9 January 2026

Xenora to Progress to Stage 1b of Earn-In on the Dudley Lithium Project in South Australia

Key Points:

- **Stage 1b payment made to South Australia Litium Limited enable Xenora to continue to progress exploration at the Dudley Lithium Project on Kangaroo Island, South Australia**
- **Results from the infill and extensional soil sampling were delayed by the Christmas break and are due before the end of January 2026**
- **Key Landowner Access and Compensation Agreement extended to enable advanced exploration activites to commence on highest priority targets at the Dudley Lithium Project**
- **An Exploration Program for Environment Protection and Rehabilitation (E-PEPR) application for Reverse Circulation (RC) drilling will be submitted to the Department for Energy and Mining in South Australia during the coming week**
- **RC drilling is anticipated to be undertaken during 2026.**

Xenora Minerals Limited **(ASX: XRA) (Xenora** or the **Company)** is pleased to announce that the Company has elected to proceed to Stage 1b of the Dudley Farm-In Agreement with South Australia Lithium Pty Ltd (SALi) to complete Stage 1 Farm-In on the Dudley Lithium Project in South Australia.

Under the Dudley Farm-In Agreement, XRA can earn up to a 90% interest in the Dudley Project by way of a two-stage farm-in (Stage 1 – 51% and Stage 2 – an additional 39%) over approximately 4 years. SALi will retain sole and exclusive gem rights within the area of the Dudley Project, including the right to apply for mining leases for precious stones.

Xenora's Minerals' Managing Director, Will Dix said:

"We are delighted to conitune to work with South Australia Lithium to advance the Dudley Project in South Australia. We have excellent support from the landowners on Kanageroo Island and look forward to updating the market once the extensional soil sampling assays are received later this month and to drilling some holes later in 2026."

Stage 1b farm-in – to earn 51%

XRA will work towards earning a 51% interest in the Dudley Project followng making a further cash and share payments to SALi, and meeting minimum aggregate expenditures, each as described in the table below being the cash payment of A$37,500 and an issue of shares to the value of A$100,000 . In accordance with terms of the Dudley Farm-In Agreement, the issue price is A$0.254 resulting in 393,701 ordinary fully paid shares being issued. The shares will be issued

using the Company's placement capacity under ASX listing rule 7.1. The shares will be escrowed for six months. The Appendix 2A and cleansing notice follows this announcement.

In addition the Company is required to spend a total of A$700,000 prior to January 9 2027. The current expenditure position is A$446,954 leaving a further minimum of $253,046 to spend in order to meet the Stage 1 Farm-In conditions.

Payment	Timing	Cash payment	Payment in Shares (to the value of)	Minimum expenditures
Stage 1a	After election to proceed to Stage 1 (estimated to be around January 2025)	A$37,500	$100,000	A$350,000 (in aggregate by around January 2026)
Stage 1b	1 year after election to proceed to Stage 1 (estimated to be around January 2026)	A$37,500	$100,000	A$700,000 (in aggregate by around January 2027)
Total for Stage 1		**A$75,000**	**A$200,000**	**A$700,000** (in aggregate)

If XRA meets its payment and expenditure obligations in relation to the Stage 1 farm-in, it may elect to have a 51% interest in the Dudley Project transferred to it from SALi for no further consideration. XRA will then be entitled to earn the Stage 2 farm-in interest (described below).

Stage 2 farm-in – additional 39% (total 90% interest)

Following completion of the Stage 1 farm-in, XRA may earn an additional 39% interest in the Dudley Project (to take its total interest to 90%) by making cash and share payments to SALi, and meeting minimum aggregate expenditures, each as described in the table below.

Payment	Timing	Cash payment	Payment in Shares (to the value of)	Minimum expenditures
Stage 2	After election to proceed to Stage 2 (estimated to be around February 2027)	A$150,000	A$200,000	A$1.05M (in aggregate, including Stage 1, by around February 2028) A$1.4M (in aggregate, including Stage 1, by around February 2029)
Total for Stage 2		**A$150,000**	**A$200,000**	**A$1.4M** (in aggregate, including Stage 1)

If XRA does not elect to proceed to Stage 2 of the farm-in, it will acquire a 49% interest in the Dudley Project and an unincorporated joint venture in respect of the Dudley Project will be formed between XRA and SALi at that time. SALi will be the manager of the joint venture in these circumstances.

XRA may withdraw from the farm-in at any time. If XRA withdraws before it earns the Stage 1 interest, it will not acquire any interest in the Dudley Project.

Dudley Lithium Project – Background

The Dudley Lithium Project is located on Kangaroo Island in South Australia within exploration licence EL 6892. The project contains multiple pegmatite systems that are apparent at surface for over 6 kilometres in strike extent and up to 80 metres thick at surface.

The project area has a long history of historical mining and prospecting for lithium tourmalines and kaolin primarily from strongly weathered surface exposures of the Dudley pegmatite, but also from other pegmatites across the project. Trenching of the Dudley pegmatite revealed widths of up to 80m. Lithium tourmalines indicate the pegmatites are highly fractionated and they are commonly associated with spodumene mineralised pegmatites. See ASX Announcement 9 January 2025 – Dudley Lithium Project – Prospective Corridors from Geochem.

