



4 July 2025

Drilling Underway at Nb-REE Stone Tank Target, Mt Clere Project WA

- A ~1,000m, 2-hole diamond drill program has commenced at Mt Clere Project, WA
- Drilling will focus on the Jagger and Richards targets located in the Stone Tank Prospect
- Each ~500m drill hole is designed to test intense gravity bodies identified at both targets
- The Stone Tank drilling program is partially funded through the \$220,000 EIS grant received from the Western Australian Government

Krakatoa Resources Limited (**ASX: KTA**) (“**Krakatoa**” or “the **Company**”) is pleased to announce the commencement of a 2-hole, ~1,000m diamond drilling program to be carried out at the Stone Tank Prospect, located within the Company’s 100%-owned Mt Clere Project (Figure 1). Mt Clere is located on the north-western margins of the Yilgarn Craton in Western Australia.

The drilling program will focus on the Jagger and Richards Targets within the Stone Tank Nb-REE Prospect, where the Company has previously identified high-density gravity anomalies (Figure 1).



Photograph 1: Drilling in progress at the Jagger target.



ASX Code
KTA

Capital Structure

756,086,406 Fully Paid Shares
80,000,000 Performance Rights
20,000,000 Options

Directors

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Timothy Hogan

Enquiries regarding this

announcement can be directed to
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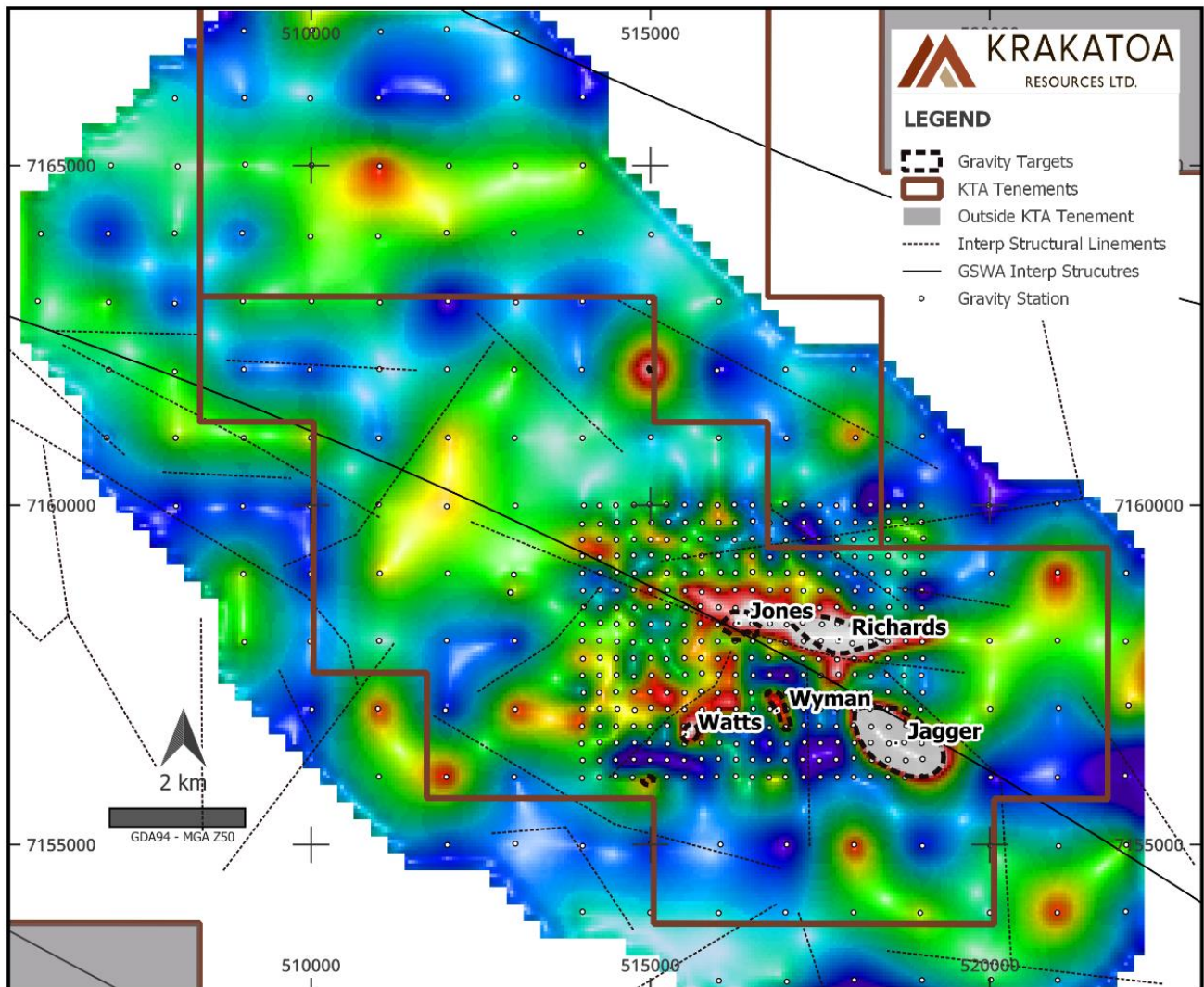


Figure 1: Gravity survey showing Stone Tank prospect - high amplitude gravity targets and structural environment.

