

ASX Announcement

28 April 2025

Access Roads Pave Way for Resource Growth Drilling

Resource update anticipated for September quarter with results to underpin Bankable Feasibility Study

HIGHLIGHTS

- Earthworks are well advanced at PhosCo's 100%-owned Gasaat Phosphate Project in Tunisia, with main access roads and the first drill pad now complete.
- Drill rig and crew have been mobilised, with arrival on site imminent; drilling is scheduled to commence next week.
- Drilling is anticipated to grow PhosCo's total inventory and forecast production rate ahead of a Bankable Feasibility Study.
- Construction has commenced on a new warehouse facility and regional office to support expanded operations.
- The project team has been strengthened with the addition of experienced technical and support staff, positioning PhosCo for a significant ramp-up in activity.
- Regular updates will be provided as exploration activities progress.
- PhosCo wishes to remind Eligible Shareholders that the Non-Renounceable Entitlement Offer and Oversubscriptions Offer dispatched to shareholders on 20 March 2025 will close at 5:00pm (AEST) on Thursday, 1 May 2025 and will not be extended.

PhosCo Managing Director, Taz Aldaoud said:

"PhosCo is entering a pivotal and dynamic phase as we advance our strategic phosphate projects. In the coming months, shareholders can expect a robust stream of updates as we progress active drilling campaigns, undertake metallurgical test work at Sekarna, and deliver resource updates. These initiatives are designed to unlock further value across our portfolio and position PhosCo as a globally significant fertiliser producer. We look forward to keeping the market informed as we execute on these key milestones in what will be a value catalyst rich period for the company."

PhosCo Limited (**ASX: PHO**) ("**PhosCo**" or "**the Company**") is pleased to provide an update on operational progress at its flagship 100% owned Gasaat Phosphate Project in Tunisia.

Mobilisation of Drill Rig and Site Preparation

Gasaat represents PhosCo's most advanced phosphate project with a current Mineral Resource inventory of 146.4Mt @ 20.6% P_2O_5 ¹, defined from drilling at only 2 of Gasaat's 9 prospects. On 19 March 2025 PhosCo announced an Exploration Target covering the major areas of phosphate outside of the existing Gasaat Mineral Resource as well as the maiden Exploration Target the Sekarna Phosphate Project.

Exploration Targets by project, outside of the existing Mineral Resource Estimate.

Project	Tonnage Mt		Grade % P_2O_5	
	Lower Limit	Upper Limit	Lower Limit	Upper Limit
Gasaat	110	165	20	22
Sekarna	137	210	17	23

The potential quantity and grade of the Exploration Targets is conceptual in nature. There is insufficient exploration to estimate a Mineral Resource, and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

In line with the Company's strategy to advance Gasaat, PhosCo has mobilised a drill rig to site, with arrival anticipated later this week.

The company looks forward to providing a further update upon commencement of the resource drilling program, a key step in delineating potential resource extensions to the existing phosphate resource. In preparation for drilling, earthmoving equipment has been active on site, completing the construction of access tracks and drill pads in anticipation of the commencement of drilling next week.



Photo 1: Newly created access paths at GS Prospect



Photo 2: Newly created access paths at GS Prospect

Infrastructure Development

To support the ramp-up of exploration activities, PhosCo has commenced construction of a dedicated warehouse facility and regional office near the project area. The new facilities will provide critical logistical and operational support for the Company's expanding field programs and underscore PhosCo's commitment to establishing a long-term presence in the region.



Photo 3: Construction underway of PhosCo's warehouse facility & regional office



Photo 4: Construction underway of PhosCo's warehouse facility & regional office

Strengthening the Team and Community Engagement

The Company has appointed a Community Liaison Officer to enhance engagement with local stakeholders and ensure that exploration activities are conducted in close collaboration with the surrounding communities. In addition, PhosCo has expanded its technical and support teams, hiring several new staff members to facilitate the increased scale of exploration and operational activities. PhosCo is committed to working in cooperation with local communities in the region and to provide meaningful community benefits from the Gasaat Phosphate Project. Gasaat has proactive local support, with communities to benefit from 10% project participation. Gasaat also aligns with the Tunisian Government's social agenda, with the aim of including local communities as partners of the project through community companies.

Advancing the Tunisian Phosphate Portfolio

PhosCo continues to progress both the advanced Gasaat Project and the nearby, earlier-stage Sekarna Project, which is of similar scale and prospectivity. The Company remains focused on unlocking the value of its Tunisian phosphate assets through systematic exploration and will provide regular updates as the company progresses.

