ASX Release

31 July 2026

Quarterly Activities Report for the period ended 30 June 2026

- **Record quarterly gross sales for the period of $1,356,145 were up 47% quarter-on-quarter or $431K higher. The Yerbas Buenas operation continues to deliver consistent sales and superior margins with Islon steady growing sales each quarter *(Table 1 & 2 below).***

- **Quarterly cash receipts were up 44% quarter-on-quarter to $1,058,000 (March quarter: $730,000).**

- **Quarterly production costs of $944K (prior quarter: $620,000) were generally higher given increased production volumes but also included the purchase of significant volumes of unprocessed stock from third parties to facilitate inventory build to meet growing customer demand.**

- **Based on a recent drone survey to calculate stock volumes at Islon, Freehill confidently estimates that pre-purchased unprocessed stock on site will generate in excess of $2M of future gross sales of processed aggregate products.**

- **$278K investment in plant & equipment to enhance the performance and processing capabilities at the Islon plant.**

- **Work advanced on the Blanco y Negro copper project which has a mineral resource estimate and is located near to established third party processing plants. Further update pending.**

- **At quarter end, Freehill held receivables of ~$474K, cash of $157K and significant volumes of pre-purchased stock ready for processing and delivery to existing customers with recurring supply needs.**

- **Post quarter end, MOU established with leading South American gold mining and exploration company Austral Gold Limited (ASX: AGD) where the parties will assess copper mining and exploration opportunities in Chile.**

Freehill Mining Limited (ASX: FHS 'Freehill' or 'the Company') provides this activities report for the quarter ended 30 June 2026 (the 'quarter'). Activities have focused primarily on scaling up sales to support the local cement industry, improving plant performance with the installation and commissioning of new equipment in the aggregates business, completing plant refurbishment works and procuring and installing new processing equipment to drive a material increase in gross sales and improved margins. All figures are quoted in Australian dollars unless stated otherwise.

Corporate & financial overview

Gross sales for the quarter increased ~47%, or $431K on the prior quarter, to $1,356,145 and receipts from customers were up 44% to $1,058,000 (March quarter: $730,000). This has been the third consecutive quarter of increasing gross sales and customer receipts. While July's flooding in the region will impact short term sales with cessation of building activities during the 3 days of rain and ongoing clean-up we are already getting feedback of supporting a medium term increase.

Production costs of $944,000 (March quarter: $620,000) are higher primarily due to our investment in unprocessed stock rather than production expenses. Following completion of a drone survey to measure pre-purchased, unprocessed stock volumes at the Islon site, the current value of raw material stock on site represents some in excess of $2 million in gross sales of processed aggregate products. The benefits of this stock build will obviously come through as more sales materialise in coming quarters. We continue to advance multiple work streams to further increase production and lower costs.

As production increases, there will continue to be iterations to our operations and logistics, and we are continuing to evolve in this climate of growth where there is ever increasing demand for our material throughout the region. We are currently reviewing material supply, transport and energy supply – three critical areas that will be transformational in terms of margin improvement and much higher monthly growth sales. In the nearer term, we anticipate that marginal improvements in our plant will deliver significant benefits.

Capital Expenditure during the quarter was some $278,000 which included the acquisition of the Vertical Shaft Impact Crusher ("**VSI**"), a Komatsu Excavator, a conveyor belt and number of additional expenses related to plant improvement and the installation of the VSI.

Since the end of the quarter we obtained a licence for retail material sales, and while not core to our operations, it will provide an attractive high margin revenue stream with sales already occurring.

Receivables at quarter end were $470K and cash at bank was approximately $157K. Established stockpiles of pre-purchased unprocessed materials gives us added flexibility.

Aggregates operations summary

Our operation at Islon has started to show the benefits of the plant investment in the new VSI, with production volumes strengthening steadily through the quarter, up 36% from April to June while Q2 output is 49% above Q1. Maintenance activity intensified in parallel with output, particularly around the conveyor belt network and the VSI (tertiary/vertical shaft impact) crusher which is consistent with a plant running harder (more hours at higher throughput) and needing more frequent upkeep, rather than a sign of new reliability problems: there were no multi-day unplanned outages in the quarter, and every stated down-day was tied to a specific, named maintenance tasks.

