

SPEC BUY

Current Price **A\$1.86**
Price Target **A\$3.30**
TSR **77%**

Ticker: AQI ASX
Sector: Metals & Mining

Shares on issue (m) 162
Market Cap (A\$m) 301
Net cash (debt) (A\$m) 15
Enterprise Value (A\$m) 286

52 Week High 2.42
52 Week Low 0.29
ADTO (A\$m) 0.1

Key Metrics	FY26E	FY27E	FY28E
P/E (x)	nm	nm	nm
EV/Ebit (x)	nm	nm	nm
EV/Ebitda (x)	nm	nm	nm
FCF yield (%)	(9.4%)	(6.6%)	(6.9%)
Dividend yield (%)	0.0%	0.0%	0.0%

Financial Summary	FY26E	FY27E	FY28E
Revenue (A\$m)	0	0	0
Ebitda (A\$m)	(13)	(20)	(21)
Ebit (A\$m)	(14)	(21)	(21)
Earnings (A\$m)	(14)	(20)	(21)

Op cash flow (A\$m)	(6)	(8)	(9)
Capex (A\$m)	(0)	(0)	(0)
Free CF (A\$m)	(28)	(20)	(21)

Debt (cash) (A\$m)	(5)	(32)	(201)
Gearing (%)	48%	317%	1,879%

Gold production (koz)	FY26E	FY27E	FY28E
Mt Henry (koz)	0.0	0.0	0.0
Total (koz)	0.0	0.0	0.0

AISC	FY26E	FY27E	FY28E
Mt Henry (A\$/oz)	0	0	0
Group (A\$/oz)	0	0	0

Share price performance vs ASX 200



Source: Bloomberg, Argonaut, February 2026

Please refer to important disclosures from page 16

Monday, 16 February 2026

Alicanto Minerals (AQI)

DRILLING TO UNLOCK RESOURCE POTENTIAL

Analyst | Hayden Bairstow

QUICK READ

We are initiating coverage on Alicanto Minerals (AQI) with a SPEC BUY and set a A\$3.30 price target. The acquisition of the Mt Henry gold project has transformed AQI's business, with the company now focused on launching a 50,000m drilling program to test for extensions of the 915koz resource already defined. We see scope for significant upgrades to the existing resources, particularly at depth. The three main deposits, Mt Henry, Selene and North Scotia have resources defined to a depth of less than 150m. There is also significant potential for extensions and new discoveries within AQI's tenement package. We expect results from the 50,000m drilling program to provide potential positive catalysts for the stock over the next six months.

KEY POINTS

Acquisition of Mt Henry is transformational: AQI announced the acquisition of the Mt Henry Gold Project from Westgold Resources (WGX AU, BUY, A\$11.70 Price Target) in December 2025. The project was purchased for A\$16m in cash plus a 19.9% equity interest valued at A\$25m at the time of the transaction. WGX was also granted 545m performance rights, which lifts the potential equity ownership to ~34% on a fully diluted basis.

Significant resource base at Mt Henry: The Mt Henry Gold project consists of a large tenement package that tracks a 16km Banded Iron Formation (BIF), south of Norseman in Western Australia. A resource of 24.5mt @ 1.2g/t containing 915koz was defined by previous owners, located in two key deposits, Selene and Mt Henry, with modest ounces at Selene. The resource is limited by drilling which only extends to a maximum depth of 130m at Selene, 150m at Mt Henry and 90m at North Scotia.

Drilling program to provide the key near-term catalyst: AQI has appointed a new management team post the acquisition, led by Chief Executive Officer Jeff Sansom. A 50,000m drilling program is planned to be completed in the first half of 2026, focused on testing for down dip and lateral extensions of the main deposits and the higher-grade zones within the existing resources at depth.

VALUATION & RECOMMENDATION

We are initiating coverage on AQI with a A\$3.30 price target. Our price target methodology assumes a 50/50 Blend of our NPV using Argonaut gold price forecasts and at spot prices. We incorporate a development scenario of the Mt Henry Gold project that underpins our valuation for AQI. Our development scenario assumes 3.0mtpa process plant is built at a cost of A\$350m to produce ~100kozpa for six years from a mining inventory of 19mt @ 1.2g/t containing 715koz. Exploration results that confirm depth extensions to the Mt Henry and Selene deposit present the key near-term catalyst for AQI.



