Quarterly Activities Report

30th January 2026

Highlights

- **E-PEPR applications approved by Department for Energy and Mining, South Australia**
- **Drilling Completed at Challenger West Project**
- **Drilling at Highway Project**
- **Placement of new ordinary shares raised $2 million**
- **Conversion of shareholder's loan to shares**

Taiton Resources Limited (**ASX: T88**, **Taiton** or "**the Company**") is pleased to provide a summary of activities completed during the Quarter ended 31st December 2025.

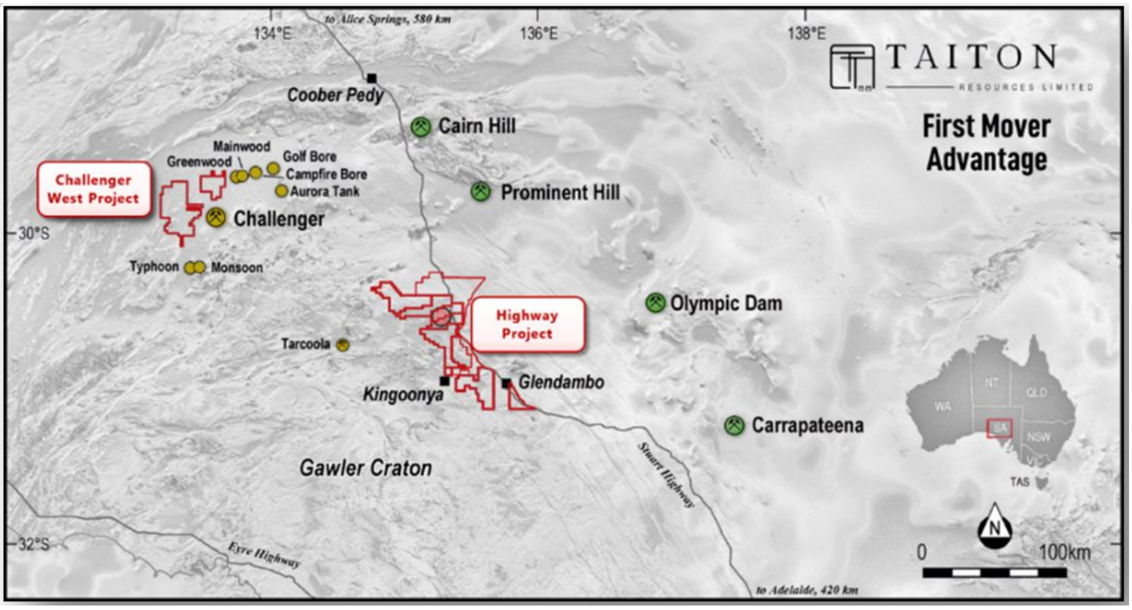

Figure 1. Location of the Challenger West and Highway Projects in South Australia.

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During the quarter, Taiton received the approvals from the Department for Energy and Mining (**DEM**), South Australia to carry out drilling programs at its Challenger West (**Figure 2**) and Highway projects (**Figure 3**) in South Australia. (ASX Announcements dated 5 & 17 November 2025).

