# QUARTERLY REPORT JUNE 25

***ASX ANNOUNCEMENT 22 JULY 2025***

NICO RESOURCES LTD

**ASX: NC1**

**Board**

Peter Cook
*Non-Executive Chairman*

Jonathan Shellabear
*Managing Director/CEO*

Rod Corps
*Non-Executive Director*

Stewart Findlay
*Non-Executive Director*

Brett Smith
*Non-Executive Director*

**Issued Capital**

123.45M shares on issue
6.125M unlisted options
2.50M Performance shares

**Market Capitalisation**

$11.975 million

**Enterprise Value**

$8.340 million

**Cash at Bank** (30-June-25)

$3.635 million

**Nico Resources Limited**

**ABN** 80 649 817 425

Level 6, 190 St Georges Tce

Perth WA 6000

GPO Box 2517

Perth, WA 6831

**T:** +61 (08) 9481 0389

**E:** info@nicoresources.com.au

**W:** nicoresources.com.au

Nico Resources Limited ("**Nico**" or the "**Company**") is pleased to present a summary of activities for the quarter ended 30 June 2025.

The Wingellina nickel-cobalt project in Western Australia ("**Wingellina**" or the "**Project**") is a world-class oxide-type nickel cobalt deposit which hosts an initial reserve of 1.56 million tonnes of contained nickel capable of producing approximately 40,000t of nickel and 3,000t of cobalt annually in a Mixed Hydroxide Precipitate ("**MHP**") for at least 42 years. A detailed pre-feasibility study[1] ("**PFS**") completed on the Project in December 2022 confirmed a globally significant Tier 1 asset, characterised by its long life, low cost and high operating margins.

The weak and uncertain market conditions, which are expected to prevail in the short term, have necessitated a significant reduction in discretionary expenditure over the last three quarters. Nickel prices are currently trading deep into the cost curve and the growth in low-cost Indonesian MHP remains high. Notwithstanding strong underlying overall demand and the closure of a substantial amount of non-Indonesian production in the last two years, the nickel market remains in surplus reflecting the large supply increases from low cost Indonesian HPAL projects. Ultimately, current prices should prove unsustainable particularly in light of increasing cost pressures, falling ore grades and higher ore prices in Indonesia.

The weak market conditions are exacerbated by the global uncertainty and trade policy developments are likely to impact global GDP, demand growth and hence underlying prices for most commodities.

The developments during the June quarter are discussed in more detail below.

## KEY HIGHLIGHTS

- Share Placement to institutional and sophisticated investors completed which raised $1.1 million (before costs) by the issuance of 13.75 million fully paid ordinary shares a price of $0.08, a small premium to prevailing market price. The placement was undertaken using the Company's existing capacity under ASX listing Rule 7.1.
- Nico completed testwork on the Lewis calcrete during the quarter which is suitable for use in the Wingellina HPAL plant. The development of a geometallurgical model for the Project also continued during the quarter.
- A review of the resource model has highlighted areas in which additional work is required and an infill drilling program has been designed which will increase the resource status from indicated to measured status and provide additional samples for metallurgical testwork.
- The Company remains confident that nickel prices will strengthen in the medium term notwithstanding the depressed market prices prevailing at present.

[1] See ASX Announcement 22 December 2022 "PFS confirms Wingellina as a Tier 1 project capable of supplying decades on Nickel and Cobalt".

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# QUARTERLY ACTIVITIES

Nico Resources Limited ("**Nico**" or the "**Company**") is pleased to present a summary of activities for the quarter ended 30 June 2025.

## WINGELLINA MATERIAL TYPE AND GEOMETALLURGICAL MODEL - PHASE 2 PROGRESS

### *Introduction*

In the September 2024 Quarter ERM completed an update to the Wingellina Mineral Resource Estimate (MRE). The 2024 Wingellina MRE within the limits of drilling information, and within the envelope of nickel mineralisation at a cut-off of 0.4% Ni, is **187.3Mt at 0.91% Ni and 0.06% Co for 1.7Mt** of contained nickel metal as shown in Table 1 below.

| Classification | Tonnes (Mt) | Ni (%) | Ni metal (Kt) | Co (%) | Co metal (Kt) |
|---|---|---|---|---|---|
| Indicated | 164.1 | 0.93 | 1,531 | 0.06 | 98 |
| Inferred | 23.3 | 0.72 | 166 | 0.03 | 7.3 |
| **Total** | **187.3** | **0.91** | **1,698** | **0.06** | **106** |

Note:
1. Heritage Exclusion areas have been excluded from the MRE.
2. Minor discrepancies may occur due to rounding of appropriate significant figures**.**

**Table 1. 2024 Wingellina Nickel-Cobalt Project MRE**

The MRE update included detailed modelling of the structure, lithology, regolith and geochemistry. To progress this work further towards the goal of creating a working geometallurgical model, Nico in collaboration with ERM continued to interrogate available drilling and metallurgical data.

The ongoing work has been staged into three parts as follows:

- Phase 1 – Material Type definition based on a combination of modelled resource grades, structure, lithology, regolith and geochemistry. Statistical interrogation of multi-element grades will be employed to understand different zones within the Wingellina orebody. Phase 1 was completed in the March Quarter.
- Phase 2 – Development of a drilling and geometallurgical variability sampling programme including an additional drilling and sampling program required to:
  - Providing samples for additional bench scale variability testwork for material types not well-represented in previous testwork, and to substantiate the properties of material types that have already been subject to metallurgical testwork.
  - Understanding of the local variability, particularly of high-grade areas, to support conversion of Indicated resources to Measured.
  - Increasing density data coverage to support conversion of Indicated resources to Measured.

