

QUARTERLY ACTIVITIES REPORT JUNE 2025

HIGHLIGHTS

East Menzies Gold Project, WA

- Second gold doré pour completed; 34.137oz of gold minted at the Perth Mint
- ~\$63,000 in gold sales received, bringing total to \$160,000 from the first two shipments
- Clay and fines content in ore during trials addressed, improving vat performance and gold recovery
- Third gold pour imminent, with refinements underway to enhance future production rates
- REZ progressing toward scalable, low-cost, self-managed gold production independent of third-party mills

Mount Mackenzie Project, Qld

- Completion of Mount Mackenzie Project sale to Mines Limited (ASX:QML) post quarter-end, securing \$1 million in cash proceeds and 33 million QML shares.
- \$900,000 cash received, adding to the \$100,000 deposit already paid.
- Strengthened REZ balance sheet to support expansion at East Menzies Gold Project.
- REZ retains exposure to Mount Mackenzie's future development through strategic shareholding in Mines.
- Divestment sharpens REZ's strategic focus on Western Australia and gold production growth.

Corporate

- REZ secured firm commitments for a \$1.1 million placement with strong support from professional and sophisticated investors.
- Proceeds will fund the ramp-up of gold production, exploration of priority targets, and expansion of the vat leach operation.

Resources & Energy Group Limited (ASX: REZ) (REZ or the Company) is pleased to provide its Quarterly Activities and Cash Flow Report for the period ending 30 June 2025.

During the quarter, REZ made significant strides in its gold production strategy at the East Menzies Gold Project. In an environment where many junior miners face limited access to third-party processing due to heightened demand and elevated gold prices, REZ's onsite operations have proven to be a timely and strategic move. Despite early challenges related to clay and fines in the vats, the operation's built-in flexibility has allowed the team to adapt quickly, laying the groundwork for a transition to sustainable, high-margin production.

Technical collaboration also played a vital role in advancing the project. The trial phase yielded valuable operational insights, with targeted test-work programs conducted in partnership with industry experts. These findings have not only been integrated into the current vat leach operations but will also guide the upcoming full-scale program, which is currently under review by the Department of Mines, Industry Regulation and Safety (DMIRS).

The June quarter marked another important strategic milestone for REZ with the completion of the Mount Mackenzie divestment to Manes Limited (ASX: QML). This value-accretive transaction provides a clean exit from REZ's Queensland portfolio, enabling the Company to sharpen its focus on its core asset, the wholly owned East Menzies Gold Project. Proceeds from the sale have strengthened REZ's balance sheet and will directly support the scale-up of gold production and ongoing exploration across its extensive East Menzies tenement package. REZ is pleased to retain exposure to the future success of Mount Mackenzie through its shareholding in Mines.

Lastly, REZ welcomed the strong investor support received for its \$1.1 million share placement, with funds raised set to drive the ramp-up of gold production, accelerate exploration programs, and support the expansion of processing capacity at East Menzies. With a third gold pour imminent and approvals for additional vats pending, the Company is well-positioned for strong operational progress in the months ahead.

EAST MENZIES GOLD PROJECT

In June, REZ announced the completion of its second gold doré pour and the receipt of sale proceeds from the Perth Mint (Refer [ASX Announcement 3 June 2025](#)).

REZ has now completed two gold doré shipments, with outturns totalling 34.137 ounces of gold at an average sale price of ~\$4,730 AUD per ounce, generating total proceeds of approximately \$160,000.

Gold Pour Timeline & Progress

- [31 January 2025](#): First carbon strip completed in Kalgoorlie
- [5 February 2025](#): First gold doré pour in Kalgoorlie and delivered to the Perth Mint
- Late May 2025: Second gold doré pour completed and delivered to Perth Mint



ADDRESSING PROCESSING CHALLENGES

While REZ initially expected gold pours approximately every three weeks, the trial phase revealed that higher-than-anticipated clay and fines content in the ore significantly reduced vat permeability and slowed percolation.

REZ has since implemented several key changes:

- Sparging the vats to break up compacted clay layers
- Agitating the upper ore layers to re-establish permeability and to improve percolation

These measures are expected to increase gold recovery, improve processing efficiency, and reduce cycle times for future pours. In the future, the Company expects to undertake the crushing and screening of future ore batches to remove fines before loading.

