CORPORATE UPDATE

ENRG Elements Limited (**ASX:EEL**) ("**ENRG**" or the "**Company**") is pleased to provide the following corporate update.

As announced on the 31 January 2025, Michael Soucik, Simon Phillps and Dale Hanna were appointed as directors of ENGR. Since their appointments, the directors have undertaken an immediate and detailed review the of the Company's financial position and commitments.

This work has resulted in significant cost reductions being made which will provide a financial runway for ENRG to undertake a strategic review of its existing assets and potential new business opportunities, whilst ensuring tenement minimum spend is met, tenure is held, and corporate compliance is maintained.

In addition, the Company is pleased to announce that Mr Soucik has been appointed Non-executive Chairperson, and that Mr Hanna has been appointed interim Executive Director and will take control of the day-to-day operations of the business. Refer to Appendix A for details of director fees and remuneration.

Cost reductions

The directors have undertaken an extensive review of proposed corporate and exploration activities and related expenditure. The outcome of this review has resulted in immediate savings and has significantly reduced the Company's forecast cash burn rate.

In addition, the tenement minimum spend at the Agadez Uranium Project had previously been re-negotiated down with the relevant Niger Government Departments to an acceptable level that can be managed whilst ensuring the project tenements remain in good standing.

Review of Existing Assets

<u>AGADEZ URANIUM PROJECT – NIGER (100%)</u>

As announced on 16 October 2024, ENRG secured a three-year renewal for the three (3) granted exploration permits comprising its Agadez Uranium Project. The exploration permits, covering ~726km2, were renewed without any relinquishment and are now valid through to October 2027.

On 22 October 2024, ENRG announced the outstanding results of its trenching program with the highest assay results set out below (all greater than 2.0% U3O8)[1]:

- 4TB020 - 58,396ppm U3O8 (5.84%)
- 4TB021 - 46,805ppm U3O8 (4.68%)
- 3TA015 – 41,902ppm U3O8 (4.19%)

[1] Refer ASX Announcements dated 24 April 2024 and 22 October 2024

- o 3TB005 – 24,125ppm U3O8 (2.41%)
- o 4TB017 – 22,671ppm U3O8 (2.27%)
- o 4TB018 – 21,836ppm U3O8 (2.18%)

The Agadez Project currently hosts an Inferred Mineral Resource of approximately 31.2Mt @ 315ppm U^3O^8 for 21.5Mlbs of contained metal from surface to ~37m depth.[2]

The directors will continue to assess all options available to the Company to realise maximum value from this world class asset which may include continued exploration or a possible divestment via an earn in or corporate transaction.

MANITOBA LITHIUM PROJECT

As announced on 24 January 2025, the Company was the holder of three (3) Mineral Exploration Licences over potential lithium targets at Handle Lake, Split Lake and Unwin Lake in Manitoba. As part of the Company's ongoing review of these projects, the Board determined to relinquish Unwin Lake and has subsequently determined to relinquish Handle Lake and Split Like.

The directors were not encouraged by the greenfield and remote nature of these Licenses and could not see how these projects areas would contribute to restoring value to the Company or to shareholders. In addition, holding and exploring these tenements would come at a significant cash cost and for these reasons the Company determined to relinquish the Licenses.

TAROUADJI LITHIUM PROJECT

As announced on 24 January 2025, the Company has relinquished this permit.

Business Development

The directors and their network have access to a pipeline of new projects and business opportunities. The Company will assess these opportunities as and when they present, applying a stringent criterion, including:

- Right commodity and jurisdiction;
- Brownfields asset – existing/ near term Mineral Resource and/ or historically producing asset; and
- Appropriate valuation and deal structure that will not dilute the existing capital structure.

ENRG Elements Non-executive Chairman, Michel Soucik, commented:

The new Board is committed to building value for fellow ENRG shareholders by stabilising the business through prudent cash management as we look to maximise value from our current

[2] Refer ASX Announcement dated 26 April 2023

portfolio. The Board's extensive network provides access to new projects and opportunities which we will assess on the criteria laid out in our business development statement."

Authorised by the Board of ENRG Elements Ltd.

For further enquiries, please contact:

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About ENRG Elements Limited

ENRG Elements Limited (ASX:EEL) is a company focused on the exploration and development of its uranium and lithium projects, both commodities which are essential for a clean energy future.

The Company holds 100% of the underexplored Agadez Uranium Project located in the Tim Mersoi Basin of Niger, with an estimated Inferred JORC Resource of 21.5Mlbs of contained U_3O_8 at 315ppm (175ppm cut-off grade) from surface to ~37m depth (ASX Release – 26 April 2023). Agadez hosts similar geology to Orano SA's Cominak and Somair uranium mines, Global Atomic Corporation's (TSE:GLO) Dasa Project and the significant Imouraren and Madouala deposits.

Niger has one of the world's largest uranium reserves and in 2021 it was the seventh-highest uranium producer globally[3] with the Tim Mersoï Basin in Niger hosting the highest-grade and tonnage uranium ores in Africa.[4]

ENRG Elements owns 10% of the shares in Icon-Trading Company Pty Ltd and Ashmead Holdings Pty Ltd, which hold a total of 6 prospecting licences, comprising the Ghanzi West Copper-Silver Project which covers an area of 2,630km^2. ENRG Elements also holds 25% of Alvis-Crest (Proprietary) Limited, the holder of two prospecting licences, the Virgo Project. Both projects are located in Botswana's Kalahari Copper Belt, one of the most prospective copper belts in the world, which hosts Sandfire Resources' Motheo Copper Mine and Khoemacau Copper Mining's Zone 5 underground mine. Botswana is a stable, pro-mining jurisdiction, supportive of mineral exploration and development.

Competent Persons Statement

The information on the Mineral Resources and Exploration Results outlined in this announcement was compiled by Mr. David Princep, an independent consultant employed by Gill Lane Consulting. Mr Princep is a Fellow of the Australasian Institute of Mining and Metallurgy and a Chartered Professional Geologist. Mr Princep has more than five years relevant experience in estimation of mineral resources and the mineral commodity uranium. Mr Princep has sufficient experience relevant to the assessment of this style of mineralisation to qualify as a Competent Person as defined in the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code (2012)". The Company confirms

[3] https://world-nuclear.org/information-library/facts-and-figures/uranium-production-figures.aspx
[4] https://www.sciencedirect.com/science/article/pii/S016913682200213X

that the form and context in which the Mineral Resources are presented have not been materially modified from the original announcements.

ASX Listing Rule 5.23.2

ENRG Elements Limited confirms that it is not aware of any new information or data that materially affects the information included in this market announcement and, in the case of estimates of exploration targets and mineral resources, results including historical results, that all material assumptions and technical parameters underpinning the estimates in this market announcement continue to apply and have not materially changed.

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Appendix A – Director fees and remuneration

Name	Title	Commencement date	Monthly fee*
Michael Soucik	Non-executive Chairperson	31 January 2025	$4,000*
Simon Phillips	Non-executive Director	31 January 2025	$4,000*
Dale Hanna	Interim Executive Director	31 January 2025	$10,000*

- Inclusive of any applicable superannuation or exclusive of any applicable GST, whichever may apply. The director appointment letters and/or interim executive services agreement contains terms and conditions which are considered standard for agreements of this kind.