BHP REPORTS KAMBALDA NICKEL CONCENTRATOR TRANSACTION

7 OCTOBER 2026

KEY POINTS

- **Lunnon Metals notes a BHP Group Ltd[1] news release relating to an agreement whereby Gold Fields Ltd (Gold Fields) may acquire the Kambalda Nickel Concentrator**
- **Gold Fields, via its wholly owned subsidiary St Ives Gold Mining Co. Pty (SIGM), is Lunnon Metals' largest shareholder (29.61%)**
- **Lunnon Metals looks forward to investigating potential opportunities arising from the proposed change of ownership of the concentrator**
- **Lunnon Metals' Foster-Baker project plays host to a high-grade nickel Mineral Resource[2] of over 3Mt at 3.0% Ni for more than 95kt nickel metal**
- **The Baker nickel sulphide deposit is the subject of an underground mine proposal with current regulatory approval, short estimated lead time, high nickel grades, copper and cobalt by-product credits and low deleterious elements**

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Lunnon Metals Limited (ASX: LM8) (the **Company** or **Lunnon Metals**) refers to a BHP Group Ltd (**BHP**) news release stating that BHP has entered into an agreement to sell the Kambalda Nickel Concentrator (the **Concentrator**) to Gold Fields. Gold Fields is the Company's largest shareholder, having 29.61% voting power in Lunnon Metals, via its wholly owned subsidiary SIGM. With the Concentrator to be in the hands of Lunnon Metals' largest shareholder, the Company looks forward to investigating potential opportunities arising from this proposed change in ownership.

The Company owns a high-grade nickel sulphide portfolio, which includes the Baker nickel deposit, Lunnon Metals' first discovery and the subject of an underground mining proposal with current regulatory approval, and also the historical Foster nickel mine. Between Baker and Foster, the Company reports a Mineral Resource estimate (**MRE**) in accordance with the JORC Code (2012)[3] of over 3 million tonnes at 3.0% Ni for more than 95,000 tonnes of nickel metal[2].

The Baker nickel deposit is a high-grade nickel sulphide opportunity with extensive metallurgical test work[4] indicating excellent copper and cobalt by-product grades, as well as elevated palladium and platinum levels and low deleterious elements, particularly arsenic.

Table 1: Baker Mineral Resource, by category and for all assayed elements, above a 1.0% Ni cut-off.

	tonnes	Ni %	Cu %	Co %	As ppm	Pd g/t	Pt g/t	Fe %	MgO %	Ni metal
BAKER										
Measured	110,000	3.4	0.28	0.07	9	0.70	0.27	16.7	19.9	3,700
Indicated	622,000	3.7	0.31	0.07	81	0.64	0.27	17.8	18.9	22,900
Meas+Ind	732,000	3.6	0.31	0.07	71	0.65	0.27	17.6	19.1	26,600
Inferred	298,000	2.4	0.15	0.05	8	0.46	0.18	14.2	23.7	7,100
TOTAL (Meas+Ind+Inf)	**1,030,000**	**3.3**	**0.26**	**0.06**	**53**	**0.60**	**0.25**	**16.6**	**20.4**	**33,700**

Baker and Foster were the subject of a Scoping Study reported on 21 July 2025. Given the potential impact, once the details of the proposed transaction are understood, the Company will consider whether updates to the Scoping Study are needed to reflect any change in the Company's underlying assumptions.

The BHP media announcement notes the proposed transaction is subject to satisfaction of certain conditions, including regulatory approvals, with completion expected to occur in calendar 2027.

[1] See BHP news release dated 7 October 2026 at https://www.bhp.com/news/media-centre/releases/2026/10/bhp-kambalda-nickel-concentrator.
[2] See page 6 for details of the relevant nickel Mineral Resource at Foster and Baker.
[3] As defined in the Joint Ore Reserves Committee of the Australian Institute of Mining and Metallurgy, Australian Institute of Geoscientists & Minerals Council of Australia (JORC): 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.
[4] See ASX announcement dated 11 June 2024 for details of the Baker deposit's concentrate specifications, by-product credit grades and deleterious element levels.

This announcement has been approved for release by the Board.

