

31 October 2025

**ASX Market Announcement
Via e-lodgment**

CORRECTION TO APPENDIX 5B CASH FLOW REPORT

WA Kaolin Ltd (“WA Kaolin” or the “Company”) (ASX: WAK) wishes to advise of a correction to its Appendix 5B cash flow report originally lodged on 31 October 2025.

In the previously lodged version, the questions in section 8.8 (8.8.1, 8.8.2, and 8.8.3) were inadvertently left unanswered.

A revised Appendix 5B cash flow report, including responses to all questions in section 8.8, is lodged herewith.

Yours faithfully



**Andrew Sorensen
Company Secretary
WA Kaolin Limited**

This announcement was authorised for market release by the Company Secretary of WA Kaolin Limited.

September 2025 Quarterly Activities Report

WA Kaolin Ltd (“**WA Kaolin**” or the “**Company**”) (**ASX: WAK**) is pleased to provide an update on its activities for the September 2025 quarter.

Highlights

- **Quarterly record in Sales volumes and revenue to September 2025**
- **Successful plant upgrade completed in October has improved reliability and efficiency by approx. 20%**
- **Balance of improvements scheduled for December shutdown is expected to lift capacity from nameplate of 200,000 tonnes per annum to 250,000 tonnes**
- **Sales for the June quarter were 13,858 tonnes for revenue of \$2.74m (an average of A\$198 per tonne).**
- **Forward orders for FY26 Q2 stand at 15,490 tonnes with a value of circa \$3.1m , a 12% increase over Q1**
- **Growth across markets: Steady Stanco offtake, first K99T ceramics contract shipped, and new trials advancing in China, Vietnam, and Malaysia.**
- **Product expansion: New K999C and P grades launched and positive early feedback on paper-market kaolin ahead of first commercial orders.**

Commercial

- Building on the strong momentum generated through the financial year ended 30 June 2025, WAK achieved record sales revenue and material volumes for the 3 months to September.

Q1 FY2026 sales revenue:	\$2.74m +585% increase over Q1 2025
Q1 FY2026 sales volume:	13,858t +433% increase over Q1 2025
- These results reflect the ongoing ramp-up of WAK’s production capacity and the increasing demand for its premium kaolin products from both domestic and export markets.

Operations

Plant and Mine Optimisation

The Wickepin Processing Facility has been operational since January 2023. The scheduled shut-down concluded Saturday 26 October focussing on the upgrade of the material transfer systems to and from the classifiers.

The classifiers, installed in late 2024, are the third in a series of progressively finer systems, that allow separation of finer particles. The upgrade to the transfer systems will allow the classifiers to operate to name-plate capacity of 30 tonnes per hour.

WAK transitioned from contractor campaign mining to in house continuous mining in September 2025. The concomitant improvements include better quality control of ROM and reductions in operational costs through removing double handling. The full financial effect of these increased efficiencies are expected to flow into reduced production costs over the balance of the half.

The better-than-expected increase in sales volumes through the quarter has created a backlog in orders, which in conjunction with the high level of forward orders has forced the deferment of additional plant installations until the end of the year. Most of this equipment has been purchased and is on site ready to instal.

With increased production rates and new shift roster, production will catch up quickly and have increased capacity for continued sales growth. With the new-found capacity the company will build substantial inventory of up to 5,000t to better support the rapidly growing sales base.



Figure 1: WAK has moved to in-house mining which has improved ROM management and removed the costs of double handling of ore



Figure 2: Pit expansion towards into the eastern lode of the Wickepin deposit

Production News Current:

During October, in preparation for the upgrades and to gain experience, both classifiers have been running in parallel with excellent results.

Parts of the plant that are subject to high abrasion from the coarse quartz fraction need replacing and/or re-lining in the areas of erosion and damage. These areas have been identified and attended to with more durable/longer lasting linings in the recent October shutdown.

The operation of both classifiers has lifted power demand to a level where three generators are required whereas previously only two of the three gensets installed were required. This means a fourth genset has been ordered and will be installed by year end. Meantime a hired unit is in place.

Safety

The Company suffered a lost time injury to an operator's finger during the quarter and is in the process of upgrading safety procedures, working conditions and compliance to latest WHS guidelines.