While this initial uptick is pleasing there are still considerable iterations to be made in optimising plant performance which will be undertaken on a staged basis so as not to disrupt our supply obligations. In the immediate term, we expect to have all equipment on an electronic platform to ensure accurate data capture for all the elements of our operation.

To date the Islon plant has been operating on a just-in-time basis to meet the needs of our key customers, however, as our production position improves we will get in front of our existing client demand curve and expand our customer base, many of whom have already been identified.

Operations at Yerbas Buenas continue to make a solid contribution to sales. In addition to supporting the major players within the La Serena construction sector, Yerbas Buenas could benefit significantly from a potential port development near to the site as well as other major infrastructure developments flagged in this region.

Copper exploration & development

During the quarter, Freehill advanced on the development of the Blanco y Negro Copper-Gold deposit which **sits on 128 hectares of granted mining leases and hosts a Mineral Resource Estimate reported in accordance with the JORC Code 2012 of c.1.5Mt at ~1.4% Cu and 0.5 g/t Au for 20,000 tonnes of contained Copper (Cu) and 24,000 ounces gold (Au).**[1]

Freehill's consulting geologist completed a thorough review of Blanco y Negro's historical geological data, including sourcing and verifying the project's resource block model, a three-dimensional dataset that describes copper grades, rock types and physical properties across the deposit. This verification provides the technical basis for all subsequent mine-development work.

1 https://announcements.asx.com.au/asxpdf/20131120/pdf/42kzlnh3cwzgrx.pdf

The geologist prepared a plan map that overlays historical drill hole collars and traces on copper grade contours from the block model, confirming the locations of past drilling and showing how modelled grades sit across the project area. A long-section view looking west was also produced, showing where drill holes intersect the mineralisation and colouring those intersections by a combined grade-and-thickness metric; this view highlights along-strike and down-dip distribution of higher-value zones, helps assess mineralisation continuity, and identifies priority areas for follow-up drilling and mine development. In addition, a representative cross-section through the deposit (local grid 100000N) was prepared comparing the estimated block model grade distribution with the underlying drill hole assays, which provided confidence in the model's local grade distribution and domain boundaries.

This review supports the next steps of technical work as Freehill advances underground mine planning and permitting for Blanco y Negro. As previously communicated, the Company is nearing the appointment of a qualified and experienced Chilean-based mining engineer with expertise in underground mining operations. This process has taken slightly longer than expected given ongoing project review work with potential parties and Freehill's geological team. Freehill is assessing a number of nearby third party processing options, thus eliminating the need to procure and operate our own processing plant.

Events subsequent to the end of the quarter

Freehill has signed a strategic, non-binding Memorandum of Understanding ("**MOU**") with Austral Gold Limited (ASX: AGD) to cooperate on the identification, evaluation, acquisition, exploration and development of copper and copper-gold projects in Chile. Austral brings proven technical, operational and regulatory capability, including Chilean operating experience, which will de-risk and accelerate the evaluation and potential development of Freehill's copper portfolio, including the Joshua porphyry and the Blanco y Negro project.

The MOU supports Freehill's strategy to grow its copper exposure while continuing to scale its aggregates business. The parties intend to progress negotiations toward definitive agreements on specific projects if due diligence is successful; until then the MOU remains non-binding. Freehill will provide a further update on the status of the MOU, any definitive agreements and related work programs early in the current quarter.

During July, the La Serena and the broader Coquimbo region suffered intensive flooding as part of an extreme weather event that impacted 10 of Chile's 16 regions. There has been considerable damage to existing infrastructure and disruption to all industry. **The diligent preparation of our staff protected our sites and plant and equipment and while clean-up action is in process we expect to be in operation within the week.** We have been in regular dialogue with both our customers and suppliers to ensure minimum disruption. A number of our staff attended our site at the height of the flooding and are acknowledged for their efforts.

