Announcement

26 November 2026

Minim Martap Project Update and Entitlement Offer to Raise up to A$70 Million

Not for release to US wire services or distribution in the United States

Highlights

- Entitlement offer to raise up to approximately A$70 million at A$0.034 per share (at a ratio of 1 new share for every 1 share on issue as at the record date). Offer proceeds expected to fund remaining development activities and initial working capital to first bauxite shipment, as set out in the indicative use of funds scenarios below.
- The Project outcomes of the Minim Martap Definitive Feasibility Study (DFS), as updated by the Target's Statement, are withdrawn following a review by the Company assisted by SRK. The result of that review identified matters such as the delay of planned rail infrastructure and rolling stock investment (due to funding constraints), together with higher ocean freight assumptions, as being expected to materially reduce production volumes over at least the next three years. Consequently, Canyon has determined that the production schedule underpinning the DFS is no longer achievable and the DFS outcomes can no longer be relied upon by investors when making investment decisions.
- The Minim Martap Ore Reserves are withdrawn as a consequence of the withdrawal of the DFS outcomes. Investors should not rely on the previously reported Ore Reserves when making investment decisions.
- Having reviewed the reasonable prospects for eventual economic extraction, Canyon and the Competent Person in respect of the previously announced Minim Martap Mineral Resource estimates consider that the material assumptions underpinning the Minim Martap Mineral Resource estimates remain valid. Accordingly, those Mineral Resource estimates remain unchanged.
- Subject to sufficient subscriptions being received under the entitlement offer and/or its shortfall (currently estimated to be approximately A$48 million), Canyon is targeting first bauxite shipments in June 2027, subject also to finalisation of transhipping and port dredging arrangements, final mining permit payments and successful commissioning and registration of the Stage 1 rail fleet.
- The withdrawal of the DFS outcomes, Ore Reserves and previous production targets and financial forecasts does not change Canyon's aspiration to develop the Minim Martap Bauxite Project. Canyon continues to progress its revised development strategy based on a more gradual increase in production volumes (noting that Canyon is not currently in a position to make any forecasts in respect of potential production volumes).
- Minim Martap remains a globally significant, high-grade, low-silica bauxite resource.

Canyon Resources Limited (ASX: CAY) ("**Canyon**" or "the **Company**") provides an update on the proposed initial operating phase of its Minim Martap Bauxite Project ("**Minim Martap**" or "the **Project**") in Cameroon and announces a proposed renounceable entitlement offer to raise up to approximately A$70 million (before costs).

The Company's immediate focus is the funding and completion of the activities required to achieve first bauxite shipment from the Project. The appropriate long-term operating scale and development sequence remain subject to (without limitation) the Company's periodic economic assessments, technical and commercial evidence, and further funding.

Canyon's current rail fleet has an estimated transport capacity of approximately 35,000 tonnes per month. Therefore, any production in the near term will be limited by this capacity. The 35,000 tonnes per month figure reflects the existing rail fleet's transport capacity rather than a production target. The 35,000 tonnes per month figure is also not a conclusion that the mineral resource or mine is limited to that production rate. Actual production, rail movements and export volumes will depend on matters such as commissioning, operating performance, customer arrangements, rail infrastructure, rolling stock and funding.

At prevailing independently verified bauxite prices and ocean freight rates, and with production volumes limited by the capacity of the existing rail fleet, the Company will require additional funding to sustain future operations. The entitlement offer is intended to fund completion of the remaining activities required for first shipment; it does not fund Stage 2 expansion or AFG debt service, for which further funding will be required. The timing of Canyon's future funding needs will depend on the subscriptions received under the entitlement offer. For more information regarding the additional funding required in 2027 and beyond, see **Indicative Future Funding Requirements** below.

Withdrawal of DFS Outcomes

Following a review by the Company, assisted by SRK, of the Minim Martap Bauxite Project's development schedule and funding requirements, the Company has determined that the production schedule underpinning the Definitive Feasibility Study (**DFS**), as updated by Canyon's Target's Statement released to the ASX on 31 August 2026, is no longer achievable.

Funding delays experienced during 2026 have prevented the Company from progressing its planned investment in rail infrastructure upgrades and additional rolling stock. The Company does not expect to have sufficient funding available to undertake significant capital expenditure on these items during the remainder of 2026 and has assumed that funding for the previously planned capital expenditure program will not be available during 2027.

