27 July 2026

QUARTERLY ACTIVITIES REPORT Q2 26

Production rebound and debt refinancing set up a strong second half

"Stanmore delivered a strong operational performance in the second quarter, with ROM production up 27% as we recovered from the considerable first-quarter wet weather impacts. Saleable production of 3.3Mt has year-to-date volumes tracking well within full-year Guidance, and we have deliberately accelerated stripping and pit preparation at South Walker Creek to position the business for a strong second half. Importantly, these outcomes were achieved with no serious accidents during the quarter and a safety performance that remains well ahead of the industry average.

Market conditions remained supportive for Stanmore's products during the quarter, particularly PCI coal. Steelmakers have been continuing to prioritise cost efficiency and, along with seaborne supply tightness generally, this has contributed to an improvement in Australian PCI pricing relative to premium hard coking. With PCI representing the majority of our sales mix, Stanmore is well placed to capture this relative strength.

Subsequent to quarter-end, we were pleased to secure binding commitments to refinance Stanmore's senior corporate debt facilities. The refinancing lowers our debt funding cost, removes US$70 million per annum of scheduled amortisation and supports near-term cash flows, providing the opportunity to optimise capital allocation during a period of operational stability. The successful process was oversubscribed, reflecting confidence from both existing and new lenders in our asset base and management's track record."

Marcelo Matos, *Chief Executive Officer & Executive Director*

Highlights

- Run of Mine (ROM) coal mined of 5.1Mt, an increase of 27% quarter-on-quarter following proactive management of mine sequencing to maximise operational performance after elevated wet weather in the first quarter
- Closing ROM coal stockpiles of 1.2Mt, a 67% increase quarter-on-quarter, derisking the delivery of the second half 2026 saleable production plan
- Saleable production of 3.3Mt, up 3% quarter-on-quarter, with year-to-date production of 6.5Mt tracking well within our reaffirmed full-year saleable production Guidance
- Continued focus on safety discipline, with no serious accidents recorded during the quarter and a stable twelve-month Serious Accident Frequency Rate of 0.51
- Isaac Downs Extension Environmental Impact Statement (EIS) submitted in June, a significant milestone on the project's approvals pathway
- Total cash as of 30 June 2026 of US$138 million, corresponding to net debt of US$72 million and total liquidity of US$408 million
- Subsequent to quarter-end, Stanmore refinanced its senior corporate debt facilities, upsizing the term loan to US$250 million, transitioning to a bullet repayment structure, reducing funding costs by 1.00% and extending the maturity of its US$200 million revolving credit facility

Consolidated Production & Sales Performance[1]

		Quarter-Ended		Year-to-Date	
		Jun-26	Mar-26	**Jun-26**	Jun-25
ROM Coal Mined	Mt	**5.1**	4.0	**9.1**	9.2
ROM Strip Ratio	Prime	**9.1**	8.7	**8.9**	8.7
Saleable Coal Produced	Mt	**3.3**	3.2	**6.5**	6.5
Sales of Produced Coal	Mt	**3.4**	**3.0**	**6.4**	6.5
Sales of Purchased Coal	Mt	**0.0**	0.0	**0.0**	0.1
Total Coal Sales	Mt	**3.4**	3.0	**6.4**	6.6
Average Sales Price	US$/t	**154**	152	**153**	132

Operational Highlights

Safety

Stanmore continues to demonstrate strong safety performance, with no serious accidents recorded during the quarter. The rolling 12-month Serious Accident Frequency Rate was steady at 0.51 as of 30 June 2026, remaining below the industry average[2]. All actions required to formally integrate Critical Control Management into the Principal Hazard Management Plans were completed by 1 June 2026 in line with recent Queensland legislation changes.

South Walker Creek

ROM and saleable production were consistent quarter-on-quarter despite routine annual shutdowns of the CHPP and one dragline, both of which were completed on time and on budget. Stripping and pit preparation activities continued ahead of an expected second-half ramp-up, while strong truck and shovel fleet performance delivered increased waste movement, reflected in a temporarily higher strip ratio for the quarter. Overall, the operation remains well positioned for the remainder of the year.

Poitrel

Poitrel delivered a strong second-quarter performance, with ROM mining volumes normalising and saleable production increasing quarter-on-quarter following the deferral of the planned CHPP shutdown from June to July. The additional coal washing capacity supported strong year-to-date production, which is tracking ahead of the run-rate of full-year Guidance.

