BANNERMAN energy

ASX ANNOUNCEMENT
30 June 2025

Etango Construction Early Works Update

Bannerman Energy Ltd (**ASX:BMN, OTCQX:BNNLF, NSX:BMN**) (**Bannerman** or **the Company**) is pleased to advise of further progress in the construction early works activities at its Etango Uranium Project (**Etango Project** or **Etango**).

KEY OUTCOMES

- **Outstanding safety record with 1 million LTI-free manhours achieved in June.**
- **Early works construction activities tracking in line with budget and schedule:**
  - **Construction power overhead infrastructure erected and connected to grid.**
  - **Installation of site water distribution infrastructure complete.**
  - **Heap leach pad bulk earthworks advancing well and excavation of leach ponds commenced.**
  - **Detailed design work on Etango process plant progressing in line with schedule, with dry plant engineering now approx. 58% complete.**
  - **Manufacture of key long lead item, High Pressure Grinding Rolls tertiary crusher, on schedule, with factory acceptance testing set for September 2025.**
  - **Permanent power supply agreement in agreed form and awaiting final execution.**
- **Enhanced project development and corporate flexibility delivered with recent A$85 million equity raising:**
  - **Pro-forma cash and liquid assets balance of approx. A$140 million (unaudited, before issue costs).**
  - **Residual early works program commitments (at 30 June 2025) of A$23 million.**
  - **Further early works commitments expected over coming months, in line with Bannerman's gated approach to project expenditure.**
- **Offtake marketing and development financing workstreams advancing well, with competitive positioning and flexibility also enhanced via recent equity raising.**

Commenting on these outcomes, Bannerman Chief Executive Officer, Gavin Chamberlain, said:

"The entire team is enormously proud of Bannerman's outstanding safety record with Etango. The commitment of our people to working safely is unwavering and a key enabler of our overall success.

"Early construction works continue to advance on schedule and on budget. Our focus on tight contract and activities controls is a core driver of the team's performance. It is particularly pleasing to observe the substantial, high-quality progress on the ground, as early development phases are progressively designed, tendered, and executed.

"Our recent equity raising significantly enhances the capacity to execute our streamlined strategy to finance and construct Etango. Alongside growing nuclear utility activity and positive uranium price momentum, we continue to advance in a systematic and optimised manner towards a targeted positive Final Investment Decision on the highly advanced Etango Project."

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Etango Construction Early Works Update (June 2025)

Outstanding safety record

The Etango Project has now been operating for over 15 years without a lost time injury (LTI). During June 2025, this resulted in Bannerman surpassing 1 million LTI-free manhours.

This is a tribute to the resolute safety focus of the Bannerman Mining Resources Namibia team, and all the consultants and contractors dedicated to working safely with them.

Long lead construction activities

Bulk earthworks

The bulk earthworks contract for the Etango Project was awarded in August 2024. Execution of this key 24-month contract continues to advance according to schedule.

The terracing for the construction laydown, as well as secondary and tertiary crushers, has been completed. The construction of the heap leach pad is advancing well, and the excavation of leach ponds has also commenced.