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The Kambalda Nickel Concentrator, proposed to be acquired by Gold Fields Ltd

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DISCLAIMER

The Company refers to the following prior ASX lodgements, each relevant to the Mineral Resource estimates at the Foster-Baker Project (**FBA**) and the subsequent Nickel Scoping Study:

- *22-Apr-22 N75C Demonstrates Upside of Historical Core Programme*
- *11-Jan-23 Historical Core Programme Adds to Foster Mineral Resource (note: covers S16C MRE)*
- *31-Mar-23 Warren Mineral Resource Increases to 11,200t Contained Ni*
- *18-Dec-23 East Trough First-Time Mineral Resource (note: includes update to the last 85H MRE)*
- *13-May-24 Foster South Mineral Resource Update (note: also reports Baker Mining Proposal approval)*
- *11-Jun-24 Baker Mineral Resource Now 1Mt at 3.3% Nickel*
- *21-Jul-25 Lunnon Metals' Nickel Scoping Study Results*

For full details, please refer to the relevant announcement on the date outlined above. The Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and, in respect of the estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the above announcements continue to apply and have not materially changed. The Company confirms that the Competent Person's findings in relation to the estimates of Mineral Resources have not been materially modified from the original announcements reporting those estimates.



FORWARD-LOOKING STATEMENTS

This announcement has been prepared by Lunnon Metals. Some statements in this announcement are forward-looking statements which may be (but are not necessarily) identified by the use of phrases such as "forecast", "guidance", "target", "outlook", "estimates", "believes", "expects", "anticipates", "intends", "may", "will", "would", "could", "should", "expect", "anticipate", "believe", "likely", "predict", "plan", "propose" and "envisage", and other similar words. These statements are current beliefs based on an assessment of present economic and operating conditions, and a number of assumptions regarding future events and actions that, as at the date of this announcement, are believed to be reasonable.

Such forward-looking statements are provided as a general guide only and are not guarantees of actual results; they are inherently uncertain. Known and unknown risks, uncertainties, assumptions and other important factors, many of which may be outside the control of Lunnon Metals, its directors and management, could cause actual results and developments to differ materially from those expressed or implied in any forward-looking statements. Such factors include, but are not limited to, exploration results, costs, fluctuations in demand, commodity prices, operational and production difficulties, negotiations with third parties, the actions of competitors, suppliers, customers and governmental authorities (including changes in taxation or regulation), and political uncertainty and economic conditions.

Lunnon Metals has no intention to publicly update or revise forward-looking statements, or to publish prospective financial 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 law (including the ASX Listing Rules). Lunnon Metals cannot and does not give warranties or assurances that the results, performance or achievements expressed or implied in 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 which speak only as at the date of this announcement.

ABOUT THE KAMBALDA GOLD & NICKEL PROJECT (KGNP)

The KGNP features approximately 47km^2 of tenements in the Kambalda/St Ives district. KGNP is located approximately 570km east of Perth and 50-70km south-southeast of Kalgoorlie, in the Eastern Goldfields of Western Australia. KGNP comprises two project areas, Foster and Baker* (19 contiguous mining leases) and Silver Lake and Fisher$^+$ (20 contiguous mining leases). This world-renowned district has produced in excess of 1.6 million tonnes[5] of nickel metal since its discovery in 1966 by WMC. In addition, over 18Moz of gold[5] in total has now been mined, making Kambalda/St Ives a globally significant gold camp in its own right.

The KGNP is accessed via public roads, well-established mine road infrastructure and the main St Ives causeway over Lake Lefroy. The KGNP is broadly surrounded by tenements held by SIGM, a wholly owned subsidiary of Gold Fields (JSE:GFI) and the Company's major shareholder. The Company holds all mineral rights over the FBA, except gold in specific "Excluded Areas" [6].

**SIGM retains select rights[6] to explore for and mine gold in the "Excluded Areas" at the FBA, as defined in the subsisting agreements between Lunnon Metals and SIGM, and on the remaining area of the tenements, has select rights to gold in limited circumstances.*

$^+$The Company has the exclusive rights to nickel on 19 mining leases and related access rights on one additional tenure. Gold Fields retains the rights to the other minerals (except to the extent minerals occur in conjunction with nickel mineralisation or nickel bearing ore but excluding gold).

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[5] **Gold**: Sum of historical WMC production records to December 2001, sum of Gold Fields Ltd's, Karora Resources and Westgold Resources report filings thereafter. **Nickel**: Sum of historical WMC production records and relevant ASX company nickel production figures.