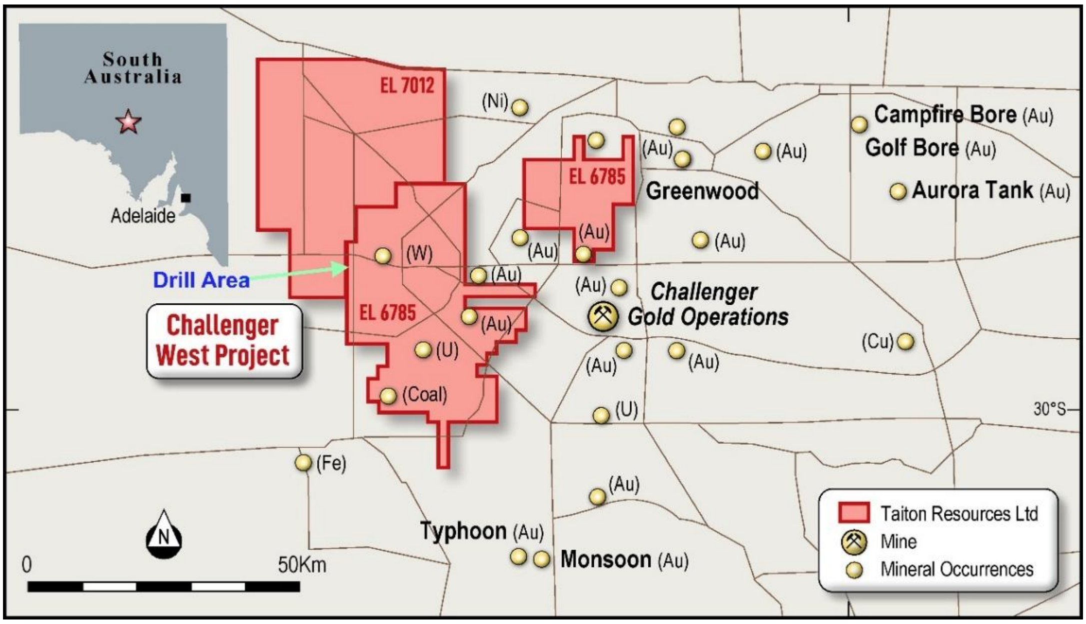

Figure 2. Location of the Challenger West drilling area.

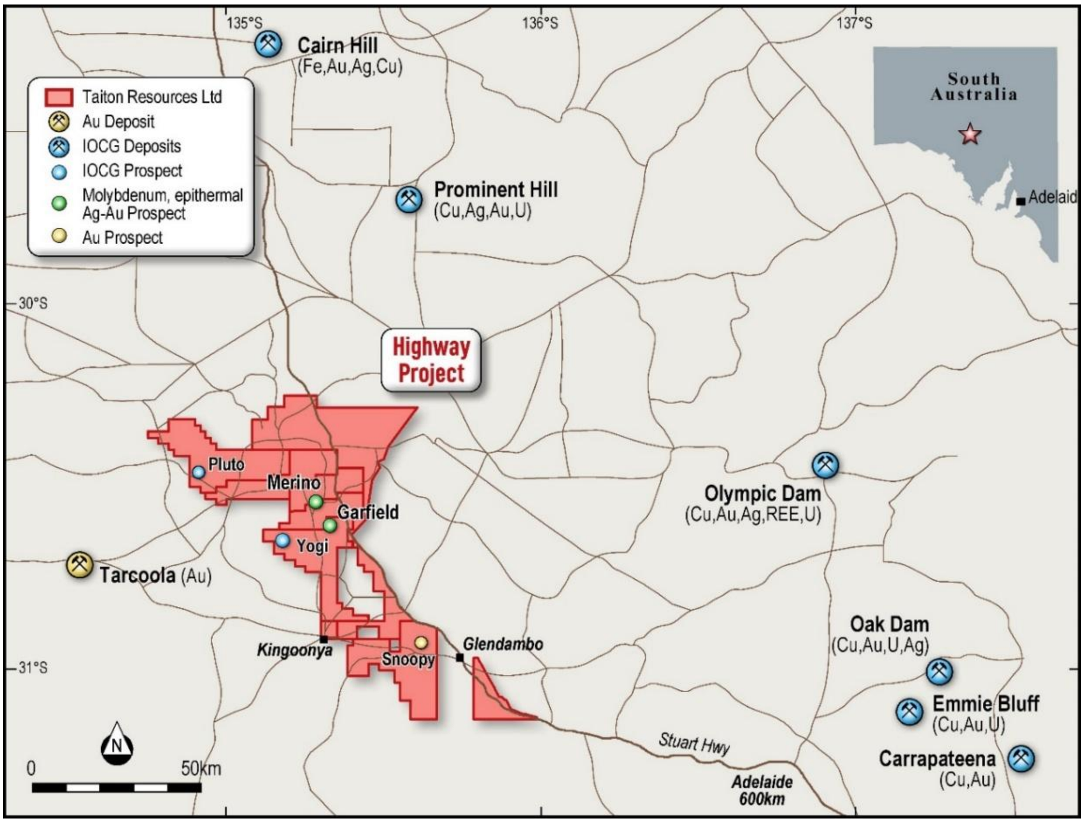

Figure 3. Location of the Yogi Prospect at Highway project.

