

28 August 2025

ASX:CMM

KARLAWINDA EXPANSION PROJECT SITEWORKS UNDERWAY

Capricorn Metals Limited (**Capricorn** or the **Company**) is pleased to report that work has commenced on the ground at the Karlawinda Expansion Project (**KEP**) with early progress achieved towards targeted first gold production from KEP in Q1FY27. The KEP will increase the processing capacity at Karlawinda to 6.5Mt per year and gold production to around 150,000 ounces per annum.

Following the approval of Karlawinda's Mining Proposal and Mine Closure Plan (MPMCP) by the Department of Energy, Mines, Industry Regulation and Safety (DEMIRS) in July 2025, Capricorn has commenced development activities at the KEP and work on the ground has accelerated rapidly with the project advancing on multiple fronts.



KEP – Plantsite Area Clearing

Construction activities are progressing at the KEP as follows:

- The 164-room accommodation village expansion has been completed and operational;
- Clearing of the plant site is complete and associated bulk earthworks are underway;
- Construction of the KEP stores building is complete and being utilised for construction;
- The plant site concrete contractor has mobilised to site;
- Concrete batch plant commissioned for ancillary facilities and building slabs ahead of providing concrete for the plant area;
- Excavation of the boxcut into the Bibra pit for the expanded mine plan is underway;
- Mining activities have commenced in the Berwick pit;
- Clearing and grubbing of TSF 2 is ongoing;

- The process plant design has progressed to approximately 75% complete and early orders have been placed on all mechanical equipment packages; and
- The ball mill has been purchased and is scheduled to arrive in Q4FY26, ahead of commissioning in Q1 FY27.

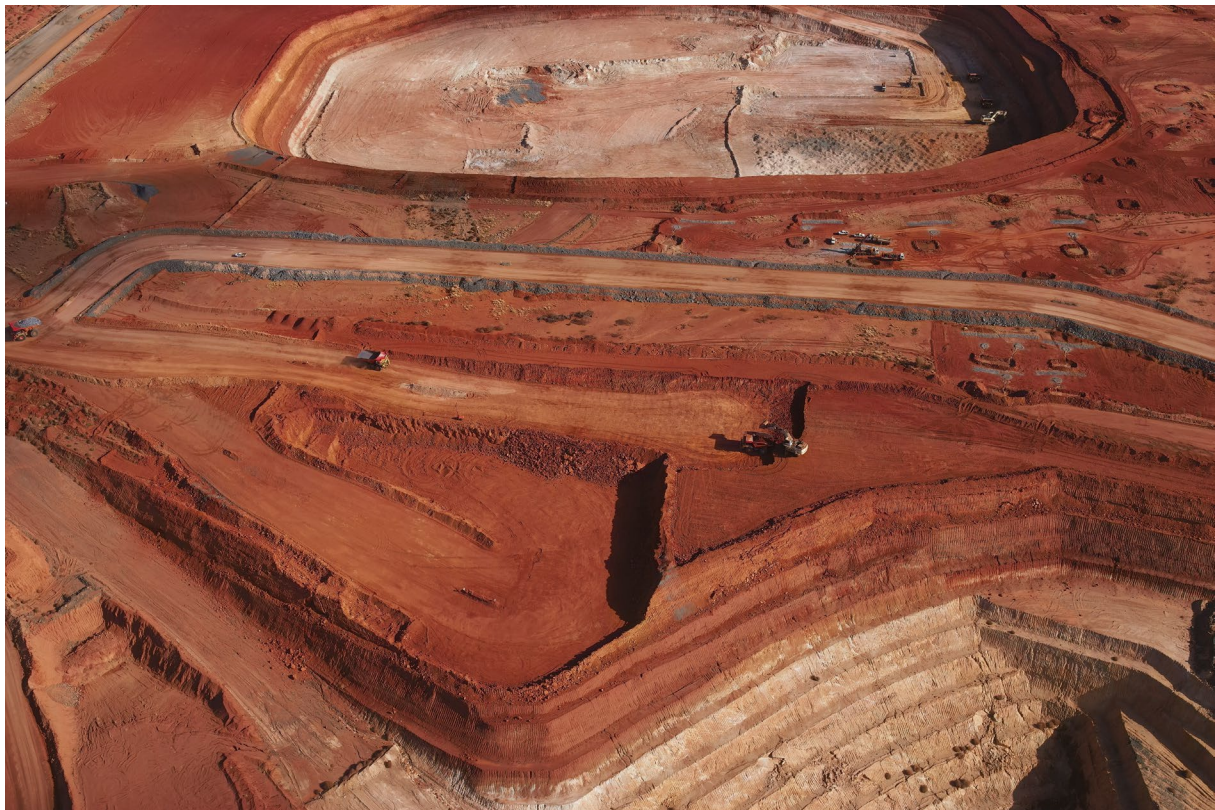


KEP Berwick Pit Dewatering Turkeys Nest



KEP - Expanded Accommodation Camp

Further updates on KEP development activities will be provided in the Quarterly Report in October 2025.



KEP – New access Boxcut into Bibra Pit

Capricorn Executive Chairman Mark Clark commented:

"We are really excited to hit the ground with early development works on the Karlawinda Expansion Project. We have worked hard to be prepared for an expedited start to construction works. We look forward to delivering a project that will lift gold production at the low cost, high margin Karlawinda operation by 25% to around 150,000 ounces per annum and should deliver significant value for Capricorn shareholders once it is operational in Q1FY27."

This announcement has been authorised for release by the Capricorn Metals board.

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Forward Looking Statements

This announcement may contain certain "forward-looking statements" which may not have been based solely on historical facts, but rather may be based on the Company's current expectations about future events and results. Where the Company expresses or implies an expectation of belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. The detailed reasons for that conclusion are outlined throughout this announcement and all material assumptions are disclosed.

However, forward looking statements are subject to risks, uncertainties, assumptions 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 resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as governmental regulation and judicial outcomes.

For a more detailed discussion of such risks and other factors, see the Company's Annual Reports, as well as the Company's other filings. Readers should not place undue reliance on forward looking information. 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.