IND Locks In Pippingarra HPQ Option to 2028

Highlights

- **24-month extension to the Option Agreement over the Pippingarra Quarry Project**, a high purity quartz (HPQ) project in the Pilbara, to 24 October 2028
- **Maiden Inferred Mineral Resource of 6.2Mt at 98% SiO_2**[1] on a granted mining lease ~35km from Port Hedland, with existing quarry operations and infrastructure
- **~$874,000 invested since October 2023,** delivering two phases of RC drilling, a maiden JORC (2012) Mineral Resource Estimate, ore-sorting trials and bulk samples to potential offtake partners
- **Extended term provides runway to advance HPQ offtake discussions** in China and the wider APAC region, progress processing testwork and complete feasibility studies
- **Low holding cost:** minimum additional expenditure of $200,000 across the 24-month extension
- **IND retains an exclusive option to acquire 80%** of the non-construction material mineral rights, including HPQ

Industrial Minerals Ltd (ASX: **IND** or the Company) is pleased to advise that it has executed a further agreement with North West Quarries Pty Ltd (NWQ) to extend the term of the Option Agreement over the Pippingarra Quarry high purity quartz (HPQ) project in the Pilbara, WA (**Pippingarra** or the **Project**) by 24 months, to 24 October 2028.

The Option Agreement, originally entered into on 25 October 2023[1], was previously extended by 12 months to 24 October 2026[2]. The further extension has been granted in recognition of the substantial technical and commercial progress made by IND at Pippingarra, together with ongoing offtake engagement with potential partners across Asia and reflects the continuing strength of the working relationship between the two parties.

IND's Managing Director Warrick Clent commented:

"Securing a further two-year extension is a clear vote of confidence from NWQ in the work IND has completed at Pippingarra. With a maiden Inferred Mineral Resource of 6.2Mt at 98% SiO_2 on a granted mining lease, encouraging ore-sorting results and active engagement with potential offtake partners across Asia, we now have the time and flexibility to advance the Project towards feasibility at a low holding cost. Pippingarra gives our shareholders valuable industrial minerals exposure alongside our core focus at Laverton. We thank NWQ for their continued support."

Craig Bridgman, Manager of NWQ, added:

"We are again pleased to extend our agreement with IND. The work completed by their team has given us confidence in both the technical potential of the Pippingarra Project and IND's commitment to developing a strong market position. We look forward to continuing this partnership and seeing the project advance."

[1] ASX Announcement 27 October 2023 – Option to Acquire Pippingarra Lithium Project, Pilbara WA
[2] ASX Announcement 5 August 2025 – IND Secures 12-Month Extension of Pippingarra Option Agreement

Since entering into the Option Agreement, IND has invested approximately $874,000 in the evaluation and advancement of the Pippingarra Quarry Project. Work completed to date includes:

- Phase 1 and Phase 2 RC drilling programs completed across the Project;
- Completion of a maiden JORC (2012) Mineral Resource Estimate[3];
- Completion of a 3D drone survey and Digital Terrain Model (DTM) to support detailed resource modelling and mine planning;
- Completion of a DGPR survey providing subsurface mapping to complement the drill data;
- Processing of bulk quartz samples and ore-sorting beneficiation testwork returning positive results and demonstrating potential for the recovery of quartz, feldspar and mica as co-products[4]; and
- Sustained marketing and offtake engagement with potential partners in China and across the APAC region, with further bulk samples prepared for assessment.

The extended term allows IND to advance offtake discussions with potential customers, progress processing testwork, assess infill drilling to upgrade the Mineral Resource, and advance studies to evaluate development pathways for the Project.

Terms of the Extension

- The option period is extended by 24 months, from 24 October 2026 to 24 October 2028.
- IND has committed to a minimum expenditure of $200,000 over the 24-month extension period, to be applied to further testwork, feasibility studies and commercial negotiations.
- All other terms and conditions of the Option Agreement remain unchanged and in full force and effect.

Summary of the Original Option Agreement (October 2023)

- **Exclusive Option:** IND granted the sole right to acquire an 80% interest in the non-construction material mineral rights at the Pippingarra Quarry Project, which includes HPQ.
- **Option Period:** Two years from execution (25 October 2023 to 24 October 2025), extended to 24 October 2026 and now further extended to 24 October 2028.
- **Consideration:** $50,000 cash option fee paid to NWQ on execution.
- **Minimum Exploration Expenditure:** $100,000 per year during the initial option term.
- **Acquisition Terms:** Upon exercising the option, IND to issue $100,000 in IND fully paid ordinary shares to NWQ.
- **Joint Venture:** Following exercise, an incorporated joint venture will be formed, with IND as manager (80% IND / 20% NWQ).
- **Construction Materials:** NWQ retains full rights to quarry granite and other construction materials for its existing operations.

[3] ASX Announcement 29 October 2025 – Pippingarra Maiden HPQ Mineral Resource Estimate
[4] ASX Announcement 31 March 2025 – Pippingarra HPQ Testwork and Ore-Sorting

Previously Reported Information

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements referred to in this announcement and that all material assumptions and technical parameters underpinning the estimates in those announcements continue to apply and have not materially changed. The Company further confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

This announcement has been approved by the Industrial Minerals Board.

For enquiries regarding this release please contact:

Company Enquiries

Warrick Clent
Managing Director
E: admin@industmin.com
W: www.industmin.com

About IND

Industrial Minerals Ltd (ASX: IND) is a Western Australian explorer with a portfolio of gold and industrial minerals projects, including its 100%-owned Laverton Gold Project, acquired in August 2026. The project currently comprises 15 exploration licences covering approximately 205km^2 within the Laverton Tectonic Zone, an Archaean granite-greenstone terrane that has produced over 28 Moz of gold historically.

IND also holds high purity quartz (HPQ) and high purity silica sand (HPSS) projects in Western Australia, including the Pippingarra Quarry Project and the Mukinbudin quartz/feldspar project.