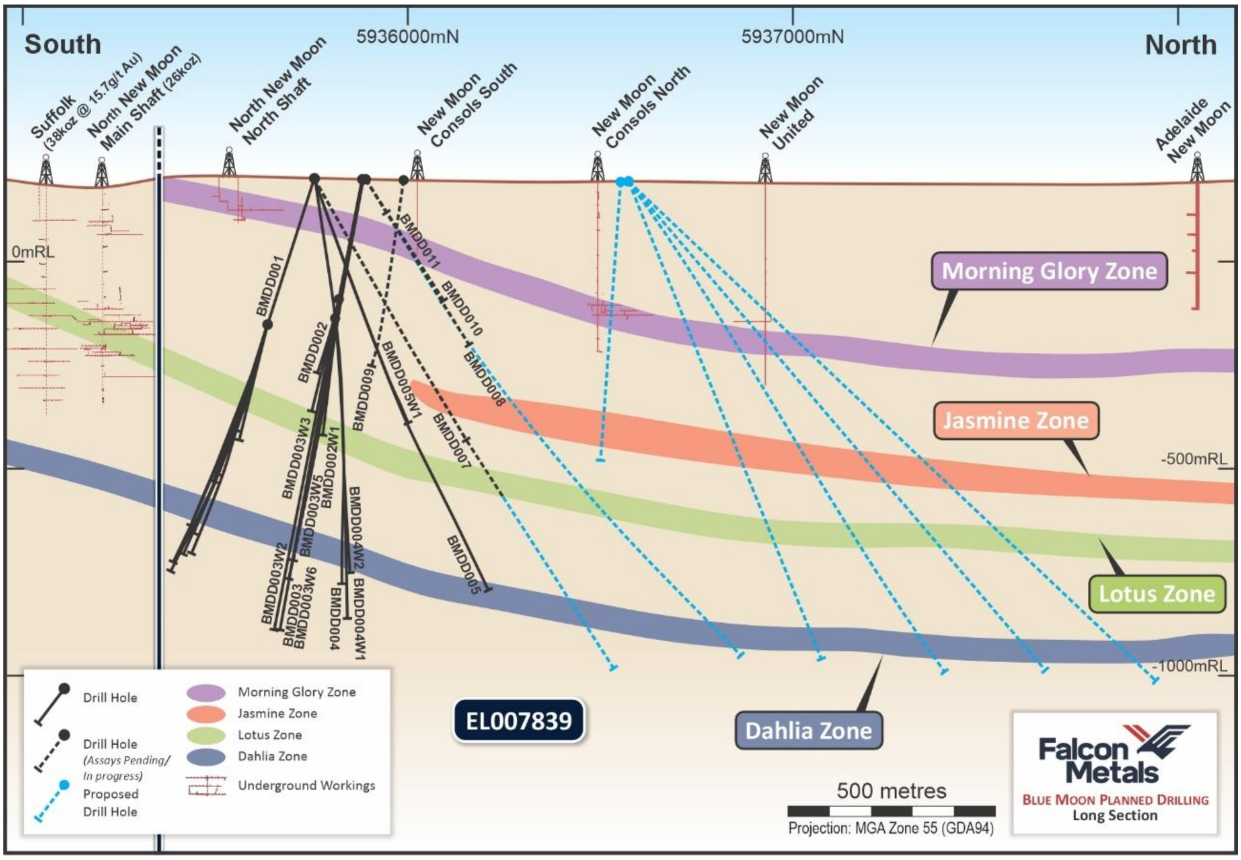

Figure 9 Current progress and planned step out drilling to the north showing interpreted target zones

Pyramid Hill Gold Project (100% FAL & Macorna JV)

Falcon has over 4,000km² of granted permits in Victoria (see Figure 10), specifically targeting underexplored areas of the Bendigo Zone, which hosts to the high-grade historic 22 Moz[5] Bendigo Goldfield and the 9 Moz[6] Fosterville Gold Mine owned by Agnico Eagle (NYSE:AEM).

Regional Exploration Program

In mid-January 2026, an aircore drilling program commenced at priority targets under Murray Basin cover, including infill and reconnaissance drilling at the Loddon Vale Target and the first systematic reconnaissance drilling north of Raywood on EL007840. The 20,178m program was completed during the quarter with assays pending.

