

ASX Release
18 July 2025

Magnum Mining and Exploration Limited
ABN 70 003 170 376

ASX Code
MGU

Non-Executive Chairman
Michael Davy

Non-Executive Director
Neil Goodman

Non-Executive Director
Athan Lekkas

Company Secretary
Mark Pryn

Issued Shares
2,318,037,149

Listed Options
193,996,767

Email
info@mmel.com.au

Website
www.mmel.com.au

Level 1
180 Albert Road
South Melbourne
VIC 3205
AUSTRALIA

T +61 3 9682 2966

QUARTERLY ACTIVITIES REPORT

For the Period Ending 30 June, 2025

Magnum Mining & Exploration Limited (ASX: **MGU**) (**Magnum** or the **Company**) is pleased to provide a summary of its activities.

HIGHLIGHTS - PROJECTS

- Announced binding inter-conditional agreements to acquire copper-gold projects in the USA **(9 April 2025)**¹
 - Parker Project - Surface rock samples up to 83.87 g/t Au, 359 g/t Ag, 8.37% Cu, & 16.1% Pb
 - Mormon Canyon Project - Historic drilled grades up to 3.32g/t Au & 4.72% Cu reported
- Announced that Due Diligence into Palmares Estudos Geologicos LTDA was complete and that the acquisition of a substantial Rare Earths package in Brazil had been completed **(5 May 2025)**²

HIGHLIGHTS - CORPORATE

- Released a Supplementary Prospectus relating to the Non-Renounceable Entitlement Offer to raise \$1.9m **(9 April 2025)**³
- Announced that the Non-Renounceable Entitlement Offer to raise \$1.9m was void due to meeting the minimum subscription of \$0.5m **(28 May 2025)**⁴
- Held the Annual General Meeting with all resolutions passed without amendment **(30 May 2025)**⁵
- Lodged a prospectus with ASIC for a new Renounceable Entitlement Offer to raise \$2.2m **(3 June 2025)**⁶
- Announced the successful completion of a capital raising of \$0.5m from the new Entitlement Offer, and the aim to proceed with the subsequent Shortfall Offer **(26 June 2025)**⁷

HIGHLIGHTS - PROJECTS

AGREEMENTS TO ACQUIRE COPPER-GOLD PROJECTS IN THE USA

On 9 April 2025, Magnum announced it had entered into binding inter-conditional agreements with Monomatapa Investments Limited (**Monomatapa**) and ASX-listed EV Resources Limited (**EVR**) to acquire copper-gold projects in the USA. ¹

Magnum will acquire a 100% interest in Monomatapa Mining Services Inc (**MMS**), the entity which holds the Parker and Mormon Canyon Projects, two packages of prospective copper-gold properties in the USA showing bonanza grades from surface (Monomatapa Transaction).

The Parker Gold Project is an IOCG style recognised for large tonnage copper-gold potential:

- Surface rock samples with up to 83.87 g/t gold, 359 g/t silver, 8.37% copper, and 16.1% lead
- Walk-up drill targets defined
- District hosts significant historic gold and copper producers that were known for high grades
- Located in western Arizona, a traditional mining state

The Mormon Canyon Cu-Au-Ag Project has highlights including:

- Over 4km of strike length with minimal existing drilling
- Historic drilled grades up to 3.32g/t gold and 4.72% copper reported
- Drill-ready targets
- 4.4 km² hosting additional untested vein systems
- Located in Idaho with critical infrastructure nearby

Magnum will also acquire a 100% interest in EV Resources Inc, the entity which holds the La Cienega Gold Project in the USA (EVR Transaction). Due Diligence has commenced, with an initial field programme designed to confirm the historic exploration results.

