KAOKO METALS

ASX ANNOUNCEMENT

Released 7 September 2026

$20 Million Institutional-led Placement to Accelerate Drilling at Chalkos Copper-Silver Project

HIGHLIGHTS

- $20 million placement at $2.20 per share, **strongly supported by new and existing long-only global institutions** and sophisticated investors.
- Proceeds, together with existing cash, will strengthen the Company's **cash balance** to **over $24 million** (before offer costs).
- Funds will be used to:
  - **accelerate diamond drilling** at the Chalkos Copper-Silver Project;
  - including **mobilisation of a second drill rig;**
  - **expand fieldwork and geophysics** across the broader Chalkos Project, and
  - advance **geophysics and drilling** at the Karibib Project.

Issue price is a 12.0% discount to the last close of $2.50 on 3 September 2026 and a **20.2% premium to the 15-trading-day VWAP of $1.83**.

Kaoko Metals Limited ("Kaoko Metals" or "the Company") (ASX: KAO) is pleased to announce that it has received firm commitments from institutional, professional and sophisticated investors for a placement of approximately 9.1 million fully paid ordinary shares ("New Shares") at an issue price of $2.20 per New Share, to raise $20.0 million (before costs) ("Placement").

Kaoko Metals Managing Director Gerard O'Donovan commented:

"We are delighted with the high level of inbound demand for the Placement, which has introduced several high-quality, long-only, institutional investors to the Kaoko register. The response reflects the significance of the early observations from our first diamond drill holes at Otniel, announced last week.

"These funds allow us to move decisively to bring a second diamond rig to Chalkos and, expand drilling at the priority Otniel and Donkey Hill prospects. We will also be able to pursue more immediate systematic testing of the broader mineralised systems across our 400km² licence area. In parallel we will advance Karibib with geophysics ahead of a maiden drilling program."

"I would like to thank Euroz Hartleys and Cumulus Wealth for their support in delivering the Placement, and to welcome our new shareholders. This funding allows us to upgrade the amount of drilling metres into Chalkos significantly and accelerate our exploration efforts across both Projects.

We are still at the early stages of understanding the vast potential of the Chalkos Project and look forward to what drilling may uncover."

The Placement was supported by new global and domestic institutional investors and existing shareholders. The Company thanks all shareholders, both new and existing, for their support. Euroz Hartleys Limited and Cumulus Wealth Pty Limited acted as Joint Lead Managers and Bookrunners to the Placement.

PLACEMENT DETAILS

The Placement comprises the issue of 9,090,910 New Shares at $2.20 per New Share to raise $20.0 million (before costs). The issue price represents a 12.0% discount to the last closing price of $2.50 on Thursday, 3 September 2026, and a 20.2% premium to the volume-weighted average price of the Company's shares over the 15 trading days prior to the Placement (to 3 September 2026 inclusive) of $1.83.

The New Shares will be issued without shareholder approval, using the Company's available placement capacity under ASX Listing Rule 7.1A (6,061,500 New Shares), with the balance of 3,029,410 New Shares issued under Listing Rule 7.1. The New Shares will rank equally with existing fully paid ordinary shares on issue.

Settlement is expected to occur on Monday, 14 September 2026, with allotment and commencement of trading on Tuesday, 15 September 2026.

Following completion of the Placement the Company will have approximately 69,705,910 fully paid ordinary shares on issue.

USE OF FUNDS

Proceeds of the Placement, together with existing cash, will provide the Company with cash reserves of over $24 million (before costs), which will be applied to:

- An expanded and accelerated diamond drilling program at the Otniel and Donkey Hill prospects within the Chalkos Copper-Silver Project (100%-owned), including mobilisation of a second diamond drill rig;
- A more comprehensive regional exploration program across the broader Chalkos Copper-Silver Project ~400km^2 licence area, including detailed mapping, geochemical sampling and geophysics to generate further drill targets;
- Exploration at the Karibib Gold-Copper-Tungsten Project (Kaoko earning up to 85% interest), including geophysics over priority prospects, followed by an expanded drill program subject to geochemical and geophysical results; and
- General working capital and costs of the Placement.

The allocation of funds is a statement of current intentions and may change depending on drilling results, rig availability and other factors.

All dollar amounts are in Australian dollars unless otherwise stated.

About Kaoko Metals

Kaoko Metals is an ASX-listed exploration company focused on unlocking large-scale copper, silver and gold opportunities in Namibia's highly prospective Damara and Kaoko belts.