Victorian Mineral Sands Project (100% FAL)

Falcon has a strategic ground position north-west of Bendigo in the prospective Murray Basin mineral sands province, host to several large projects at the advanced development stage. In early 2024, Falcon discovered the high-grade Farrelly mineral sands deposit, which shows favourable mineralogical and processing characteristics.

Falcon continues to assess its options to achieve an amicable solution with the landowners at Farrelly in order to undertake the next phase of low impact exploration.

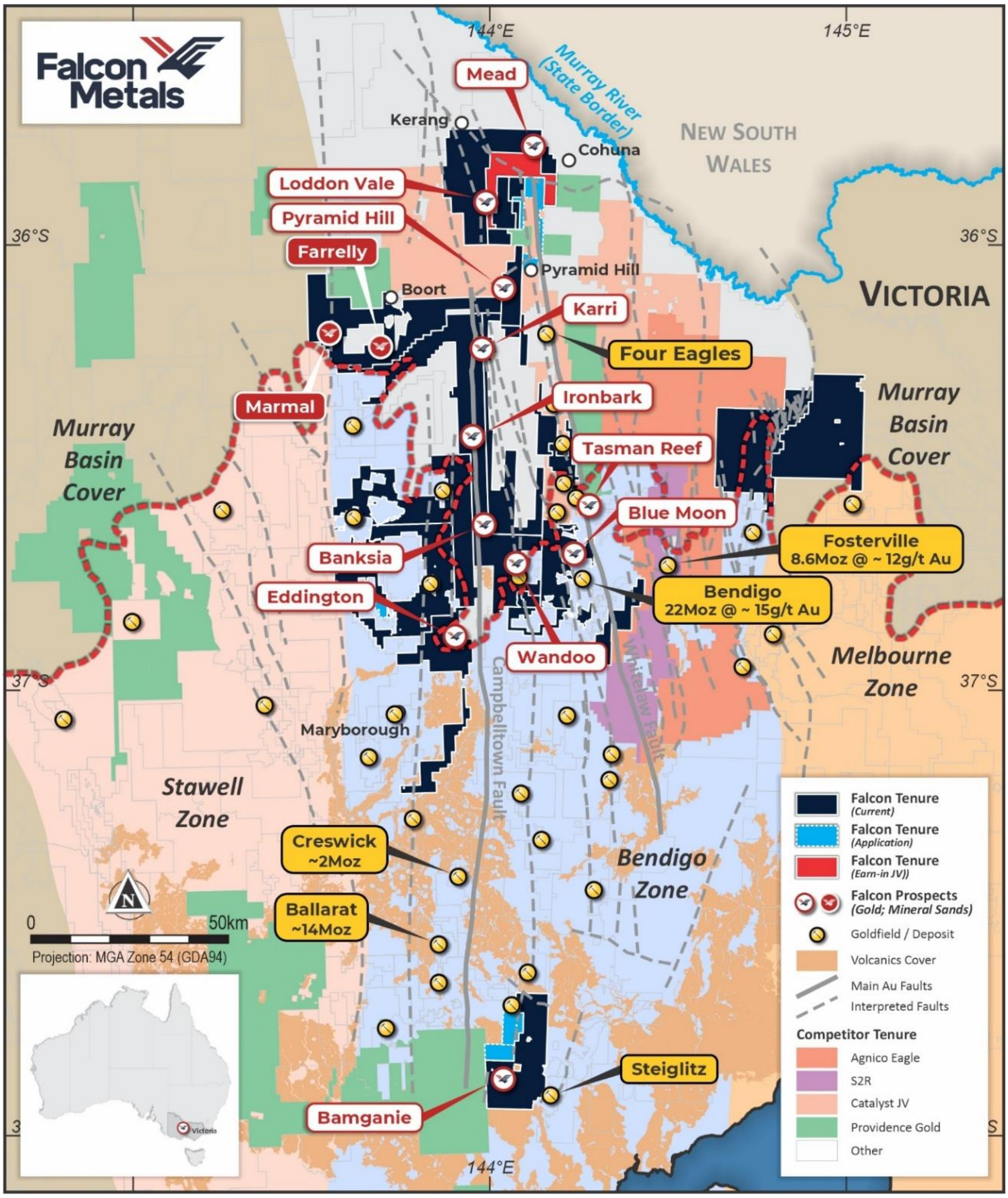

Figure 10 Falcon's Victorian tenements

Errabiddy Gold Project (Earning up to 70% plus 100%-owned application)