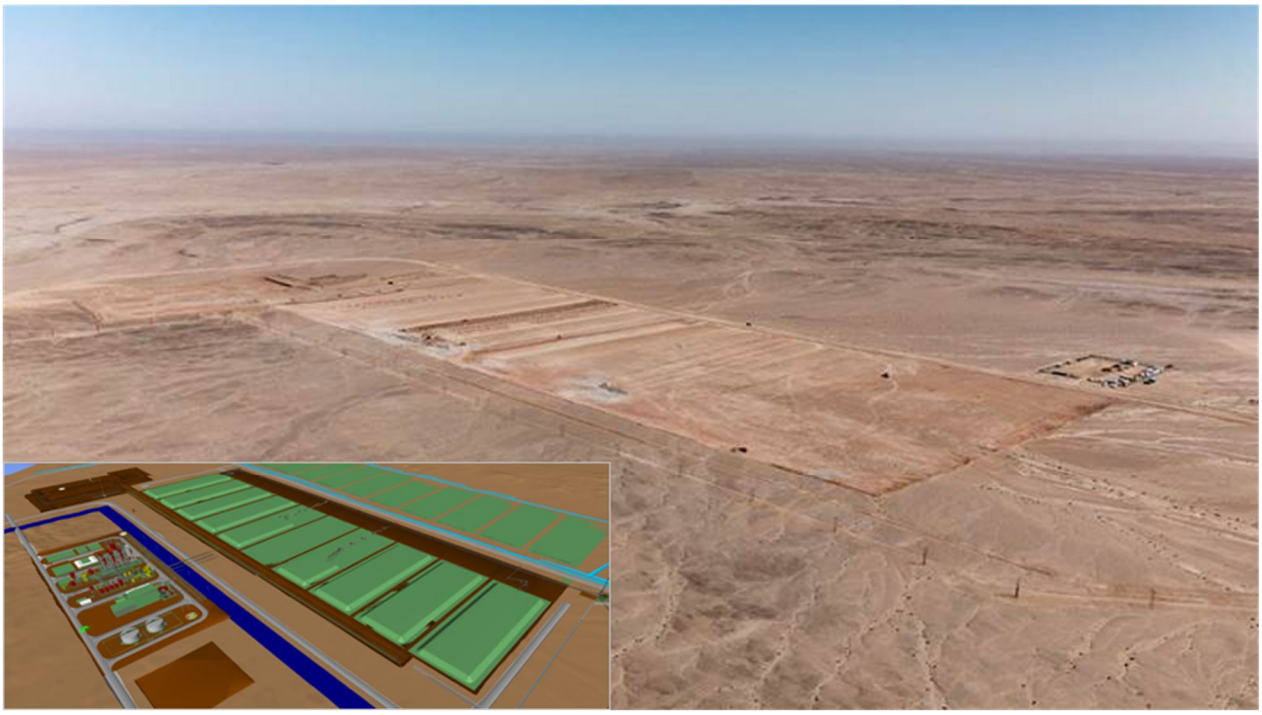

Figure 1: Heap leach pad earthworks advancing strongly (inset: 3D rendering of plant design from same perspective)

Site access road

The Etango site access road is approximately 89% complete, ahead of schedule against a planned progress to this point of approximately 79%, despite minor damage during the recent rain event. The interlocking paving is nearing completion and all culverts placed. Current work in execution is the widening of the intersection at the C28 intersection and the final backfilling around culverts. Forecast completion of this contract is the end of July 2025.

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Figure 2: Widening of C28 intersection entrance area to improve safety as vehicles enter site access road

Figure 3: Site access parking area nearing completion

Heap leach pad drainage

The contract for the blasting, crushing, and placement of the drainage layer on the Etango heap leach pads has been placed in order to secure costs and supply of the mobile crushing equipment required for the contract. The final contract, to commence with drilling, blasting and crushing, is to be placed once the equipment is on site.

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Construction power

The contract for build of the construction power facilities was awarded in October 2024. The key elements of these works include construction of all the permanent 33kV overhead powerlines on the Etango site and the temporary connection to the local electrical distributor in the Erongo Region. These elements have now been successfully completed and commissioned.

The mini sub-stations required to connect site offices to the power grid were delivered in June. All residual work on this contract is expected to be completed during July 2025.

Figure 4: Power grids on site now live with safety precautions to prevent vehicles crossing under installed lines

Construction water

Installation of site water distribution infrastructure is complete, and the final pressure testing of the site water network is set to be completed during July.

Long lead items

Manufacture of the High-Pressure Grinding Rolls tertiary crusher, a key identified long lead item for the Etango process plant, commenced in May 2024 and remains ahead of schedule, with delivery forecast for end of 2025. Factory acceptance testing is scheduled to be carried out in September 2025, at the manufacturing facility in Germany.

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Off-site infrastructure and utilities supply

Utility arrangements for the construction period have been fully secured, ensuring uninterrupted access to both water and power throughout the build. Discussions around long-term supply for the operational phase are progressing well and have reached an advanced point in line with the Etango Project's timeline.

Water

A letter of intent was signed with NamWater in October 2024, securing the full operational water supply for Etango's initial 15-year mine life, following commercial discussions that began in 2021. A back-to-back letter of intent was also signed between NamWater and the Erongo Desalination Plant operator to secure the source supply.