- Phase 3 – Development of a detailed geo-metallurgical model based on the outcome of Phases 1 and 2 including parameters defined from historical and future bench-scale metallurgical testwork. The geometallurgical model will serve to identify knowledge gaps with regards to the processing characteristics of less studied material types. This will drive future bench-scale metallurgical testwork programs, with an aim to further derisk the project. The geometallurgical model will also be used to develop a mine plan and schedule to facilitate scenario planning and optimisation of the orebody to maximise value from the Wingellina Project under various macroeconomic assumptions. Parameters likely to be included are:
    - Cost models;
    - Information on beneficiation (mass rejection, upgrade, nickel recovery);
    - Acid consumption;
    - Leach extractions;
    - Calcrete consumption;
    - Other losses/overall recovery;
    - Magnesia consumption;
    - Lime consumption;
    - Sundry acid consumption (CCD wash water acidification);
    - Flocculant consumption;
    - Solid density; and
    - An estimation of net value per SMU.

### *Phase 1 – Material Type Definition*

The March Quarter saw the completion of the first phase of the work stream, which used the 2024 Resource model as the basis for the development of material and ore type classifications suitable for processing via a High-Pressure Acid Leach (HPAL) circuit. The aim being:

- to recognise any variability within the Wingellina orebody;
- test the metallurgical performance of material types identified;
- include the metallurgical data to progress development of a detailed geometallurgical model; and
- to ensure robust mine planning and optimise scheduling to enable both a consistent feed for the Wingellina HPAL plant during operations and optimisation of cashflow.

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The Wingellina MRE by regolith type is shown below in Table 2.

**Classified Resource for Wingellina Nickel-Cobalt Project, 0.4% Ni cut-off, by Regolith Zone**

| Regolith Zone | Tonnes (Mt) | Ni (%) | Co (%) | MgO (%) | $Fe_2O_3$ (%) | $SiO_2$ (%) | $Al_2O_3$ (%) | $MnO_2$ (%) | CaO (%) | LOI (%) | Sc (ppm) |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Limonite | 142.6 | 0.96 | 0.06 | 2.1 | 47.1 | 17.2 | 12.6 | 1.2 | 0.7 | 14.2 | 55 |
| Transitional Limonite | 18.6 | 0.77 | 0.04 | 7.1 | 21.6 | 42 | 8.9 | 0.6 | 3.2 | 13.4 | 29 |
| Saprolite | 26.1 | 0.68 | 0.02 | 11.8 | 16.6 | 37.5 | 8.4 | 0.4 | 6.1 | 17 | 31 |
| **Total** | **187.3** | **0.91** | **0.06** | **4.0** | **40.3** | **22.5** | **11.7** | **1.0** | **1.7** | **14.5** | **49** |

Note:
1. Heritage Exclusion areas have been excluded 2. Minor discrepancies may occur due to rounding of appropriate significant figures.

**Table 2. 2024 Wingellina Nickel-Cobalt Project MRE comparison by Regolith**

### *Phase 2 – Detailed Drill Planning*

The framework for the geometallurgical model was finalised during the March Quarter. This provided a critical planning tool to facilitate effective design of future infill, density and metallurgical drilling. Work on this drill planning progressed in the June Quarter.

Two key pieces of feedback provided in a gap analysis conducted as part of the resource update process by ERM (formerly CSA) in 2024 were that:

- A relative high proportion of older, open-hole drill data is being used in resource estimation. The validity of RAB drilling has been verified by twinning with more recent RC drilling, however it would be best practice to supersede this drilling during the infill process.
- A lack of density data was identified as the main factor that prevented areas with appropriate drill coverage from being classified as Measured resources. Regular infill drilling of key parts of the Wingellina orebody will provide the opportunity to fill this knowledge gap via downhole density determinations and update the Resource status from Indicated to Measured.

In preparation for drill planning, an infill grid was designed to cover the deposit at approximately 25-30 metre coverage along strike and adjusted where necessary to fit in the variable lines of existing drillholes. A total of approximately 200,000 metres of additional RC drilling would be required to drill the Wingellina Deposit to a nominal 25x25m spacing, which would be sufficient to convert all resources to a Measured classification (along with additional density data collected in the process). Nico is working on strategically phasing this work, focusing on the higher-grade areas of the resource that are likely to fall into the first 10 years of operation. Figure 1 shows the location of the existing holes across the orebody and Figure 2 provides an example of the additional drilling within the South Domain at Wingellina. Phase 1 aims to create a staggered 50x25m grid across the main areas of mineralisation and more tightly define the geological model by identifying the contacts between the mineralised ultramafic and largely unmineralised gabbro.

In conjunction with the infill drilling, a program of downhole density holes is being scoped out to provide representative coverage of density in the regolith across the Wingellina deposit. This information is required to upgrade a proportion of the Mineral Resource from Indicated to Measured category by providing a better local estimate of tonnes within the regolith. The geology and material type model created will help ensure all lithologies are well represented in the density data collection process. ERM has recommended that at least 10-15% of the RC drill holes have density data collection across the deposit.