The Company also recognises the significant lead times between securing funding and achieving increased rail haulage capacity, including procurement lead times of approximately 14 to 18 months for additional rolling stock, particularly given current shipping delays associated with limited vessel availability.

The impact of these funding delays is likely to be compounded by increased overlap between Canyon's planned rail capacity enhancement works (which remains subject to approval) and the Government of Cameroon rail upgrade program. This is expected to further delay the expansion of rail capacity and the subsequent production ramp-up.

As a result, the Company now expects to remain substantially reliant on its existing rolling stock fleet for at least the next three years, materially constraining its ability to increase production and shipment volumes compared with the DFS production schedule.

These changes represent a material departure from the assumptions underpinning the DFS. Accordingly, the Company has withdrawn the DFS outcomes, including the associated production targets and financial forecasts. Investors should not rely on the previously disclosed DFS outcomes when making investment decisions.

Withdrawal of Ore Reserves

As a consequence of withdrawing the DFS outcomes, the Company has also withdrawn the previously reported Ore Reserve estimate for the Minim Martap Bauxite Project.

The Ore Reserve estimate was based on the mining, infrastructure and production assumptions adopted in the DFS, which can no longer be relied upon. Investors should not rely on the previously reported Ore Reserve estimate when making investment decisions.

The Company's previously reported Mineral Resource estimates remain unchanged. The Company and the Competent Person in respect of the previously announced Minim Martap Mineral Resource estimates consider that the material assumptions underpinning the Mineral Resource estimates, including the reasonable prospects for eventual economic extraction, remain valid.

Withdrawal of Production Targets and forecasts in the Target's Statement

The Company has also withdrawn the production targets and associated financial forecasts (and other forecasts) disclosed in its Target's Statement dated 31 August 2026. Those production targets and forecasts were based on the Ore Reserves and development assumptions adopted in the DFS, as updated by the Target's Statement, and can no longer be relied upon.

Investors should not rely on the previously disclosed production targets or associated financial forecasts (or other forecasts) in the Target's Statement when making investment decisions.



***Image 1**: Camalco wagons, Douala*

Initial Operations Objectives and Assessment

The purpose of an initial operating phase would be to establish the integrated mine-to-port chain and obtain operating and commercial evidence to inform further development. This would include the consistency of shipped product quality and moisture, customer acceptance and any realised premium, mine and logistics performance, actual operating costs and the working capital cycle. Initial shipments could assist customer qualification and offtake discussions but would not by themselves establish a sustainable premium or demonstrate economic viability at a larger scale.

Before committing to further development beyond first shipment, the Company will assess the incremental costs and benefits, including the cost and funding of any expected cash shortfall, against deferral and other feasible operating configurations. That assessment must address remaining capital expenditure (the estimate of which remains broadly as indicated in the Target's Statement), operating and corporate costs, working capital, AFG debt service and other contractual obligations. Expenditure already incurred does not, by itself, establish that further expenditure is justified.

Subject to that assessment and funding, the Company intends to use evidence from initial operations, together with further engineering and commercial analysis, to determine the appropriate scale, configuration

and timing of subsequent development. Expansion or continued operation would remain subject to a further decision supported by the available evidence and subject to further funding (additional to the entitlement offer).

Future technical and economic assessment

The Company intends to update its technical and economic assessment once the initial operating phase has generated operating and commercial evidence (including product quality, actual operating costs, rail and logistics performance and customer acceptance) and once the funding and rail-capacity outlook is clearer. Any such update is currently expected during calendar 2027 (subject to funding). Any restatement of Ore Reserves will require a new study that satisfies the JORC Code modifying factors on the then-current assumptions. There is no certainty that a new Ore Reserve will be declared or that a positive economic outcome will be achieved.

Canyon's longer-term aspiration remains development of the Project's full potential. The preferred development pathway and its economics must be assessed using current technical, commercial and funding information. No new long-term development pathway has been established by this announcement.

Options to be assessed include further optimisation of the initial operating configuration and a staged expansion supported by additional rolling stock and rail infrastructure. No forecast is made of whether any such option will eventuate.

The Company, in conjunction with its advisors, Jefferies, continues to pursue funding alternatives, including offtake-linked financing and prepayment structures, asset-level and strategic arrangements, and equity or equity-linked alternatives. The Jefferies process is ongoing. The Company remains willing to engage constructively with all parties, including A2MP, who can assist in funding the Project on terms that are in the interests of all Canyon shareholders. There is no guarantee that necessary funding will be obtained.