Executive Chairman of Krakatoa Resources, Colin Locke, commented:

“Following the receipt of the \$220,000 EIS grant from the WA State Government last October, we are excited to be announcing the commencement of drilling at our highly prospective Stone Tank Nb-REE Prospect.

Our two gravity targets, Jagger and Richards, are extensive, each over 1km long. Whilst Jagger is associated with a coincident magnetic high anomaly, Richards follows a structural feature with limited coincident magnetism. We believe both targets are potential intrusive bodies or signatures associated with an intrusive system.

The drilling program is expected to take several weeks, and we look forward to keeping shareholders up to date as we progress.”

The Jagger and Richards gravity targets (Figure 2 and 3) are believed to broadly define the lateral extent of a possible carbonatite intrusive system. Both targets are interpreted as shallow potential intrusive bodies or alteration signatures associated with an intrusive system, such as carbonatite hosted critical mineral alkaline systems.

The drill program will comprise 2-holes, both ~500m, designed to test the previously identified intense gravity anomalies at Jagger and Richards.

The drilling program at Stone Tank is partially funded through the \$220,000 grant Krakatoa received from the Western Australian Government as part of the States Exploration Incentive Scheme (EIS), as announced in October 2024¹

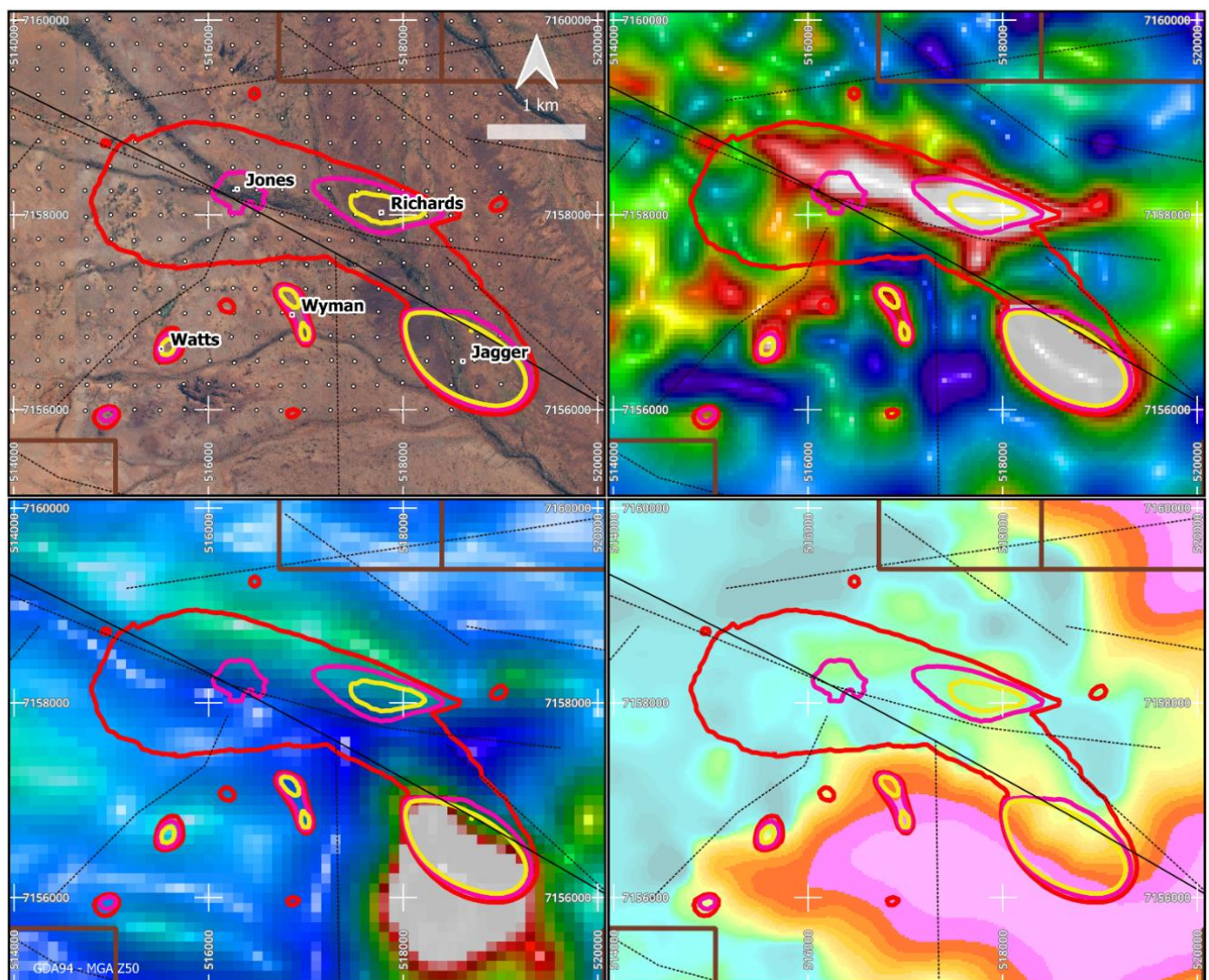
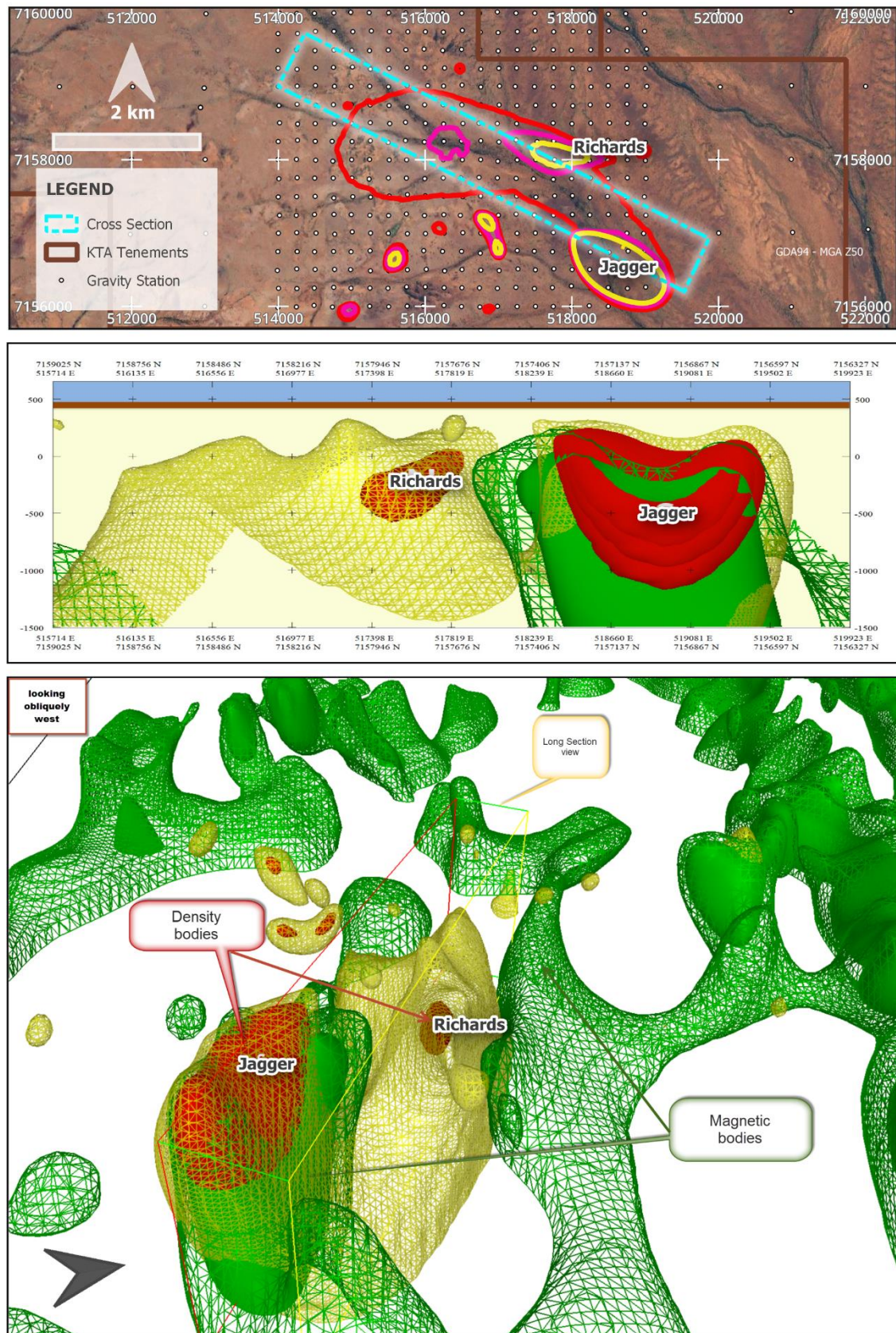


Figure 2: Modelled gravity body silhouettes (Yellow 200, Pink 180, Red 160) over various images; Top Left – Gravity station on satellite image; Top Right – Total Bouguer Gravity image; Bottom Left - RTP magnetic image; Bottom Right – AEM time channel 30z.

¹ See ASX Announcement 22 October 2024. “Successful EIS Funding for Stone Tank Nb-REE Prospect”



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Authorised for release by the Board.

FOR FURTHER INFORMATION:

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Competent Person's Statements

The information in this announcement that relates to Exploration results is based on, and fairly represents information compiled by Mark Major, Krakatoa Resources CEO, who is a Member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Krakatoa Resources. Mr Major has sufficient experience relevant to the styles of mineralisation and types of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Major consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

Disclaimer

In relying on the above mentioned ASX announcement and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the above-mentioned announcement.