Isaac Plains Complex

The site recorded an improved second-quarter performance as operating conditions normalised following the wet weather impacts experienced in the first quarter. Productivity improved, with mining sequences and designs adjusted to optimise performance. Planned CHPP maintenance was actively managed, with feed availability supporting consistent washing and overall saleable production for the quarter. Productivity is expected to increase further over the September quarter following changes to the site operating model, which will deliver more operational control to Stanmore.

Development and Exploration Projects

Exploration

Exploration expenditure totalled approximately A$5.5 million in the second quarter, supporting continued resource definition and extension activities across the portfolio. The 3D seismic program at Isaac Downs Extension commenced and was over half-way complete at quarter end, remaining on track for completion in late July.

[1] Rounding may impact totals when computed in this table
[2] 0.84 as of 31 March 2026 as published by Resources Safety and Health Queensland for Surface Mines as at the date of this report

Preparations for the Lancewood drilling campaign were completed during June, with rigs mobilised in early July. Updated fault modelling interpretation was completed in June off the back of the 2025 3D Seismic program with encouraging results confirming existing known structure in the area and enabling mine planning redesign works to recommence.

Projects

The Isaac Downs Extension project approvals pathway continues to progress. The Environmental Impact Statement (EIS) was submitted on schedule to the Department of Environment, Tourism, Science and Innovation in June. Infrastructure planning and design for the project is ongoing.

Eagle Downs development studies are also ramping up, with completion targeted for the first quarter of 2027. Surface infrastructure design layouts have been finalised, while underground study works are recommencing in July. Environmental approvals have also progressed with a minor amendment relating to underground panel alignment finalised during the quarter. Ecological surveys have been completed on the interconnecting infrastructure between Eagle Downs and existing Stanmore facilities.

Corporate

Stanmore's net debt[1] position finished at US$72 million, comprised of US$138 million in total cash and an outstanding term loan balance of US$210 million as of 30 June 2026. Together with Stanmore's undrawn debt capacity, the cash position supported total liquidity[2] of US$408 million. Key cash flow items during the quarter include US$27 million of capital expenditures, as well as half-yearly term loan principal repayments and interest of US$35 million and US$10 million, respectively.

Update on Financing Activities

Prior to quarter-end, the Company extended the US$70 million GEAR working capital facility for a further 24 months, for a new maturity of 30 June 2028. A one-off fee for the extension of 1.25% was agreed, while the interest rate of the unsecured facility has been lowered to 8.50%, reflecting Stanmore's improved credit profile. The facility remains undrawn and provides an important source of additional liquidity, with added flexibility from its subordinated structure.

Subsequent to quarter-end, Stanmore is also pleased to announce that the Company has entered binding commitments to refinance its senior corporate debt facilities.

The refinancing includes an upsizing of the term loan from US$210 million to US$250 million, and a restructure to a bullet repayment profile, thereby removing the US$70 million of annual principal repayment obligations up until the maturity of the facility on 30 June 2029. The US$200 million undrawn revolving credit facility has also been extended by 18 months to a new maturity date of 31 March 2029.

The interest margin on both facilities has been reduced by 1.00% to 3.50%, with a corresponding reduction in commitment fees. The refinancing was oversubscribed by existing and new commercial banks, demonstrating confidence in Stanmore's operating asset base, capital management track record and long-term strategy.

The successful refinancing will lower Stanmore's cost of debt and reflects the Company's strong creditworthiness and continued access to debt markets on favourable terms. The new facilities strengthen near-term cash flows, enabling optimised capital allocation during a period of operational stability and in advance of key development projects.

[1] Unaudited net cash / debt is calculated as the outstanding principal balance of any long-term balance sheet debt facilities, excluding lease liabilities accounted for under IFRS-16 and finance leases, less consolidated unrestricted cash on hand, including cash in transit

[2] Unaudited total liquidity includes total cash and US$270 million of available debt capacity, comprised of the undrawn US$200 million bank revolving credit facility and the undrawn US$70 million GEAR working capital facility

Guidance

Stanmore reaffirms its 2026 full-year saleable production Guidance, with no other changes noted at this time. A further update will be provided following the release of the 2026 half year financial results scheduled for late August.