Any development decision to proceed to Stage 2 will depend on (without limitation) matters such as project economics, demonstrated operating and customer outcomes, infrastructure capacity, the availability and cost of capital, lender and regulatory consents and the interests of shareholders as a whole.



***Image 2**: Tracklaying at Inland Rail Facility*

Transhipment / port

The Company is reviewing both its transhipping strategy and port dredging requirements associated with the capacity of the Stage 1 rail fleet. The Company is assessing the suitability of Panamax, Supramax and Capesize vessel options, the associated dredging scope, and the available transhipment arrangements.

This work remains ongoing. As a result, the Company is not yet in a position to confirm the preferred transhipping and vessel configuration or a definitive timetable for the commencement of transhipping operations. First bauxite shipments remain subject to the successful completion of these arrangements.

Entitlement Offer

Canyon is undertaking a renounceable pro rata entitlement offer to raise up to approximately A$70 million before costs. Under the entitlement offer, eligible shareholders will be entitled to subscribe for 1 new fully paid ordinary share for every 1 existing share held at the record date, at an offer price of A$0.034 per new share.

The entitlement offer will be renounceable, allowing eligible shareholders to trade their entitlements during the entitlement trading period. There is no assurance that a market for entitlements will develop or that any sale proceeds will be received. A shareholder who does not take up or sell their entitlements will receive no value for them and will be diluted to the extent new shares are issued.

Eligible shareholders who subscribe for their full entitlement will also be able to apply for additional new shares under a top up facility detailed in the Entitlement Offer Booklet which accompanies this announcement (**Top Up Facility**), subject to the availability of shortfall shares and compliance with applicable law.

The offer price under the entitlement offer of A$0.034 per new share represents a discount of approximately 10.5% to the closing price of the Company's shares on Friday, 20 November 2026 of A$0.038. The offer price represents a:

- discount of approximately 15% to the volume weighted average market price (as defined in the ASX Listing Rules, **VWAP**) of Canyon shares of A$0.04 for the five trading days up to and including Friday, 20 November 2026;
- discount of approximately 17.1% to the VWAP of Canyon shares of A$0.041 for the ten trading days up to and including Friday, 20 November 2026;
- discount of approximately 22.7% to the VWAP of Canyon shares of A$0.044 for the twenty trading days up to and including Friday, 20 November 2026; and
- discount of approximately 22.7% to the VWAP of Canyon shares of A$0.044 for the thirty trading days up to and including Friday, 20 November 2026.

The entitlement offer is not underwritten.

There is no minimum subscription for the entitlement offer.

The Company's majority shareholders, being collectively the A2MP Parties,[1] hold voting power exceeding 50% (being voting power of 55.56% in the Company, based on the A2MP Parties' latest substantial holder notice announced to the ASX on 23 September 2026). The Company makes no representation or forecast of whether the A2MP Parties will (or will not) participate in the entitlement offer, or in future capital raisings, or whether they will or will not provide any funding support to the Company moving forward.

Canyon has appointed Barclay Wells Limited to act as nominee (**Nominee**) for ineligible foreign shareholders, to arrange for the sale of the entitlements which would have been offered to them had they been eligible to

[1] Comprising Eagle Eye Asset Holdings Pte. Ltd., Falcon Eye Trustees Pte. Ltd. as trustee for the Growmax Trust, Kensington Trust Singapore Limited as trustee for the Tristart Trust, A2MP Investments FZCO and Mr. Gagan Gupta (together the **A2MP Parties**).

participate in the entitlement offer. The Company has received ASIC approval under section 615 of the *Corporations Act 2001* (Cth) for the appointment of the Nominee to sell the entitlements that would otherwise have been available to ineligible foreign shareholders under the entitlement issue.

Shortfall

Unless otherwise determined by the Company, to the extent of any new shares (including shares that would have been offered to ineligible foreign shareholders if they were eligible) for entitlements not taken up under the entitlement offer (together, the **Shortfall Shares**) the Company proposes to allocate Shortfall Shares according to the following priority (subject to the Board's discretion detailed in the Entitlement Offer Booklet which accompanies this announcement):

- firstly, to each eligible shareholder who has applied for Shortfall Shares through the Top Up Facility (subject to compliance with applicable laws and to the terms set out in the Entitlement Offer Booklet); and
- secondly, to any other sophisticated or professional investors (at the Board's discretion, subject to compliance with applicable laws and to the terms set out in the Entitlement Offer Booklet).

