5 October 2026

ASX:CMM

KGP Q1 PRODUCTION 31KOZ
KEP COMPLETED ON SCHEDULE

Capricorn Metals Limited (**Capricorn** or the **Company**) is pleased to provide a preliminary update on September 2026 quarter (Q1) production at the Karlawinda Gold Project (**KGP**).

KGP delivered another strong quarter of operations, producing 31,218 ounces of gold, in line with the FY27 mine plan, while construction of the Karlawinda Expansion Project (**KEP**) was successfully completed on schedule and within budget. The operation is on track to achieve FY27 guidance of 137,000 – 147,000 ounces at an AISC of $1,900 - $2,100 per ounce.

Operating statistics for the quarter are tabled below:

	Unit	Sep26Q	Jun26Q	Mar26Q	Dec25Q
Material mined	*BCM ('000)*	**4,439**	4,152	3,695	4,366
Ore milled	*t ('000)*	**1,133**	1,146	1,092	1,159
Head Grade	*g/t*	**0.94**	0.91	0.95	0.91
Recovery	*%*	**91.7**	91.2	91.0	89.9
Gold production	*Oz*	**31,218**	30,437	30,358	30,476

Mining activities continued at the expanded project run rate during the quarter, supporting strong gold production while also delivering the ore and associated development requirements necessary to commission KEP.

As announced on 23 September 2026, construction of KEP was completed on schedule. The expanded processing facilities were successfully commissioned on low-grade feed and have since transitioned to run-of-mine grade for Q2. KEP has now been incorporated into the broader KGP operation, increasing processing capacity to 6.5Mtpa and expected production to 150,000 ounces per annum.

Full operational and cost details will be provided in the Quarterly Report later in October 2026.

The Company's cash and gold on hand at the end of the September 2026 quarter was $535.0 million (Jun26: $507.0m). The underlying cash build for the quarter was $62.2 million (Jun26: $68.2m) before total capital expenditure of $42.7 million at the KEP and Mt Gibson Gold Project (**MGGP**), and the cash component ($8.5 million) from the Big Springs Project divestment.

The capital spend on development activities at MGGP for the quarter was $2.1 million, mainly focussed on early procurement activities and contract preparations. This early spend of part of the MGGP capital budget is a strategic decision to have Capricorn in a strong position to expedite the ultimate construction timeline following receipt of all permits.

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P +61 8 9212 4600
F +61 8 9212 4699
Level 3, 40 Kings Park Road, West Perth WA 6005
ABN 84 121 700 105
www.capmetals.com.au

Development activities at the MGGP advanced during the quarter. Current project status is as follows:

- Detailed engineering is complete and all major contracts have been finalised.
- Federal approval has been received for the expansion and operation of the MGGP under the *Environment Protection and Biodiversity Conservation Act 1999* (Cth).
- The Environmental Review Document (ERD) for the Part IV Western Australian Government assessment with EPA Services has been lodged, and the public review phase has closed.
- Part V secondary approvals have been lodged and are progressing concurrently.

Further details of development and exploration activities will be provided in the Quarterly Report later in October 2026.



KEP (foreground) integrated into the broader Karlawinda Gold Project.

This announcement has been authorised for release by the Capricorn Metals board.

For further information, please contact:
Mr Mark Clark
Executive Chairman
E: enquiries@capmet.com.au
T: +61 8 9212 4600

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Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation of belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. The detailed reasons for that conclusion are outlined throughout this announcement and all material assumptions are disclosed.

However, forward looking statements are subject to risks, uncertainties, assumptions and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements.

Such risks include, but are not limited to resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as governmental regulation and judicial outcomes.

For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other filings. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any “forward looking statement” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

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