SQX RESOURCES LIMITED

21 August 2026

The Manager
Market Announcements Office
ASX Limited
152-158 St George's Terrace, Perth WA 6000

CLEANSING NOTICE

Dear Sir / Madam

SQX Resources Limited (ASX Code: SQX)

On 21 August 2026, SQX Resources Limited ("SQX") (ASX:SQX) announced that it will undertake a pro rata non-renounceable Entitlement Offer of up to 61,700,000 new fully paid ordinary shares to eligible shareholders ("Entitlement Offer") on the basis that eligible shareholders will be entitled to subscribe for 2 new ordinary shares ("New Shares") for every 3 ordinary shares held by them at the record date, being 7.00pm on 26 August 2026, at an issue price of $0.04 per New Share, raising up to $2,468,000 before costs of the offer.

This notice is given by SQX under section 708AA(2)(f) of the Corporations Act 2001 (Cth) (Corporations Act) as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2026/98 (ASIC Instrument 2026/98).

Further details regarding the Entitlement Offer will be set out in the Offer Booklet lodged with ASX on Friday, 21 August 2026.

For the purposes of section 708AA(7) of the Corporations Act, the Company advises:

(a) the New Shares will be offered for issue without disclosure under Part 6D.2 of the Corporations Act;

(b) this notice is being given under section 708AA(2)(f) of the Corporations Act as modified by ASIC Instrument 2026/98;

(c) as at the date of this notice, the Company has complied with:

  (i) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and

  (ii) sections 674 and 674A of the Corporations Act;

(d) as at the date of this notice, there is no information that is 'excluded information' (within the meaning of sections 708AA(8) and 708AA(9) of the Corporations Act);

(e) trading in the Company's securities has not been suspended for more than 5 trading days in the 12 months preceding this notice;

(f) the potential effect the Entitlement Offer will have on the control of the Company, and the consequences of that effect, will depend on a number of factors, including the eligible shareholders' interest in taking up their entitlements, the level of participation of eligible shareholders in taking up additional shares under the shortfall facility, and also, the amount of the shortfall of the Entitlement Offer that will be taken up by the underwriter to the extent eligible shareholders do not take up the shortfall facility. While the outcomes of these factors are not able to be ascertained by the Company as at the date of this notice, the likely effect of the Entitlement Offer would include, but not be limited to:

   (i) if all eligible shareholders take up their entitlement under the Entitlement Offer, the issue of New Shares under the Entitlement Offer will have no effect on the control of the Company, and all shareholders will hold the same percentage interest in the Company, subject only to changes resulting from ineligible shareholders being unable to participate in the Entitlement Offer;

   (ii) in the event that there is a shortfall, eligible shareholders who do not subscribe for their full entitlement of New Shares under the Entitlement Offer and ineligible shareholders unable to participate in the Entitlement Offer, will be diluted relative to those shareholders who subscribe for some or all of their entitlements;

   (iii) eligible shareholders who apply for additional New Shares under the shortfall facility (in excess of their entitlement under the Entitlement Offer) may increase their interests beyond their percentage entitlement, resulting in the dilution of holdings of those who did not accept their entitlements in full or who were ineligible shareholders;

   (iv) in the event that the shortfall is not taken up by eligible shareholders, both eligible and ineligible shareholders unable to participate in the Entitlement Offer will be diluted relative to the underwriter who will subscribe for the balance of the shortfall and entitlements, provided that the Underwriter has advised that it has fully sub-underwritten its underwriting obligation; and

   (v) no person will be issued New Shares if such issue would result in their voting power in the Company, in aggregate with the voting power of their associates, increasing from 20% or below to more than 20%, or from a starting point that is above 20% and below 90%.

Yours sincerely,

Quinton Meyers
Company Secretary
SQX Resources Limited

This announcement has been authorised by the board of directors of SQX Resources Limited.