The Company's directors (and other parties falling within Listing Rule 10.11 in respect of the Company, such as the A2MP Parties) are not entitled to participate in the Top Up Facility.

Refer to the Entitlement Offer Booklet for further information.

Consequences if insufficient subscriptions are received

The Canyon Board reserves the right to withdraw the entitlement offer in its discretion, such as if the Board considers that insufficient application monies are received pursuant to the entitlement offer to safeguard the short term solvency of Canyon.

If the Board withdraws the entitlement offer then any application monies will be refunded in full (without interest), and no new shares will be issued pursuant to those applications.

In that event, the Company would not have the funding required to complete the remaining development activities necessary to achieve first bauxite shipments on the revised timetable (June 2027). The Board would then need to consider all available options, which could include (without limitation) seeking alternative funding, partnering arrangements, further deferral or re-scoping of the Project, or other restructuring measures. There is no guarantee that alternative funding would be available on acceptable terms, or at all.

If the Company is unable to secure sufficient alternative funding in a timely manner, it may not be able to continue operations in their current form, and the Board may need to consider appointing a voluntary administrator or other formal restructuring options. As disclosed in Note 2 to the Company's financial report for the year ended 30 June 2026, the Group's forecast indicated that it would require additional funding by December 2026, and the auditor's report drew attention to a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Indicative Key Dates – Entitlement Offer

Indicative key dates for the entitlement offer are set out in the following proposed timetable. The dates are indicative only and Canyon reserves the right to vary them, subject to the Corporations Act and ASX Listing Rules.

Event	**Indicative Date**
Announcement of entitlement offer	Thursday, 26 November 2026
Ex-entitlement date	Monday, 30 November 2026
Entitlement trading commences	Monday, 30 November 2026

Record date to determine entitlements (7.00pm Sydney time)	Tuesday, 1 December 2026
Entitlement Offer booklet and entitlement and acceptance forms despatched	Friday, 4 December 2026
Entitlement offer opens	Friday, 4 December 2026
Entitlements trading ends at close of trading	Wednesday, 9 December 2026
Entitlement offer closes (5.00pm Sydney time)	Wednesday, 16 December 2026
Announcement of results of entitlement offer	By Wednesday, 23 December 2026
Issue and allotment of new shares	By Wednesday, 23 December 2026
Normal trading of new shares expected to commence	By Thursday, 24 December 2026

Notes: This timetable is indicative only and subject to change. For example, the issue of part or all of the Shortfall Shares may occur later than provided in this timetable. Canyon reserves the right to amend the timetable for the entitlement offer without notice, subject to the Corporations Act, the ASX Listing Rules and other applicable laws. In particular, Canyon reserves the right to extend the closing date of the entitlement offer at any time, to accept late applications under the entitlement offer (either generally or in particular cases) and to withdraw the entitlement offer without prior notice. Any extension of the closing date will have a consequential effect on the issue date of new shares under the entitlement offer. The commencement of quotation of new shares is subject to confirmation from ASX.

Funding and Balance Sheet

As of 31 October 2026, the Company held a cash balance of approximately A$24.3 million (including restricted cash of A$4.3 million connected with the AFG debt facility) and had drawn down approximately US$75 million under the US$140 million debt facility with AFG Bank Cameroon.

As previously announced, in August AFG suspended all further disbursements (drawdowns) under the loan facility until a full review and site visit are completed to the satisfaction of the lenders. In this regard, AFG requested Camalco to provide updates to the project development schedule and a review of the project financial model and other financial inputs. Subject to securing sufficient funds under the entitlement issue and Shortfall Offer, Canyon will provide the new project development schedule and requested financial inputs to AFG. Camalco has been liaising with the AFG team to arrange a site visit. This is now expected to be completed in December.

No forecast is made of whether or when AFG may permit further drawdowns pursuant to the AFG facility, nor whether the Canyon Board would seek to make any further drawdowns.

The Company expects that the proceeds of the entitlement offer (provided at least approximately A$48 million is raised), together with existing cash resources, will be sufficient to complete the remaining development activities necessary to commence first bauxite shipments, without requiring additional drawdowns under the AFG facility. Reinstatement of drawdowns remains entirely at AFG's discretion. The Company's estimated funding needs for 2027 are set out below (noting that they may be subject to change).