[6] Refer to the Company's Prospectus (lodged 11 June 2021) for further details. SIGM has a pre-emptive right over gold material from the FBA (other than the Excluded Areas and the Lady Herial deposit).

BACKGROUND: ST IVES / KAMBALDA - ONE OF AUSTRALIA'S MOST PROLIFIC GOLD CAMPS

The Kambalda / St Ives gold camp is one of Australia's most prolific gold production and discovery centres. Gold has been produced in the area since the discovery of the Red Hill gold mine in 1896 (adjacent to the Company's historical Silver Lake nickel mine at Kambalda). The area immediately encompassing and surrounding the FBA project produced gold from the 1920s onwards, but this goldfield came to prominence in the early 1980s when WMC commenced dedicated gold production from the adjacent Victory-Defiance Complex and the Hunt nickel mine, approximately 15km to the north near Kambalda.

The St Ives Gold Mine was sold by WMC to Gold Fields in December 2001 after 5.6Moz[7a] of gold had been produced. With an expanded exploration budget requisite with being one of the world's major gold companies, Gold Fields has gone on to mine over 11Moz[7b] of gold itself and has found what is shaping up to be the most significant discovery in the camp's history, the Invincible deposit (see **Figure 1**), suggesting that the biggest deposits are not always found first in the discovery cycle.

The FBA project is located on granted mining tenements with significant existing infrastructure in place. Nearby gold plants include the Lefroy, Lakewood (ASX:BC8) and Higginsville plants (ASX:WGX), with the Lefroy plant, a few kilometres to the north, notably owned and operated by the Company's major shareholder, Gold Fields.

COMPETENT PERSONS' STATEMENTS

Any information in this or previous announcements that relates to gold and nickel Mineral Resources and by extension, gold and nickel geology, past Exploration Results and the Company's Historical Core Program, which includes the accessing, re-processing, re-logging, cutting and assaying of historical WMC diamond core and the appropriateness of the use of this data and other historical geoscience hard copy data such as cross sections, underground level mapping plans, longitudinal projections and long sections, including commentary relying on personal experience whilst employed at Kambalda by WMC and Gold Fields, all of which collectively were the basis of and informed the Company's gold and nickel Mineral Resources, is based on, and fairly represents, information and supporting documentation prepared by Mr Aaron Wehrle, who is a Member of the Australasian Institute of Mining and Metallurgy (**AusIMM**).

Mr Wehrle is a full-time employee of the Company, a shareholder and holder of employee performance rights; he has sufficient experience that is relevant to the style of mineralisation and types of deposit under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (**JORC Code**). Mr Wehrle is the Company's **principal Competent Person** and consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Any information in this or previous announcements that relates to, or informed, the FBA's gold Mineral Resource estimates, geostatistics, methodology and estimation is based on, and fairly represents, information and supporting documentation prepared by Mr Stephen Law, who is a Fellow of the AusIMM and also holds current Chartered Professional (Geology) status. Mr Law is a full-time employee of Lunnon Metals Ltd, a shareholder and holds employee performance rights; he has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the JORC Code. Mr Law consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Any information in this or previous announcements that references, related to or informed the previous FBA's gold and nickel metallurgical testwork program, was based on, and fairly represents, information and supporting documentation prepared by Mr Barry Cloutt, who is a Member of the AusIMM. Mr Cloutt is an external and independent consultant to the Company and has sufficient experience that is relevant to the activity that he is undertaking to qualify as Competent Person as defined in the JORC Code. Mr Cloutt consented to the inclusion in the relevant previous announcements of the matters based on his information in the form and context in which it appeared.

Any information in this or previous announcements that relates to the mining, metallurgical and environmental Modifying Factors or assumptions (including information in prior Table 1, sections 1, 2, and 3), as they may apply was based on, and fairly represents, information and supporting documentation prepared by Mr Wehrle, Mr Max Sheppard and Mr Edmund Ainscough. Messrs. Sheppard and Ainscough are also Competent Persons and Members of the AusIMM. Mr Ainscough is a full-time employee, and Mr Sheppard is a permanent, part-time employee, both of Lunnon Metals Ltd. Both Messrs. Ainscough and Sheppard are shareholders and hold employee performance rights in Lunnon Metals Ltd.

[7] (a) sum of historical WMC production records to Dec 2001 and (b) sum of Gold Fields Annual Report filings thereafter.