ACQUISITION COMPLETE FOR BRAZIL RARE EARTH PROJECTS

On 5 May 2025, Magnum announced that Due Diligence for the transaction to acquire 100% of the issued shares of Palmares Estudos Geologicos LTDA (Palmares) from Beko Invest Limited, and hence the acquisition of a substantial Rare Earths package in Brazil, had been completed on 21 April 2025. ²

Based on its technical due diligence of this Rare Earths package, Magnum had previously announced results from one of eighteen tenements from the Palmares Rare Earth Element Project on 20 December 2024: ⁸

- Trench samples at Feirinha Prospect returned Total Rare Earth Oxides (TREO) up to 1.69% (16,884ppm), with Total Heavy Rare Earth Oxides (THREO) at 2,633ppm; and
- Rock samples showed up to 1.31% TREO (13,082ppm), with THREO at 2,227ppm

HIGHLIGHTS - CORPORATE

NON-RENOUNCEABLE ENTITLEMENT OFFER TO RAISE \$1.9M

Magnum announced extensions to the Closing Date of the Non-Renounceable Entitlement Offer (Offer Prospectus dated 4 February 2025) on several occasions during the quarter; being on 2 April 2025, 23 April 2025 and 7 May 2025. ^{9 10 11}

On 9 April 2025, Magnum released a Supplementary Prospectus for the Offer ³ outlining that the Company had been presented with opportunities to acquire copper-gold projects in the USA, and had subsequently entered into a pair of inter-conditional acquisition agreements to acquire:

- 100% of the fully paid ordinary shares in Monomatapa Mining Services Inc (**MMS**), the entity which holds the federal unpatented lode claims comprising the Monomatapa Projects, from MMS; and
- 100% of the fully paid ordinary shares in EV Resources Inc, the entity which holds the federal unpatented lode claims comprising the La Cienega Project located in Arizona from ASX-listed EV Resources Limited (ASX: EVR).

On 28 May 2025, Magnum updated the market ⁴ that:

- Its pro-rata non-renounceable entitlement offer of two (2) fully paid ordinary shares (Shares) for every five (5) Shares held, together with one free attaching option for every one Share applied for (Entitlement Offer) closed at 5:00pm (WST) on Monday, 26 May 2025.
- The Entitlement Offer was made pursuant to a prospectus lodged with ASIC on Tuesday, 4 February 2025, as supplemented by a supplementary prospectus lodged on Tuesday, 8 April 2025 (Prospectus).
- The Company received applications to subscribe for 69,672,012 Shares from shareholders under the Entitlement Offer, which would have raised approximately \$418,000.
- The Company has subsequently not satisfied the quotation condition pursuant to section 723(3) Corporations Act 2001 (Act), and as a result, the Entitlement Offer is now void, and all application monies will be refunded in accordance with the Act as soon as practicable.
- The Company will now pursue alternative financing arrangements to support its strategic and operational objectives. Further updates will be provided to the market in due course

ANNUAL GENERAL MEETING 2025

Magnum advised that all resolutions put to the Annual General Meeting of Shareholders at 10:00 am (AWST) on Friday 30 May 2025 had been passed without amendment. ⁵

NON-RENOUNCEABLE ENTITLEMENT OFFER TO RAISE \$2.2M

On 3 June 2025, Magnum announced that it had lodged a prospectus with ASIC (Prospectus) in respect of a pro rata entitlement offer of one (1) fully paid ordinary share (Share) for every one (1) Share held on the record date of Tuesday, 10 June 2025 (Record Date) (Entitlement Offer). ⁶

The Entitlement Offer aimed to raise up to \$2,243,302 (before costs) by the issue of up to 1,121,650,839 Shares at an issue price of \$0.002 per Share; and had been structured at a significant discount to the last traded share price in recognition of the continued support of our valued shareholders.

The Entitlement Offer was open to all eligible shareholders who had a registered address within Australia and New Zealand and who held Shares on the Record Date (Eligible Shareholders), and was expected to close on Tuesday, 24 June 2025 (unless extended).

The Entitlement Offer also included a shortfall facility under which Eligible Shareholders that had taken up their full entitlement under the Entitlement Offer could apply to take up additional Shares in excess of their pro rata entitlement (Shortfall Offer); and that the Shortfall Offer may also be offered to third parties introduced by the Company.

The funds raised under the Entitlement Offer were to be used to advance exploration and development of the Palmares Project and the Company's projects in the United States, to fund the costs of the Entitlement Offer and for general working capital purposes.