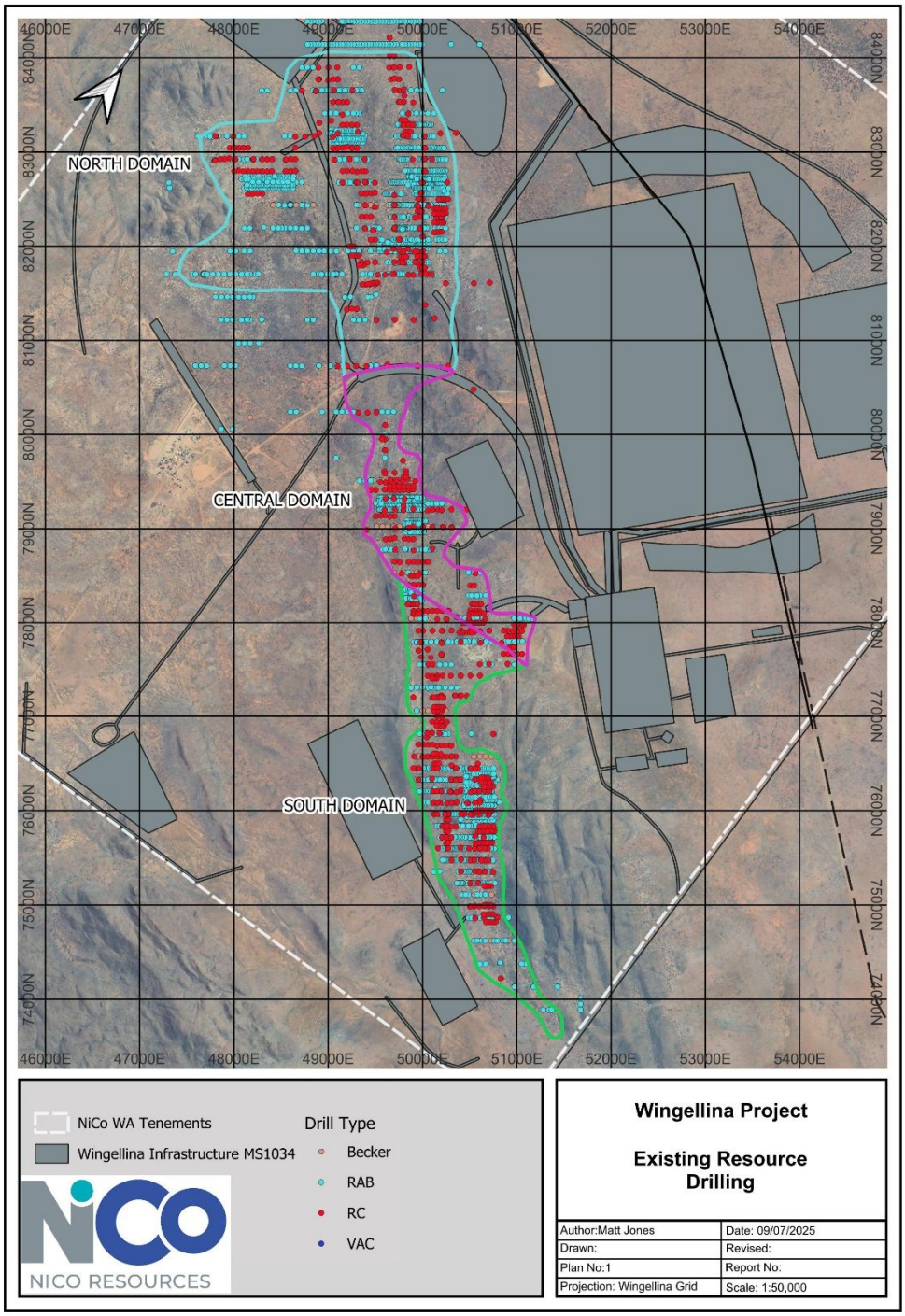


**Figure 1. Wingellina Existing Resource Drilling**

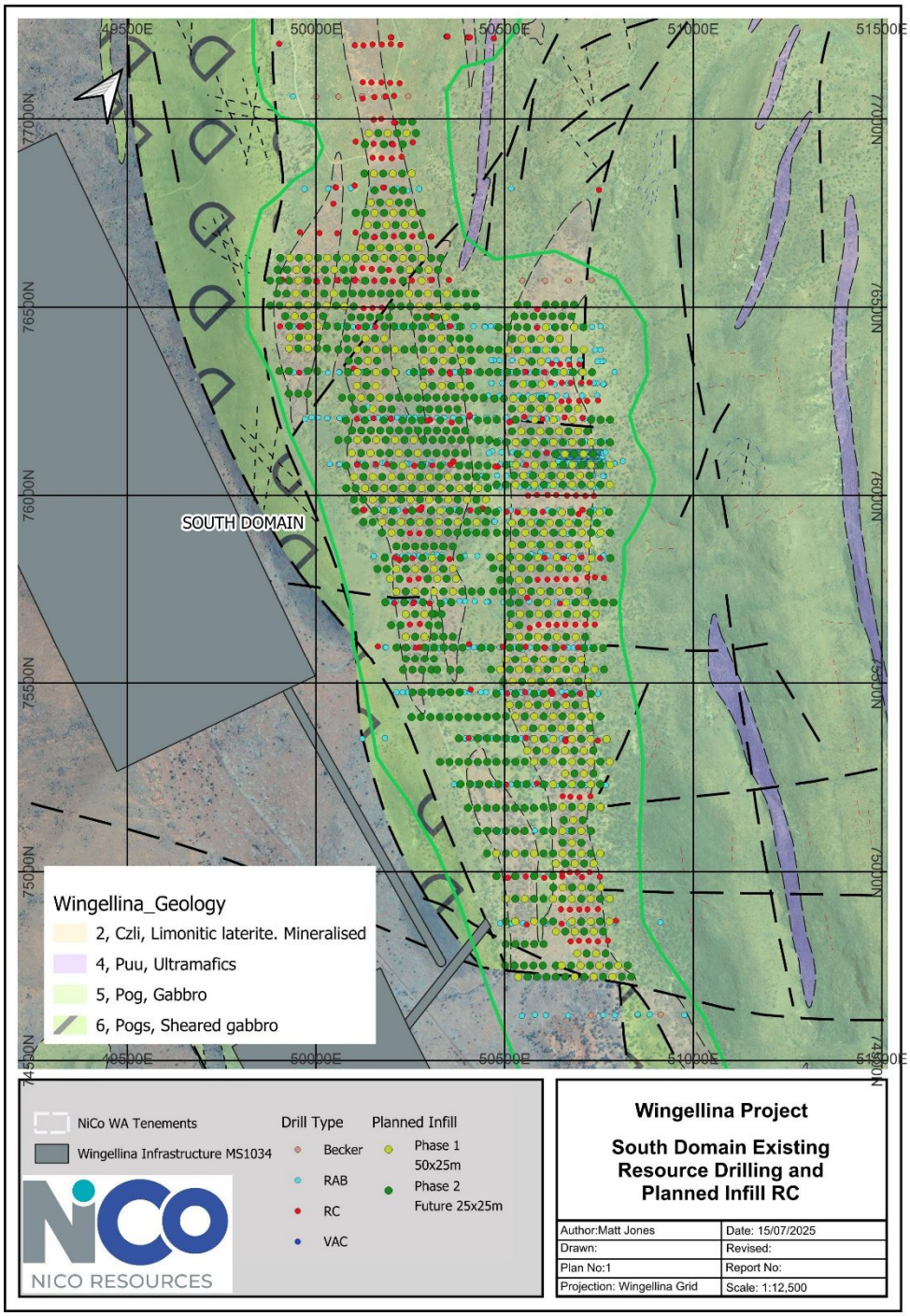


**Figure 2. Wingellina South Domain RC Infill Drilling**

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### *Next Steps*

Nico will continue to progress the work streams as outlined above. The next step will be to refine planning, understand the most cost-effective strategy to continue to increase orebody knowledge and execute drilling safely to a high technical standard. This will provide samples for testwork to determine which material types can be blended and processed, and which will be designated as waste types. Local scale variability and large scale metallurgical testwork results will aim to further refine and simplify the final material types. Final ore types should display similar physical and rheological behaviour during the process flow. With the aim being to optimize the recoverable metal product by considering factors such as:

- Recovery;
- Upgrade;
- Geochemical mix (proxy for the mineralogy);
- Hardness and grindability; and
- Acid consumption.

## WINGELLINA METALLURGICAL TESTWORK

The recent metallurgical testwork programs undertaken have significantly contributed to the ongoing development of the Project and are an important component of the preparatory work required to progress to a Definitive Feasibility Study ("DFS**"**). The processing flowsheet consists of ore scrubbing and beneficiation, HPAL, neutralization, CCD, two-stage secondary neutralisation for iron and aluminium impurity removal, MHP precipitation, tailings neutralization and storage. The testwork generated the following relevant information for the DFS:

- Metal recovery data;
- Stream composition data and physical property data (including rheology);
- Bulk solids materials handling properties;
- Key equipment sizing data;
- Materials of construction data;
- Reagent consumption and waste composition data; and
- Product specification and purity.

### *Summary of Activities*

The Wingellina HPAL flowsheet showing major metallurgical processing steps within the nickel extraction process is shown below in Figure 3. Testwork has been undertaken to prove DFS level design data which will allow the metallurgical process and the project to proceed to the next phase. Additional metallurgical testwork will be undertaken to ensure an efficient process design, maximisation of metal recovery, reduction of operating costs, enhancement of value leading to a mitigation of risks across the whole of the Wingellina orebody.