The Errabiddy Gold Project is a craton margin gold target, located 220km northwest of Meekatharra in Western Australia, and 35km southeast of the Glenburgh Gold Deposit owned by Benz Mining (ASX:BNZ). Falcon is earning up to 70% of permit E09/2457 by spending $2 million in 60 months in two stages. Falcon also has E09/2984, a 100%-owned application adjacent to E09/2457.

The joint venture tenement and the adjoining 100% Falcon-owned application E09/2984 make up the Errabiddy Gold Project (see Figure 11), which is located along the northern margin of the Yilgarn Craton (see Figure 12).

The Olsen Well target is considered analogous to Benz Mining's Glenburgh deposit (Exploration Target of 10.1-12.0Moz Au[7]) located 35km to the northwest of Olsen Well, and was also discovered from regional stream sampling followed by soil sampling in gneissic terrain along the northwest margin of the Yilgarn Craton. Benz Mining has announced plans to drill more than 250,000m at Glenburgh in 2026[8].

Falcon completed additional surface sampling at Olsen Well to refine the drill planning with results pending.

Heritage

During the quarter, Heritage Agreements for permit E09/2457, which was previously granted without objection, and permit E09/2984 were executed with the Wajarri Yamaji Aboriginal Corporation. Following the execution of the agreement, a heritage survey will commence imminently.

WA Exploration Incentive Scheme Co-Funding

Falcon advises that it has been selected as a successful recipient under the Western Australian Government's Exploration Incentive Scheme (EIS) Co-funded Exploration Drilling Program.

Subject to satisfaction of the program conditions, including completion of the proposed drill program, the Company may receive reimbursement of up to A$180,000 towards eligible direct drilling costs associated with the planned drilling program at the Olsen Well target.

The Company will fund the balance of the drilling costs and remains responsible for execution of the program. The grant does not alter the Company's planned exploration strategy but reduces the net cost of the approved drilling program.

Next Steps

Subject to completion of a heritage survey, the first ever drilling program at Olsen Well is now targeted for the third quarter in 2026.

