

5 June 2025

Farm-out of Western Shaw Iron Ore Rights

Highlights

- QXR has executed a binding Term Sheet regarding the farm-out of a 75% interest in the iron ore rights at the Western Shaw project (E45/4960 & E45/6107)
- Previous exploration by the Company at Western Shaw has returned rockchip samples with iron ore grades up to 58.5% Fe, collected over 4km of a Banded Iron Formation (BIF)
- Under the Term Sheet, the Purchaser is required to spend at least \$1m in exploration expenditure at Western Shaw within 1 year of execution
- Subject to meeting the exploration expenditure, QXR will be free-carried on its 25% interest until a decision to mine
- QXR will retain a \$0.70 per wet metric tonne (WMT) royalty on the first 20 million WMT from the project, thereafter the royalty drops to \$0.05 per WMT

QX Resources Limited (**ASX: QXR**, '**QXR**') is pleased to announce that it has entered into a binding term sheet with Nightrise Nominees Pty Ltd and Kalkam Pty Ltd (**Term Sheet**) regarding the proposed farm-out of a 75% interest in the iron ore rights at the Company's Western Shaw Project (E45/4960 & E45/6107), in the Pilbara region of Western Australia.

Commenting on the transaction, Executive Chairman Maurice Feilich said:

"The farm-out of a 75% interest in the Company's iron ore rights at Western Shaw is a great outcome for shareholders. The parties have significant experience in the development and operation of iron ore projects and managing drilling campaigns. We believe they have the right expertise to unlock the iron ore potential of Western Shaw."

QXR looks forward to working with our new partners on the upcoming exploration programs."

Material Terms of the Binding Term Sheet

QX Resources has entered into a binding terms sheet with Nightrise Nominees Pty Ltd and Kalkam Pty Ltd (the **Purchaser**), who are not persons to whom Listing Rule 10.1 applies, which grants the Purchaser the exclusive right to purchase an unencumbered 75% interest in the Iron Ore Rights at the Western Shaw Project, by:

- Completing the Exploration Program (incurring not less than \$1m in exploration expenditure) within 12 months of signing, including spending at least \$300,000 in exploration expenditure within 6 months of signing.
- Upon completing the Exploration Program, the parties will form an unincorporated joint venture (Joint Venture), with the Purchaser being the manager of the Joint Venture;
- The Purchaser will free-carry QXR's 25% interest in the Joint Venture through to a decision to mine;
- QXR will be granted a \$0.70 per wet metric tonne (WMT) royalty on the first 20 million WMT from the Iron Ore Rights, thereafter the royalty drops to \$0.05 per WMT.

The Term Sheet otherwise includes terms and warranties considered typical for a transaction of this nature.

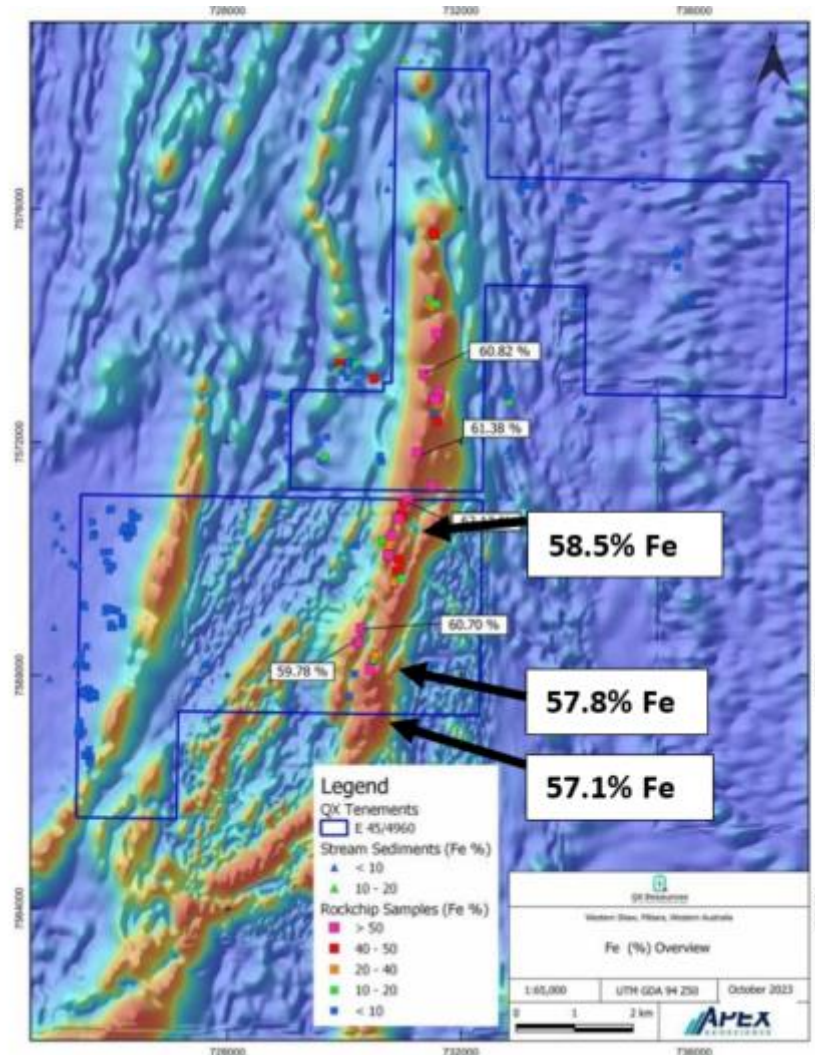


Figure: Best rockchip iron ore assays (Fe%) – QXR samples (Large Text) and Historical Atlas Iron samples (small text) + located on a magnetic image over Western Shaw, Pilbara

Authorised by the Board of QX Resources Limited.

Further information:

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Exploration Results

The exploration results contained in this announcement were first reported by QXR on 21 February 2024. QXR confirms that it is not aware of any new information or data that materially affects the exploration results previously announced.

Forward Looking Statements and Important Notice

This report contains forecasts, projections and forward-looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations and estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of QX Resources' control.

Actual results and developments will almost certainly differ materially from those expressed or implied. QX Resources has not audited or investigated the accuracy or completeness of the information, statements and opinions contained in this announcement.

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