Research & Development (R&D)

Product Development and Market Diversification

In the quest to expand sales into higher value markets, the company is increasing efforts at the Kwinana facility for the following market sectors:

Ceramics: Advancing technology and processes for the production of engineered clays for the ceramics industry. Up to the present, initial production has taken place at Kwinana. The equipment now needs to be relocated and installed at Wickepin for ongoing production.

Paper and Paint: Understanding that the applicable paper market for WAK is high gloss magazines and packaging, WAK is in the final stages of development of its new paper market kaolin products,

targeting entry into one of the largest global kaolin segments. Customer sampling programs commenced in July/August 2025, with first commercial orders expected in the coming quarter. This initiative will expand WAK's addressable market and complement its existing industrial and ceramics customer base. Technically, the activity involves converting WAK's finest K999 product (approx. 60% <2micron) into a super fine grade of 95% <2micron. A joint size reduction facility is being jointly designed, built and operated in China.

Geopolymers (Green Cement): The company is supporting efforts in association with Curtin University and a process development group for using WAK kaolin in the emerging geopolymer concrete applications.

Sales

Sales Growth Trajectory

Over the past twelve months, WAK has achieved consistent quarter-on-quarter growth in sales revenue and year-on-year expansion in monthly sales volumes, underpinned by increasing operational efficiency and customer adoption.

Positioned for Next Phase of Growth

With strong sales momentum, a solid forward order book, and imminent entry into new market segments, WAK is well-positioned for continued revenue growth.

WA Kaolin's sales for the September quarter were 13,858 tonnes for revenue of A\$2.74m at an average of A\$198 per tonne. The forward order book for FY2026 Q2 currently stands at 15,490 tonnes.

Sales to long-term partner Stanco International Corporation continued to underpin performance, with consistent monthly offtake of 5,600 t and potential to rise to 6,500 t per month as production stabilises. Deliveries to a large Chinese ceramics customer commenced following execution of a sales contract for 528 t of K99T grade material. The first shipment was successfully dispatched in August, with subsequent orders now under discussion. Additional trial programs were advanced with several other Chinese customers, each assessing various grades (K99P, K999P and Ore C) for suitability in paper, ceramics, and rubber applications.

The quarter also saw new interest for export of Ore C to Xiamen and Shekou, China, with trial samples dispatched. Further material testing is for dispersion-agent applications and with Azelis China, which confirmed the suitability of K999P for use as a reinforcing agent in rubber compounds, with order volumes anticipated in coming months.

In Vietnam, long-term customer continued its repeat monthly orders for K999C, supporting stable regional demand. A Malaysian customer completed evaluation of several spray-dried kaolin samples and is assessing further product trials for lower-viscosity grades. Engagement also continued with our distributor in Vietnam which is trialling WAK's K95 and K99C grades in ceramic glaze formulations.

Domestic activity remained encouraging. Mercol (VIC) placed successive orders for K99C and K99R from WAK's Clyde warehouse and is now targeting fortnightly ordering patterns. Midland Brick continued regular supply, while Selleys completed sampling of the K99C grade for its adhesive formulations and is considering annual purchases of up to 28 t. Etex Group placed repeat 24 t orders during the quarter and expects to transition fully to WAK's K95 for its local manufacturing operations.

WA Kaolin also featured prominently in the July edition of The Journal of Australian Ceramics, reinforcing its technical credentials within the domestic ceramics sector.

The Company continues to broaden its technical product range. New grades K999C and K999P were developed during the quarter to address customer requirements for improved flow properties in glaze formulations and enhanced performance in rubber compounding applications. These initiatives complement the progression of WAK's paper-market kaolin products, which represent one of the largest and highest-value global segments of the kaolin industry. Early testing feedback from several Chinese partners has been positive, with first commercial orders targeted for the December quarter.

