Announcement

25 August 2026

Letter to Shareholders

Your Board's Independent Committee: A2MP's A$0.05 Offer TAKE NO ACTION

Dear Shareholder,

I write to you as the Chair of the Independent Board Committee (**IBC**), comprising only directors of Canyon Resources Limited (**Canyon** or **Company**) who are independent of A2MP Investments FZCO (**A2MP**). The IBC was established to respond to A2MP's unsolicited takeover bid for your Company (**Takeover Bid**).

As you will be aware, the Takeover Bid is an offer for your Canyon shares at A$0.05 per share. A2MP, together with its disclosed associates, already holds a 55.56% interest in Canyon.

The Takeover Bid price of A$0.05 per share is a **42.5% discount** to Canyon's last traded price of A$0.087 on 28 July 2026, the day before A2MP lodged its Takeover Bid.

The purpose of the IBC is to evaluate and respond to A2MP's Takeover Bid on behalf of the Company and **all** its shareholders to ensure all shareholders are **treated equally and offered the opportunity for fair value**.

On 24 August 2026, Canyon released to the ASX an update on the Minim Martap Project (**Project Update**). The update covered various items including Minim Martap construction progress, the Company's funding position and certain impacts of A2MP's Takeover Bid. I encourage you to read the announcement in full.

By early September, Canyon expects to release its Target's Statement to formally address A2MP's Takeover Bid. In the meantime, the IBC reiterates that shareholders should **TAKE NO ACTION** in relation to A2MP's Takeover Bid.

AFG Credit Facility

As Canyon disclosed in the Project Update, Canyon's lender, AFG, has asked Canyon for an updated development schedule and a review of the project financial model. In the meantime, AFG has suspended further drawdowns from the credit facility. Canyon remains in constructive discussions with AFG and the IBC notes that: (i) no event of default has occurred; and (ii) the Company's advisors, Jefferies, are proactively advancing multiple funding initiatives, including offtake-linked and prepayment structures, as well as strategic funding alternatives.

The Target's Statement will address the Company's funding position and the progress of the ongoing fundraising efforts, which will be directly relevant to your decision regarding A2MP's A$0.05 Takeover Bid.

Canyon's Core Value Proposition Remains Intact

Since publication of the Minim Martap Definitive Feasibility Study (**DFS**) in September 2025, global shipping and freight markets have continued to experience significant volatility, reflecting a range of factors including geopolitical disruptions to key trade routes, fluctuations in vessel availability, changes in global bulk shipping demand and movements in marine fuel prices. The Company continues to actively monitor international freight markets and associated shipping costs to assess their potential impact on project economics and logistics planning.

Importantly, a number of the input costs estimated in the DFS relating to mining, road and rail haulage, and port operations have since been finalised under long-term contracts, at rates generally more favourable than the corresponding DFS assumptions. Locking in these costs generally de-risks the operating cost base that underpins Minim Martap's project economics.

As mentioned in the Project Update, a recent independent bauxite market review conducted by CM Group continues to support a long-term base case price for Minim Martap's premium 51% Al_2O_3 ≤2% SiO_2 product in the range of US$78–86/dmt. Taken together with the contracted cost outcomes described above, the IBC considers based on the analysis to date, that the core value proposition of Minim Martap, backed by its large high-grade bauxite resource, remains intact.

Next steps

As I have said, the IBC's role is to ensure that the interests of **all** Canyon shareholders are protected and enhanced. This extends to assessing the value of A2MP's unsolicited Takeover Bid and ensuring all Canyon shareholders are fully informed of the drivers underpinning the Company's value and prospects.

The Takeover Bid will remain open until 21 September 2026 (unless further extended by A2MP). Canyon is due to lodge its Target's Statement by 3 September 2026, including an Independent Expert's Report, to formally respond to A2MP's Bid. In the interim, the IBC again urges you to **TAKE NO ACTION** in relation to A2MP's Takeover Bid. There is no benefit to deciding on the Takeover Bid before you have read the Target's Statement including the Independent Expert's Report – and there is no need to rush your decision.

The IBC will continue to keep shareholders updated as and when appropriate.

Yours sincerely,

Rory McGoldrick
Non-executive Director
Chair, Independent Board Committee
Canyon Resources Limited

ENDS

This announcement has been approved for release by the IBC.

Enquiries:
Rory McGoldrick
Non-executive Director
Chair, Independent Board Committee
Canyon Resources Limited
T +61 8 6385 2263

For media and shareholder queries:
Andrew Edge
Senior Account Manager
Purple
T +61 (0)410 276 744
E: aedge@purple.au

Forward looking statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of the IBC, are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as "anticipate", "believe", "could", "estimate", "expect", "future", "intend", "may", "opportunity", "plan", "potential", "project", "seek", "will", "target" and other similar words that involve risks and uncertainties.

These statements are based on an assessment of economic and operating conditions, and on a number of assumptions regarding future events and actions that are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the IBC, the Company, its directors and management of Canyon that could cause Canyon's actual results to differ materially from the results expressed or anticipated in these statements.

Canyon and the IBC cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Canyon and the IBC do not undertake to update or revise forward-looking statements, or to publish prospective information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law or stock exchange listing requirements.