The entitlement offer is intended to fund completion of the remaining activities required for first shipment; it does not fund AFG debt service, for which further funding will be required.

Indicative Use of Funds

Proceeds from the entitlement offer are indicatively proposed to be applied towards the following expenditure items. The Board reserves the right to alter the use of funds, as it deems necessary.

Sources and indicative use of funds

	Assuming 70% subscription pursuant to Entitlement Offer (A$49.1 million)	Percentage of those funds	Assuming full subscription pursuant to Entitlement Offer (~A$70.1 million)	Percentage of those funds
Sources				
Existing cash resources (as at 31 October 2026)	$20.0	29%	$20.0	22%
Proceeds of the entitlement offer	$49.1	71%	$70.1	78%
Less: estimated costs of the offer	-$0.5	-1%	-$1.7	-2%
Total sources	**A$68.6**		**A$88.4**	
Uses				
Locomotive and wagon procurement final payments	$10.1	15%	$10.1	11%
Mine, Inland Rail Facility and associated infrastructure	$10.3	15%	$10.3	12%
Locomotive and wagon commissioning, trials and registration	$7.0	10%	$7.0	8%
Port infrastructure and dredging	$14.8	22%	$14.8	17%
Mining approvals – Makan/Ngaoundal	$1.8	3%	$1.8	2%
Compensation to villagers due to mining impacts	$6.3	9%	$6.3	7%
Community and social development projects	$3.0	4%	$3.0	3%
Costs of mining, haulage, rail, port charges and transhipping to 30 June 2027 (anticipated first bauxite shipment)	$6.4	9%	$6.4	7%
Costs of mining, haulage, rail, port charges and transhipping after 30 June 2027	$0.0	0%	$6.7	8%
Rail upgrades and infrastructure	$1.5	2%	$13.7	15%
Corporate and administrative costs	$4.4	6%	$4.4	5%
Technical and economic assessment	$0.3	0%	$0.3	0%
Working capital	$2.7	4%	$3.7	4%
Total uses	**A$68.6**	**100%**	**A$88.4**	**100%**

Notes

- Existing cash as at 31 October 2026 excluding restricted cash of A$4.3 million connected with the AFG debt facility (unaudited).
- Offer costs include legal, registry, ASX, capital raising fees and other transaction costs.
- Proceeds are intended to fund the remaining activities required to commence initial operations and associated working capital to first bauxite shipment. They are not intended to fund Stage 2 expansion or AFG debt service or other costs not detailed in the table above.
- The Board reserves the right to alter the allocation of funds, such as (without limitation) in response to the outcome of the offer, actual costs, or changes in Project timing.
- If less than the maximum amount is raised, the Board will reduce or reallocate the proposed expenditure as it considers necessary, including on a pro rata basis where appropriate.
- The Board reserves the right to issue the Shortfall Shares at the Board's discretion and to pay fees to stockbrokers and others as part of that issue, again at the Board's discretion.

Indicative future funding requirement

The table below sets out the Company's estimated minimum funding requirements through to June and December 2027.

The Company is not currently in a position to reliably estimate funding requirements for 2028 and beyond, which will depend significantly on key operating assumptions and the scale and timing of future capital expenditure.

Indicative funding requirement estimates	Amount (A$ million)
Minimum funding required through to 30 June 2027 (anticipated first bauxite shipment) (excluding existing cash of $20 million)	$48.0
Minimum funding required from July 2027 to December 2027 (including operating costs and additional capital expenditure)	$21.0
AFG debt service (interest and repayments October 2027 to December 2027)	$8.5

Notes

- The estimates are intended to highlight to investors that the Company will require material additional funding (beyond the entitlement offer) during 2027 and beyond to support its ongoing operations and development plans.
- The funding requirements are indicative estimates based on the Company's current operating plans, budgets and assumptions and remain subject to change.
- Actual funding requirements will depend on a range of factors, such as the timing and level of operating revenues and costs, which will be influenced by prevailing bauxite prices, shipping rates and other operating costs. Bauxite prices and shipping rates are not known by the Company and are currently subject to significant market volatility.
- Capital expenditure requirements may be higher or lower than currently estimated, depending on the Company's operating and development strategy for 2028 and beyond, including the timing and scope of planned capital investments.
- The estimates are forward-looking and there can be no assurance that actual funding requirements will be consistent with the amounts presented.
- The estimates are based on the Company's current development plans, budgets and operating assumptions and are subject to a range of factors, including the amount of funds raised under the entitlement offer and Shortfall Offer, the timing and cost of completing remaining development activities, the successful commissioning and operating performance of mining and logistics infrastructure, the timing and cost of dredging and transhipping arrangements, the timing of first bauxite shipment, actual production and sales volumes, realised bauxite prices, prevailing ocean freight rates, mining, haulage, rail and port operating costs, foreign exchange rates, corporate and administrative costs, the availability and terms of additional funding, changes to the Company's development strategy and capital expenditure requirements, and unforeseen operational delays, cost overruns or other adverse developments.