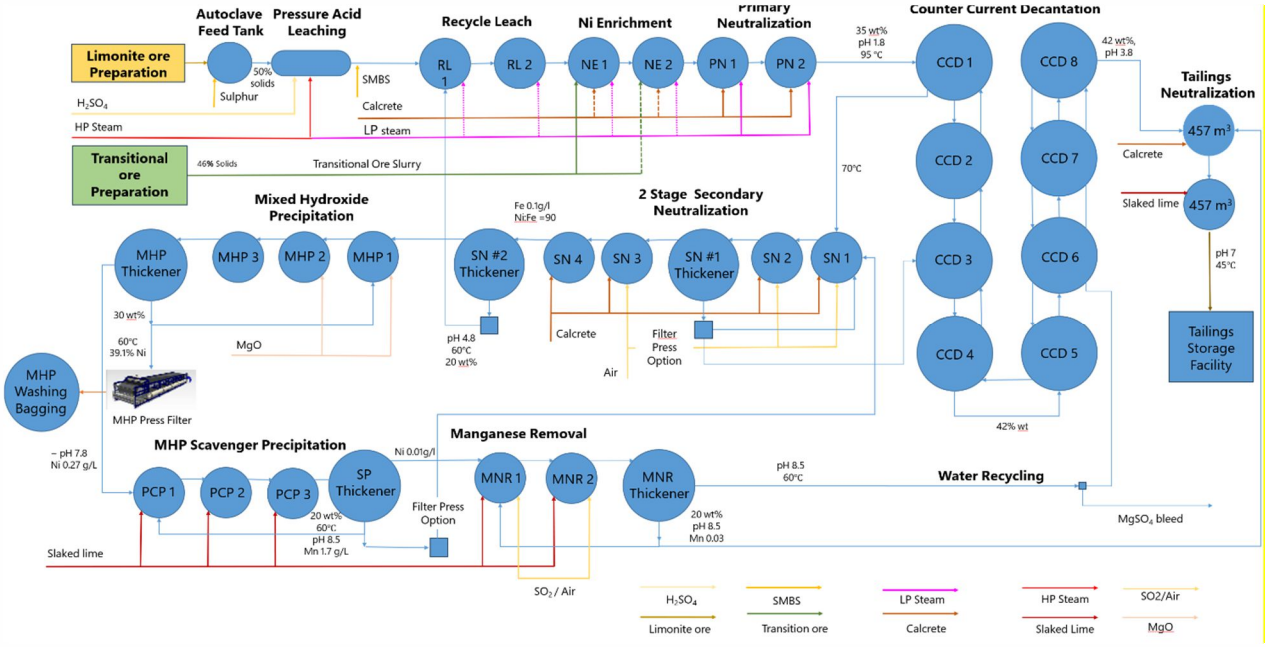


**Figure 3. Wingellina HPAL flowsheet**

## *Lewis Calcrete Testwork conclusions*

Testwork and analysis of the results on the Lewis calcrete deposit was completed during the quarter. The Lewis Calcrete resource, located approximately 25 kilometres north of the proposed HPAL plant, has a resource of 44.8 million tonnes (at a 36% CaO) cut-off grade (Table 3). At a 30% cut-off grade the resource increases to 69.3 million tonnes at a grade of 38.8% CaO.

| Domain | **Tonnage (Mt)** | **CaO (%)** | **MgO (%)** | **$Al_2O_3$ (%)** | **$Fe_2O_3$ (%)** | **$SiO_2$ (%)** | **LOI (%)** |
|---|---|---|---|---|---|---|---|
| Area 1 | 10.7 | 42.7 | 1.0 | 1.2 | 0.7 | 19.3 | 34.8 |
| Area 2 | 14.5 | 38.8 | 1.1 | 1.8 | 1.0 | 36.0 | 32.3 |
| Area 3 | 6.7 | 42.8 | 1.0 | 1.6 | 0.9 | 17.8 | 35.2 |
| Area 4 | 17.4 | 42.5 | 1.2 | 1.4 | 0.8 | 18.6 | 34.9 |
| **Total** | **44.8** | **42.5** | **1.1** | **1.4** | **0.8** | **22.6** | **34.9** |

**Table 3. Lewis Calcrete Inferred Resource**

The Lewis Calcrete deposit should provide all the calcrete requirements for the life of the project and the use of a locally sourced calcrete will significantly reduce the operating costs by minimising the cost of imported source of lime.

Analysis of the testwork undertaken on the Lewis calcrete has determined its suitability for use in the Wingellina nickel processing plant. The summary is detailed below.

1. The Lewis Calcrete has a good acid neutralisation capacity (ANC) of between 1.3 and 1.6 tonnes of calcrete per tonne of $H_2SO_4$ within the Primary Neutralisation (PN) and Secondary Neutralisation (SN) circuits. Impurities in the calcrete, such as silicates and aluminium oxides, dilute the effect of the carbonates and can lead to higher calcrete consumption in the process.

2. Use of sample assays for CaO can be used to estimate the ACN of the calcrete. Also, a useful independent confirmation of ANC can be gained by calculating ANC from the LOI results.

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3. The Lewis calcrete can be used as a feedstock for the on-site production of quick lime which produces a product of between 70% to 80%% CaO. The quality corresponds closely with quicklime available from commercial suppliers. The production of quick lime on-site will result in major operating cost savings for the project.

