ASX ANNOUNCEMENT

22 JULY 2026

FAR EAST GOLD

Second Supplementary Target's Statement Lodged

The Independent Board Committee of **Far East Gold Ltd** (ASX: FEG) (FEG or the Company) has lodged a **Second Supplementary Target's Statement**, responding to the Third Supplementary Bidder's Statement (dated 17 July 2026) and the Fourth Supplementary Bidder's Statement (dated 21 July 2026) released by Xingye Gold (Hong Kong) Mining Company Limited (Xingye).

The Independent Expert, Lonergan Edwards & Associates Limited (LEA), **reconfirms its opinion that the Offer is neither fair nor reasonable**. The Independent Board Committee unanimously recommends that shareholders **REJECT** the Offer and **TAKE NO ACTION** in relation to the Offer.

The Offer currently remains at A$0.13 per share (Offer Price). Any increase in the Offer Price to A$0.15 per share (Conditional Offer Price) is subject to Xingye obtaining relevant interests in more than 50% of FEG Shares (on a fully diluted basis) by 29 July 2026 (the Acceptance Threshold). There is considerable **UNCERTAINTY** as to whether Xingye will obtain the acceptances required to achieve the Acceptance Threshold. Both the Offer Price and the Conditional Offer Price remain **well below LEA's assessed value** range of **A$0.324 to A$0.444 per share** (mid-point A$0.385).

The view of the Independent Board Committee remains that the Offer is **opportunistic and materially undervalues FEG**.

HIGHLIGHTS

- FEG has received a **non-binding, incomplete and conditional indicative proposal** in relation to a potential project-level transaction for the **Trenggalek Project**, which has been valued by that proposal at **US$40 million**.
- The Independent Expert, **LEA, reconfirms its opinion that the Xingye Offer is neither fair nor reasonable**.
- The Offer and the Conditional Offer Price **materially undervalue FEG** and **remain below the Independent Expert's valuation** of A$0.324 to A$0.444 per share (mid-point A$0.385).
- Any increase in the Offer Price to A$0.15 per FEG Share is **subject to the Acceptance Threshold being met**. There is considerable **UNCERTAINTY** as to whether Xingye will obtain sufficient acceptances required to achieve the Acceptance Threshold.
- The Independent Board Committee has **concerns with the Third Supplementary Bidder's Statement and the Fourth Supplementary Bidder's Statement** and has addressed these concerns in the Second Supplementary Target's Statement.
- The Independent Board Committee continues to recommend that you **REJECT** the Offer and **TAKE NO ACTION** in relation to the Offer.

NON-BINDING INDICATIVE PROPOSAL RECEIVED FOR THE TRENGGALEK PROJECT

FEG confirms that it has received a **non-binding, incomplete and conditional indicative proposal** in relation to a potential project-level transaction for the Trenggalek copper-gold project (**Trenggalek Project**) in East Java, Indonesia.

Contrary to Xingye's repeated assertions that there are no credible alternative opportunities available to FEG, the Independent Board Committee notes that the proposal received is in relation to a potential project-level transaction for the Trenggalek Project, which has been **valued by that proposal at US$40M (approximately A$57M)**. This valuation is subject to further due diligence by the third-party acquirer, who is an Indonesian party experienced in mining.

While that proposal remains incomplete, confidential and subject to further negotiation and due diligence, the Independent Board Committee considers it further demonstrates continuing third-party interest in FEG's assets and reinforces its view that Xingye's Offer materially undervalues FEG. The existence of project level interest also demonstrates that value may be realised through strategic transactions other than a corporate takeover, notwithstanding Xingye's assertions to the contrary.

In the Independent Expert's Report, LEA (adopting the independent technical specialist valuation of SRK Consulting) valued the Trenggalek Project at **A$4.9 million to A$8.1 million** (preferred value **A$6.5 million**). The Independent Board Committee notes there is no guarantee that the potential project level transaction for the Trenggalek Project will complete.

INDEPENDENT EXPERT RECONFIRMS THE OFFER IS NEITHER FAIR NOR REASONABLE

Having considered the matters raised by Xingye in its Third Supplementary Bidder's Statement and Fourth Supplementary Bidder's Statement, LEA **does not consider it necessary to alter the opinion set out in its Independent Expert's Report** dated 25 June 2026, as supplemented by its Supplementary Independent Expert's Report dated 14 July 2026. LEA's assessed value of FEG is **unchanged at A$0.324 to A$0.444 per share** (mid-point A$0.385).