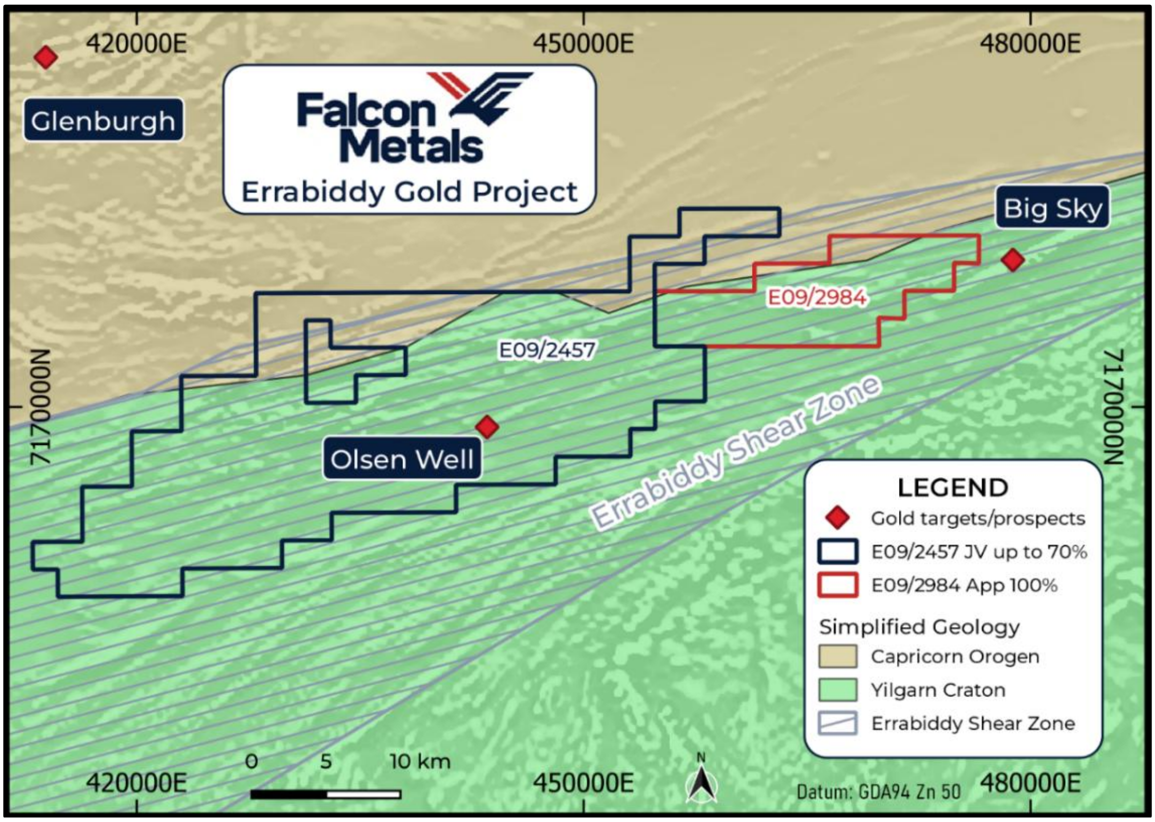

Figure 11 Errabiddy Gold Project tenements

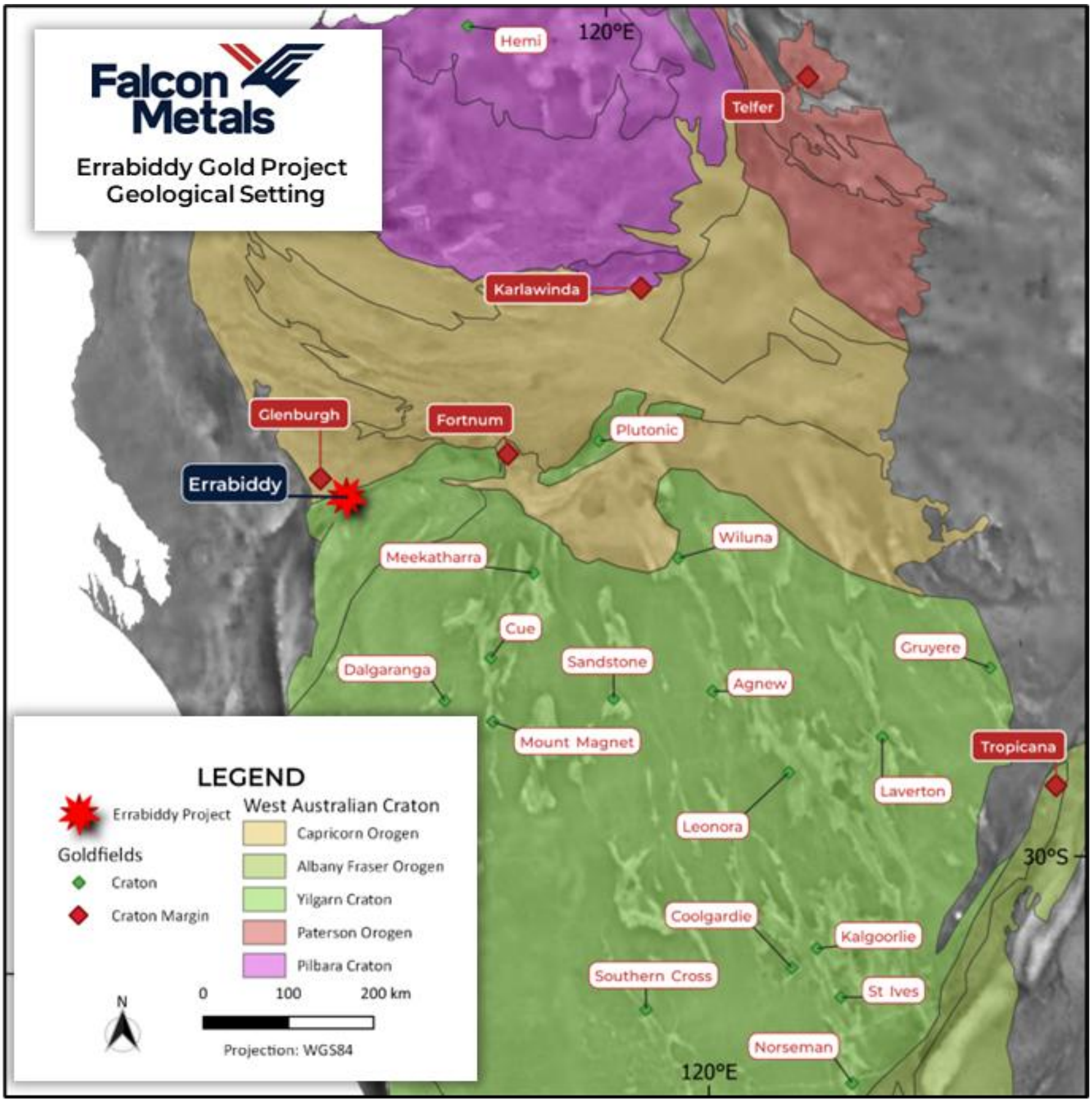

Figure 12 Geological setting of the Errabiddy Gold Project

Other Projects

Hawkstone (E04/2883 & application E04/2284 – 100%)

The Hawkstone Ni-Cu-Co Project is located in the emerging West Kimberley magmatic nickel province, along strike from IGO/Buxton's JV Merlin and Dogleg Ni-Cu discoveries.

Falcon is reviewing its plans with respect to these tenements.

ASX ADDITIONAL INFORMATION

As per ASX Listing Rule 5.3.1: Exploration and Evaluation Expenditure during the Quarter was A$3.7 million. Full details of exploration activity during the Quarter are set out in this report.

As per ASX Listing Rule 5.3.2: There were no substantive mining production and development activities during the Quarter.

As per ASX Listing Rule 5.3.5: There were payments of A$0.13m consisting of director fees to related parties of the Company and their associates during the Quarter.

This announcement has been approved for release by the Board of Falcon Metals.

For more information, please contact:

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References used in this document

[1]November 2022 Catalyst Metals Ltd, AGM Presentation slide 13

[2]November 2003 Fraser et al, The Role of Historical Research in the Development of the 'New Bendigo' Gold Project, Central Victoria

[3]New Moon Company Mine, Garden Gully Line of Reef, Bendigo, transverse section to 25 level at 2418 feet, showing geology. GSV Reference ID: 340381

