

OUR VISION

We are building a successful resources company for the long-term benefit of all stakeholders while listening to our communities.

BOARD OF DIRECTORS

Wayne Seabrook
Tony Haggarty
Allan Davies
Brian Beem
Tony Galligan
Rob Bishop
Matthew Hunter
Jim Middleton

COMPANY SECRETARY

Lindi-May Lochner

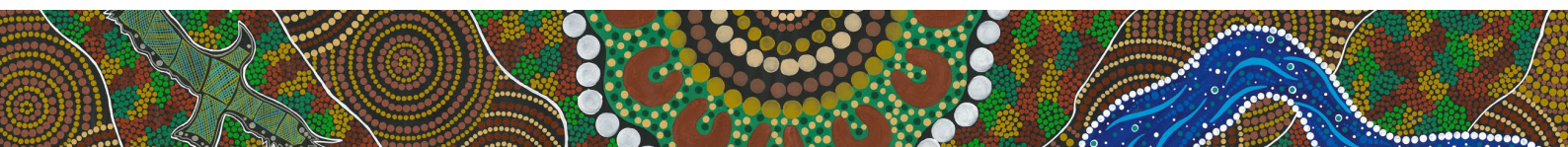
Malabar Resources Limited
ABN: 29 151 691 468
www.malabarresources.com.au
Registered Office:
Level 26, 259 George Street
Sydney NSW 2000
T: +61 2 8248 1272



New Maxwell site entry signage painted by local First Nation's artist

QUARTERLY ACTIVITIES FOR THE QUARTER ENDED 31 MARCH 2024

- ✱ Successful completion of upsized ~A\$180m equity raise to provide for ramp up of the longwall mine to its optimal rate.
- ✱ Commenced operation of the second-place change panel in the Bord & Pillar Operation
- ✱ Launch of apprenticeship program



Maxwell Underground Mine

HEALTH AND SAFETY

Our first priority in the workplace is the health and safety of our people; we will never compromise on safety in the pursuit of our goals.

ACTIVITIES FOR THE QUARTER ENDED 31 MARCH 2024

Construction and operational highlights for the quarter included;

Longwall operation:

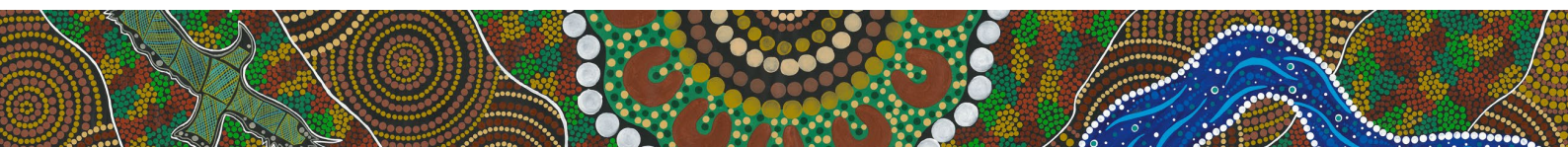
- * Completed the portal ramp concrete works and sump at the longwall mine portal,
- * Construction of longwall ventilation shaft infrastructure commenced,
- * Surface to seam “declines” drivage continues with over 1,300m completed,
- * Longwall equipment manufacture is well progressed. Inspections carried out in Europe and China by our technical teams.

Bord & Pillar operation:

- * Second place change panel operation commenced in March 2024.
- * Production continues to ramp-up.

Infrastructure:

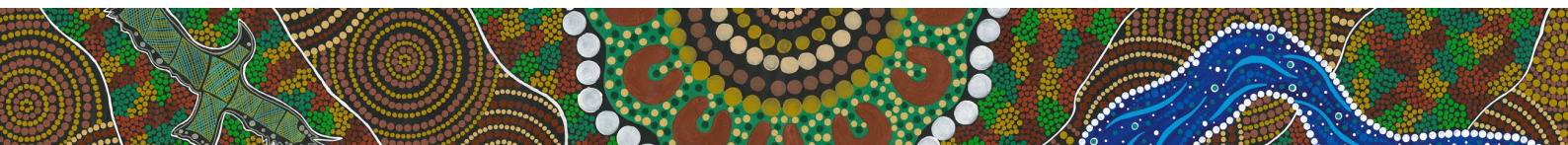
- * Progressing with bitumen sealing of the permanent access road.
- * Progressing civil works for the overland conveyor.



Longwall roof support inspection in China



Coal Clearance and Shearer Inspection in Germany



Spur Hill Underground Project (EL 7429)

A seismic program to better define the “Eastern Boundary Fault” which separates the Maxwell resources from those in Spur Hill EL 7429 has been completed and results are being assessed. The 2024 exploration program will consist of a combination of 2D seismic and drilling.

Environment

Malabar is committed to establishing and maintaining processes to minimise land disturbance and achieve a safe, stable, and non-polluting final landform.

Quarterly activities include:

- * Land management activities were undertaken such as weed spraying and feral animal management on site and within our offset areas.
- * Planted 3.9 hectares with woodland seed within the remediation area to enlarge and enhance the woodland corridor.
- * Completion of the annual Merton Vineyard harvest with the grapes processed on site at the Small Forest winery or sold to other local winemakers.

Community Engagement

Malabar maintains a 24-hour community hotline (1800 653 960) for any issues or enquiries related to our operations or our plans for the local area. To date zero complaints have been registered.