The final step in this commercial process is execution of the binding supply agreement between NamWater and Bannerman, which is planned to be signed upon Bannerman taking a positive Final Investment Decision on Etango. The draft supply agreement is currently with NamWater for further comments.

The responsibility for the water line design and installation lies with Bannerman. The design for the water line has been completed and the tenders for construction have been received. These tenders are currently under adjudication.

Power

A commercial proposal for the permanent operational power supply to the Etango site has been received from NamPower and accepted by Bannerman, reflecting a definitive supply solution agreed between the parties. The full-form supply agreement is now in an agreed form, has been executed by Bannerman and is pending final execution by NamPower.

The responsibility for the overhead power line design and installation lies with Bannerman. The design has been completed and the preparation of tender documents and appointment of the consultant to manage this process are the next steps.

Acid

The site lease agreement for the planned acid storage and import/export facility at Walvis Bay port has been reviewed and sent back to Namport for finalisation. Bannerman has also submitted the Environmental and Social Impact Assessment for this facility.

Detailed design

Detailed engineering is advancing steadily under the leadership of Wood Group PLC, in collaboration with Bannerman's Namibian owner's team, using certified vendor drawings obtained prior to finalising equipment orders. Progress now extends across both the dry and wet plants, with design and procurement activities advancing in line with the Etango Project schedule.

Dry plant

Civil and mechanical design for the dry plant has advanced significantly. Detailed modelling and Issued For Construction concrete drawings are now complete for the primary crusher, stockpile tunnel and secondary/tertiary crushing areas. This is aligned with Bannerman's strategy of awarding the dry area first for concrete construction.

Detailed engineering on the dry plant (inclusive of all disciplines) is now approximately 58% complete.

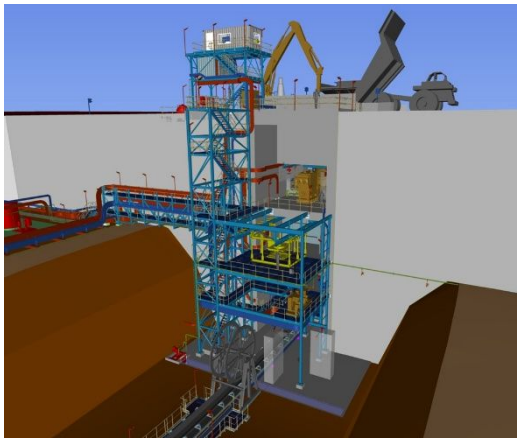

Figure 5: Primary crushing design

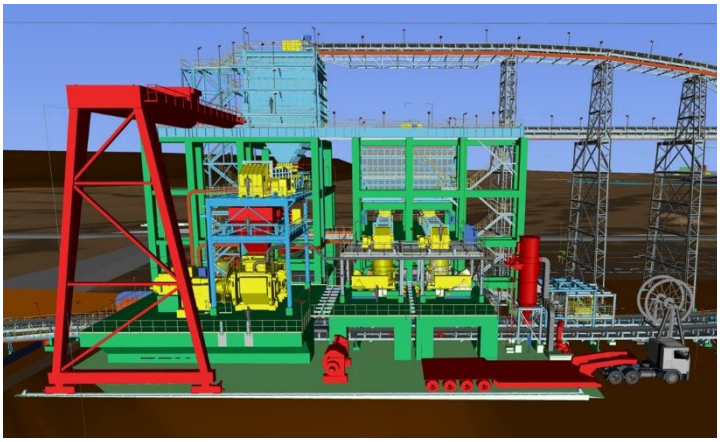

Figure 6: Secondary and tertiary crushing build design

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Wet plant

Detailed review and confirmation of all process and mass balance calculations is in progress.

Mechanical layouts are largely complete. Mechanical procurement packages have been put to market in line with design schedule requirements.

Detailed engineering on the wet plant (inclusive of all disciplines) is now approximately 13% complete.

Development financing

The Etango financing process sees Bannerman evaluating and progressing various funding sources, including project/corporate debt as well as potential offtake and joint venture opportunities with strategic counterparties who can add value to the Etango Project. As previously advised, Azure Capital and Vermilion Partners (both global affiliates of French financial services institution, Natixis) are advising on and assisting with the execution of the optimal funding mix for Etango.