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Challenger West

Drilling at Challenger West project was completed in December 2025 with the Reverse Circulation (**RC**) program completing 44 holes for 3,923 metres at an average hole depth of 89m (**Figure 4**). Samples have been sent to the laboratory in Adelaide for assay with results pending soon (ASX Announcement dated 18 December 2025).

Figure 4. Drilling at Challenger West

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Highway Project

With the approval from the DEM, preparation is currently underway for the drilling program at the Yogi prospect at Highway project in the 1st quarter of 2026. The drilling at Yogi prospect aims to test a gravity anomaly which indicates potential for Iron-Oxide-Copper-Gold (**IOCG**) style or Carbonatite Hosted REE mineralisation.

Taiton completed a gravity survey in 2024 which identified a >6 mGal gravity anomaly with a strike extent of approximately 1.5 km within a broader gravity feature at the Yogi prospect (ASX announcement dated 19 September 2024) (**Figure 5**).

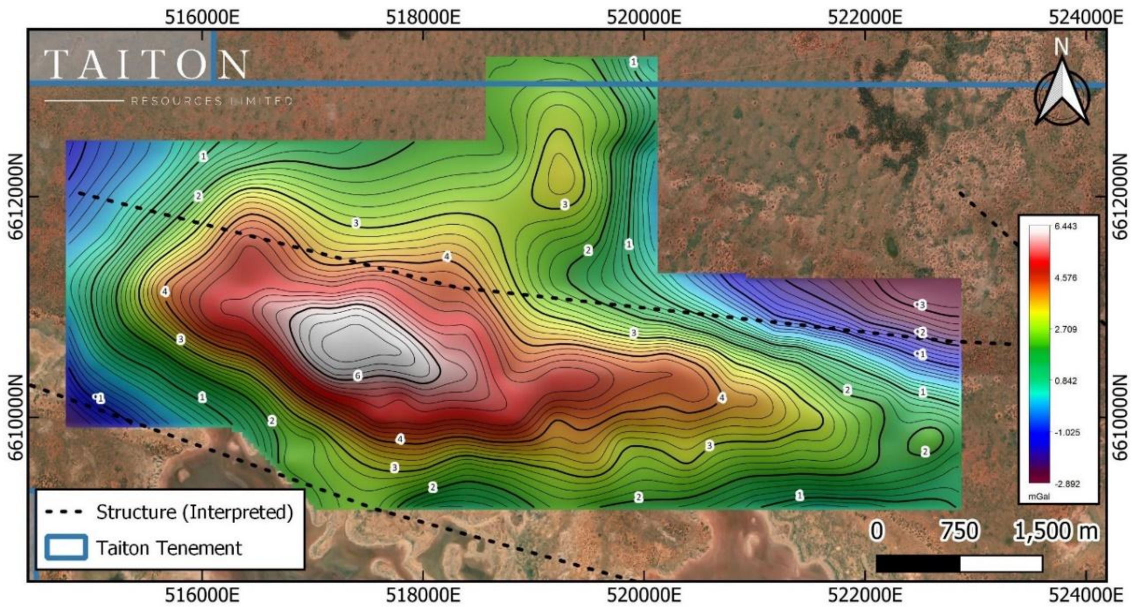

Figure 5. Yogi residual Bouguer gravity anomaly image over subset inversion model target area.

3D inversion modelling has defined a denser core of nominal 3.17 g/cm^3 density with modelled dimensions of >1km strike by 400m wide from a depth of 600m below surface. This denser core occurs within a broader modelled body of 2.97 g/cm^3 over a strike length of 5km and is located in an offset position to a magnetic body as shown in **Figure 6**.