[4]Previous ASX announcements reporting results from Blue Moon

- Drilling at Blue Moon Confirms Bendigo-style Mineralisation dated 3 July 2025
- First wedge hole at Blue Moon hits 1.2m at 543g/t gold dated 11 July 2025
- Third wedge hole at Blue Moon hits 0.3m @ 185 g/t gold dated 16 September 2025
- Sixth Wedge Hole at Blue Moon Hits 6.5 metres @ 33g/t Gold dated 7 October 2025
- Wide Zone of Mineralised Quartz Intersected at Blue Moon dated 2 December 2025
- Blue Moon Extended Along Strike Hitting 2.75m @ 41.9g/t Au dated 18 December 2025
- Blue Moon extended 80m along strike hitting 0.4m @ 167g/t Au dated 16 February 2026
- Gold Intersected at Blue Moon Over 600m of Strike Length dated 19 May 2026

[5]2003, Bierlein *et al.*, A comparison of orogenic gold mineralisation in central Victoria (AUS), western South Island (NZ) and Nova Scotia (CAN): implications for variations in the endowment of Palaeozoic metamorphic terrains

[6]Agnico Eagle website – Resource and Reserve Statement and Fosterville Gold Mine, Victoria, Australia Updated NI 43-101 Technical Report – Apr 1, 2019

[7]ASX announcement: BNZ 24 June 2026 "Benz Defines Maiden Exploration Target at Glenburgh"

[8]ASX announcement: BNZ 17 March 2026 "Benz Mining Investor Presentation Euroz Hartleys Conference"

Falcon confirms that it is not aware of any new information or data that materially affects the information included in the previous announcements