Figure 1 - Earnings and valuation summary
Alicanto Minerals Limited

ASX: AQI	Share price (A\$)	A\$1.86
	Market Cap (A\$m)	301
Analyst: Hayden Bairstow	Shares (m)	162
www.argonaut.com		

Key metrics	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
EPS (A¢)	(1.43)	(8.46)	(10.65)	(9.98)	(6.55)	17.99
DPS (A¢)	0.00	0.00	0.00	0.00	0.00	0.00
P/E (x)	nm	nm	nm	nm	nm	10.3
EV/Ebit (x)	nm	nm	nm	nm	nm	5.9
EV/Ebitda (x)	nm	nm	nm	nm	nm	4.4
EV/Production (x)	nm	nm	nm	nm	nm	14,620
Free cash flow yield (%)	(1.5%)	(9.4%)	(6.6%)	(6.9%)	(134.4%)	(13.1%)
Dividend yield (%)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net debt (cash) (A\$m)	(2.6)	(4.6)	(32.2)	(201.5)	153.4	184.1
Gearing (%)	(138%)	48%	317%	1,879%	47%	45%

Profit & Loss	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Sales revenue (A\$m)	0.0	0.0	0.0	0.0	0.0	220.2
Operating costs (A\$m)	0.0	0.0	0.0	0.0	0.0	(96.3)
Exploration expense (A\$m)	(0.7)	(6.6)	(12.2)	(12.6)	(4.3)	(4.5)
Corporate overhead (A\$m)	(3.7)	(6.9)	(8.2)	(8.4)	(8.7)	(8.9)
Ebitda (A\$m)	(4.4)	(13.4)	(20.4)	(21.0)	(13.0)	110.4
Depreciation (A\$m)	(0.1)	(0.1)	(0.2)	(0.2)	(0.2)	(28.0)
Ebit (A\$m)	(4.5)	(13.6)	(20.6)	(21.2)	(13.2)	82.4
Net interest (A\$m)	0.0	(0.1)	0.1	(0.1)	(7.3)	(26.0)
Pre-tax profit (A\$m)	(4.5)	(13.7)	(20.5)	(21.3)	(20.5)	56.4
Tax (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Underlying earnings (A\$m)	(4.5)	(13.7)	(20.5)	(21.3)	(20.5)	56.4
Exceptional items (A\$m)	3.5	0.0	0.0	0.0	0.0	0.0
Reported Earnings (A\$m)	(0.9)	(13.7)	(20.5)	(21.3)	(20.5)	56.4

Cash flow statement	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Net profit (A\$m)	(4.5)	(13.7)	(20.5)	(21.3)	(20.5)	56.4
Depreciation (A\$m)	0.1	0.1	0.2	0.2	0.2	28.0
Exploration, interest and tax (A\$m)	0.7	6.8	12.5	12.6	4.6	4.6
Working Capital (A\$m)	(0.2)	1.0	0.0	0.0	(5.8)	(31.4)
Other (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Operating cash flow (A\$m)	(3.8)	(5.8)	(7.7)	(8.5)	(21.5)	57.6
Capital expenditure (A\$m)	(0.0)	(0.1)	(0.2)	(0.2)	(379.2)	(93.2)
Exploration (A\$m)	(0.7)	(6.6)	(12.0)	(12.0)	(4.0)	(4.0)
Other (A\$m)	0.0	(16.0)	0.0	0.0	0.0	0.0
Free cash flow (A\$m)	(4.5)	(28.4)	(19.9)	(20.7)	(404.7)	(39.5)
Dividends (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Equity (A\$m)	4.6	30.5	47.5	190.0	0.0	0.0
Debt draw / (repay) (A\$m)	(0.0)	(0.0)	(0.0)	(0.0)	249.9	8.8
Net cash flow (A\$m)	0.0	2.0	27.6	169.3	(154.9)	(30.7)