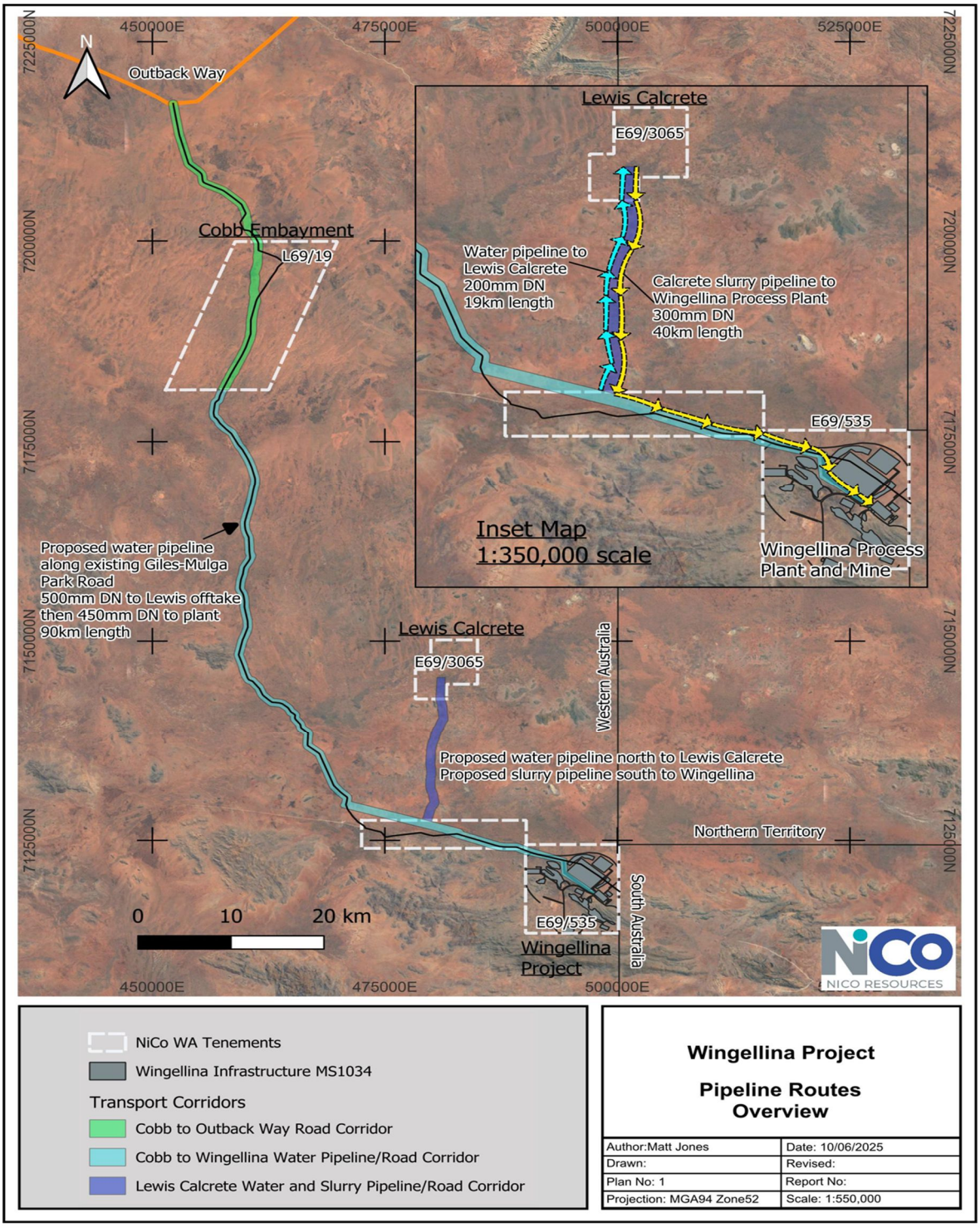


**Figure 4. Location of the Lewis calcrete resource**

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## ENVIRONMENTAL, SOCIAL AND GOVERNANCE

### *Environmental and Social Management System*

Nico has continued to develop its Environmental and Social Management System (ESMS) to align with international standards (ISO 14001).

### *Health and Safety*

Health and safety remain of paramount importance for the company. Notably, there were no reportable incidents during this quarter, reflecting the effectiveness of the company's health and safety protocols.

### *Stakeholder Engagement*

Nico continues to engage with stakeholders for the Wingellina Project in an open, transparent and collaborative manner.

As previously stated, in November 2024, the Company's Wingellina Project was awarded Major Project Status (MPS) by the Federal Government. This award recognises the national significance of the Wingellina Project in the development of Australia's critical minerals to assist in the global energy transition. The awarding of MPS provides Nico with access to the Major Projects Facilitation Agency, which will provide additional resources, including streamlining of regulatory approvals, to assist in the Project's development. Nico continued its engagement with the Major Projects Facilitation agency during the quarter.

Nico's proactive engagement with various Government departments underscores the company's commitment to securing all the necessary approvals and support for the project's successful development.

In late December 2024, the Archaeological report for the Lewis Calcrete area, Cobb Embayment area and the Giles-Mulga Park Road, completed by Maru Consulting in April 2024, was provided to Nico by the Ngaanyatjarra Council ("NGC") for review. The Company has reviewed and provided comments to the NGC on this report. Nico also received a draft of the Heritage report from NGC Land and Culture in late December which related to work programs conducted by Nico in July 2024 on the Cobb Embayment, Lewis Calcrete and Giles-Mulga Park road. Nico are awaiting final reports from NGC following our comments provided in the March Quarter.

The Cultural Heritage Management Plan ("CHMP") was completed during the March 2024 quarter and consultation with and review by Traditional Owners and the NGC is anticipated within the next quarter.

Throughout the quarter, Nico continued to actively engage with stakeholders at both State and Federal levels of Government to advance and increase the understanding of the Wingellina Project. Nico is also continuously attempting to enhance the relationship with the NGC and the Traditional Owners which reflects a commitment to enhance the Traditional Owners livelihoods and make a positive and lasting difference.

### *Governance*

Nico's is focussed on maintaining high standards of governance and transparency and a summary of Nico's sustainable development activities is also provided in its Sustainability Report (https://nicoresources.com.au/sustainability/).

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### *Future Work Program*

As previously stated, Nico has determined that it is prudent in the current market conditions to reduce discretionary expenditure until market conditions improve. During the September 2025 quarter Nico plans to focus on the following activities:

- Continue to review, analyze and interpret the bench scale testwork results.
- Advance the geo-metallurgical model for the Wingellina orebody to assist in identification of orebody variability and mine planning and scheduling.
- Further planning for an infill drilling program on the Wingellina resource to facilitate the upgrading of the indicated resource to measured category.
- Further planning for exploration and associated work on the the Lewis calcrete deposit.
- Continue the required planning on the potential water supply from the Cobb Embayment in preparation for the drilling of additional bores.
- Progress engagement with other key stakeholders, including State and Federal Governments, the local community and the Ngaanyatjarra Council.
- Continue the scope and definition documentation for the DFS.

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NICO RESOURCES LTD

## CORPORATE AND FINANCIAL

### *Financial*

Nico closed the quarter with cash and working capital of $3,634,630. Exploration and Evaluation expenditure during the quarter was $101,029.

