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Clean energy. Clear future.

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**ASX Announcement**
23 July 2025

# LANGER HEINRICH MINE FY2026 GUIDANCE

Paladin Energy Ltd (ASX:PDN, TSX:PDN, OTCQX:PALAF) (**Paladin** or the **Company**) provides FY2026 guidance for the Langer Heinrich Mine (**LHM**) along with realised uranium price sensitivities based on the Company's uranium sales contract portfolio.

The LHM will continue its operational ramp-up during FY2026 with the ramp-up of mining operations over the course of the year, as the LHM continues the ongoing transition from the processing of stockpiled medium grade ore to the processing of primary mined ore.

The operational ramp-up of the LHM is expected to be completed by the end of FY2026 with full mining and processing plant operations planned for FY2027. The Company intends to provide annual guidance for FY2027 in July 2026.

## LHM FY2026 Guidance

| Guidance (100%[1])[2] | | FY2026 |
|---|---|---|
| $U_3O_8$ Produced | Mlb | 4.0 - 4.4 |
| $U_3O_8$ Sold[3] | Mlb | 3.8 - 4.2 |
| Cost of Production[4] | US$/lb | 44 - 48 |
| Capital & Exploration Expenditure[5] | US$M | 26 - 32 |

## Mining

The LHM commenced FY2026 with an estimated 2.2Mt of stockpiled medium grade ore and approximately 49% of its planned mining fleet capacity in operations. The remaining mining fleet is scheduled for delivery in late 2025 and is expected to be commissioned and in service during the second half of FY2026.

Mining operations for FY2026 are expected to be concentrated in the G-pit area with minor mining activity planned for the F and J pits late in the financial year.

The Company is expecting lower levels of primary mined ore feed during the first half of the financial year, as the mining operations focus on waste removal across the G-pit area to allow for higher levels of mined ore production during the second half of the financial year. The LHM mine plan has been optimised to deliver medium and high-grade ore to the processing plant with lower grade ore to be stockpiled for future processing.

## Processing

Quarterly production volumes are expected to vary during FY2026, primarily due to access to primary mined ore feed to the processing plant in the first half of FY2026. Production is expected to be higher in the second half of FY2026 with a higher level of primary ore feed available to blend with the medium-grade stockpiled material.

The improvements in processing plant performance achieved during FY2025 are expected to be sustained in FY2026. The production guidance provided is based on considered plant availability and utilisation assumptions and includes allowances for expected water supply disruptions, estimated planned and unplanned maintenance activities, and general plant disruptions based on historical performance.

**Sales**

During FY2026, Paladin is expecting to continue to deliver uranium to its global customers in the US, Europe and Asia and will continue to look for opportunities to layer in new contracts with high quality counterparties.

Sales volumes, cash receipts and realised pricing are expected to vary quarter on quarter due to the timing of shipments, individual contract terms and prevailing spot prices.

Based on Paladin's contract book as at 1 July 2025, the forecast realised uranium price sensitivities for FY2026 under a range of spot price assumptions are as follows:

| **Realised Price Sensitivity** | **FY2026** |
|---|---|
| Spot Price Assumption (US$/lb) | Forecast Realised Price (US$/lb) [6] |
| 40 | 54 |
| 60 | 62 |
| 80 | 71 |
| 100 | 79 |
| 120 | 87 |
| 140 | 94 |

*This announcement has been authorised for release by the Board of Directors of Paladin Energy Ltd.*

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**Notes:**

1. Paladin has a 75% interest in the LHM
2. USD/NAD FX assumption: 18.0
3. Existing uranium loans of 450,000lbs are assumed to be extended or replaced with similar arrangements during FY2026
4. Includes mining, stockpile rehandling, processing, site maintenance, and mine-level administrative costs, excluding costs such as cost of ore stockpiled, depreciation and amortisation, general and administration costs, royalties, exploration expenses, sustaining capital and the impacts of any inventory impairments or impairment reversals. Cost of Production is a Non-IFRS Measure. See "Non-IFRS Measures" below for more information
5. Capital and Exploration expenditure includes ongoing TSF preparation work, NIMCIX resin replacement and infill and exploration drilling
6. Key assumptions:
    a. The sensitivity analysis is based on the midpoint of the forecasted sales volume range (4.0Mlb)
    b. The forecast realised price assumes that the uranium spot price remains constant for the duration of the financial year
    c. Deliveries based on commitments under contracts include the Company's estimate of the expected deliveries and takes into account the flexibility provided under existing contract terms
    d. To reflect escalation mechanisms contained in existing contracts, a forecast US inflation rate of 3% p.a. has been assumed in relation to escalation clauses under existing contracts

## Forward-looking statements

This document contains certain “forward-looking statements” within the meaning of Australian securities laws and “forward-looking information” within the meaning of Canadian securities laws (collectively referred to in this document as forward-looking statements). All statements in this document, other than statements of historical or present facts, are forward-looking statements and generally may be identified by the use of forward-looking words such as “anticipate”, “expect”, “likely”, “propose”, “will”, “intend”, “should”, “could”, “may”, “believe”, “forecast”, “estimate”, “target”, “outlook”, “guidance” and other similar expressions. These forward-looking statements include, but are not limited to, statements about Paladin’s expectations for FY2026.