Balance sheet	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Current assets						
Cash at bank (A\$m)	2.6	4.6	32.2	201.5	46.6	15.9
Receivables (A\$m)	0.3	0.3	0.3	0.3	4.0	28.0
Inventories (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Other (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Current assets (A\$m)	3.0	4.9	32.5	201.8	50.6	43.9
Non-Current assets						
PP&E and Development (A\$m)	0.2	0.2	0.2	0.2	379.1	444.3
Exploration & evaluation (A\$m)	1.7	1.7	1.7	1.7	1.7	1.7
Other (A\$m)	0.1	0.1	0.1	0.1	6.0	42.0
Non-Current assets (A\$m)	2.0	2.0	2.0	2.0	386.8	488.0
Total assets (A\$m)	5.0	6.9	34.5	203.7	437.4	531.8
Current liabilities						
Payables (A\$m)	0.2	1.2	1.2	1.2	5.0	33.6
Short-term debt (A\$m)	0.0	0.0	0.0	0.0	50.0	51.8
Other (A\$m)	0.0	0.5	0.6	0.6	0.6	0.6
Current Liabilities (A\$m)	0.3	1.8	1.8	1.8	55.6	86.0
Non-current liabilities						
Long-term debt (A\$m)	0.0	0.0	0.0	0.0	160.0	160.0
Lease liabilities (A\$m)	0.1	0.1	0.1	0.1	40.0	47.0
Provisions (A\$m)	0.0	10.0	10.5	11.1	11.6	12.2
Deferred tax (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Other (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Non-Current liabilities (A\$m)	0.1	10.2	10.7	11.2	211.6	219.2
Total liabilities (A\$m)	0.4	11.9	12.4	13.0	267.2	305.2
Net assets (A\$m)	4.6	(5.0)	22.0	190.8	170.2	226.6
Equity						
Contributed equity (A\$m)	52.2	82.7	130.2	320.2	320.2	320.2
Accumulated earnings (losses)	(47.7)	(87.7)	(108.2)	(129.4)	(150.0)	(93.6)
Total attributable equity	4.6	(5.0)	22.0	190.8	170.2	226.6
Minorities (A\$m)	0.0	0.0	0.0	0.0	0.0	0.0
Total Equity (A\$m)	4.6	(5.0)	22.0	190.8	170.2	226.6

Source: AQI, Argonaut Research, February 2026

Recommendation

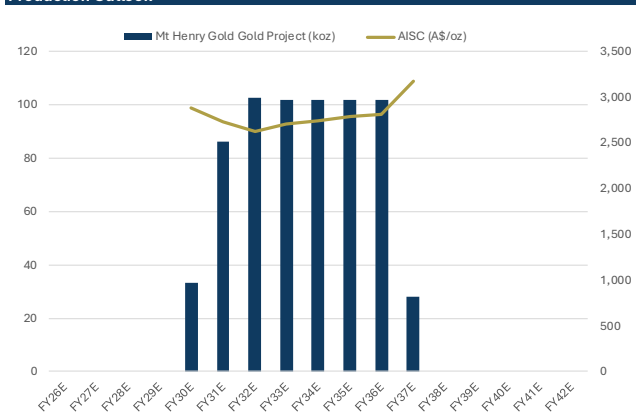
Price Target (A\$)	A\$3.30
TSR (%)	77%



Commodity price assumption	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Gold price (US\$/oz)	2,821	4,154	5,025	5,125	4,750	4,350
A\$/US\$ exchange rate (x)	0.648	0.653	0.650	0.650	0.650	0.650
Gold price (A\$/oz)	4,365	6,366	7,731	7,885	7,308	6,692

Mine production details	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Gold production						
Mt Henry Gold Project (koz)	0.0	0.0	0.0	0.0	0.0	33.2
Total (koz)	0.0	0.0	0.0	0.0	0.0	33.2

AISC	FY25	FY26E	FY27E	FY28E	FY29E	FY30E
Mt Henry Gold Project (A\$/oz)	0	0	0	0	0	2,885
Group (A\$/oz)	0	0	0	0	0	2,885

Production Outlook

Reserves and Resources

Mining Inventory	Ore (mt)	(g/t)	(koz)
Project			
Mt Henry	3.8	1.32	162
Selene	15.0	1.15	553
North Scotia	0.0	0.00	0
Total	18.8	1.18	715
EV/Mining Inventory (A\$/oz)			415