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Messrs. Wehrle, Sheppard and Ainscough have sufficient experience that is relevant to the style of mineralisation, both gold and nickel, the types of deposit under consideration, the activity that they are undertaking and the relevant factors, in particular regarding the FBA area more generally, the historical Foster mine and the KGNP regionally, to qualify as Competent Persons as defined in the JORC Code. Messrs. Sheppard, Wehrle and Ainscough consent to the inclusion in this announcement of the matters based on their information in the form and context in which it appears.

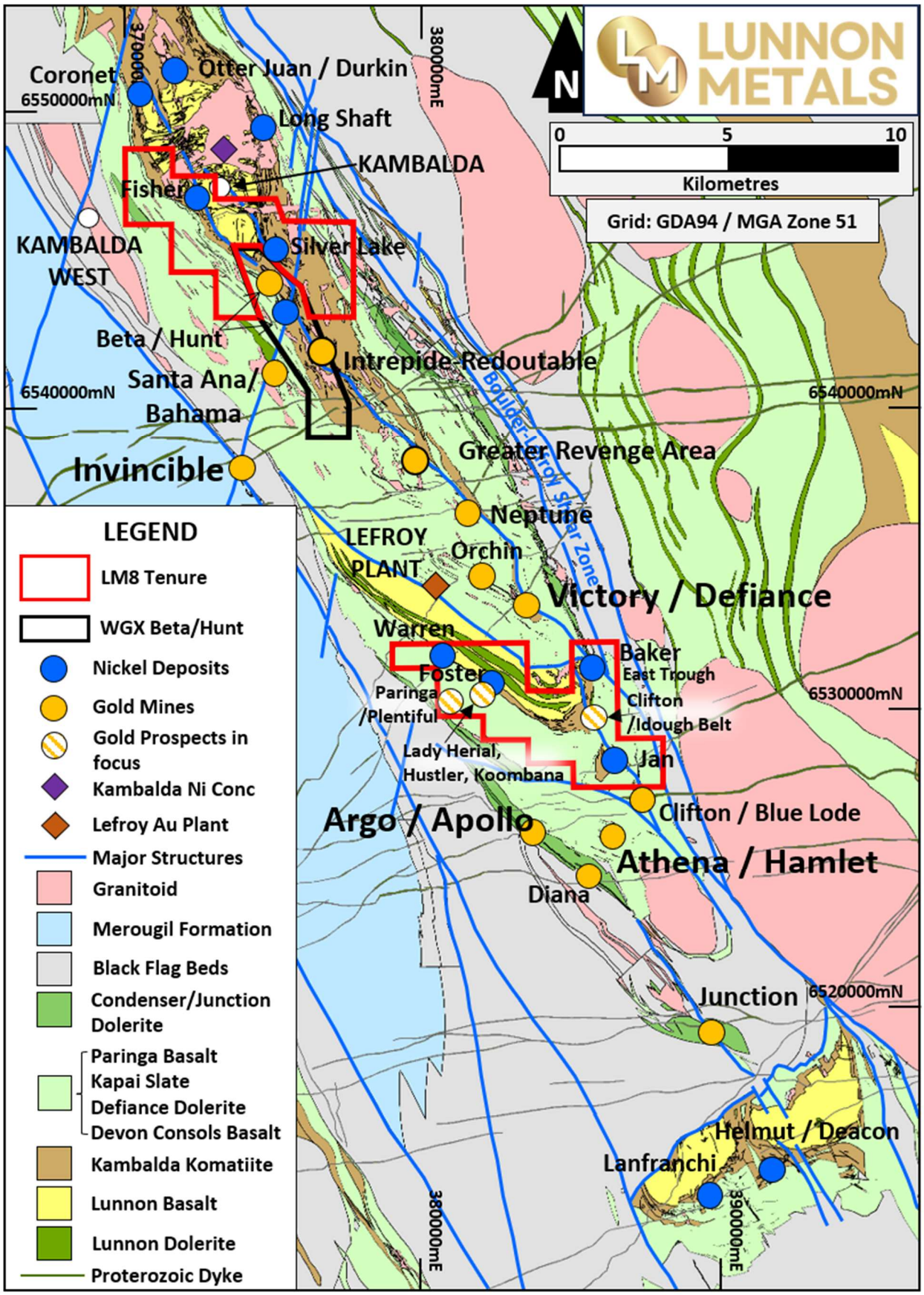


Figure 1: Location of the KGNP (red outlines) at the local Kambalda/St Ives scale; showing surface geology and structure of this significant Australian gold camp and location of the Kambalda Nickel Concentrator.