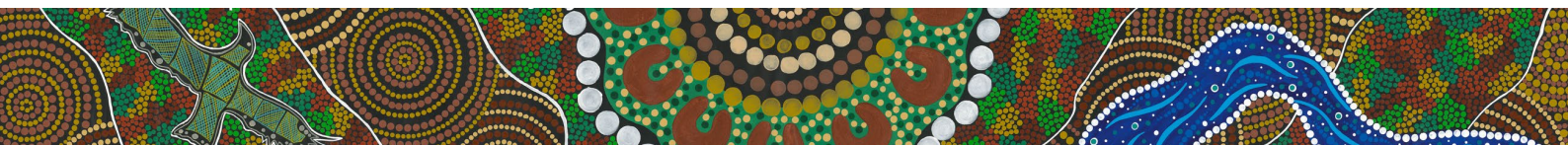
Quarterly community contributions were made to the following:

- * Milbrodale Public school
- * Muswellbrook Day View Club
- * Westpac Rescue Helicopter
- * Denman Sandy Hollow JRLFC – Club Sponsor 2024
- * Scone Community Pantry
- * Aberdeen Fire & Rescue NSW

COMMUNITY CONTRIBUTIONS

If you are part of a community organisation and would like to apply for one of our Community Grants, please complete the form on our website and our team will contact you:

<https://malabarresources.com.au/apply-for-a-community-grant/>



Malabar Renewables

MAXWELL SOLAR FARM

The Maxwell Solar Farm is an approved 25 megawatt (MW) solar farm, to be constructed on land we have rehabilitated from past open cut mining operations.

Malabar has selected a power supplier to provide a whole-of-mine solution involving the Maxwell Solar Farm “behind-the-meter” supplemented with grid supply. The preferred supplier continues to undertake technical work with the expectation of lodging a grid connection application in the second half of 2024.

EDDERTON SOLAR FARM

The EDF Renewables and Malabar joint venture is developing the Edderton Solar Farm and large-scale Battery Energy Storage System (BESS) in the Hunter-Central Coast Renewable Energy Zone (REZ). The Edderton Solar Farm will have a capacity of around 350MW and will sit on approximately 1,000 hectares with a provision for a large-scale battery storage facility.

Activities over the quarter included;

- ✳ Received approval for the Application for Registration NEM Intending Participant (IP) with AEMO.
- ✳ Field work continuing with fauna and flora surveys underway.
- ✳ Lodgement of the Scoping Report with the NSW government. (We expect to receive the environmental assessment requirements from the state government in the next quarter. These provide the criteria for preparation of the Environmental Impact Statement that accompanies the Development Application.)

More information on the project can be found on the following website: <https://www.eddertonsolarfarm.com.au/>

Our Team

APPRENTICESHIP PROGRAM

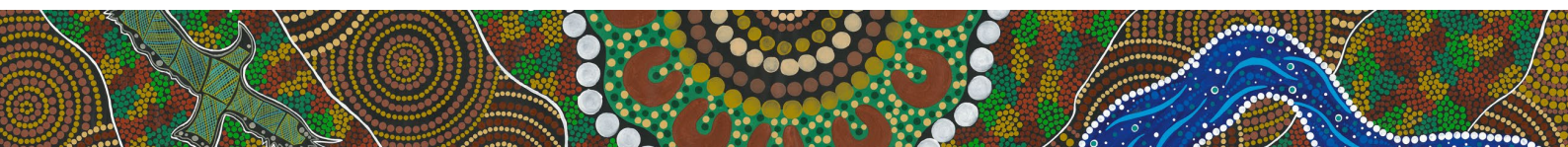
Malabar commenced its 2024 apprenticeship program with two electrical and two mechanical candidates joining our team. This program will provide them with the opportunity to learn practical, on-the-job skills while pursuing their formal qualifications. All four apprentices are local to the region which demonstrates Malabar’s commitment to building employment locally.

RECRUITMENT

Malabar and our key mining partners of PIMS and PYBAR continue to seek many more energetic and ambitious team members. Please encourage your family, friends and others to consider the long-term careers that Maxwell Mine offers. For more information, please refer to Malabar’s website <https://malabarresources.com.au/peoplecareers/current-opportunities> to view opportunities.



Welcome aboard from the left: Jack, Jordan, Jimmy & Lachlan



Corporate Activities

SUCCESSFUL COMPLETION OF UPSIZED ~A\$180M EQUITY RAISE

Malabar is pleased to announce the successful completion of a A\$180 million Equity Raise. The announced Equity Raise was seeking to raise a minimum of A\$160 million. Based on excess demand, the Equity Raise was increased to approximately A\$180 million with the issue of approximately 100 million new ordinary shares at a price of A\$1.80 per New Share. The Equity Raise had strong demand from existing shareholders and new investors (including the New Hope Group which will have a shareholding of 19.9%).

The Company will use these proceeds alongside existing funding sources, including cash on balance sheet and undrawn debt facilities, for the development of the Maxwell Underground Mine. As announced in November 2023, Malabar is committed to developing the Maxwell Underground Mine as a 300m longwall (vs 145m longwall) to realise the mine's full potential. The 300m longwall is expected to generate greater sales with lower operating costs, creating a stronger business best placed to deliver consistent returns.

31 DECEMBER 2023 FINANCIAL REPORT

Malabar's 31 December 2023 is available on the website: <https://malabarresources.com.au/wp-content/uploads/2024/03/Malabar-Resources-Limited-Interim-Financial-Report-31-December-2023-2.pdf>