Tenement Register

Project	Tenement Reference	Location	Interest at 31/03/2026	Acquired / Disposed	Interest at 30/06/2026	Registered Holder / Applicant^
Blue Moon	EL007839	VIC	100%		100%	Falcon Metals
Pyramid Hill	EL006738	VIC	100%		100%	Falcon Metals
	EL006943	VIC	100%		100%	Falcon Metals
	EL006661	VIC	100%		100%	Falcon Metals
	EL006669	VIC	100%		100%	Falcon Metals
	EL006737	VIC	100%		100%	Falcon Metals
	EL006864	VIC	100%		100%	Falcon Metals
	EL006898	VIC	100%		100%	Falcon Metals
	EL006901	VIC	100%		100%	Falcon Metals
	EL006960	VIC	100%		100%	Falcon Metals
	EL007200	VIC	100%		100%	Falcon Metals
	EL007320	VIC	100%		100%	Falcon Metals
	EL007838	VIC	100%		100%	Falcon Metals
	EL007840	VIC	100%		100%	Falcon Metals
	EL007845	VIC	100%		100%	Falcon Metals
	EL008084	VIC	100%		100%	Falcon Metals
	EL008302	VIC	100%		100%	Falcon Metals
	EL008303	VIC	100%		100%	Falcon Metals
	EL008360	VIC	100%		100%	Falcon Metals
	EL008447	VIC	100%		100%	Falcon Metals
	EL008486	VIC	-*		-*	Falcon Metals
	EL008505	VIC	100%		100%	Falcon Metals
	EL008506	VIC	100%		100%	Falcon Metals
	EL008581	VIC	100%		100%	Falcon Metals
	EL008678	VIC	100%		100%	Falcon Metals
	EL008726	VIC	100%		100%	Falcon Metals
	EL008806	VIC	-*	100%	100%	Falcon Metals
	EL008810	VIC	-*		-*	Falcon Metals
	EL008811	VIC	-*	100%	100%	Falcon Metals
	EL008897	VIC	-*		-*	Falcon Metals
	EL008928	VIC	-*		-*	Falcon Metals
	EL006549&	VIC	100%		100%	Falcon Metals
Errabiddy	E09/2457µ	WA	-		-	West Coast Silver
	E09/2984	WA	-*		-*	Falcon Metals
	E09/3064	WA	-*		-*	Falcon Metals
Hawkstone	E04/2883	WA	100%		100%	Falcon Metals
	E04/2884	WA	-*		-*	Falcon Metals
Longford	EL8/2024	TAS	100%		100%	Falcon Metals

**Applications*

& Falcon has completed the earn-in to acquire the mineral rights in the specified area of EL006549

µ E09/2457 is subject to an earn in agreement with West Coast Silver (WCE), previously Errawarra Resources (ERW), whereby Falcon can earn up to a 70% interest in two stages by spending a total of $2 million

Appendix 5B

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

Name of entity
FALCON METALS LTD

ABN	Quarter ended ("current quarter")
87 651 893 097	30 June 2026

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(3,732)	(10,402)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(202)	(816)
	(e) administration and corporate costs	(77)	(528)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	205	721
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (listing/compliance costs, insurance, bank fees and legal)	(80)	(233)
1.9	**Net cash from / (used in) operating activities**	**(3,886)**	**(11,258)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(3)	(23)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	163
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (security deposits paid)	(10)	(36)
2.6	**Net cash from / (used in) investing activities**	**(13)**	**104**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	20,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	54
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(1,253)
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 (provide details if material)	(14)	(56)
3.10	**Net cash from / (used in) financing activities**	**(14)**	**18,745**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	19,331	7,827
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,886)	(11,258)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(13)	104
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(14)	18,745

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**15,418**	**15,418**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	15,418	15,418
5.2	Call deposits	-	-
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)**	**15,418**	**15,418**

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	134
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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.

7.	**Financing facilities** *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.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
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.		
	N/A		

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(3,886)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(3,886)
8.4	Cash and cash equivalents at quarter end (item 4.6)	15,418
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	15,418
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	4.0

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.

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
	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: 14 July 2026

Authorised by: By the Board of Falcon Metals Ltd
(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.