POSITIONING FOR SCALABLE, SELF-SUFFICIENT PRODUCTION

Unlike many juniors in the region, REZ does not depend on third-party toll treatment or transport logistics. With mill capacity in the Goldfields increasingly constrained, REZ's independence gives it a significant strategic advantage.

The Company is currently awaiting approval from the Western Australian Department of Energy, Mines, Industry Regulation and Safety (DMIRS) to commission up to 10 additional vats, where improvements from the trial phase will be applied to achieve better percolation, faster cycle times, and higher gold recovery.

These developments mark the beginning of a new growth phase for REZ, underpinned by:

- Ongoing, site-managed gold production capability
- A pipeline of high-grade feedstock within the East Menzies tenement package
- Strong gold pricing conditions

REZ remains focused on becoming a low-cost, cash-generative gold producer, leveraging operational flexibility and trial learnings to unlock the long-term value of the East Menzies Gold Project with exploration.





Figure 1: Maranoa - box cut and first open pit mine



Figure 2: Ore being crushed at ROM - Menzies Gold Project



Figure 3: REZ Managing Director J. Daniel Moore presenting at the Sydney Mining Club (July 2025)

POSITIONING FOR LONG-TERM SUCCESS

The recommencement of mining operations at East Menzies follows the success of REZ's previous campaign at the Granny Venn deposit, which produced 8,700 Oz of gold from 130,000 tonnes of ore and generated \$23 million in revenue despite lower gold prices at that time (~AUD 2600/oz). The current high gold price environment and adoption of the low-cost vat leach process place REZ in a solid position to capitalise on rising market conditions and optimise production costs.

This first gold dore pour sets the foundation for ongoing production growth, with REZ well-positioned to scale its operations across the consolidated East Menzies tenement package. Following this initial phase, REZ plans to expand mining operations to other key targets within the East Menzies tenement area, including the Goodenough and Granny Venn deposits. With a robust pipeline of projects, REZ is well-positioned to deliver long-term value to its shareholders through continued exploration and production, including plans to upgrade processing to a CIL plant onsite.

The Company remains committed to unlocking the full potential of its assets while driving shareholder value through scalable, cost-effective gold production.

MOUNT MACKENZIE GOLD PROJECT, QUEENSLAND

In April, REZ announced the sale of its Mount Mackenzie Gold Project in Queensland to manes Limited (ASX: QML) (Refer ASX Announcements dated [15 April 2025](#) and [28 April 2025](#)). The Mount Mackenzie Gold Project is located 150km north-west of Rockhampton, Queensland. The project includes a 28.4km² tenement package held by the Group.

In June, REZ advised that due diligence had been completed in respect of the sale of the Mount Mackenzie Project. (Refer [ASX Announcement 19 June 2025](#).)

The total consideration of \$2.485 million comprises \$1 million in cash (inclusive of the previously received \$100,000 deposit) and the issue of 33 million fully paid ordinary shares in QMines at a deemed price of \$0.045 per share. These shares are subject to a 12-month voluntary escrow period. QMines also advised REZ that it had put in place funding to enable completion of the sale.

In early July, REZ advised that the sale of the Mount Mackenzie Gold Project had been completed, and the balance of \$900,000 in cash had been received. (Refer [ASX Announcement 7 July 2025](#).)

The divestment of Mount Mackenzie aligns with REZ's strategic focus on expanding operations at its flagship East Menzies Gold Project in Western Australia. Proceeds from the sale will support ongoing exploration and production activities at East Menzies, where the Company is actively ramping up gold recovery operations following the successful vat leach trial.

REZ is sharpening its strategic focus exclusively on Western Australia, with the divestment allowing the Company to fully dedicate its efforts and resources to advancing the high-grade East Menzies Gold Project. Recent exploration success has underscored the project's strong growth potential, and proceeds from the sale will strengthen the balance sheet to support expanded drilling, feasibility studies, and future growth initiatives.

Following completion, REZ now holds a significant shareholding in QMines, retaining exposure to the future development of Mount Mackenzie.

SUCCESSFUL \$1.1 MILLION CAPITAL RAISE

In early July, REZ announced that it had received firm commitments from professional and sophisticated investors to raise \$1,100,000 (before costs) through a share placement. (Refer [ASX Announcement 3 July 2025](#).)

