

28th July 2026

ASX Market Announcements

**COMPLETED RARE EARTH ELEMENT DRILLING
COODALYA, MALLEE PROJECT, SOUTH AUSTRALIA**

Kaili Resources Limited (“Company”) is pleased to announce that it has completed the Aircore drilling program, foreshadowed in the announcement on 16 July 2026, at the Mallee Project - Coodalya EL 6978 within the Murray Basin in South Australia (**Figure 1**).

A total of 261 metres has been drilled for 16 holes at depth of up to 18 metres primarily in the NE corner of the Coodalya tenement (**Figure 2**) to further tests that area having regards to the results of previous drilling reported in the Company’s ASX announcements on 20th October 2025 and 6th March 2026. All collected samples have been prepared and delivered to the technicians for pXRF scan before selection of samples for laboratory assays.

Coodalya is approximately 200 kms east of Adelaide accessible by highway and overlay the Loxton/Parilla Sands (**Figure 1**) of the region. Rare Earth Elements (“REEs”) are reportedly contained within the fine clay fraction of Tertiary (65 to 2.5 Million Years Ago) Strandlines (ionic clay style of deposit) in the basin.

Australian Rare Earths (ASX:AR3) has reported exploration success within their tenements in the region and has released the results of a pre-feasibility study of their Koppamurra Rare Earths Project (**Figure 1**) with reportedly compelling economics (see AR3 ASX Release of 25th June 2026).

Principal Geologist commented:

“This small and focussed drilling program will build on previous drilling in 2025 and earlier this year and allow the Company to consider further drilling programs within adjacent private land. We look forward to the results which will be announced when received.”

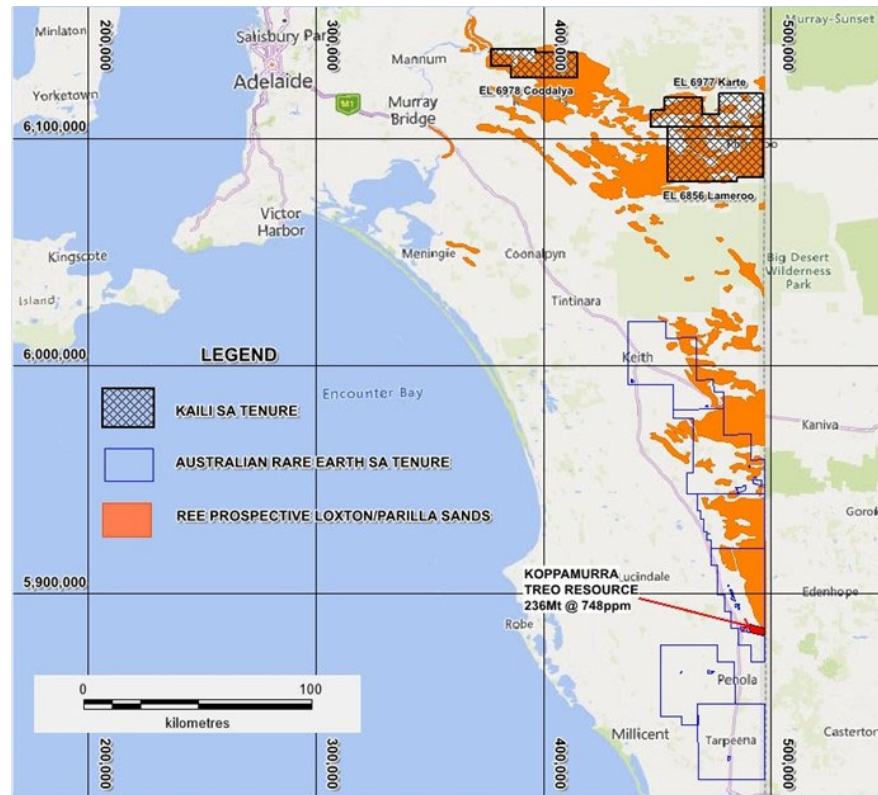


Figure 1: Location of Granted Lamerloo, Karte and Coodalya Rare Earth Exploration Tenements in Murray Basin South Australia