This process continues to advance in line with overall project scheduling and requisite financial commitment. The final choice of funding mix will be a direct function of the cost of various alternatives weighed against respective requisite levels of offtake coverage (and key terms), covenants and security.

Importantly, Bannerman's recent A$85 million equity placement delivers substantial benefits to the overall Etango financing workstream. These benefits include the further strengthening of competitive positioning in this process, preservation of the Company's ability to continue making early works commitments in line with targeted project scheduling, and delivery of a significant reduction in the residual development financing requirement for Etango.

Offtake marketing

Bannerman's product marketing strategy is driven by a detailed understanding of utility requirements and preferences. The Company continues to actively engage with a broad range of utilities, financial institutions, traders, and other key market participants.

Bannerman's well-established position with respect to offtake marketing is that it will preserve the long-term underlying value of Etango by only committing to contracting its planned uranium output on price (and other terms) that are considered representative of long-term market fundamentals and producer opportunity. It is anticipated that such offtake commitments will be progressively 'layered in' to an expanding sales portfolio over time, in line with ongoing anticipated strengthening in term uranium market fundamentals. In planned execution of such a strategy, Bannerman is now well advanced in

discussions with select top-tier utility counterparties in respect of several initial term contracts covering limited volumes.

Liquidity management and committed expenditure

As part of its treasury and future sales risk management activities, Bannerman recently acquired 434,000 units in the Sprott Physical Uranium Trust (**SPUT**) at a total cost of approximately US$7.5 million (approx. A$11.5 million), as part of the bought deal financing that was announced by SPUT on 17 June 2025 and settled by Bannerman on 27 June 2025.

The ownership of SPUT units delivers a liquid synthetic physical uranium exposure that provides risk management support to the Company's product sales strategy, without significantly compromising financial flexibility in the short and medium term. SPUT ownership provides a close proxy for physical uranium ownership that, in Bannerman's circumstances, offers a number of important advantages. These include simplicity, liquidity, enhanced divisibility, and greater fungibility – all of which delivers greater financial flexibility than owning physical uranium at converter storage facilities.

With pending completion of the Company's recent A$85 million equity placement later this week, Bannerman holds pro-forma cash and liquid asset reserves of approximately A$140 million (unaudited, before issue costs). This comprises cash of approximately A$43 million (as at 27 June 2025, post-payment for SPUT units and net of pre-allocated deposits for power and water infrastructure), pending gross placement proceeds of A$85 million, and the value of the Company's holding in SPUT (approximately A$12.5 million at the SPUT closing price on Friday, 27 June 2025).

Bannerman continues to take a disciplined approach to project expenditure. As of 30 June 2025, Bannerman has completed approximately A$25 million of Etango early works programs. Residual early works commitments (as at 30 June 2025) total a further approximately A$23 million.

Completion of the recent equity raising is a key enabler for further early works construction commitments to be made over coming months. The initial focus of these further commitments is on the contracts required to install the drainage layer on the heap leach pad and the concrete construction contract for the primary crusher. These commitments are set to be made in line with Bannerman's gated approach to project expenditure, considering prevailing term uranium market dynamics and relative progress in offtake contracting activities.

All key workstreams remain on track for a targeted positive Final Investment Decision (FID) on Etango.

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ABOUT BANNERMAN ENERGY (ASX:BMN, NSX:BMN, OTCQX:BNNLF)