Mineral Resources

Project	Ore (mt)	(g/t)	(koz)
Mt Henry	4.8	1.51	232
Selene	18.7	1.08	651
North Scotia	0.1	2.57	12
Stockpiles	0.9	0.72	20
Total	24.5	1.16	915
EV/Resource (A\$/oz)			324

Board and Management

Ray Shorrocks	Executive Chairman
Jeff Sansom	Chief Executive Officer
Russell Curtin	Non-Executive Director
Duncan Grieve	Non-Executive Director
Didier Murcia	Non-Executive Director

Substantial shareholders

Westgold Resources	32.2	19.9%
Top 20	66.4	41.0%

Valuation	Spot Prices		Argonaut forecasts	
	A\$m	A\$/sh	A\$m	A\$/sh
Mt Henry Gold Project	1,120.9	2.93	417.8	1.09
Resources	63.6	0.17	41.6	0.11
Exploration	222.7	0.58	145.5	0.38
Sweden assets	20.0	0.05	20.0	0.05
Corporate overhead	(39.9)	(0.10)	(39.9)	(0.10)
Unpaid capital	269.6	0.71	269.6	0.71
Cash	4.6	0.01	4.6	0.01
Debt	(0.2)	(0.00)	(0.2)	(0.00)
Total	1,661.4	4.35	859.1	2.25
Price Target (50/50 spot/base case)				3.30