Table 1. Kaolin Sales Revenue

	Q2 FY 2025	Q3 FY 2025	Q4 FY2025	Q1 FY2026	Q2 FY2026 Orders
Kaolin sales (dmt)	3,705	5,525	9,876	13,858	15,490
Revenue from sales (A\$)	\$836,904	\$1,236,943	\$2,142,375	\$2,739,313	3,100,000 ¹

¹ – Estimate based on selling price of \$200 per tonne

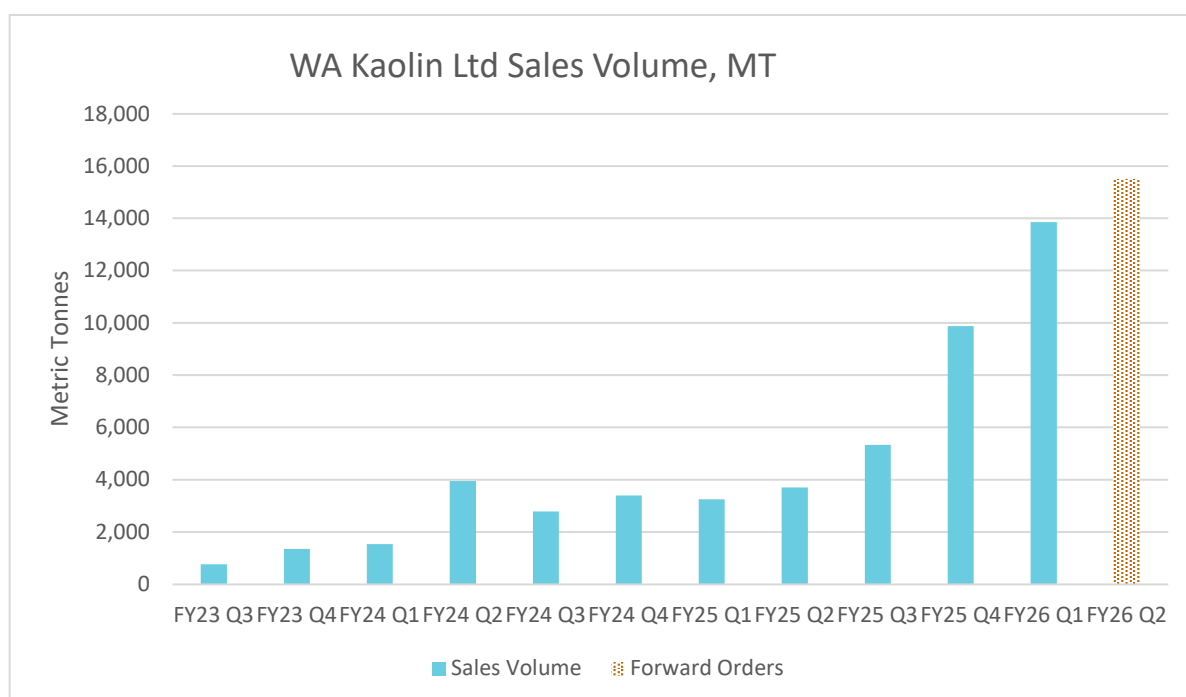


Figure 2 – Quarterly sales volume

Financial Details

As of 30 September 2025, WA Kaolin's cash position stood at \$1.47 million.

In accordance with Listing Rule 5.3.1, the Company confirms that further exploration activities were undertaken during the quarter ended 30 September 2025.

In accordance with Listing Rule 5.3.2, the Company advises that it spent approximately \$2.89m during the quarter on production costs, largely related to freight costs (\$0.97m), Mining Costs (\$0.49m) and cost of gas and diesel (\$1.17m). No funds were spent during the quarter on development costs, as this cost was expended in previous quarters.

In accordance with Listing Rule 5.3.5, \$227,136 was paid to related parties or their associates during the quarter. The payments comprise the following:

- Directors' fees and superannuation: \$28,852
- Salary, superannuation, vehicle allowance and expenses reimbursements to the daughter of managing director (per contract of employment (at arm's length) as the Company's Territory Sales Executive): \$17,750
- Fees paid to the managing director in lieu of salary: \$64,867 (per executed consultancy deed)
- Business expense reimbursements paid to an entity associated with the managing director (at cost): \$170
- Royalties paid to an entity associated with the managing director: \$101,584
- Landowner compensation and tenements rental paid to an entity associated with the managing director \$13,913

Mining Tenements

In accordance with Listing Rule 5.3.3, the Company advises that it held the following tenements at the end of the quarter are listed in table 2.

