MALABAR

QUARTERLY UPDATE
30 JUNE 2025
REPORT RELEASE DATE 21 JULY 2025

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

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QUARTERLY ACTIVITIES

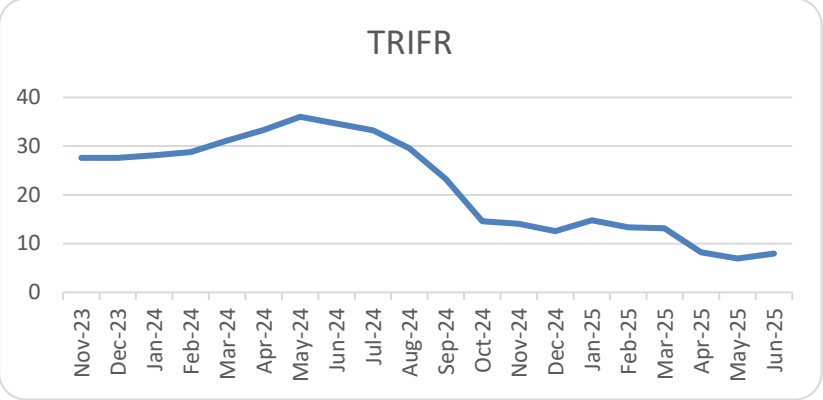
FOR THE QUARTER ENDED 30 JUNE 2025

- Maxwell Longwall operation:
  - Mine development progressing with three “development sets” operating underground with preparation of fourth set under way.
  - Production ramping up.
  - Longwall equipment “mini-build” complete, now undertaking compatibility testing and training.
  - Ventilation shaft well progressed
- Maxwell Bord & Pillar operation:
  - Production increased during the quarter.
  - Operational improvements implemented to maximise efficiencies.
- Overland conveyor:
  - Construction advanced substantially.
- Successful recruitment of Maxwell’s team:
  - Our team is now c. 300 as we progress to our full complement to correspond with commissioning the longwall.

Maxwell Underground Mine

HEALTH AND SAFETY

Our priority in the workplace is the health and safety of our people; we will never compromise on safety in the pursuit of our goals. Safety performance continues to improve following a "reset" implemented across our business.



Note: Total Recordable Injury Frequency (TRIFR) is the number of lost time injuries or substitute work and other injuries requiring medical treatment per million manhours worked on a rolling 12-month basis.

ACTIVITIES FOR THE QUARTER ENDED 30 JUNE 2025

Maxwell Longwall Operation:

- **Construction of underground roads ("Underground Development")**
  - Expansion of the pit bottom continued allowing additional sets of development equipment to commence.
  - The third set of development equipment commenced operation in June 2025.
  - A fourth continuous miner was acquired in May 2025. Preparation is now under way for the introduction of the fourth development set in the next quarter.
  - Construction of main (life-of-mine) underground roads progressed throughout the quarter with mining rates ramping up. The operation will transition into the construction of "gate roads" in the next quarter.
  - Construction of the ventilation shaft was completed and the underground workings penetrated the base of the shaft. The main ventilation shaft fan has been installed and will be commissioned in the next quarter.

Ventilation shaft and fan for the longwall operation.

Longwall Equipment:

- The “mini-build” of the longwall machinery was completed during the quarter to facilitate ‘whole-of-system” compatibility testing and operator training.