Eight Key Charts

Figure 2: Mt Henry production summary

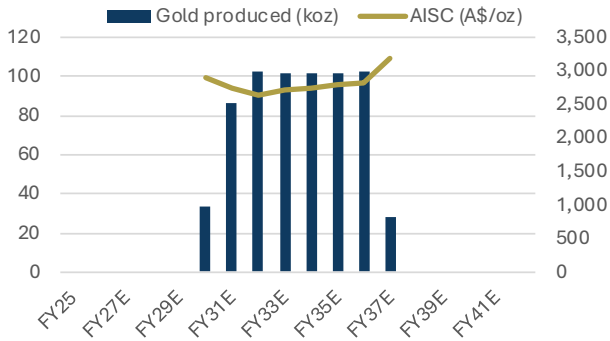


Figure 3: Mt Henry ore milled and grade profile

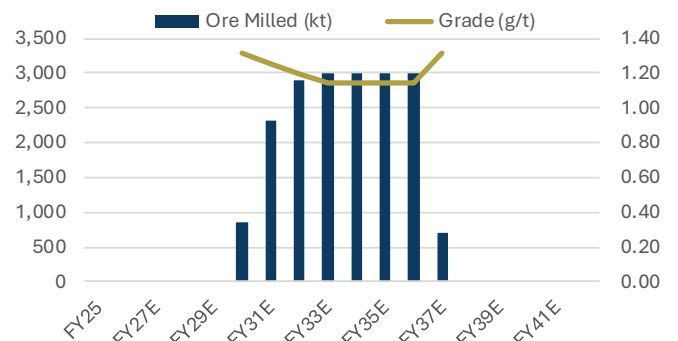


Figure 4: Capex by project

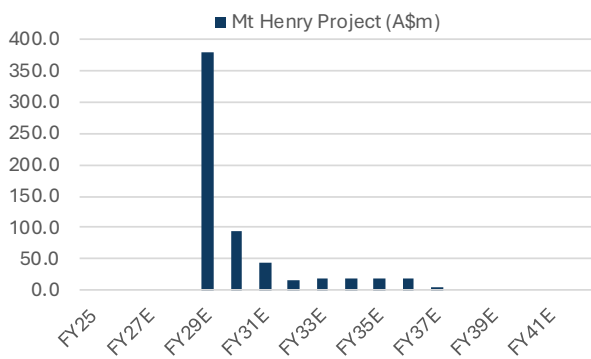


Figure 5: Exploration spend

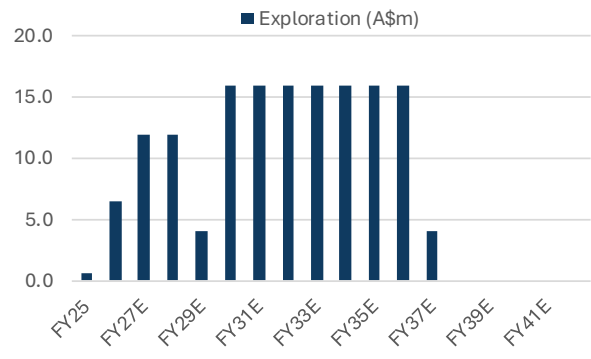


Figure 6: Mining Inventory by deposit

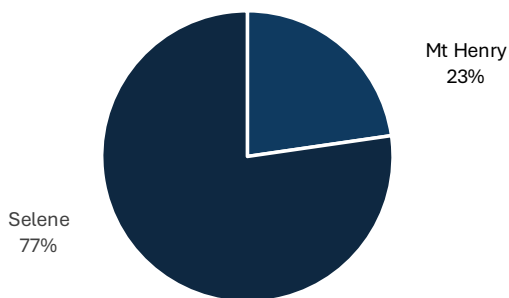


Figure 7: Resources by deposit

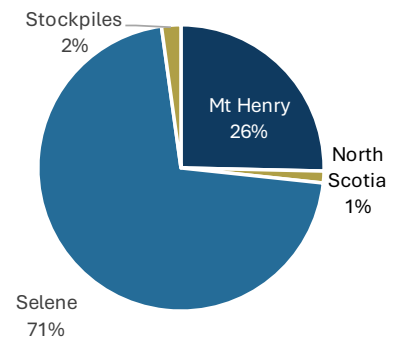


Figure 8: Net cash build vs market cap

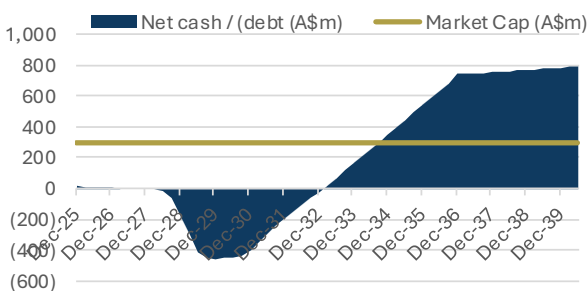
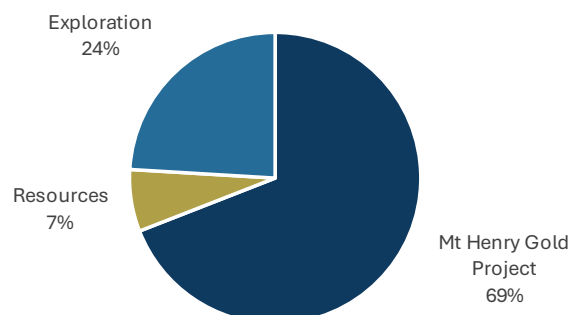


Figure 9: NPV Breakdown



Sources Fig 2-9: Bloomberg, Argonaut Research, February 2026

Mt Henry acquired in December 2025

Acquisition cost of just A\$34.6m plus A\$30m in performance rights

WGX to remain a 19.9% shareholder

Placement to fund acquisition and major drilling program

Initiating Coverage with a SPEC BUY

MT HENRY GOLD PROJECT ACQUISITION TRANSFORMATIONAL

Mt Henry acquisition terms

Alicanto Minerals (AQI) owns the Mt Henry Gold project, south of Norseman in Western Australia. The company reached an agreement to acquire the project in December 2025 for cash and equity at a cost of A\$34.6m from Westgold Resources (WGX AU, BUY, A\$11.70 Price Target) with a further A\$30m in performance rights.

At the time of the acquisition the cash and shares had a combined market value of A\$34.6m. We note that the share value has subsequently increased the implied transaction consideration to ~A\$75m. The performance rights are currently worth ~A\$85m if all hurdles are met, with a combined value to WGX of ~A\$160m.

Figure 10: Terms of acquisition from Westgold

Mt Henry Gold Acquisition	A\$m
Cash consideration	15.0
Shares (29.8m @ A\$0.66/share)	19.6
Total	34.6
Performance rights (Three tranches)	30.0
Total	64.6

Source: AQI, Argonaut Research, February 2026

WGX's current equity interest in AQI is 19.9% (WGX has top up rights to remain at this level) and if all performance rights are granted, its ownership rises to ~34% on a fully diluted basis. We note that the performance rights are split into three tranches. The key hurdles are 20,000m of drilling for the 7.6m Tranche 1 rights, a 2.0moz resource for 15.2m Tranche 2 rights and FID for A\$15m Tranche 3 22.7m rights.