Comments

Managing Director Paul Davies said: *"Our aggregates operations delivered a strong quarter, with steady production and improved operational discipline across our sites. We've continued to optimise logistics and cost control while maintaining safety and service levels for our customers. This process is directed to establishing a much more meaningful cashflow to support our ongoing growth across multiple activities. It should be noted that our aggregates business mirrors many of the activities of our proposed mining developments and provides a foundation of expertise as we advance more projects. Whilst we have had some disruptions to our operations in July due to extreme weather events, our plant and equipment remains in good order thanks to our local team, and operations will resume this coming week."*

Chairman Ben Jarvis added: *"I congratulate Paul and the management team for another quarter of top-line growth and improving financial performance. Their operational focus has strengthened our regional reputation for reliability and service, providing the commercial foundation to progress our strategic copper projects. The recently signed MOU and advancing technical work at Blanco y Negro demonstrate that Freehill is delivering on both near-term cash generation and longer-term value creation."*

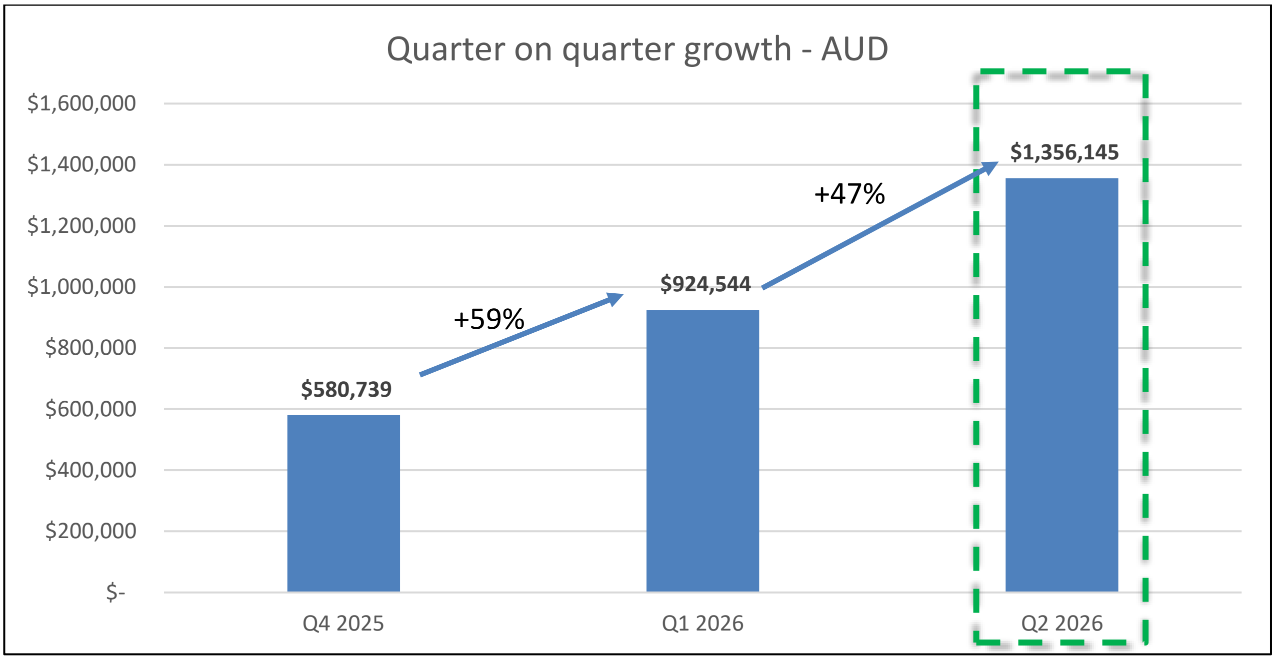

Table 1: Quarterly gross sales showing the third consecutive quarter of growth

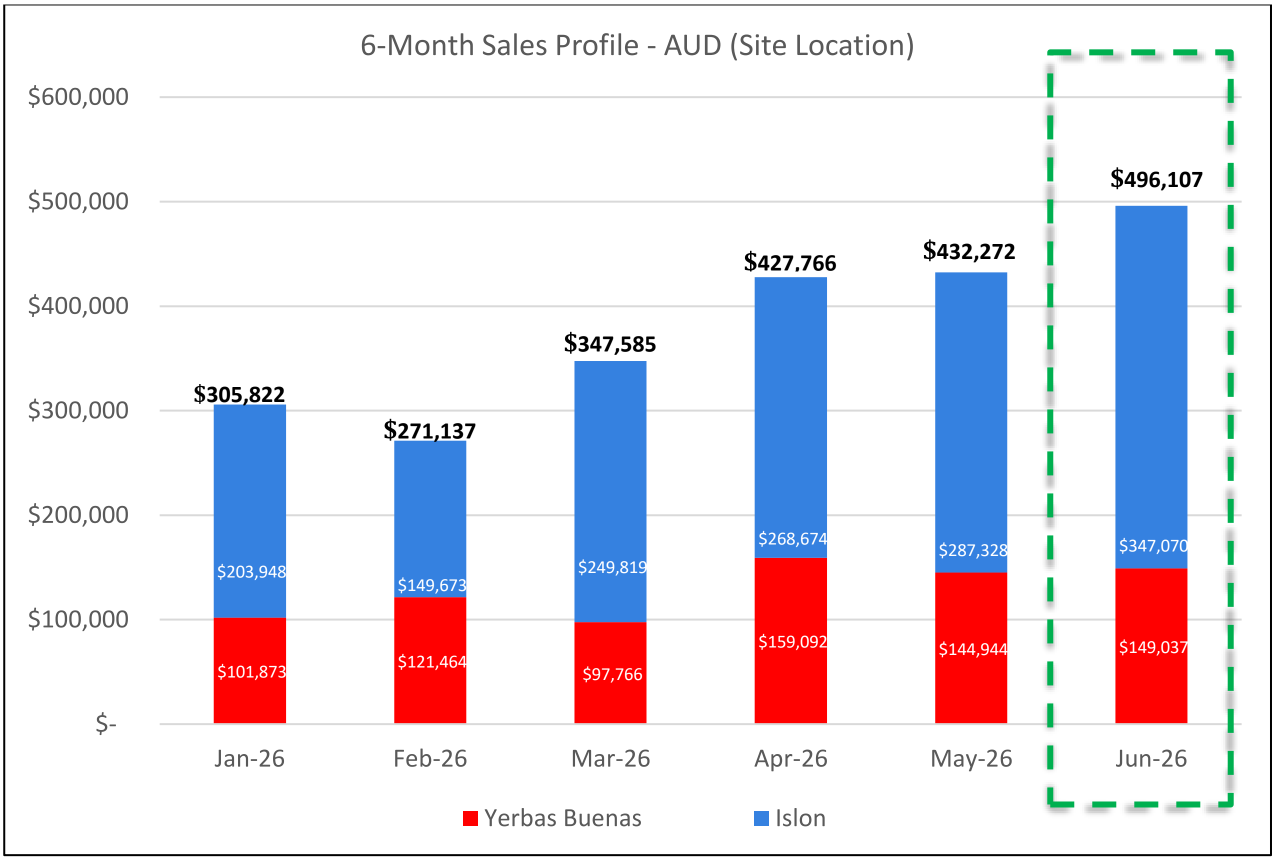

Table 2: month-on-month sales growth culminating in a record performance in the month of June

Approved for release by the Board of the Company.

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About Freehill Mining Limited

Freehill Mining Limited (ASX: FHS) is a Chilean-focused mining and exploration company pursuing a dual strategy: scaling its cash-generating aggregates business from two operating sites in Region IV, Islón and Yerbas Buenas, while selectively acquiring and advancing copper-gold assets with near-term development potential. Freehill holds options over the Blanco y Negro deposit (JORC-2012 resource ~1.5 Mt at 1.4% Cu and 0.5 g/t Au for 20,000t Cu and 24,000oz Au) and has secured interests in the Joshua and Samuel porphyry projects, all in Region IV, Chile. By combining a scalable aggregates platform with milestone-driven exploration and project acquisition, Freehill aims to generate operating cash flow to support disciplined advancement of its copper-gold portfolio and deliver shareholder value.