The Board will assess the further funding required to meet debt service, operating cash shortfalls and any subsequent development, and the effect of different offer outcomes on that assessment. Neither initial revenue nor any efforts for Project optimisation should be treated as assured sources of cash.

Indicative pro forma capital structure

The table below illustrates the indicative equity capital structure of Canyon if the entitlement offer is fully subscribed[2] (and assuming no other changes to the existing capital structure by that time):

	Shares	Options
Existing securities	2,062,115,055	15,000,000[1]
New shares to be issued under the entitlement offer (full subscription)	2,062,115,055	-
Total securities on completion (full subscription)	**4,124,230,110**	**15,000,000**

Notes:

1. unlisted options exercisable at $0.10 each on or before 8 October 2027.

The Board reserves the right to alter Canyon's capital structure from time to time.

Bauxite Market Update

International bauxite demand remains robust, underpinned by China's continued reliance on imported ore. China imported 173.9 Mt of bauxite in the first nine months of 2026, up 10.3% year-on-year, with Guinea supplying approximately 80% of total imports. Despite record Guinean exports, including 50.1 Mt in the September quarter, bauxite pricing has remained resilient, with GBIX holding at US$71.5/dmt CIF China. Continued constraints on Chinese domestic bauxite supply and refiners' reliance on imports remain supportive of demand, particularly for high-grade, low-silica bauxite.

The longer-term market outlook remains constructive, supported by continued Chinese import requirements, growth in downstream aluminium capacity and the increasing concentration of global bauxite supply in Guinea. Potential Guinean export quotas, constraints on Chinese domestic production and China's growing dependence on imported bauxite may further reinforce the strategic importance of diversified sources of high-grade, low-silica bauxite. These market dynamics remain supportive of the outlook for Minim Martap and its potential to supply premium-quality bauxite into major global refining markets.

The Target's Statement updated ocean freight to US$39.2/dmt for 2026 and 2027, US$24.0/dmt in 2028 and US$22.0/dmt from 2029. It assumed reliance on Panamax vessels during ramp-up and a subsequent move to Capesize as larger parcels became available. As stated above, the Company is assessing the suitability of Panamax, Supramax and Capesize vessel options, together with the available transhipment arrangements. This work remains ongoing. The feasibility and timing of that transition to larger vessels must be reassessed for the actual operating conditions and shipment volumes; a sustained low-volume case cannot simply assume the lower freight rates associated with larger scale operations.

Bauxite and Shipping Market Comparison

Parameter	Target's Statement (long term)	Current Market[1]	Previous 12-Month Range[1]
Minim Martap bauxite price CIF China (US$/dmt)	78.0	83.0[2]	81 – 84[3]
Ocean freight - Capesize (US$/dmt)	22.0	41.0	24.0 – 49.0
Ocean freight – Supramax/Panamax (US$/dmt)[4]	39.2	N/A	N/A

[2] No forecast is made of whether the entitlement offer will be fully subscribed or not.

Notes:

1. The Bauxite Index, 11 November 2026

2. 11 November 2026 GBIX (The Bauxite Index) plus CM Group price premium assumption of U$11/dmt (see Canyon's Target's Statement dated 31 August 2026)

3. 11 November 2026 GBIX range (The Bauxite Index) plus CM Group price premium assumption of U$11/dmt (see Canyon's Target's Statement dated 31 August 2026)

4. There is no published index of Supramax / Panamax vessels on relevant export routes, cost of a Panamax / Supramax vessels is likely to be higher than Capesize vessels.

The quality of Minim Martap's premium high-grade, low-silica bauxite product continues to provide a competitive advantage in the international market. Independent forecasts and current market indications are inputs to the assessment, not a substitute for it. Initial operating and customer evidence could support a better-informed development decision, but neither higher prices, a fixed premium, lower freight nor optimisation savings can be assumed to occur.