Proceeds will be used to support the expansion of the vat leach facility (including permitting), site operations and mining activities at Maranoa, and exploration drilling across the consolidated ~100km² East Menzies Gold Project. The funds will also provide for working capital and the costs associated with the placement.



CAPITAL RAISING DETAILS

The placement comprised the issue of 75,833,466 new fully paid ordinary shares at 1.5 cents each, representing a 16.7% discount to the last traded price of 1.8 cents. The shares will rank equally with the existing fully paid ordinary shares and will be issued under the Company's placement capacity pursuant to ASX Listing Rule 7.1.

The Directors of REZ will also be issued 23,333,333 new fully paid ordinary shares at an issue price of 1.5 cents in lieu of fees owing. The issue to directors will be subject to shareholder approval to be sought at a general meeting. Canary Capital, advisors to REZ, will receive 5,000,000 options exercisable at 4 cents each and with an expiry date three years from the date of issue.

The Company's capital structure post capital raise (excluding the proposed issue to directors) will be:

Capital Structure*	
Ordinary shares on issue	671,639,122
New shares issued @ 1.5c	75,833,466
Shares on issue after placement	747,472,588
Undiluted market capitalisation @ 1.5c	\$11,212,088
Existing options on issue	170,000,000

FINANCIAL COMMENTARY AND EXPENDITURE SUMMARY

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The Company had \$17,000 in cash as of 30 June 2025 (31 March 2025: \$77,000), excluding the proceeds from the sale of Mount Mackenzie (\$900,000) and the cash placement (\$1.1 million) discussed above. Financial activity during the quarter was otherwise paused while the recapitalisation occurred.

No amounts were paid in cash to related parties of REZ and their associates for directors' remuneration and expenses, as per item 6.1 of the Appendix 5B.

-Ends-

Released with the authority of the Board.

For further information on the Company and our projects, please visit: rezgroup.com.au



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ABOUT RESOURCES AND ENERGY GROUP

Resources and Energy Group Limited (ASX: REZ) is an ASX-listed mineral resources explorer and miner, with projects located in premier mining jurisdictions in Western Australia and Queensland.

In Western Australia, the Company's flagship is the **East Menzies Project (EMP)**, situated **130 km** north of Kalgoorlie. The EMP represents a ~100km² package of contiguous mining, exploration, and prospecting licenses which are prospective for precious metals, nickel, and other technology metals. The tenements are located within a significant orogenic lode gold province.

The EMP currently encompasses seven operational areas, including the **Gigante Grande Gold** prospect on the east side project area, which has been subdivided into three geographical domains (North, Central and South. In the southwest, drilling investigations at **Springfield** have intersected magmatic Ni sulphides. This is a significant and material exploration result that has opened a large tract of prospective ground for nickel, cobalt, copper, and platinum group elements. In the central west, the Company is investigating opportunities for mining operations in M29/189 Granny Venn, **M29/141 Goodenough**, and **M29/427 Maranoa**.

In the north exploration planning is underway to investigate the Venn Springfield corridor, from the northern end of the Granny Venn Open Pit to the Cock Robin prospect located in E29/929.

In October 2024, REZ reached a key milestone with recommencement of trial gold mining and production at the East Menzies, focusing initially on the Maranoa deposit. With approval from the Department of Mines, Industry Regulation and Safety (DMIRS), the Company processed 5,000 tonnes of hard rock material via a vat leach facility, with first gold pour achieved in February 2025.