Reminder – Non-Renounceable Entitlement Offer & Oversubscriptions Offer Closing Thursday, 1 May 2025

On 11 March 2025, PhosCo launched a fully underwritten Non-Renounceable Entitlement Offer, and Oversubscriptions Offer, of one new Share for every 2.84 existing Shares held by Eligible Shareholders at the Record Date at an issue price of \$0.05 per New Share. On 7 April 2025, the Company announced an extension to the closing date of the Entitlement Offer and Oversubscriptions Offer to 5.00pm (AEST) on Thursday, 1 May 2025 to give Eligible Shareholders additional time should they wish to participate.

The Offers are scheduled to close at 5:00pm (AEST) on Thursday, 1 May 2025. Applications and payment must be received before this time. Late Applications may not be accepted.

The procedure to obtain a copy of the Prospectus and your personalised Entitlement and Acceptance Form online, is as follows:

I already have an online account with the Automic Share registry	I don't have an online account with Automic – but wish to register for one	I don't have an online account with Automic – but want to use Automic for this Offer only
https://investor.automic.com.au	https://investor.automic.com.au/#/signup	https://investor.automic.com.au/#/login
<p>Select: "Existing Users Sign In"</p> <p>Once you have successfully signed in, click on "Documents and Statements"</p> <p>Download the Prospectus and Acceptance Form</p> <p>Do not return your acceptance form</p>	<p>Select: PhosCo Ltd from the dropdown list in the ISSUER field.</p> <p>Enter your holder number SRN / HIN (from your latest Holding Statement)</p> <p>Enter Postcode (Aust only) or Country of Residence (if not Australia)</p> <p>Tick box "I am not a robot", then Next.</p> <p>Complete prompts</p> <p>Once you have successfully signed in, click on "Documents and Statements"</p> <p>Download the Prospectus and Acceptance Form</p> <p>Do not return your acceptance form</p>	<p>Select: PhosCo Ltd from the dropdown list in the ISSUER field</p> <p>Enter your holder number SRN / HIN (from your latest Holding Statement)</p> <p>Enter Postcode (Aust only) or Country of Residence (if not Australia)</p> <p>Tick box "I am not a robot", then Access</p> <p>Once you have successfully signed in, click on "Documents and Statements"</p> <p>Download the Prospectus and Acceptance Form</p> <p>Do not return your acceptance form</p>

If you are unable to access <https://investor.automic.com.au> online, you can obtain a copy of the terms and conditions and your acceptance form – initially by calling Automic Group on 1300 288 664 (within Australia) or: +61 2 9698 5414 (outside Australia), or emailing hello@automicgroup.com.au and asking them to mail a paper copy of the terms and conditions and your acceptance form to you free of charge.

After your request has been acknowledged by Automic you will need to provide your SRN or HIN and postcode to complete this request. To accept an Offer using these paper copy documents, you will still need to make payment via BPay® or via Electronic Funds Transfer (EFT). For New Zealand shareholders please follow the instructions on your acceptance form to make payment via Electronic Funds Transfer (EFT).

It is important that you read the Prospectus carefully before deciding whether to participate in the Offers. The Board recommends that you obtain your own financial advice in relation to the Offers and consider price movements of Shares in the Company prior to accepting the Offers. You are not required to do anything in respect to this letter. Any enquiries regarding the Offers should be directed to the Managing Director.

This announcement is authorised for release to the market by the Board of Directors of PhosCo Ltd.

For further information, please contact:

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Gasaat Project (100% PhosCo)

Overview

Gasaat represents PhosCo's most advanced phosphate project with a current Mineral Resource inventory of 146.4Mt @ 20.6% P_2O_5 ¹.