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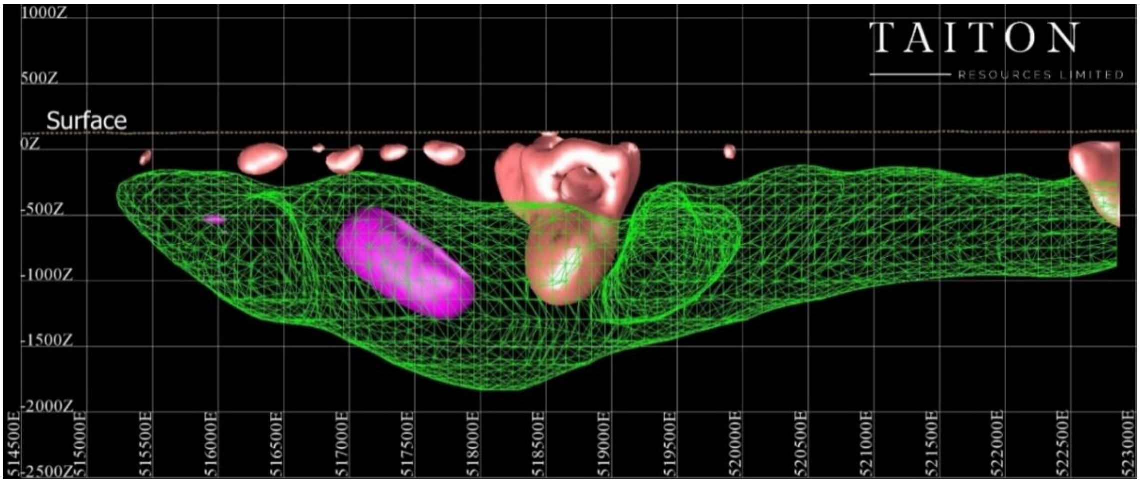

Figure 6. Yogi prospect long-section of modelled denser core; 3.17 g/cm^3 gravity iso-shell (magenta body), within broader dense body 2.97 g/cm^3 gravity iso-shell (green wireframe) with modelled 0.025 SI magnetic iso-shell (pink body) interpreted to represent a potential intrusion.

Capital Raising and Loan Conversion

During the quarter, Taiton undertook a capital raising to raise A$2 million (before costs) (**Placement**). The placement involves the issuance of 33,408,000 new shares at an issue price of $0.06 per share and for every 3 New Shares subscribed, 1 free option (**Option**). The Options carry an exercise price of $0.15 per share and expire on 31 December 2027. As at 31 December 2025, $1.3 million of the Placement has been received whilst the balance of $700k was received after the quarter.

At the Annual General Meeting in November 2025, the shareholders also approved the issuance of 3,500,000 new shares to a company related to a director in satisfaction of unsecured loan granted to the Company.

Issuance of Employee Incentive Options

During the quarter, the Company also issued a total of 3,500,000 options under the Taiton Employee Incentive Options plan.

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Director Appointment and Resignation

On 31st December 2025, the Company appointed Mr Shane Tomlinson to the Board of Directors of Taiton as the Executive Technical Director while accepting the resignation of Mr Noel Ong as non-executive director of the Company.

CORPORATE

At 31 December 2025, Taiton has 99,685,378 shares on issue, 16,943,779 unlisted options and 6,000,000 unlisted performance rights. Cash at bank totalled $629K.

ASX Additional Information
Summary of expenditure items within Appendix 5B

A summary of the expenditure and related party payments is set out below:

1.2(d) $200K staff costs were paid for the quarter comprising directors' fees, PAYG and Super.

1.2(e) Administration and corporate costs of $88K relate mainly to costs for and associated with compliance costs (ASX, ASIC and share registry), legal fees, office costs, insurance, rental, travel, web hosting, and IT.

1.8 Other relates to payment of Bond of $50K to the Department of Energy and Mining SA on EL 6785 and 7012.

2.1(d) Exploration & evaluation costs of $207K relate mainly to payments to Geologists for work activities, tenement management, geological consulting fees, Soil sampling, laboratory analysis, drilling activities and preparation, Fieldwork- travel, supplies and labour, and Heritage agreement. Details of the exploration activities during the Quarter are set out in this report (ASX Listing Rule 5.3.1).

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3.5 Receipt of funds of $275K from drawdowns on loan facility.

3.6 Repayment of borrowings of $406k on loan facility.

6.1 Payments to related parties of $98K relate to directors' fees and consulting fees, PAYG and superannuation (ASX Listing Rule 5.3.5).

6.2 Payments to related parties of $37K relate to directors' consulting fees included in exploration & evaluation costs.

Payments to related parties include an amount of $36K of consulting fees paid to Noel Ong, NED, in addition to NED fees of $3K per month, for special exertion fees for provision of geological and consulting services at commercial arm's length market rate.

There were no mine production or development activities during the quarter (ASX Listing Rule 5.3.2).