Acquisition funded through a placement

To fund the acquisition of Mt Henry, AQI announced a A\$28m two tranche placement in December 2025. The placement was completed at A\$0.055/share, which converts to A\$0.66 after incorporating the 12:1 share consolidation which was completed in January 2026.

Figure 11: Two tranche placement to fund the acquisition

Acquisition funding	Raising (A\$m)	Price (A\$)	Shares (m)
Acquisition consideration	19.6	0.660	29.8
Tranche 1 placement	12.8	0.660	19.3
Tranche 2 placement	15.2	0.660	23.1
Total	47.6	0.660	72.2

Source: AQI, Argonaut Research, February 2026

Initiating coverage with a SPEC BUY

Post the completion of the placement, which received shareholder approval on 30 January, AQI had a pro-forma cash balance of A\$17m. The funds from the placement will be used on a 50,000m drilling program, which is expected to commence shortly.

We see scope for significant upgrades to the existing resources, particularly at depth. The three main deposits, Mt Henry, Selene and North Scotia have resources defined to a depth less than 150m. There is also significant potential for extensions and new discoveries within AQI's tenement package. We initiate coverage on AQI with a SPEC BUY and set a A\$3.30 price target.

Price target set at A\$3.30
Price target set at A\$3.30

We set a price target of A\$3.30/share, which is a 50/50 blend of our sum-of-the-parts valuation using Argonaut gold price forecasts and current spot prices. Our valuation is underpinned by a DCF of our development scenario for Mt Henry, the key assumptions of which are a 715koz mining inventory and a 3.0mtpa process plant that facilitate a 100kozpa production rate for at least six years.

Our valuation also captures resources not included in our development scenario and we also ascribe value to AQI's regional exploration potential. We also factor in corporate overhead expenses and AQI's current cash balance. Our valuation has also diluted for all options and performance rights

Figure 12: Sum-of-the-parts valuation

Valuation Asset	Spot Prices		Argonaut forecasts	
	A\$m	A\$/sh	A\$m	A\$sh
Mt Henry Gold Project	1,120.9	2.93	417.8	1.09
Resources	63.6	0.17	41.6	0.11
Exploration	222.7	0.58	145.5	0.38
Sweden assets	20.0	0.05	20.0	0.05
Corporate overhead	(39.9)	(0.10)	(39.9)	(0.10)
Unpaid capital	269.6	0.71	269.6	0.71
Cash	4.6	0.01	4.6	0.01
Debt	(0.2)	(0.00)	(0.2)	(0.00)
Total	1,661.4	4.35	859.1	2.25
Price Target (50/50 spot/base case)				3.30

Source: AQI, Argonaut Research, February 2026

2:1 valuation leverage to gold price
Earnings and valuation sensitivity to gold prices

AQI's earnings are sensitive to movements in gold prices but only post the commencement of production in FY30. A 10% rise in gold prices from our base case forecasts drives 30-40% upgrades to our FY30-FY35 earnings forecasts. A 10% rise into perpetuity increases our NPV by 20%

Figure 13: Earnings and valuation sensitivity to a 10% rise in gold prices

Y/E June	FY26E	FY27E	FY28E	FY29E	FY30E	FY31E	FY32E	FY33E	FY34E	FY35E	NPV
10% rise in gold price	nm	nm	nm	nm	38%	22%	35%	39%	40%	41%	20%

Source: AQI, Argonaut Research, February 2026

Earnings upside +200% at spot prices
Material upside to earnings outlook at spot prices

Current spot prices are currently trading ~68% and ~55% higher than our long-term gold price assumptions of US\$3,000/oz and ~A\$7,140/oz, respectively. A spot price scenario generates +200% higher earnings from FY32-FY35 compared to our base case while running spot prices into perpetuity generates 92% higher valuation vs our base case.