MAGNUM SUCCESSFULLY RAISES \$0.5m FROM NON-RENOUNCEABLE ENTITLEMENT OFFER

On 26 June 2025, Magnum announced the successful completion of a capital raising of \$490,072 before costs from the latest Entitlement after it closed at 5pm WST on Tuesday 24 June 2025, and that this would result in the issue of 245,036,310 Shares at an issue price of \$0.002 per Share. ⁷

The Company also announced that a total of 876,614,529 Shares were available under the subsequent Shortfall Offer, and that the Company would proceed with the issue of Shares under the Shortfall Offer to any Eligible Shareholder or third-party applicant in accordance with its policy set out in section 2.6 of the Entitlement Offer Prospectus.

APPENDIX 5B

In accordance with ASX Listing Rule 5.3.2, the Company advises that no mining development or production activities were conducted during the June 2025 Quarter.

As set out in the attached Appendix 5B, exploration expenditure during the quarter totaled A\$55,320. Payments to related parties during the June 2025 quarter were A\$200,000 which related to resolutions approved by shareholders at the General Meeting held on 31 March 2025.

This document has been authorised for release to the ASX by the Company's Board of Directors.

Further information please contact:

Mark Pryn
Company Secretary

Magnum Mining and Exploration Limited

+61 3 9682 2966

email: info@mmel.com.au

ASX Announcements referenced in this quarterly activities release

1. ASX:MGU - 9 April 2025 - Magnum Acquires High Grade US Copper-Gold Projects
2. ASX:MGU - 5 May 2025 - Acquisition Complete for Brazil Rare Earth Projects
3. ASX:MGU - 9 April 2025 - Entitlement Issue Supplementary Prospectus
4. ASX:MGU - 28 May 2025 - Results of Non-Renounceable Entitlement Offer
5. ASX:MGU - 30 May 2025 - Results of Annual General Meeting 2025
6. ASX:MGU - 3 June 2025 - Non-Renounceable Entitlement Offer to Raise \$2.2m
7. ASX:MGU - 26 June 2025 - Magnum Raises \$0.5m from Non-Renounceable Entitlement Offer
8. ASX:MGU - 20 December 2024 - Palmares Delivers up to 1.69% TREO Grades (Revised)
9. ASX:MGU - 2 April 2025 - Extension of Non-Renounceable Entitlement Offer Period
10. ASX:MGU - 23 April 2025 - Extension of Non-Renounceable Entitlement Offer
11. ASX:MGU - 7 May 2025 - Extension of Non-Renounceable Entitlement Offer

Competent Person's and Compliance Statement

The information in the referenced announcements footnoted above that relate to Exploration Results has previously been released to the ASX. The Company confirms that it is not aware of any information or data that materially affects the information included in the market announcements, and that all material assumptions and technical parameters underpinning the announcements continue to apply. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Disclaimer

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "potential(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Investors are cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and the Company does not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

Appendix 5B

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

Name of entity

Magnum Mining and Exploration Limited

ABN

70 003 170 376

Quarter ended ("current quarter")

30 June 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(55.32)	(191.52)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(1.63)	(3.23)
	(e) administration and corporate costs	(230.04)	(335.57)
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)	(0.20)	(0.80)
1.9	Net cash from / (used in) operating activities	(287.19)	(531.12)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	(15.40)	(15.40)
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (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	(2.99)	(2.57)
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(12.41)	(12.83)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,457.66	1,610.96
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	(381.92)	(381.92)
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	1,075.74	1,229.04

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	263.39	356.87
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(287.19)	(533.29)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(12.41)	(12.83)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,075.74	1,229.04

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(2.73)	(2.98)
4.6	Cash and cash equivalents at end of period	1,036.80	1,036.80

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	1,036.80	263.39
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)	1,036.80	263.39

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	(200.00)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>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.</i>		

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>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)	(287.19)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(287.19)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,036.80
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,036.80
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.61
<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: Not applicable	
	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: Not applicable	
	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: Not applicable	
<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

- 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: 17 July 2025

Authorised by: By the Magnum Mining 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.