Tenements

Registered Holder	Tenement No.	Location	Project	Area (Sq km)	Total (Sq km)	Interest at the end of Quarter
Taiton Resources Limited	EL6658	SA	Highway	972.00		100%
Taiton Resources Limited	EL6706	SA	Highway	160.00		100%
Taiton Resources Limited	EL6784	SA	Highway	884.00		100%
Taiton Resources Limited	EL6857	SA	Highway	914.00		100%
					2,930.0	
Taiton Resources Limited	EL6785	SA	Challenger West	997.00		100%
Taiton Resources Limited	EL7012	SA	Challenger West	861.00		
					1,858.00	
Taiton Resources Limited	EL9636	NSW	Kingsgate	104.70		100%
Taiton Resources Limited	EL9641	NSW	Kingsgate	189.40		100%

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Registered Holder	Tenement No.	Location	Project	Area (Sq km)	Total (Sq km)	Interest at the end of Quarter
Lake Barlee Gold Pty Ltd	EL9765	NSW	Kingsgate	107.00		100%
Lake Barlee Gold Pty Ltd	EL9766	NSW	Kingsgate	203.00		100%
					604.10	
					5,392.1	

There were no mining tenements acquired or disposed of during the quarter.

This announcement has been approved for release by the Board of the Company.

For further information please contact:

David Low

Executive Director

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COMPETENT PERSON STATEMENT

The information in this report that relates to exploration results and geological data for the Challenger West is based on information generated and compiled by Shane Tomlinson, who is a member of the Australian Institute of Geoscientists (AIG) and a director of Taiton Resources Limited.

Shane Tomlinson has sufficient experience that is relevant to the styles of mineralisation and types of deposits under consideration and to the activities being undertaken 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". Mr Tomlinson consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

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FORWARD LOOKING INFORMATION:

This announcement contains forward-looking statements. Wherever possible, words such as “intends”, “expects”, “scheduled”, “estimates”, “anticipates”, “believes”, and similar expressions or statements that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved, have been used to identify these forward-looking statements.

Although the forward-looking statements contained in this announcement reflect management’s current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, Taiton cannot be certain that actual results will be consistent with these forward-looking statements. A number of factors could cause events and achievements to differ materially from the results expressed or implied in the forward-looking statements. These factors should be considered carefully, and prospective investors should not place undue reliance on the forward-looking statements.

Forward-looking statements necessarily involve significant known and unknown risks, assumptions and uncertainties that may cause actual results, events, prospects and opportunities to differ materially from those expressed or implied by such forward-looking statements. Although Taiton has attempted to identify important risks and factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors and risks that cause actions, events or results not to be anticipated, estimated or intended, including those risk factors discussed in Taiton's public filings.

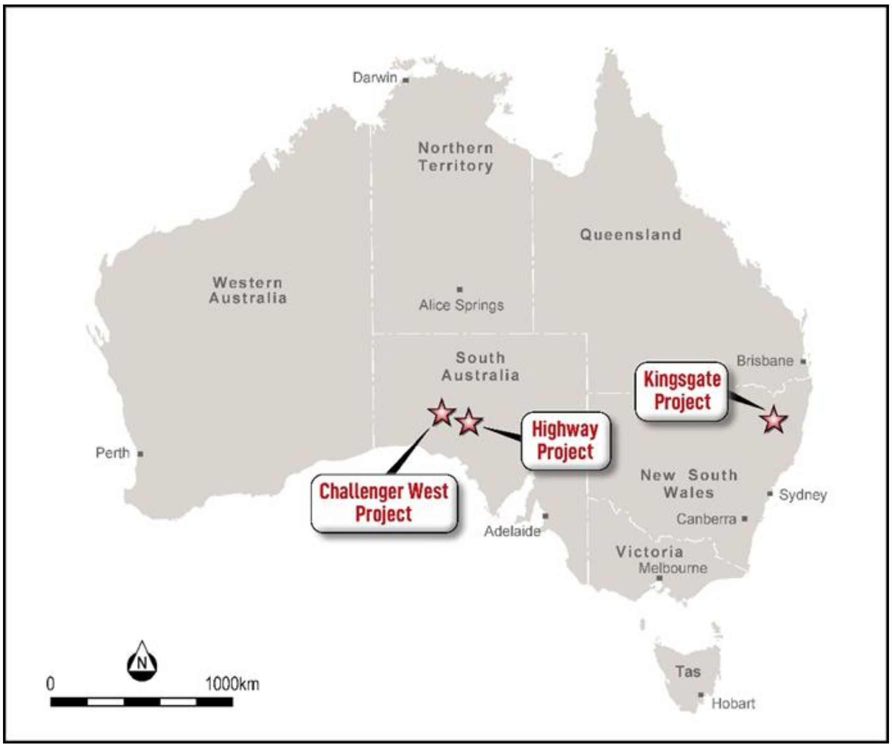
There can be no assurance that the forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, prospective investors should not place undue reliance on forward-looking statements. Any forward-looking statements are made as of the date of this announcement, and Taiton assumes no obligation to update or revise them to reflect new events or circumstances, unless otherwise required by law.