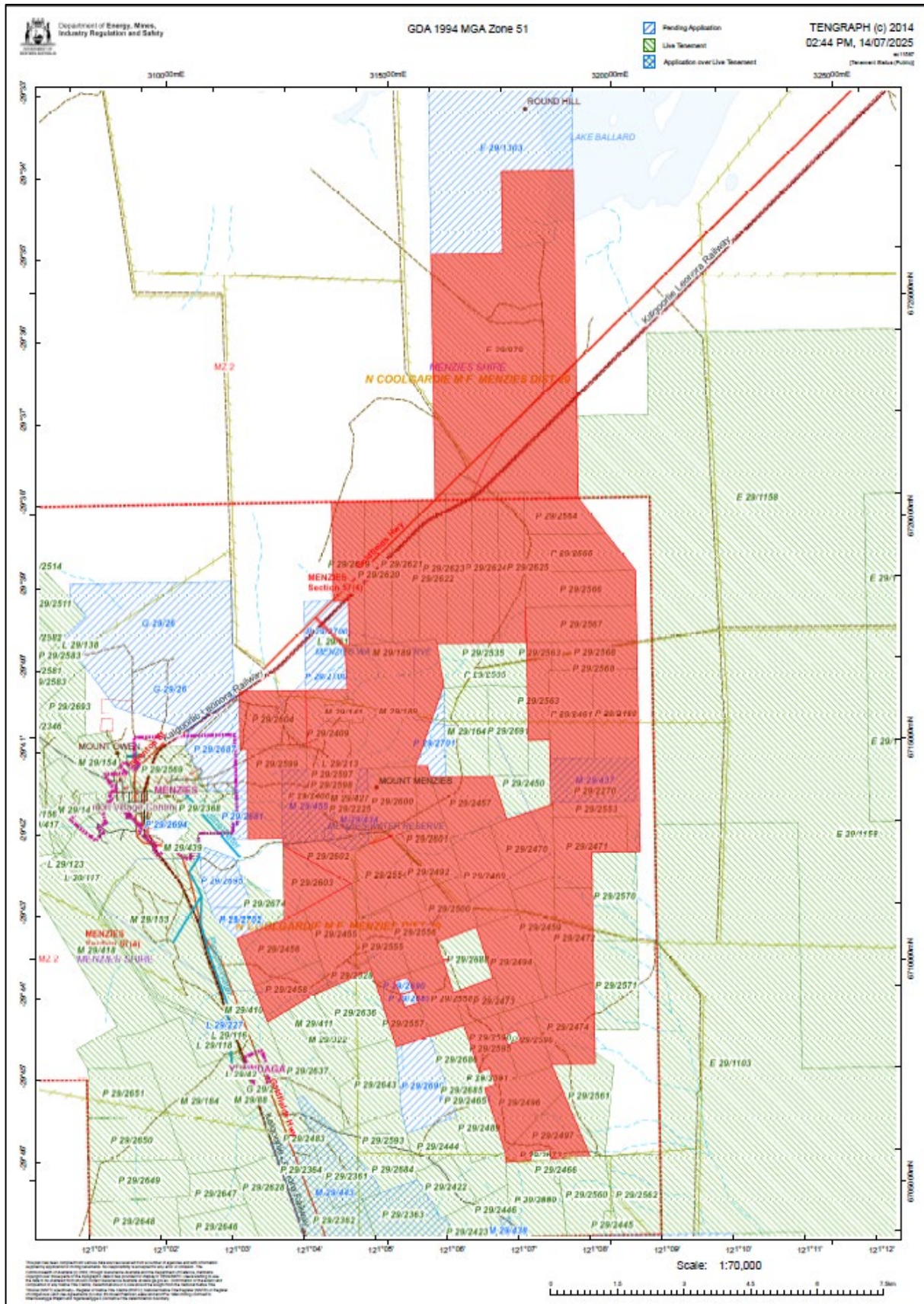


Figure 4: East Menzies Gold Project Map

FORWARD LOOKING STATEMENT

This Announcement may contain forward-looking statements which are identified by words such as ‘may’, ‘could’, ‘should’, ‘believes’, ‘estimates’, ‘targets’, ‘expecting’, or ‘intends’ and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this Announcement, are considered reasonable. Such forward-looking statements are not a guarantee of future performance and involve known and unknown risks, uncertainties, assumptions, and other important factors, many of which are beyond the control of the Company, the Directors, and the management. The Directors cannot and do not give any assurance that the results, performance, or achievements expressed or implied by the forward-looking statements contained in this Announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements.

MINERAL RESOURCES

Project	Type	Cut off (g/t)	Indicated			Inferred			Total		
			Tonnes (kt)	Gold grade (g/t)	Gold metal (koz)	Tonnes (kt)	Gold grade (g/t)	Gold metal (koz)	Tonnes (kt)	Gold grade (g/t)	Gold metal (koz)
Menzies											
Goodenough	Open Cut	1.00	634	1.84	38.0	82	1.99	5.2	716	1.86	43.0
Granny Venn	Open Cut	1.00				41	2.14	2.9	41	2.14	2.9
Maranoa	Open Cut	1.00				46	5.70	8.0	46	5.70	8.0
			634	1.84	38.0	169	3.04	16.1	803	2.09	53.9

The above JORC Mineral Resource Estimates (MRE) for Granny Venn, Goodenough and Maranoa were previously confirmed by a Competent Person in the Company’s 2024 Annual Report (page 16). The Company confirms that it is not aware of any new information or data that materially affects the information and results included in that market announcement and that all material assumptions and technical parameters underpinning the MRE continue to apply and have not materially changed.