Neither the Offer Price of A$0.13 per share nor the Conditional Offer Price of A$0.15 per share falls within, or near, LEA's assessed value range, and LEA's opinion that the Offer is **"not fair"** and, on balance, **"not reasonable"** is unchanged. A comparison of the current Offer and the Conditional Offer Price against LEA's assessed value is set out below:

	Low	Mid	High
FEG value per share	A$0.324	**A$0.385**	A$0.444
Xingye offer (current)	A$0.130	A$0.130	A$0.130
Xingye conditional offer price	A$0.150	A$0.150	A$0.150
Shortfall (conditional offer)	**(A$0.174)**	**(A$0.235)**	**(A$0.294)**

LEA's valuation of 100% of FEG on a controlling-interest basis; mid-point A$0.385 = 38.5c per share. The current Offer Price of A$0.13 represents a discount of approximately 60% to 71% to the assessed range; even the Conditional Offer Price of A$0.15 per share is approximately 54% to 66% below (61% below the mid-point) and only a ~23% premium to the pre-bid three-month VWAP of about A$0.122.

The Offer has been made immediately prior to a number of important 2026 value catalysts, including the progression of the Company's flagship Idenburg Gold Project (JORC MRE of approximately **780,000 oz gold**) toward an Indonesian Feasibility Study, which upon completion would see FEG increase its ownership of Idenburg to 80%. In the Independent Board Committee's view, the Offer remains **opportunistically timed and priced**.

CONSIDERABLE UNCERTAINTY AS TO ANY INCREASE IN THE OFFER PRICE

The Conditional Offer Price of A$0.15 per share is payable only if Xingye obtains relevant interests in more than 50% (by number) of all FEG Shares on a fully diluted basis by 29 July 2026 and declares the Offer unconditional. There is considerable UNCERTAINTY as to whether Xingye will obtain the acceptances required to achieve the Acceptance Threshold.

Shareholders who accept the Offer therefore risk receiving only A$0.13 per share, while forgoing continued exposure to FEG's portfolio. Concerns with the Third and Fourth Supplementary Bidder's Statements (section 1.3)

The Independent Board Committee has **concerns with a number of statements made in the Third Supplementary Bidder's Statement and the Fourth Supplementary Bidder's Statement**. Those concerns, and the Independent Board Committee's responses, are set out in section 1.3 of the Second Supplementary Target's Statement, which shareholders should read in full.

WHAT SHAREHOLDERS SHOULD DO

The Independent Board Committee unanimously recommends that shareholders **REJECT** the Offer. To reject the Offer, shareholders should **TAKE NO ACTION**. Accepting the Offer risks receiving only A$0.13 per share and forgoing the upside as Idenburg advances toward development.

Shareholders should read the Target's Statement dated 25 June 2026, the Supplementary Target's Statement dated 14 July 2026 and the Second Supplementary Target's Statement dated 21 July 2026, together with the Independent Expert's Report and Supplementary Independent Expert's Report, in full. The Offer closes at **7.00pm (Sydney time) on 29 July 2026**, unless extended or withdrawn.

The Independent Board Committee acknowledges that there are risks associated with continued ownership of shares in the Company. You should consult with your investment, financial, taxation or other independent professional advisor, if in doubt about what to do.

On behalf of the Independent Board Committee, thank you for your continued support.

ABOUT FAR EAST GOLD

Far East Gold Ltd (ASX: FEG) is an ASX listed copper/gold exploration company with six advanced projects in Australia and Indonesia. This announcement has been authorised for release by the Independent Board Committee of Far East Gold Ltd.

FURTHER INFORMATION:

Sign up to the Far East Gold investor hub to receive important news and updates directly to your inbox, and to engage directly with our leadership team: https://investorhub.fareast.gold/auth/signup

COMPANY ENQUIRIES

Justin Werner	Shane Menere	Tim Young
Chairman	**Chief Executive Officer**	**Investor Relations & Capital Markets**
e:justin.werner@fareast.gold	e:shane.menere@fareast.gold	e: tim.young@fareast.gold
	m: + 61 406 189 672 + 62 811 860 8378	m: + 61 484 247 771