Quarterly Activities Report

About Taiton Resources Limited

Taiton Resources Limited (ASX: T88) is an early-stage mineral exploration and development company with a portfolio of projects across South Australia and New South Wales comprising the following:

a) **Highway Project** – total tenement land holding of 2,930 sq km, located in South Australia;
b) **Challenger West Project** – total tenement land holding of 1,858 sq km located in South Australia ; and
c) **Kingsgate High Purity Quartz Project** – total tenement land holding of 604.1 sq km, located in New South Wales.



Taiton Resources Limited (ASX: T88) project locations.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity	
Taiton Resources Limited	
ABN	Quarter ended ("current quarter")
41 062 284 084	**31 December 2025**

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (6 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation		(2)
	(b) development		
	(c) production		
	(d) staff costs	(200)	(221)
	(e) administration and corporate costs	(88)	(124)
1.3	Dividends received (see note 3)		
1.4	Interest received		
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other (provide details if material)- Bond DEM SA	(50)	(50)
1.9	**Net cash from / (used in) operating activities**	**(338)**	**(397)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment	(3)	(3)
	(d) exploration & evaluation	(207)	(421)
	(e) investments		
	(f) purchase of property-settlement balance		

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (6 months) $A'000**
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	**Net cash from / (used in) investing activities**	**(210)**	**(424)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,304	1,304
3.2	Proceeds from issue of convertible debt securities		
3.3	Proceeds from exercise of options		
3.4	Transaction costs related to issues of equity securities or convertible debt securities		
3.5	Proceeds from borrowings	275	475
3.6	Repayment of borrowings	(406)	(406)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	**Net cash from / (used in) financing activities**	**1,173**	**1,373**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	4	77
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(338)	(397)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(210)	(424)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,173	1373

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**629**	**629**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	629	4
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**629**	**4**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	98
6.2	Aggregate amount of payments to related parties and their associates included in item 2	37

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	1,000	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	1,000	1,000
7.5	**Unused financing facilities available at quarter end**		1,000

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

AsiaPacific Businesslink Sdn Bhd, a substantial shareholder and company related to a director of the Company, Datuk Siak Wei (Chris) Low, has provided a $1 million unsecured loan facility to the Company. Tenure is 1 year from first drawdown on 27 March 2025 (unless extended). Interest Rate is at 15% per annum, compounded monthly. Bullet repayment of interest and principal at maturity (or early repayment at option of the Company). The amounts drawn so far plus interest have been repaid in full (including loan conversion of $210k to shares) at the end of the quarter. The loan facility currently remains in place.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(338)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(207)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(545)
8.4	Cash and cash equivalents at quarter end (item 4.6)	629
8.5	Unused finance facilities available at quarter end (item 7.5)	1,000
8.6	Total available funding (item 8.4 + item 8.5)	1,629
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	2.99

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: N/A

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: N/A

Note: On 2 October 2025, the Company announced a Capital Raising of $2,004,480 via a placement of 33,408,000 shares at $0.06 per share to be conducted in two Tranches. On 6 October 2025, the Company issued 13,348,000 shares to raise $800,880. On 28 October 2025, the Company issued 5,000,000 shares to raise $300,000, which formed part of the first Tranche. On 31 December 2025, the Company further issued 3,380,000 shares to raise $202,800 which is part of the second Tranche. A further $700K was received after the end of the quarter to complete the second Tranche.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: ....30 January 2026...

Authorised by: ....By the Board...
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.