Minim Martap operational update

Canyon continues to advance the remaining development activities and operational preparations necessary to commence bauxite shipments. This includes prioritising completion and commissioning of the infrastructure required to support the initial production.

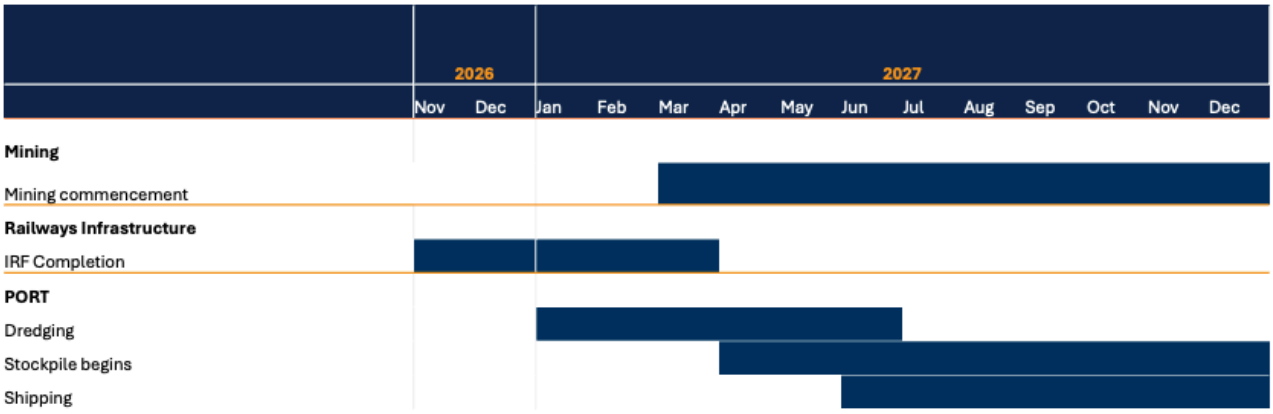


***Diagram 1**: Indicative Project Development Timeline (subject to change, refer also to Indicative Future Funding Requirement section above regarding funding required to sustain operations).*

Haul road construction	The haulage road connecting the mine to the rail terminal is now complete. Completion of the road provides the dedicated haulage connection required to transport bauxite from the mine to the rail terminal for onward transport to the Port of Douala. A section of the planned haulage route incorporates part of a National Highway. The Company requires authorisation from the relevant authorities to utilise this section of the highway, which is currently pending.
Mine readiness	Surface mining equipment has been mobilised to site. Mining operations are scheduled to commence in Q1, 2027 subject to village compensation payments, with mineralisation availability not expected to constrain the initial export schedule.
IRF construction	Track-laying at the Inland Rail Facility is progressing. Completion and commissioning of the IRF remains a key remaining activity to support the initial production.
Locomotive and wagon delivery and commissioning	Seven locomotives have been delivered to Douala. Of the 160 rail wagons ordered, 140 have been delivered, with the remaining 20 expected by late 2026. Commissioning, testing and operator training continue. Combined trials of locomotives and wagons are a precondition for first shipments. As

	previously announced, the initial fleet of 7 locomotives and 160 wagons will provide the Company with capacity to transport approximately 35,000 tonnes of bauxite per month.
Port facilities and dredging	Required port infrastructure works and dredging are being progressed. The Company is reviewing the optimal dredging scope in light of the lower initial production volumes.
Transhipping and shipping arrangements	Given the lower initial production volumes associated with the capacity of the Stage 1 rail fleet, the Company is reviewing both its transhipping strategy and port dredging strategy to ensure that bauxite can be transported from the port to ocean-going vessels in the most cost-effective manner at these lower volumes. The Company is actively engaging with a number of transhipping providers and undertaking internal studies to assess the available options and determine the optimal solution. This work remains ongoing and, accordingly, the Company is not yet in a position to provide a definitive update on the preferred transhipping arrangements or the timetable to commence transhipping operations. The Company expects that a suitable transhipping solution will be confirmed in Q1, 2027. First shipments remain subject to (among other things) the successful completion of these arrangements.
Operational staffing, systems and procedures	In parallel with the remaining construction activities, Canyon is progressing operational readiness initiatives across mining, production, road haulage, rail transport, port operations and shipping. These activities are intended to support the safe and efficient transition from project development to initial commercial operations.