### *Share Placement*

On 10 June 2025 Nico finalised a share placement to institutional and sophisticated investors raising $1,100,000 (before costs) through the issuance of 13.75 million fully paid ordinary shares at a price of $0.08 per share. The Company issued the shares utilising the Company's existing placement capacity under ASX listing rule 7.1

Nico also issued 1,000,000 unquoted options with an exercise price of $0.12 and a three year expiry from date of issue.

### *Capital Structure[2] as at 30 June 2025*

| Description | Number |
|---|---|
| Fully paid ordinary shares | 123,450,575 |
| Unlisted Employee options (various)[2] | 6,125,000 |
| Unlisted Performance shares | 2,750,000 |

### *Conversion of Performance shares*

On 4 April 2025, 250,000 Performance shares held by the Managing Director converted to 250,000 fully paid ordinary shares.

### *Major Shareholders*

The current major shareholders of the Company (as at 30 June 2024) are:

- Ajava Holdings Pty Ltd (P Cook) 11.49%
- Metals X Limited 7.48%
- Norfolk Enchants Pty Ltd 5.43%

### *Related Party Transactions*

Related party payments for the quarter, are as outlined in the attached Appendix 5B at section 6.1, total $121,017 and includes amounts paid to directors including director's fees and statutory superannuation.

***This announcement has been authorised for release by the Board.***

## CONTACTS

For more information, please visit our website rte or email info@nicoresources.com.au.

Jonathan Shellabear
**Managing Director/CEO**

Amanda Burgess
**Company Secretary**

[2] See various 3B announcements for details.

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NICO RESOURCES LTD

## SUMMARY OF MINING TENEMENTS

| Tenement | Status | Project | Location | Ownership |
|---|---|---|---|---|
| E69/535 | LIVE | Wingellina | WA | 100 |
| E69/3065 | LIVE | Wingellina | WA | 100 |
| L69/12 | LIVE | Wingellina | WA | 100 |
| L69/19 | LIVE | Wingellina | WA | 100 |
| L69/27 | LIVE | Wingellina | WA | 100 |
| EL5860 | LIVE | Claude Hills | SA | 100 |
| EL6240 | LIVE | Mt Davis | SA | 100 |

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## ABOUT NICO RESOURCES LIMITED

**Nico Resources Limited** is an Australian company focusing on Australian nickel projects.

Nico owns a 100% legal and beneficial interest in nickel assets consisting of the Wingellina (WA) and Claude Hills (SA) nickel projects.

**Central Musgrave Project (CMP)**

The CMP comprises three main exploration tenements - Wingellina (WA), Claude Hills (SA) and Mt Davies (SA) along with an Exploration Licence covering the Lewis calcrete resource and three Miscellaneous Licences covering the defined water resources.

The CMP consists of a package of tenements hosting nickel-cobalt-scandium lateritic Mineral Resources in excess of 200 million tonnes, containing 1.95 million tonnes of Nickel and 150 thousand tonnes of Cobalt along with a Probable Ore Reserve of 164.8 million tonnes containing 1.56 million tonnes of Nickel and 123,000 tonnes of cobalt.

The project tenure is approximately 1,469km$^2$ located within Western Australia and South Australia adjoining the Surveyor Generals Corner (the junction between Western Australia, the Northern Territory and South Australia).

Wingellina is one of the largest undeveloped nickel resources / reserves globally to underpin an independent Australian nickel producer.

The Wingellina deposit hosts a JORC (2012) defined Measured, Indicated and Inferred Resources of 187.3Mt at 0.91% Ni & 0.06% Co for 1.7Mt of contained nickel and 106Kt of contained cobalt and hosts a JORC (2012) defined Probable Reserves of 168.4Mt at 0.93% Ni & 0.07% Co for 1.56Mt of contained nickel and 123Kt of contained cobalt).

The Claude Hills deposit located less than 20km from Wingellina hosts a JORC (2004) defined Inferred Resources of 33.3 Mt at 0.81% Ni and 0.07% Co for 270Kt of contained nickel and 23Kt of contained cobalt.

## COMPETENT PERSON'S STATEMENT

*Exploration*

The information in the report to which this statement is attached relates to Exploration Targets or Exploration Results is based on information compiled by Mr. M Jones, who is full time Employee of the company and also a Member of The Australian Institute of Mining and Metallurgy, with 20 years' experience in the mining industry. Mr. Jones has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Jones consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

*Resources*

The information in this report that relates to Mineral Resources is based on information compiled by Felicity Hughes. Ms Hughes is a Principal Consultant of ERM and is a Member of the Australasian Institute of Mining and Metallurgy. She has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which Ms Hughes is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources, and Ore Reserves (JORC Code). Ms Hughes consents to the disclosure of information in this report in the form and context in which it appears.

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*Ore Reserves*

The information in this report that relates to ore reserves is based on information compiled by Mr Michael Poepjes, who was a previous employee of Metals X in 2016, a member of the AusIMM at the time and a "Competent Person". Mr Poepjes has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to Qualify as a "Competent Person" as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Poepjes consents to the inclusion in this announcement of the matters based on his information and in the form and context in which it appears.