Longwall equipment “Mini-build” and testing

Underground conveyors

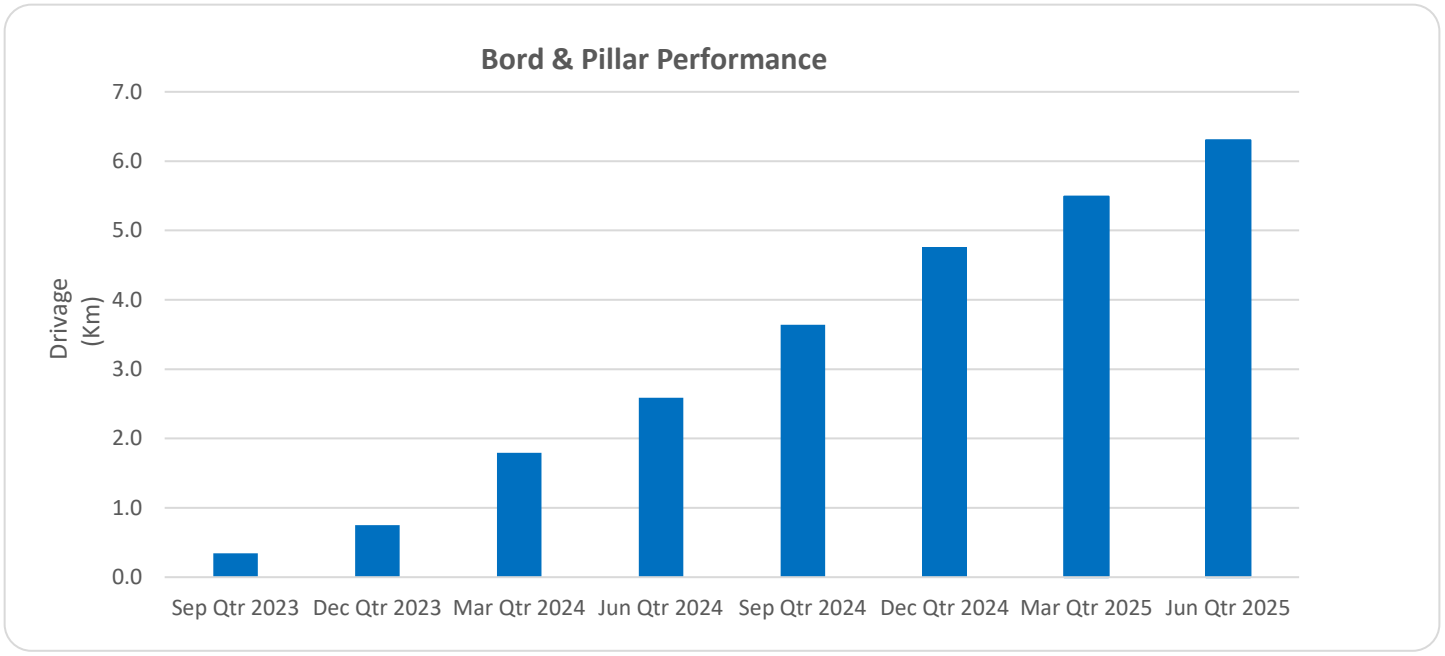
- Underground conveyors are in varying stages of manufacture, delivery, installation, and commissioning as required by the ramp-up of underground activities.

Gearboxes, pulleys and motors for the underground conveyors

Belt structure for trunk conveyors

Maxwell Bord & Pillar operation:

- Bord & Pillar production continues to increase with 138,000t of ROM coal produced in the June quarter.
- The underground drivage rate increased 15% compared to the prior quarter.
- The manning roster was restructured during June 2025 to maximise efficiencies.



Surface Infrastructure:

- Construction of the 9.5 km overland conveyor from the underground mine entry area to the existing coal washing facility advanced substantially;

Concrete sleepers and structure for overland conveyor being installed

People

- Recruitment has progressed strongly.
- Malabar continues to align recruitment efforts with the ramp-up of underground operations.
- Our team is now c. 300 as we progress to our full complement to correspond with commissioning the longwall.

Sales

- Maxwell coal continues to be well received by customers with sales of 102,000t in the June quarter.
- Maxwell coal sold into the Japanese market received an average price of US$110/tonne which represented a 12% premium above the Newcastle benchmark.

Spur Hill Underground Project (EL 7429)

Flora and fauna surveys continue in preparation of a drilling program and seismic survey to be progressed in the 2025 calendar year.

Environment

Activities included:

- Mine rehabilitation including drainage improvement works and topsoiling to be seeded with a native woodland mix.
- Land management such as weed spraying and feral animal management on the mine and within our biodiversity offset areas.
- Maintenance works associated with the autumn tree planting.
- The grazing trial on mine pasture rehabilitation continued with approximately 50 head of cattle on the mine site.

Community Engagement

Quarterly community contributions were made to the following:

- Upper Hunter Youth Services
- Singleton Netball Association
- Hunter Valley Group 21 Rugby League
- Singleton Neighbourhood Centre
- Scone Neighbourhood Centre
- The Australian Photographic Society
- Mt Arthur Wild Dog Association
- Upper Hunter Homeless Support
- Muswellbrook Chamber of Commerce & Industry
- Muswellbrook Shire Council

Malabar Renewables

Our renewable energy initiatives include;

- A c.40 kW solar panel system at our Merton Vineyard;
- The development of our approved 25MW behind-the-meter “Maxwell Solar Farm”; and
- Progressing the 350MW Edderton Solar Farm and BESS through the NSW State Significant approvals process.