Board and Management Update

Following Peter Secker's departure, on 20 November 2026 Rory McGoldrick was appointed Executive Director, with responsibility for overseeing the Company's Australian corporate operations, financial management, and ASX compliance. Mr McGoldrick will also coordinate the Company's funding initiatives and support the execution of its development strategy.

The revised management structure will provide continuity of leadership while maintaining an organisational structure appropriate to the Company's near-term development strategy. The Board will consider the requirement for a dedicated Group Chief Executive Officer once the Company's longer-term development and production plans have been determined.

The Company has commenced a process to appoint a new Company Secretary and Chief Financial Officer. The appointments are intended to provide for an orderly transition and handover of responsibilities ahead of the departure of the current Company Secretary and Chief Financial Officer, Kudzai Mtsambiwa, whose term concludes on 13 January 2027.

On 19 November 2026, Canyon received a letter from A2MP nominating Mr Aryann Gupta for appointment to the Board pursuant to the terms of the Subscription Agreement dated 16 August 2023 between Canyon and Eagle Eye Asset Holdings Pte. Ltd. The Company is currently seeking legal advice in relation to the nomination and its obligations under the Subscription Agreement and will respond to A2MP in a timely manner. A2MP's Bidder's Statement lodged with the ASX on 29 July 2026 noted Mr Aryann Gupta's status as a director of A2MP.

Outlook

The launch of the proposed entitlement offer represents an important reset of Canyon's near-term development and funding strategy. It is not evidence that a new optimum has been determined or that a long-term strategy, ongoing cash shortfalls or expansion are funded.

Minim Martap remains a world-class, high-grade, low-silica bauxite project with significant long-term development potential.

The Board will base decisions on commencing, continuing, modifying or expanding operations on current technical and commercial evidence, liquidity, funding and the interests of shareholders as a whole. The Company will disclose material developments as required.

ENDS

This announcement has been approved for release by Canyon's Board of Directors.

Enquiries:
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Competent Person statements – Ore Reserves and Mineral Resources

The information in this announcement that relates to the withdrawal of Ore Reserves is based on information reviewed by Mr Donald Elder, of SRK Consulting (Australasia) Pty Ltd, a Competent Person who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Elder has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012). Mr Elder consents to the inclusion in this announcement of the matters based on his review in the form and context in which it appears.

The information in this announcement that relates to Mineral Resources is based on information compiled or reviewed by Mr Rodney Brown, of SRK Consulting (Australasia) Pty Ltd. Mr Rodney Brown is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking, to qualify as a Competent Person in the terms of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012). Mr Brown consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to the Mineral Resources estimates for the Project has been extracted from Canyon's ASX announcement entitled "Definitive Feasibility Study Results and Reserves Upgrade Confirms Minim Martap as a Tier-One Bauxite Operation" dated 1 September 2025, a copy of which is available at www.asx.com.au. The Competent Person in respect of Mineral Resources in that announcement was Mr Rodney Brown. Canyon confirms that the form and context in which the findings of the Competent Persons are presented have not been materially modified from the original market announcement.

Canyon confirms that it is not aware of any new information or data that materially affects the Mineral Resources estimation information included in that announcement (and, in relation to those estimates of

Mineral Resources, Canyon confirms that all material assumptions and technical parameters underpinning those Mineral Resources estimates in that announcement continue to apply and have not materially changed).

Forward looking statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Canyon, are forward-looking statements.

When used in this announcement, forward-looking statements can be identified by words such as “anticipate”, “believe”, “could”, “estimate”, “expect”, “future”, “intend”, “may”, “opportunity”, “plan”, “potential”, “project”, “seek”, “will”, “target” and other similar words that involve risks and uncertainties.

These statements are based on an assessment of economic and operating conditions, and on a number of assumptions regarding future events and actions that are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors (such as the various risk factors non-exhaustively outlined, or referred to, in the Entitlement Offer Booklet which accompanies this announcement and in previous ASX announcements), many of which are beyond the control of the Company, its directors and management of Canyon that could cause Canyon’s actual results to differ materially from the results expressed or anticipated in these statements.

Canyon cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Canyon does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law or stock exchange listing requirements.

This announcement has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States or in any other jurisdiction in which such offer or solicitation would be unlawful. The securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933, as amended (the US Securities Act), or the securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States except in a transaction exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.