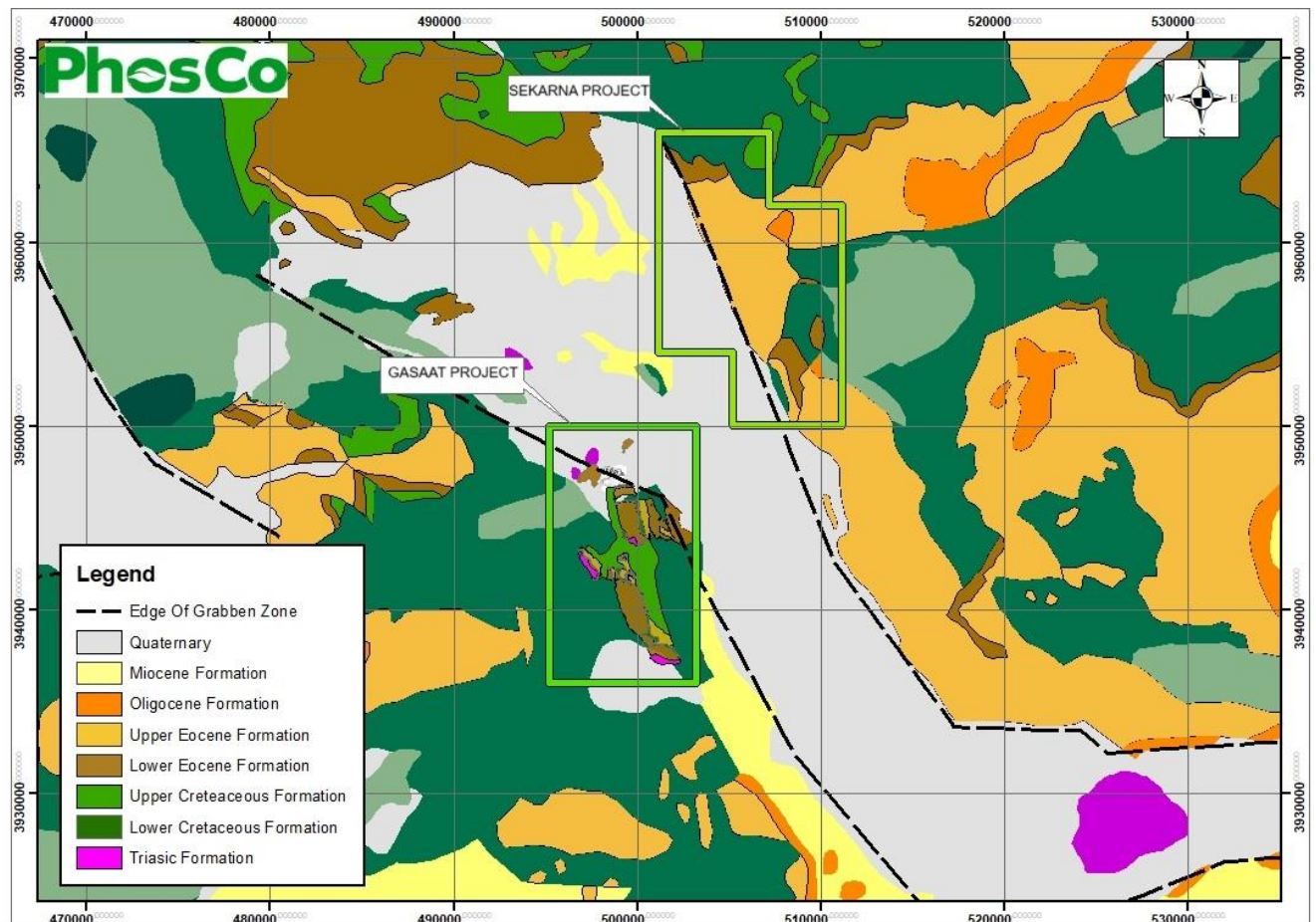


Figure 1 – PhosCo Gasaat and Sekarna Phosphate Projects

¹ Refer to ASX announcement dated 15/3/22: 'Phosphate Resource Update Delivers 50% Increase at KEL' & ASX announcement dated 17/11/22: '90% Conversion of Inferred to Indicated Resources at GK'.

Scoping Study

On 9 December 2022, PhosCo announced the results of a Scoping Study for the development of a potential large-scale, world-class mining operation at its Gasaat Phosphate project in Tunisia, strategically located near key export markets/end-users.

Scoping Study Highlights

Initial 46 Year Mine Life at 1.5Mt Product

Post Tax NPV ₁₀ US\$657M with IRR of 54%	Phosphate Concentrate Production 68Mt Over 46 years	Annual Net Cashflow US\$93.4M Years 1–10	Operating Cost First 10 Years US\$79/t Phosphate Concentrate	Payback After Tax 1.5 years	Development Capital US\$170M
Scoping Study ¹ assumes US\$150/t phosphate price. Several opportunities also identified for further project optimisation.					

Key Parameters from 2022 Scoping Study²

- Open-pit mining and processing to deliver 1.5Mtpa of high-quality concentrate at greater than 30% P₂O₅ and less than 1% MgO.
- Production target of 128Mt @ 19.9% P₂O₅, from overall 46 year mine life.
- First 18 years of production from KEL Resource with strip ratio of 3.6:1, scheduled from Measured (88%) and Indicated (12%) KEL Resource.

The Scoping Study referred to in this report is based on low-level technical and economic assessments and is insufficient to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage, or to provide certainty that the conclusions of the Scoping Study will be realised.

Gasaat Mineral Resources

Mineral Resources have previously been reported for the KEL and GK deposits. These represent the most advanced prospects within the project area and supported the 2022 Scoping Study.

Mineral Resources are tabulated in Table 1 below. Locations of the prospects and extents of drilling are shown in Figure 2.