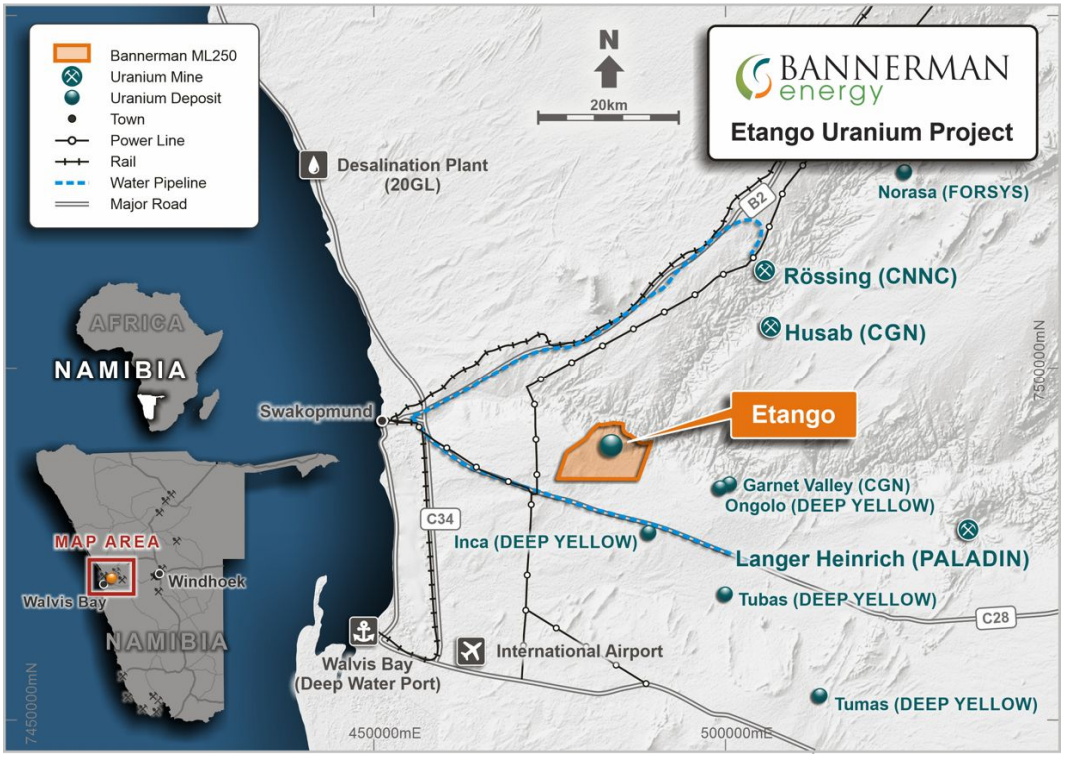
Bannerman Energy Ltd is a uranium development business listed on the Australian and Namibian stock exchanges and traded on the OTCQX Market in the US. Its flagship asset is the advanced Etango Uranium Project located in the Erongo Region of Namibia.

Etango has benefited from extensive exploration and feasibility activity over the past 15 years. The Etango tenement possesses a globally large-scale uranium mineral resource[1]. In December 2022, a Definitive Feasibility Study (DFS)[2] was completed on the Etango-8 Project, confirming to a definitive-level the strong technical and economic viability of conventional open pit mining and heap leach processing of the Etango deposit at 8Mtpa throughput (for average annual output of 3.5 Mlbs U_3O_8). In March 2024, a scoping study[3] demonstrated the capacity to expand annual production to 6.7 Mlbs U_3O_8.

Etango's advanced credentials are further highlighted by the construction and multi-year operation of the Etango Heap Leach Demonstration Plant, which comprehensively de-risked the conventional acid heap leach process to be utilised on the Etango ore. All environmental approvals have been received for the proposed Etango mine and external mine infrastructure, based on a 12-year environmental baseline. Bannerman was awarded the Mining Licence for Etango in December 2023 and is progressing all key project workstreams towards a targeted positive Final Investment Decision (FID) in parallel with strengthening uranium market fundamentals.

Namibia is a premier uranium investment jurisdiction, with a 45-year history of uranium production and export, excellent infrastructure and support for uranium mining from both government and community. As the world's third largest producer of uranium, Namibia is an ideal development jurisdiction boasting political stability, security, a strong rule of law and an assertive development agenda. The Bannerman team has ample direct experience in the development, construction and operation of uranium projects in Namibia, as well as extensive links into the downstream nuclear power industry.

Bannerman has long established itself as an Environmental, Social and Governance (ESG) leader in the uranium and nuclear energy sector. It is also a leader within Namibia on social development and community engagement and exercises best-practice governance in all aspects of its business. This was recognised with receipt of the 2023 African Mining Indaba's ESG Award for Community Engagement.



1 and 2. Refer to Bannerman's ASX release dated 6 December 2022, *Etango-8 Definitive Feasibility Study*. Bannerman confirms that it is not aware of any new information or data that materially affects the information included in that release. All material assumptions and technical parameters underpinning the estimates in that ASX release continue to apply and have not materially changed.

3. Refer to Bannerman's ASX release dated 18 March 2024, *Etango-XP and Etango-XT Scoping Study*.