The Company's flagship Chalkos Copper-Silver Project is located within the under-explored Kaoko Copper Belt, where known mineralisation represents only a small portion of a substantial landholding. Kaoko Metals is applying systematic, modern exploration techniques to define and expand existing mineralisation, while targeting new discoveries across its broader tenure.

In parallel, the Karibib Gold-Copper-Tungsten Project is situated in the prolific Damara Belt, in close proximity to established operations including the Navachab Gold Mine and the Twin Hills Gold Project. The Company is focused on advancing known zones of mineralisation through staged exploration and resource definition, with the objective of building a meaningful, multi-commodity resource base.

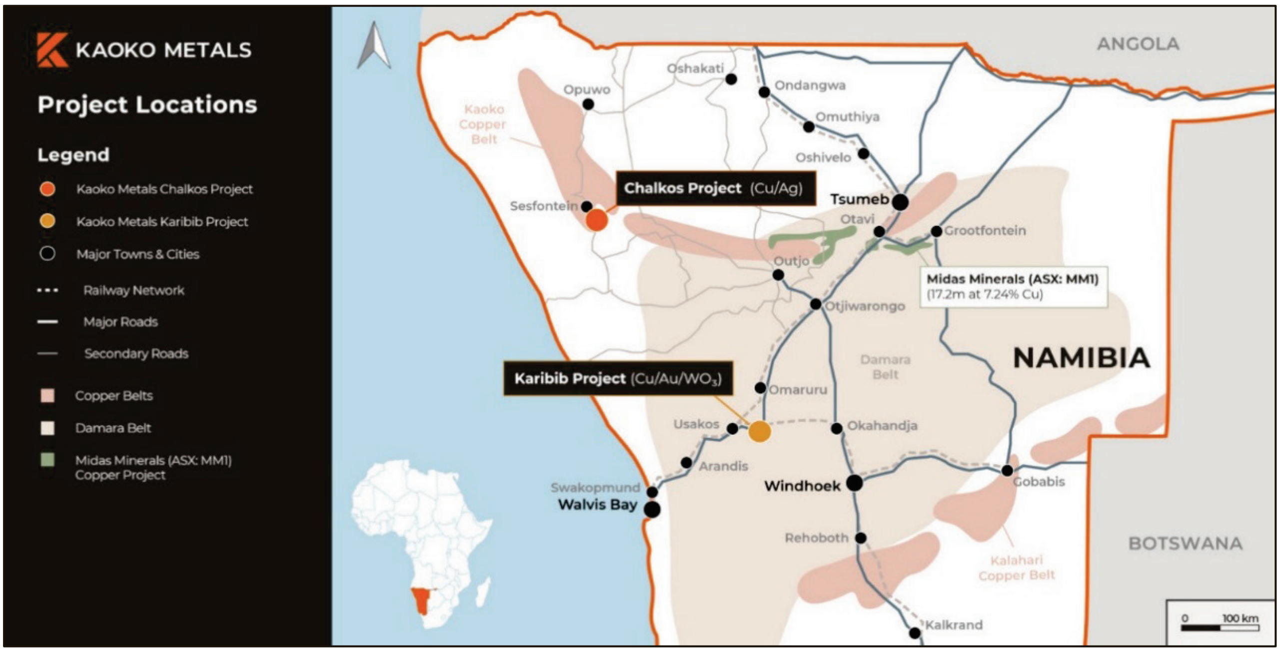

Figure 1 – Kaoko Metals Project Locations

Kaoko Metals' strategy is centred on disciplined exploration, leveraging geological expertise and data-driven targeting to deliver scalable discoveries and long-term shareholder value.

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This announcement has been authorised for release by the Board of Directors

FOR FURTHER INFORMATION, PLEASE CONTACT:

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Forward Looking Statement

This announcement contains forward-looking statements which involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Proximate statements

This announcement contains references to Mineral Resources, mines and exploration projects of other parties either nearby or proximate to Kaoko Metals projects and/or references that may have topographical or geological similarities to Kaoko Metals' projects, being the Chalkos copper-silver project and the Karibib copper-gold-tungsten project. It is important to note that such discoveries or geological similarities do not in any way guarantee that the Company will have any success at all or similar successes in delineating a Mineral Resource on any of Kaoko Metal's projects, being the Chalkos copper-silver project and the Karibib copper-gold-tungsten project.

Not an offer of securities

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