Table 1 – Gasaat Phosphate Project - Mineral Resources

Deposit	Classification	Tonnes	P ₂ O ₅ (%)
KEL (March 2022)	Measured	49.1	21.3
	Indicated	6.4	20.3
	Total	55.5	21.2
GK (November 2022)	Indicated	83.7	20.2
	Inferred	7.2	20.1
	Total	90.9	20.2
Global Resources	Measured	49.1	21.3
	Indicated	90.1	20.2
	Inferred	7.2	20.1
	Total	146.4	20.6

1. Refer to ASX announcement dated 15/3/22: 'Phosphate Resource Update Delivers 50% Increase at KEL' and ASX announcement dated 17/11/22: '90 % Conversion of Inferred to Indicated Resources at GK'. All Mineral Resources are reported in accordance with the 2012 JORC Code. The Mineral Resource is reported at a cut-off grade of 10% P.O. All figures are rounded to reflect appropriate levels of confidence. Apparent differences may occur due to rounding.

2. Refer to ASX announcement dated 9/12/22: 'Scoping Study Confirms Outstanding Economics for Chaketma'.

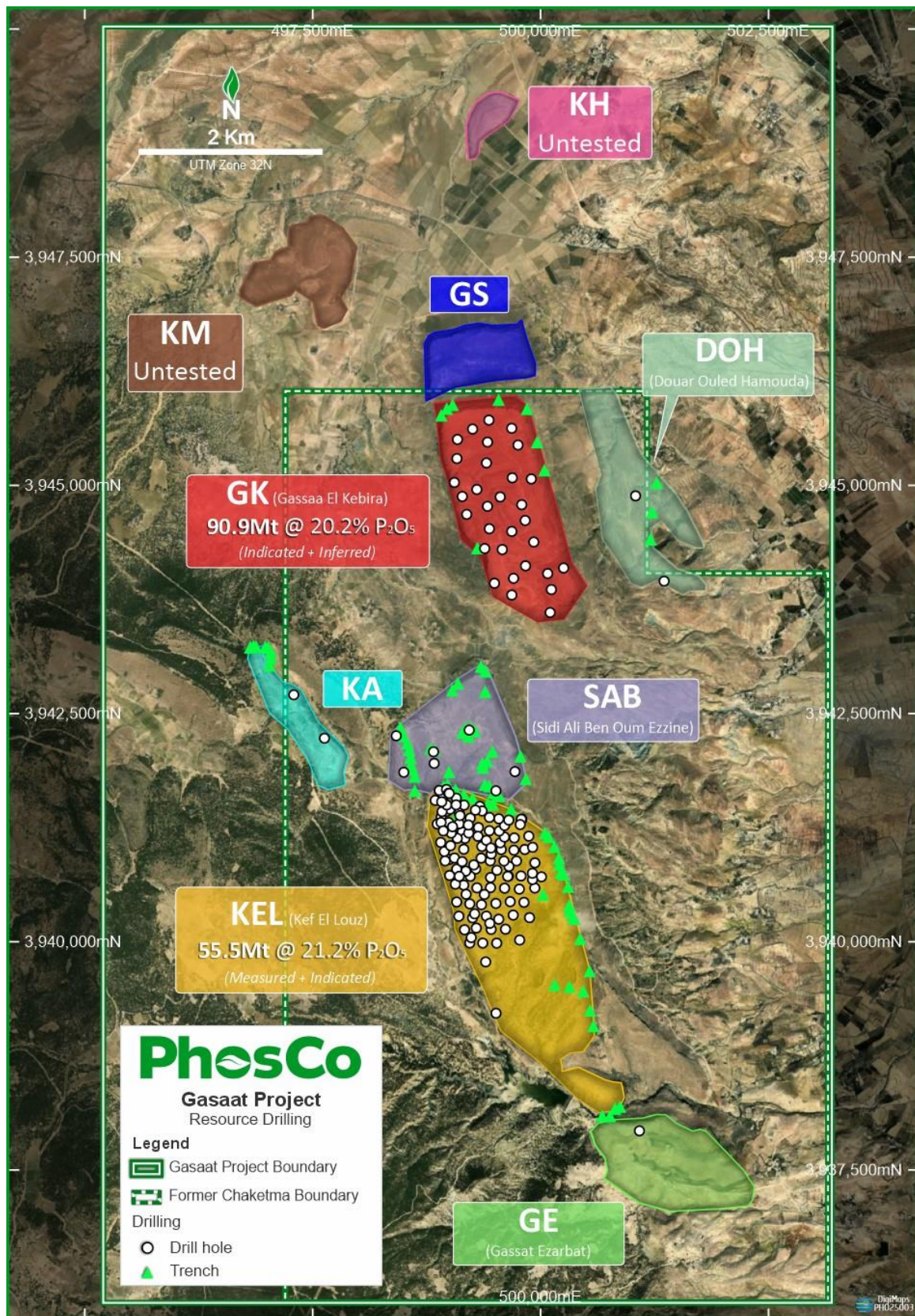


Figure 2 – Gasaat prospects and diamond drill hole locations.