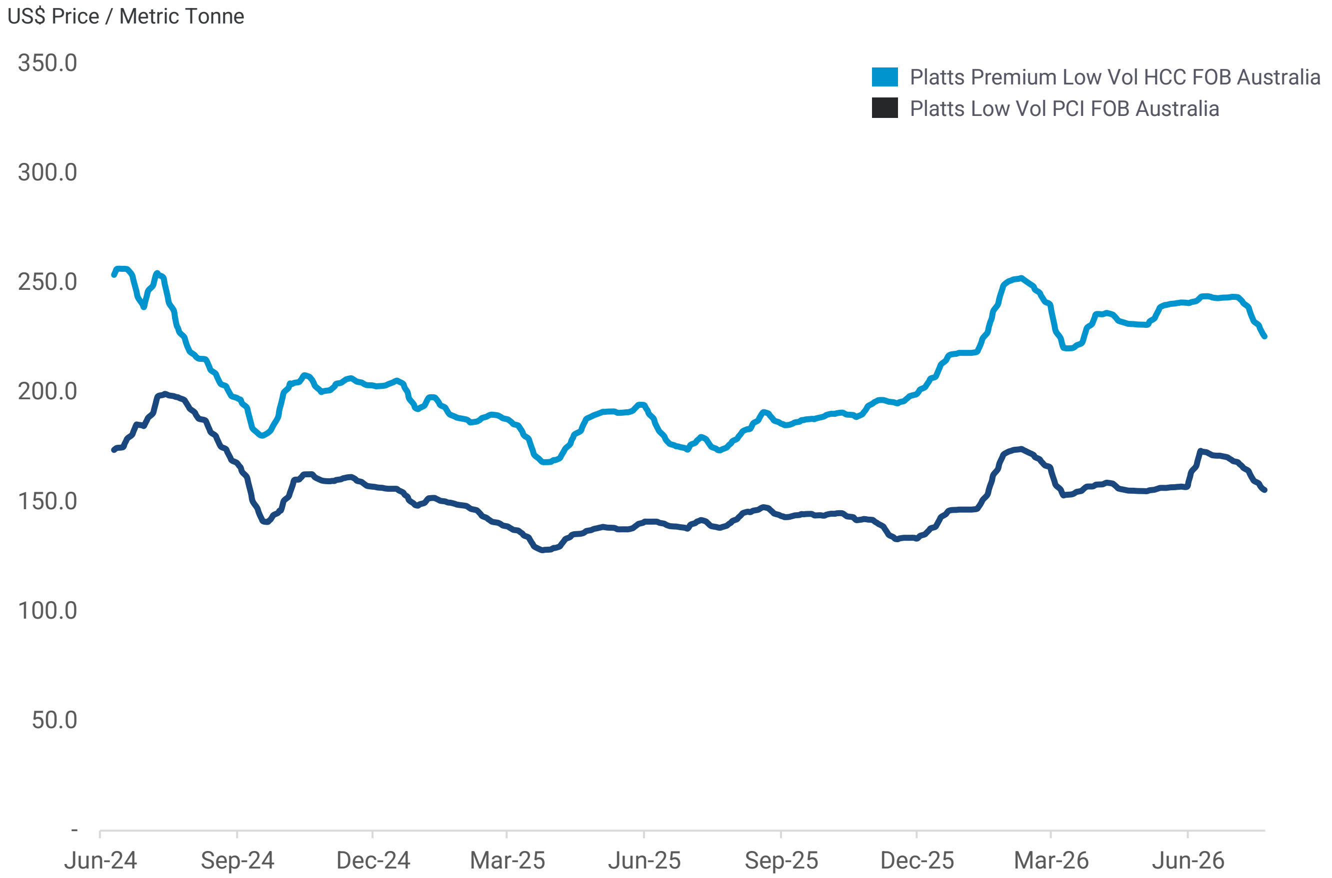
Metallurgical Coal Markets

Premium hard coking coal prices were well supported, trading between US$230/t and US$245/t as market participants grappled with ongoing supply constraints from Australian producers, including outages at several prime hard coking coal mines. In late May 2026, a major coal mine accident in the Chinese province of Shanxi also tightened domestic metallurgical coal availability in China, as mine closures and safety inspections disrupted supply. This supported increased demand for seaborne coal, with domestic Chinese and seaborne pricing moving into closer alignment and additional volumes diverted to China.