Forward-looking statements involve subjective judgment and analysis and are subject to significant uncertainties, risks and contingencies including those risk factors associated with the mining industry, many of which are outside the control of, change without notice, and may be unknown to Paladin. These risks and uncertainties include but are not limited to liabilities inherent in mine development and production, geological, mining and processing technical problems, the inability to obtain any additional mine licenses, permits and other regulatory approvals required in connection with mining and third party processing operations, competition for amongst other things, capital, acquisition of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of acquisitions, changes in commodity prices and exchange rates, currency and interest fluctuations, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, the ability to secure adequate financing and management's ability to anticipate and manage the foregoing factors and risks. Readers are also referred to the risks and uncertainties referred to at pages 24 to 30 inclusive of Paladin’s Management’s Discussion and Analysis released to ASX on 13 May 2025.

Although at the date of this document, Paladin believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from the expectations expressed in such forward-looking statements due to a range of factors including (without limitation) fluctuations in commodity prices and exchange rates, exploitation and exploration successes, permitting and development issues, political risks including the impact of political instability on economic activity and uranium supply and demand, Indigenous Nations engagement, climate risk, operating hazards, natural disasters, severe storms and other adverse weather conditions, shortages of skilled labour and construction materials, equipment and supplies, regulatory concerns, continued availability of capital and financing and general economic, market or business conditions and risk factors associated with the uranium industry generally. There can be no assurance that forward-looking statements will prove to be accurate.

Readers should not place undue reliance on forward-looking statements, and should rely on their own independent enquiries, investigations and advice regarding information contained in this document. Any reliance by a reader on the information contained in this document is wholly at the reader’s own risk. The forward-looking statements in this document relate only to events or information as of the date on which the statements are made. Paladin does not assume any obligation to update or revise its forward-looking statements, whether as a result of new information, future events or otherwise. No representation, warranty, guarantee or assurance (express or implied) is made, or will be made, that any forward-looking statements will be achieved or will prove to be correct. Except for statutory liability which cannot be excluded, Paladin, its officers, employees and advisers expressly disclaim any responsibility for the accuracy or completeness of the material contained in this document and exclude all liability whatsoever (including negligence) for any loss or damage which may be suffered by any person as a consequence of any information in this document or any error or omission therefrom. Except as required by law or regulation, Paladin accepts no responsibility to update any person regarding any inaccuracy, omission or change in information in this document or any other information made available to a person, nor any obligation to furnish the person with any further information.

Nothing in this document will, under any circumstances, create an implication that there has been no change in the affairs of Paladin since the date of this document.

To the extent any forward-looking statement in this document constitutes “future-oriented financial information” or “financial outlooks” within the meaning of Canadian securities laws, such information is provided to demonstrate Paladin’s internal projections and to help readers understand Paladin’s expected financial results. Readers are cautioned that this information may not be appropriate for any other purpose and readers should not place undue reliance on such information. Future-oriented financial information and financial outlooks, as with forward-looking statements generally, are, without limitation, based on the assumptions, and subject to the risks and uncertainties, described above.

**Non-IFRS measures**

Paladin uses certain financial measures that are considered “non-IFRS financial information” within the meaning of Australian securities laws and/or “non-GAAP financial measures” within the meaning of Canadian securities laws (collectively referred to in this announcement as **Non-IFRS Measures**) to supplement analysis of its financial and operating performance. These Non-IFRS Measures do not have a standardised meaning prescribed by International Financial Reporting Standards (**IFRS**) and therefore may not be comparable to similar measures presented by other issuers.

The Company believes these measures provide additional insight into its financial results and operational performance and are useful to investors, securities analysts, and other interested parties in understanding and evaluating the Company’s historical and future operating performance. However, they should not be viewed in isolation or as a substitute for information prepared in accordance with IFRS. Accordingly, readers are cautioned not to place undue reliance on any Non-IFRS Measures. The Non-IFRS Measure used in this announcement is described below.

***Cost of Production***

The Cost of Production per pound represents the total production costs divided by pounds of $U_3O_8$ produced. The Cost of Production is calculated as the total direct production expenditures incurred during the period (including mining, stockpile rehandling, processing, site maintenance, and mine-level administrative costs), excluding costs such as cost of ore stockpiled, depreciation and amortisation, general and administration costs, royalties, exploration expenses, sustaining capital and the impacts of any inventory impairments or impairment reversals. This measure helps users assess Paladin’s operating efficiency.

*Cost of Production per lb = Cost of Production ÷ $U_3O_8$ Pounds Produced.*

Cost of Production is a unit cost measure that indicates the average production cost per pound of $U_3O_8$ produced. This is not an IFRS measure but is widely used in the mining industry as a benchmark of operational efficiency and cost competitiveness. Paladin’s Cost of Production metric is calculated as the total direct production expenditures as defined above (in US dollars) incurred during the period divided by the volume of $U_3O_8$ pounds produced in the same period. Management uses Cost of Production per pound to track progress of operational performance, to assess profitability at various uranium price points, and to identify trends in operating costs. It is also a key metric for investors and analysts to evaluate how efficiently the Company is producing uranium, independent of depreciation and accounting adjustments.

This measure allows stakeholders to monitor trends in direct production costs and to assess the Company’s operating breakeven threshold relative to uranium market prices. Investors are cautioned that our Cost of Production metric may not be comparable with similarly titled “C1 cash cost” metrics of other uranium producers, as there can be differences in methodology (e.g., treatment of royalties or certain site costs). Paladin’s Cost of Production figure as defined above~~,~~ focuses strictly on the on-site cost to produce uranium concentrate in the current period. All figures are in US$/lb $U_3O_8$. We provide this information in good faith to enhance understanding of our operations; however, the IFRS financial statements (particularly the cost of sales line in the income statement) should be considered alongside this metric for a complete picture of our cost structure.