## PFS CAUTIONARY STATEMENT

The production target and forecast financial information derived from the production target referred to is based on 100% of the material form probable ore reserves. This includes all material modelled for the current mining schedule for Wingellina. There has been no modifying factors applied to the estimation as all of the material included in the study resides in the probable ore reserve category. The material assumptions used in the estimation of the production target and associated forecast financial information are set out in Table 2: Ore Reserve estimation for the Wingellina Project of the "Nico Resources Limited Technical Assessment Report of the Central Musgraves Nickel-Cobalt Project" prepared by CSA Global Mining Industry Consultants as part of the "Nico Resources Replacement Prospectus Initial Public Offer" dated 23 November as at 2021. The mineral resource and ore reserve estimates underpinning the production target were prepared by Competent Persons in accordance with the JORC Code 2012.

## FORWARD-LOOKING STATEMENTS:

This announcement contains certain forward-looking statements. Forward-looking statements are statements that are not historical and consist primarily of projections — statements regarding future plans, expectations and developments. Words such as "expects", "intends", "plans", "may", "could", "potential", "should", "anticipates", "likely", and "believes" and words of similar import tend to identify forward-looking statements. All statements other than those of historical facts included in this announcement are forward-looking statements, including, without limitation, statements regarding plans, strategies and objectives, anticipated production and expected costs and projections and estimates of ore reserves and mineral resources. Indications of, and guidance on future earnings, cash flows, costs, financial position and performance are also forward-looking statements. Forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, exploration, development and operational risks. No independent third party has reviewed the reasonableness of any such statements or assumptions. None of the Company, their related bodies corporate and their respective officers, directors, employees, or advisers represent or warrant that such forward statements will be achieved or will prove to be correct or gives any warranty, express or implied, as to the accuracy, completeness, likelihood of achievement or reasonableness of any forward statement contained in this release. The Company does not undertake any obligation to release publicly any revisions to any forward-looking statement to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws. Recipients should form their own views as to these matters and any assumptions on which any of the forward statements are based and not place undue reliance on such statements.

## PREVIOUS DISCLOSURE

The information in this quarterly activities report is based on the Nico Resources Limited Prospectus and Pre-feasibility study, which are available from the Nico Resources Limited website www.nicoresources.com.au and the ASX website www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the Prospectus and that all material assumptions and technical parameters underpinning the Prospectus continue to apply and have not materially changed.

# Appendix 5B

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

| Name of entity | |
|---|---|
| Nico Resources Limited | |
| **ABN** | **Quarter ended ("current quarter")** |
| 80 649 817 425 | 30 June 2025 |

| | **Consolidated statement of cash flows** | **Current quarter $A'000** | **Year to date (12 months) $A'000** |
|---|---|---|---|
| **1.** | **Cash flows from operating activities** | | |
| 1.1 | Receipts from customers | | |
| 1.2 | Payments for | | |
| | (a) exploration & evaluation | - | - |
| | (b) development | | |
| | (c) production | | |
| | (d) staff costs | (168) | (1,551) |
| | (e) administration and corporate costs | (290) | (920) |
| 1.3 | Dividends received (see note 3) | | |
| 1.4 | Interest received | 50 | 174 |
| 1.5 | Interest and other costs of finance paid | | |
| 1.6 | Income taxes paid | | |
| 1.7 | Government grants and tax incentives | - | 1,043 |
| 1.8 | Other (provide details if material) | 27 | 97 |
| **1.9** | **Net cash from / (used in) operating activities** | **(381)** | **(1,157)** |

| | | | |
|---|---|---|---|
| **2.** | **Cash flows from investing activities** | | |
| 2.1 | Payments to acquire or for: | | |
| | (a) entities | - | - |
| | (b) tenements | - | - |
| | (c) property, plant and equipment | - | - |
| | (d) exploration & evaluation | (101) | (1,001) |
| | (e) investments | - | - |
| | (f) other non-current assets | - | - |

| Consolidated statement of cash flows | | Current quarter $A'000 | Year to date (12 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** | **(101)** | **(1,001)** |

| **3.** | **Cash flows from financing activities** | | |
|---|---|---|---|
| 3.1 | Proceeds from issues of equity securities (excluding convertible debt securities) | 1,100 | 1,100 |
| 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 | (66) | (66) |
| 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)<br>Funds received in the prior quarter for capital allotted in the current quarter | - | - |
| **3.10** | **Net cash from / (used in) financing activities** | **1,034** | **1,034** |

| **4.** | **Net increase / (decrease) in cash and cash equivalents for the period** | | |
|---|---|---|---|
| 4.1 | Cash and cash equivalents at beginning of period | 3,083 | 4,759 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (381) | (1,157) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (101) | (1,001) |

| Consolidated statement of cash flows | | Current quarter $A'000 | Year to date (12 months) $A'000 |
|---|---|---|---|
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 1,034 | 1,034 |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| **4.6** | **Cash and cash equivalents at end of period** | **3,635** | **3,635** |

| 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 | 66 | 83 |
| 5.2 | Call deposits | 3,568 | 2,869 |
| 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)** | **3,635** | **2,952** |

| 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 | 121 |
| 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**<br>*Note: the term "facility' includes all forms of financing arrangements available to the entity.*<br>*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 | - | - |
| 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) | (382) |
| 8.2 | (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) | (101) |
| 8.3 | Total relevant outgoings (item 8.1 + item 8.2) | (483) |
| 8.4 | Cash and cash equivalents at quarter end (item 4.6) | 3,635 |
| 8.5 | Unused finance facilities available at quarter end (item 7.5) | - |
| 8.6 | Total available funding (item 8.4 + item 8.5) | 3,635 |
| 8.7 | **Estimated quarters of funding available (item 8.6 divided by item 8.3)** | 7.53 |

*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:

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:

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:

*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: 22 July 2025

Authorised by: **The Board of Nico Resources Limited**

**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.