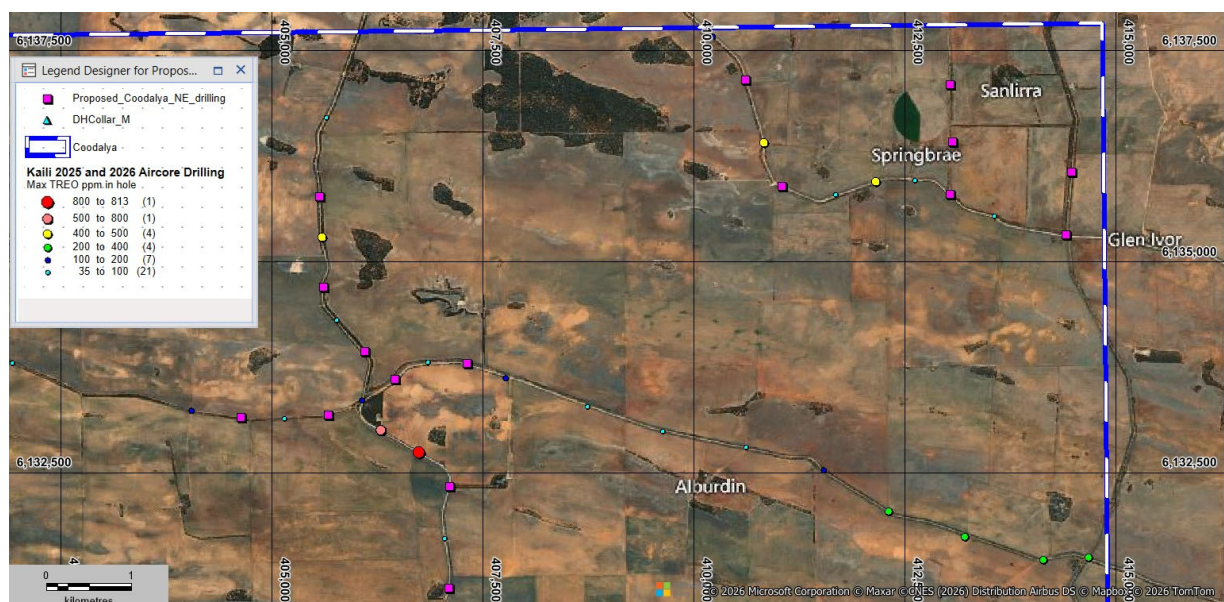


Figure 2: Recent and previous Aircore Drilling within Coodalya. The table on previous drilling results were reported in KLR ASX announcements of 20th October 2025 and 6th March 2026.

HoleID	Easting GDA94 Z54	Northing GDA94 Z54	Elevation	EOH	Drilled
26CDAC023	407094	6131080	62	18	22/07/2026
26CDAC024	407114	6132348	55	18	22/07/2026
26CDAC025	405940	6134084	60	18	22/07/2026
26CDAC026	405585	6134689	67	18	22/07/2026
26CDAC027	405573	6135763	52	12	22/07/2026
26CDAC028	404643	6133160	63	18	22/07/2026
26CDAC029	405685	6133205	70	18	22/07/2026
26CDAC030	406480	6133600	63	15	22/07/2026
26CDAC031	407325	6133791	58	18	22/07/2026
26CDAC032	414429	6135316	57	12	23/07/2026
26CDAC033	414493	6136067	67	18	23/07/2026
26CDAC034	413044	6135815	63	12	23/07/2026
26CDAC035	413031	6136411	61	18	23/07/2026
26CDAC036	413037	6137032	70	15	23/07/2026
26CDAC037	411050	6135871	61	18	23/07/2026
26CDAC038	410626	6137172	64	15	23/07/2026

Table 1: Drill collars for completed drill holes – Coodalya REE Project SA

Background

In prior periods, the Company had conducted pXRF scan of samples from selected historic drill holes held by the SA Government and collected and assayed samples from fresh outcropping granite at Lameroo. Having regards to the information obtained the Company completed an initial widely spread drilling program along road verges at Lameroo in February 2024 to identify areas for infill drilling. Follow up drilling in 2025 and early 2026 mainly within the Karte and Coodalya tenements delineated elevated TREO within the Coodalya tenement.

(See the Company's ASX Announcements on 25th March 2024, 20th October 2025, 6th March 2026 and 16th July 2026 for the JORC tables and list of results for each hole.)

Competent Person Statement

The information in the report above that relates to Exploration Results, Exploration Targets and Mineral Resources is based on information compiled by Mr Mark Derriman, who is the Company's Consultant Geologist and a member of The Australian Institute of Geoscientists (1566). Mr Mark Derriman has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Mark Derriman consents to the inclusion in this report of matters based on his information in the form and context in which it appears.

Forward-Looking Statement

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning planned exploration program 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. Although Kaili Resources Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

Authorised by.

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