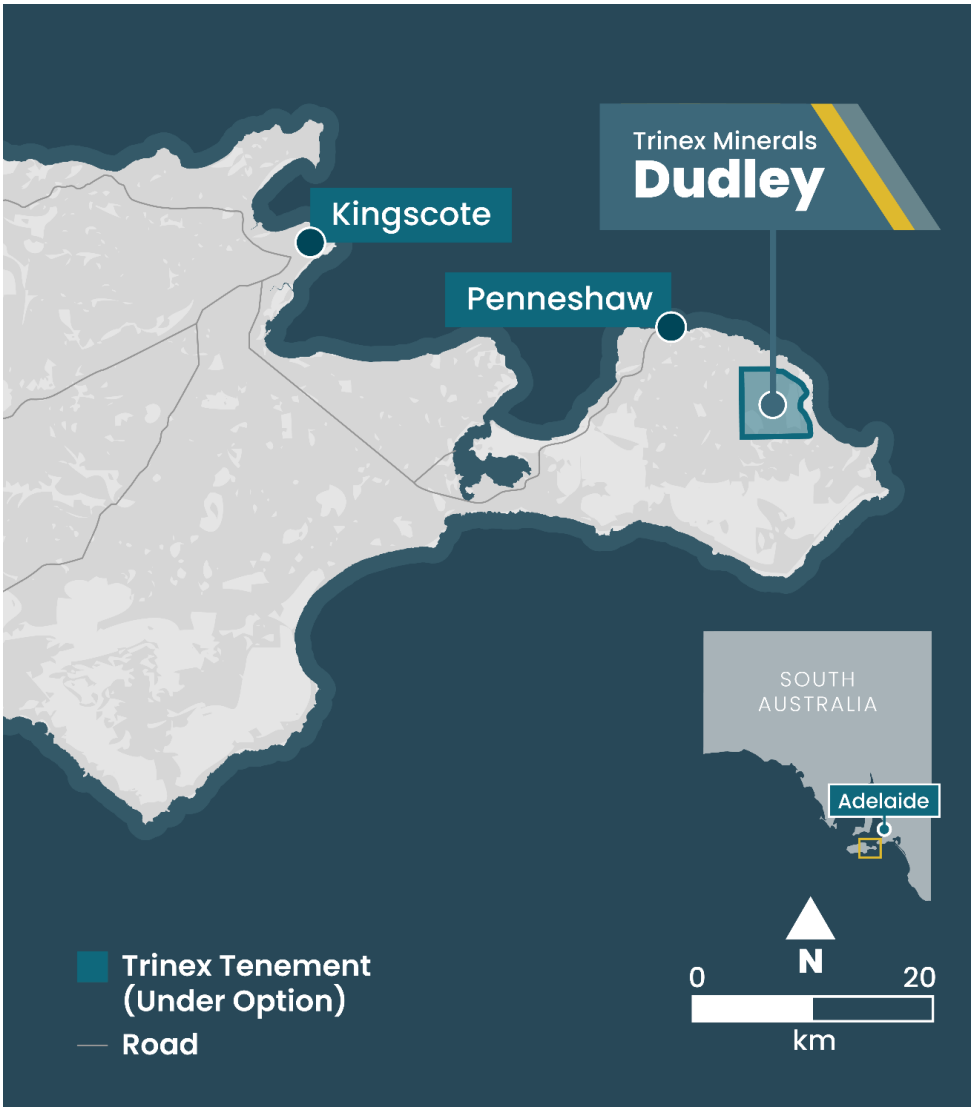


Figure 1 – EL6892 (Dudley Lithium Project tenement which Xenora has an option to acquire up to a 90% interest in), located on the eastern side of Kangaroo Island, South Australia

ABN 45 600 308 398
8/110 Hay Street, Subiaco WA 6008 | PO Box 1205 Osborne Park WA 6916
T +61 8 63112844 | **E** corporate@xenoraminerals.com.au
www.xenoraminerals.com.au

Next Steps

Follow up sampling is completed with results imminent. The 2026 drilling program will focus on testing the Dudley pegmatite and other anomalous targets identified from the soils program. Drilling will target the pegmatites below the weathering profile, expected to be at most 20-30m deep, where potential lithium mineralisation has not degraded into clays. The initial program will consist of a number of holes designed to test the pegmatites both along strike and across the interpreted thickest zones well into fresh rock.

Release authorised by the Board of Directors of Xenora Minerals.

For further information please contact:

Will Dix, Managing Director
Xenora Minerals
Tel: +61 (0) 8 6311 2844
Email: corporate@xenoraminerals.com.au

Compliance Statement

The information in this report that relates to previously reported Exploration Results is cross referenced to the relevant announcements in the text. These reports are available at www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the previously reported exploration results. The Company also confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements.

About Xenora Minerals

Xenora Minerals Limited (ASX: XRA) is an Australian-based resources company exploring for critical minerals, which are essential for the future transition towards clean energy.

The Company holds an option to acquire up to 51% in the highly prospective Dudley Lithium Project on Kangaroo Island in South Australia, with the potential to increase to a 90% interest across a two-stage farm-in. Xenora also holds a significant lithium exploration footprint in the Northwest Territories, Canada.

