

9 January 2024

KGP CONTINUES TO DELIVER OUTSTANDING CASH GENERATION AS MT GIBSON DEVELOPMENT EXPENDITURE COMMENCES

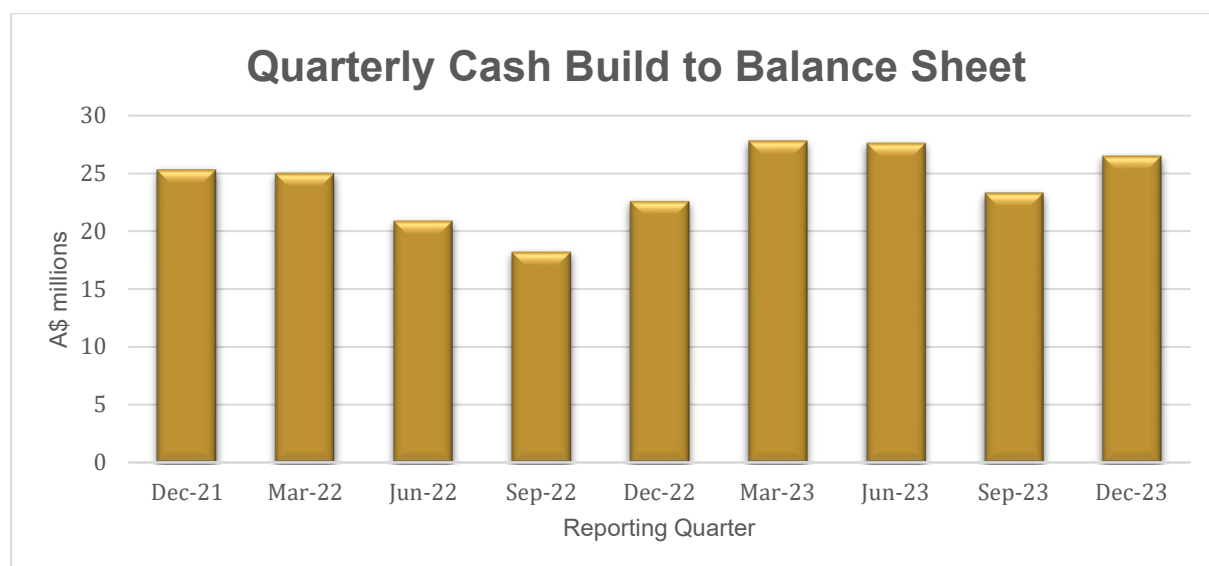
Capricorn Metals Limited (**Capricorn** or the **Company**) is pleased to provide a preliminary update on quarterly production at the Karlawinda Gold Project (**KGP**).

KGP delivered another excellent quarter of operations, producing 30,399 ounces of gold.

	<i>Unit</i>	Dec23Q	Sep23Q	Jun23Q	Mar23Q
Ore milled	<i>t ('000)</i>	1,057	997	1,023	1,022
Head Grade	<i>g/t</i>	1.00	1.03	0.96	1.02
Recovery	<i>%</i>	89.4	90.1	91.7	91.6
Gold production	<i>Oz</i>	30,399	29,700	28,859	30,841

This takes production for the half year to 60,099 ounces and puts Capricorn on track to achieve the mid-point of FY24 guidance of 115,000 – 125,000 ounces with AISC's expected to be within the FY24 cost guidance range of \$1,270 - \$1,370 per ounce.

The Company's cash and gold on hand at the end of December 2023 was \$160.1 million, an increase of \$26.5 million from the prior quarter (Q1: \$23.3m). The cash build of \$26.5 million was achieved after the payment of \$1.7 million for accommodation units at the Mt Gibson Gold Project. As previously announced, the Company has committed to the purchase of 400 accommodation units for the project after obtaining regulatory approval to construct a new camp for the proposed mining operations. The first units have arrived on site with installation expected to commence in February 2024.



Full operational and cost details for the KGP will be provided in the Quarterly Report later in January 2024.

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.