These supply disruptions continued to support pricing through quarter-end, despite reduced Indian procurement activity ahead of the monsoon season.

Steel market conditions remained competitive during the quarter, with Chinese steel exports continuing at elevated levels. In Europe, announced blast furnace restarts, together with anticipated impacts from the Carbon Border Adjustment Mechanism on steel imports, supported expectations for improved demand. In India, infrastructure investment remained historically high, although steel prices moderated slightly during the quarter as the market entered the monsoon season and fuel and energy support measures continued.

The focus by steelmakers on cost performance supported strong demand for Stanmore's products, particularly PCI. Australian PCI pricing strengthened relative to premium hard coking coal during the quarter, supported by higher pricing for Russian-origin material in markets able to accept that supply.



Source: S&P Global Commodity Insights Platts Premium Low Vol HCC FOB Australia and Low Vol PCI FOB Australia indices: 7-day moving average 3 June 2024 to 24 July 2026
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Summarised Production Statistics[1]

		Quarter-Ended		Year-to-Date	
		Jun-26	Mar-26	**Jun-26**	Jun-25
ROM Coal Mined	Mt	**5.086**	**4.003**	**9.089**	**9.171**
South Walker Creek	Mt	2.211	2.217	4.428	4.390
Poitrel	Mt	2.059	1.180	3.239	3.263
Isaac Plains Complex	Mt	0.815	0.607	1.422	1.518
Strip Ratio	Prime	**9.1**	**8.7**	**8.9**	**8.7**
South Walker Creek	Prime	10.2	7.3	8.7	8.4
Poitrel	Prime	8.1	10.9	9.1	8.1
Isaac Plains Complex	Prime	8.3	9.7	8.9	10.7
Saleable Production	Mt	**3.271**	**3.180**	**6.451**	**6.510**
South Walker Creek	Mt	1.530	1.611	3.141	3.021
Poitrel	Mt	1.322	1.163	2.485	2.499
Isaac Plains Complex	Mt	0.419	0.406	0.825	0.990
Total Coal Sales	Mt	**3.371**	**3.025**	**6.396**	**6.554**
South Walker Creek	Mt	1.610	1.492	3.103	3.082
Poitrel	Mt	1.308	1.162	2.470	2.409
Isaac Plains Complex	Mt	0.453	0.371	0.824	1.063
Sales – Coking Coals	%	*22%*	*23%*	*22%*	*26%*
Sales – PCI	%	*74%*	*69%*	*71%*	*68%*
Sales – Thermal Coals	%	*4%*	*8%*	*6%*	*6%*
Average Sales Price	US$/t	**154**	**152**	**153**	**132**
Product Coal Stockpile	Mt	**0.279**	**0.395**	**0.279**	**0.351**
South Walker Creek	Mt	0.089	0.174	0.089	0.066
Poitrel	Mt	0.105	0.096	0.105	0.170
Isaac Plains Complex	Mt	0.086	0.124	0.086	0.115
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ROM Coal Stockpile	Mt	**1.205**	**0.720**	**1.205**	**0.856**
South Walker Creek	Mt	0.517	0.375	0.517	0.418
Poitrel	Mt	0.407	0.266	0.407	0.395
Isaac Plains Complex	Mt	0.280	0.078	0.280	0.042

[1] Rounding may impact totals when computed in this table

This announcement has been approved for release by the Board of Directors of Stanmore Resources Limited.

Further Information

Investors

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Media

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We acknowledge the Traditional Owners of the land on which we work and operate: Turrbul and Jagera Country in Brisbane and Barada Barna, Widi and Jangga Country in Central Queensland.

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About Stanmore Resources Limited (ASX: SMR)

Stanmore Resources Limited controls and operates the South Walker Creek, Poitrel and Isaac Plains Complex metallurgical coal mines as well as the undeveloped Isaac Downs Extension, Eagle Downs and Lancewood projects in Queensland's Bowen Basin region. Stanmore Resources holds several additional high-quality prospective coal tenements located in Queensland's Bowen and Surat basins. The Company is focused on the creation of shareholder value via the efficient operation of its mining assets and the identification of further development opportunities within the region.

More information about Stanmore can be found at stanmore.au