Table 2. Tenements

Tenement	Prospect	Ownership (%)	Change
M70/1143	South West Kaolin	100%	Nil
R70/40	Balgulpinn	100%	Nil
R70/42	Levi	100%	Nil
R70/43	Walters Hill	100%	Nil
R70/44	Doraking	100%	Nil
L70/156	Wickepin	100%	Nil
G70/251	Wickepin	100%	Nil

M – Mining Lease (granted)

R – Retention Licence (granted)

L – Miscellaneous Licence (granted)

G – General Purpose Lease (granted)

This announcement was authorised for market release by the Board of WA Kaolin Limited.

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Forward Looking Statements

This ASX announcement may include forward-looking statements. These forward-looking statements are not historical facts but rather are based on WAK's current expectations, estimates and assumptions about the industry in which WAK operates, and beliefs and assumptions regarding WAK's future performance. Any forward-looking statements, which are inconsistent with previous forward-looking statements made by the Company supersede those previous statements or prevail to the extent of any inconsistency. Words such as "anticipates", "expects", "intends", "plans", "believes", "seeks", "estimates", "potential" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are only predictions and are not guaranteed, and they are subject to known and unknown risks, uncertainties and assumptions, some of which are outside the control of WAK. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Actual values, results or events may be materially different to those expressed or implied in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward-looking statements in this announcement speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law, WAK does not undertake any obligation to update or revise any information or any of the forward-looking statements in this announcement or any changes in events, conditions or circumstances on which any such forward looking statement is based.

Appendix 5B

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

Name of entity

WA KAOLIN LIMITED

ABN

56 083 187 017

Quarter ended ("current quarter")

30 Sep 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	2,565	2,565
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	(2,894)	(2,894)
	(d) staff costs	(1,533)	(1,533)
	(e) administration and corporate costs	(448)	(448)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(138)	(138)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	688	688
1.8	Other (provide details if material)	14	14
1.9	Net cash from / (used in) operating activities	(1,746)	(1,746)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(226)	(226)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	(226)	(226)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(121)	(121)
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	(121)	(121)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,581	3,581
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,746)	(1,746)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(226)	(226)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(121)	(121)

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 (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(15)	(15)
4.6	Cash and cash equivalents at end of period	1,473	1,473

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	1,473	3,581
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)	1,473	3,581

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	227
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>		

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

7.	Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<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>		
7.1	Loan facilities	4,500	4,150
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	4,500	4,150
7.5	Unused financing facilities available at quarter end		350
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.		
	1) <i>Toyota Fleet Management – 6 x Hire Purchase agreements at varying fixed interest rates for mobile equipment and motor vehicle (secured)</i> 2) <i>\$3m Convertible Loan Agreement with Boneyard Investments Pty Ltd, 3-year term from June 2023, 8% interest rate however interest accrued (not paid) until 31 December 2024 (unsecured).</i>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,746)
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)	(1,746)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,473
8.5	Unused finance facilities available at quarter end (item 7.5)	350
8.6	Total available funding (item 8.4 + item 8.5)	1,823
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.04
	<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: The entity does not expect to have the same level of net operating cashflows for the time being. The entity expects operating expenditure to reduce from this current quarter into the foreseeable future due to successful mining, plant and process optimisation program. Accordingly the entity expects net operating cash outflows to materially reduce.	

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: Yes. The entity has commenced discussions with existing financiers and its primary offtake partner to strengthen working capital if it is required. At this time the entity considers these discussions incomplete and they remain on foot, however the entity's operational performance improvements and material increases in sales volumes, combined with the long-term historic support of its financiers and offtake partner indicate that these discussions will settle successfully.

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: Yes. The entity expects to continue operations and meet its business objectives on the basis of (a) available cash reserves and undrawn loan facilities of \$1.823 million at 30 September 2025, (b) anticipated improvement in operating cash flows from product sales, and (c) ongoing access to working capital support per 8.8.2.

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: 31 Oct 2025

Authorised by: By the 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.