TENEMENT SCHEDULE AS AT 30 JUNE 2025

EAST MENZIES GOLD PROJECT (WA)

Project Area	Tenement ID	Status	Registered Holder / Applicant	Interest / Ownership	Notes
Granny Venn	M29/0189	Granted	Resources & Energy Group Limited	100%	Freehold gold rights
Goodenough	M29/0141	Granted	Resources & Energy Group Limited	100%	Gold rights retained
Maranoa	M29/0427	Granted	Resources & Energy Group Limited	100%	Current vat leach trial site
Cock Robin / Venn Springfield	E29/0979	Granted	Resources & Energy Group Limited	100%	Exploration
Gigante Grande (North, Central, South)	E29/965	Granted	Resources & Energy Group Limited	100%	Precious and base metals
Regional EMP Package	P29/2225, P29/2270, P29/2408-2409, P29/2455-2461, P29/2469-2474, P29/2492, P29/2494, P29/2496-2500, P29/2528, P29/2553-2558, P29/2563-2568, P29/2595-2604, P29/2619-2625, P29/2673	Granted	Resources & Energy Group Limited	100%	Prospecting licences under EMP package

QUEENSLAND (MOUNT MACKENZIE) (Divested post quarter-end)

Project Area	Tenement ID	Status	Registered Holder / Applicant	Interest / Ownership	Notes
Mount Mackenzie	EPM 8588, EPM 8864	Granted	Resources & Energy Group Limited	0% (sold to QMines Ltd, July 2025)	Exposure retained via 33M QMines shares

Notes:

- All tenements are 100% owned by Resources & Energy Group Limited or its wholly owned subsidiaries unless stated otherwise.
- Mount Mackenzie tenements have been divested post quarter-end, with REZ retaining exposure via a shareholding in QMines Limited (ASX: QML).
- No new tenements were otherwise acquired or relinquished during the quarter.



Appendix 5B

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

Name of entity

Resources & Energy Group Limited

ABN

12 110 005 822

Quarter ended ("current quarter")

30 June 2025

Consolidated statement of cash flows		Current quarter (3 months) \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	63	153
1.2	Payments for		
	(a) exploration & evaluation	-	(291)
	(b) development	-	-
	(c) production	(150)	(727)
	(d) staff costs	(17)	(94)
	(e) administration and corporate costs	(33)	(312)
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)		
1.9	Net cash from / (used in) operating activities	(137)	(1,271)

2.	Cash flows from investing activities		
2.1	Payments to acquire for:		
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(33)	(278)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter (3 months) \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	100	100
	(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	77	(178)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	450
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	-	(43)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
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	-	407

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	77	1,059
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(137)	(1,271)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	77	(178)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	407

Consolidated statement of cash flows		Current quarter (3 months) \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	17	17

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	17	17
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)	77	77

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	-
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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 <i>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.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	29
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	33
8.3 Total relevant outgoings (item 8.1 + item 8.2)	62
8.4 Cash and cash equivalents at quarter end (item 4.6)	17
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	17
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.3
<i>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.</i>	
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: Activities during the quarter were constrain due to the level of financial resources. Following the refinancing of the company activity can be expected to return to levels that occurred during prior quarters.	
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: As released to ASX on 15 April 2025 REZ entered into an agreement for the sale of its Mount Mackenzie asset, which settled on 7 July 2025 yielding cash proceeds of \$900,000 (\$100,000 deposit received in April 2025 is included in the results above). A further \$1.1 million cash was raised via a placement of the company's shares as advised to ASX on 3 July 2025 and 17 July 2025.	
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: The Board is confident that current levels of support from existing shareholders, directors and other stakeholders will ensure its business objectives can be met.	
<i>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.</i>	

Compliance statement

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Date: 31 July 2025

Authorised by: By order of the Board

Notes

- 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

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

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.