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GOLD MINERAL RESOURCES

The detailed breakdown, by deposit and mineralised structure, of the Company's gold Mineral Resources[8], above a 0.5 g/t Au cut-off, depleted by mining up to the end of mining operations on 8 August 2026, is as follows.

	Measured			Indicated			Inferred			Total		
	Tonnes	Au g/t	Au Ounces	Tonnes	Au g/t	Au Ounces	Tonnes	Au g/t	Au Ounces	Tonnes	Au g/t	Au Ounces
LADY HERIAL												
Upper	31,100	2.9	2,900	71,100	2.7	6,200	61,000	1.0	1,900	163,400	2.1	11,000
Middle	700	1.9	100							700	1.9	100
Lower	34,800	1.5	1,700	157,000	1.5	7,300	93,000	2.7	8,000	285,100	1.9	17,000
Sed/Paringa Basalt	10,000	1.5	500	3,000	1.6	200				13,000	1.7	700
Northwest	33,500	1.7	1,800	57,900	2.1	3,800	36,000	2.3	2,700	127,400	2.0	8,200
Subtotal	110,100	2.0	7,000	289,000	1.9	17,500	190,000	2.1	12,600	589,600	2.0	37,000
HUSTLER												
Upper				155,000	1.3	6,300	538,000	1.5	25,000	693,000	1.4	31,300
Lower				16,000	1.4	700	117,000	1.1	4,200	133,000	1.2	4,900
Subtotal				171,000	1.3	7,000	655,000	1.4	29,200	826,000	1.4	36,200
GROUP TOTAL	110,100	2.0	7,000	460,000	1.7	24,500	845,000	1.5	41,800	1,415,600	1.6	73,200

GOLD ORE RESERVES

Note: with gold mining complete for the present, the Gold Ore Reserves at Lady Herial, declared on 16 January 2026, are now fully depleted.

NICKEL MINERAL RESOURCES (restated as at 30 June 2026)

The Company-wide nickel Mineral Resource[8], above a 1.0% Ni cut-off, is as follows:

	Measured Ni			Indicated Ni			Inferred Ni			Total Ni		
	Tonnes	%	Ni Tonnes	Tonnes	%*	Ni Tonnes	Tonnes	%*	Ni Tonnes	Tonnes	%*	Ni Tonnes
FOSTER MINE												
Warren				345,000	2.6	8,800	100,000	2.4	2,400	445,000	2.5	11,200
Foster Central												
85H				395,000	3.2	12,800	294,000	1.2	3,600	689,000	2.4	16,400
N75C				271,000	2.6	6,900	142,000	1.9	2,600	413,000	2.3	9,500
S16C / N14C				-	-	-	64,000	5.7	3,700	64,000	5.7	3,700
South				264,000	4.7	12,400	111,000	4.7	5,200	375,000	4.7	17,600
Sub total				1,275,000	3.2	40,900	711,000	2.5	17,500	1,986,000	2.9	58,400
BAKER AREA												
Baker	110,000	3.4	3,700	622,000	3.7	22,900	298,000	2.4	7,100	1,030,000	3.3	33,700
East Trough				-	-	-	108,000	2.7	3,000	108,000	2.7	3,000
Sub total	110,000	3.4	3,700	622,000	3.7	22,900	406,000	2.5	10,100	1,138,000	3.2	36,700
SILVER LAKE												
25H				336,000	1.6	5,300	488,000	1.7	8,500	824,000	1.7	13,800
Sub total				336,000	1.6	5,300	488,000	1.7	8,500	824,000	1.7	13,800
FISHER												
F Zone				56,000	2.7	1,500	196,000	1.6	3,200	252,000	1.9	4,700
Sub total				56,000	2.7	1,500	196,000	1.6	3,200	252,000	1.9	4,700
TOTAL	110,000	3.4	3,700	2,289,000	3.1	70,600	1,801,000	2.2	39,300	4,200,000	2.7	113,600

Note: Individual figures in all the above tables have been rounded to reflect the appropriate level of accuracy and hence may not add up exactly to the various given totals.

[8] Estimated in accordance with, and as defined in, the Joint Ore Reserves Committee of the Australian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Minerals Council of Australia (JORC): 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

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