Figure 14: Earnings outlook and valuation at spot prices

Y/E June	FY26E	FY27E	FY28E	FY29E	FY30E	FY31E	FY32E	FY33E	FY34E	FY35E	NPV
Earnings (A\$/sh) - Spot	(8.6)	(10.9)	(10.2)	(6.8)	31.6	75.9	101.1	102.6	106.0	109.5	4.44
Earnings (A\$/sh) - Argonaut	(8.6)	(10.9)	(10.2)	(6.8)	18.7	39.5	36.9	33.9	34.6	35.3	2.32
Variance	nm	nm	nm	nm	70%	92%	174%	203%	207%	210%	92%

Source: AQI, Argonaut Research, February 2026

Stock pricing in US\$3,200/oz
Share price factoring in a US\$3,100/oz gold price

We assess our valuation using various flat gold prices into perpetuity. We note that AQI's current share price equates to a flat gold price of ~US\$3,200/oz. Our A\$3.30 price target is roughly equivalent a flat gold price of US\$4,200/oz, with both scenarios assuming the current 0.70 A\$/US\$ exchange rate.

Figure 15: Valuation at various flat gold prices into perpetuity

Gold price (US\$/oz)	2,000	2,500	3,000	3,500	4,000	4,500	5,000	5,500	6,000
NPV (A\$/sh)	0.25	1.14	1.82	2.49	3.17	3.83	4.52	5.18	5.86

Source: AQI, Argonaut Research, February 2026

Mining inventory a key risk to our base case
Key risks to our base case

We have incorporated a development scenario for the Mt Henry Gold project to underpin our earnings forecasts and valuation for AQI. Our development scenario is based on a mining inventory of 715koz, which accounts for 78% of contained gold in resource. AQI's ability to convert this level of resource to reserves presents a key risk to our base case valuation for AQI.

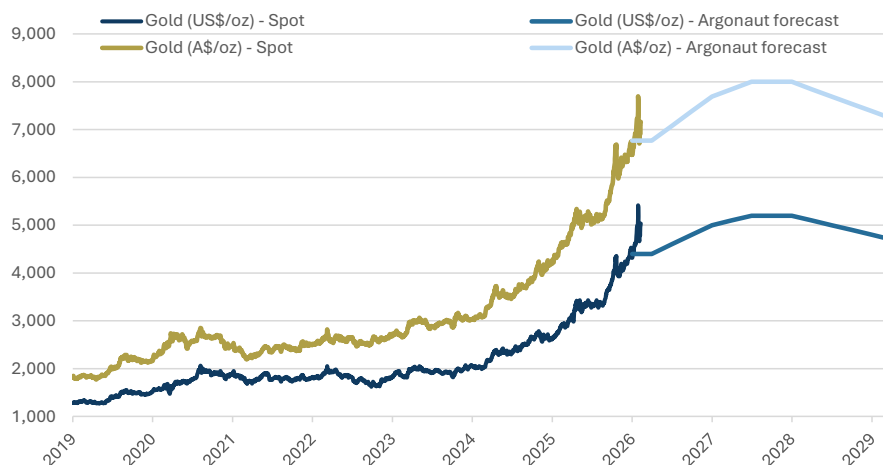
Capex and opex assumptions based on other project studies

Our development scenario assumes a pre-production capital cost of A\$350m. We have based our capex assumptions on other Western Australian gold projects with recent study updates including Brightstar Resources' Goldfields 2.0 DFS and Astral Resources Mandilla PFS. We have made assumptions on operating costs reflecting current costs from within our ASX gold coverage universe and recent study updates. Variances between our capex and operating cost assumptions vs actual outcomes present a key risk to our base case.

Upside risk to our near-term and long-term gold price assumptions
Upside risk to our gold price forecasts in the near-term

The surge in the gold price has left our near-term estimates trailing current spot prices. We note that the average prices for 2026 YTD of US\$4,770/oz and A\$6,975/oz are 8% and 3% above our March quarter price forecasts, respectively. Current spot prices are 14% and 6% above our March quarter price forecasts in US\$ and A\$, respectively. We note our June quarter forecasts in A\$ is broadly in line with current spot prices.

Figure 16: Gold price trends and Argonaut forecasts



Source: Bloomberg, Argonaut Research, February 2026

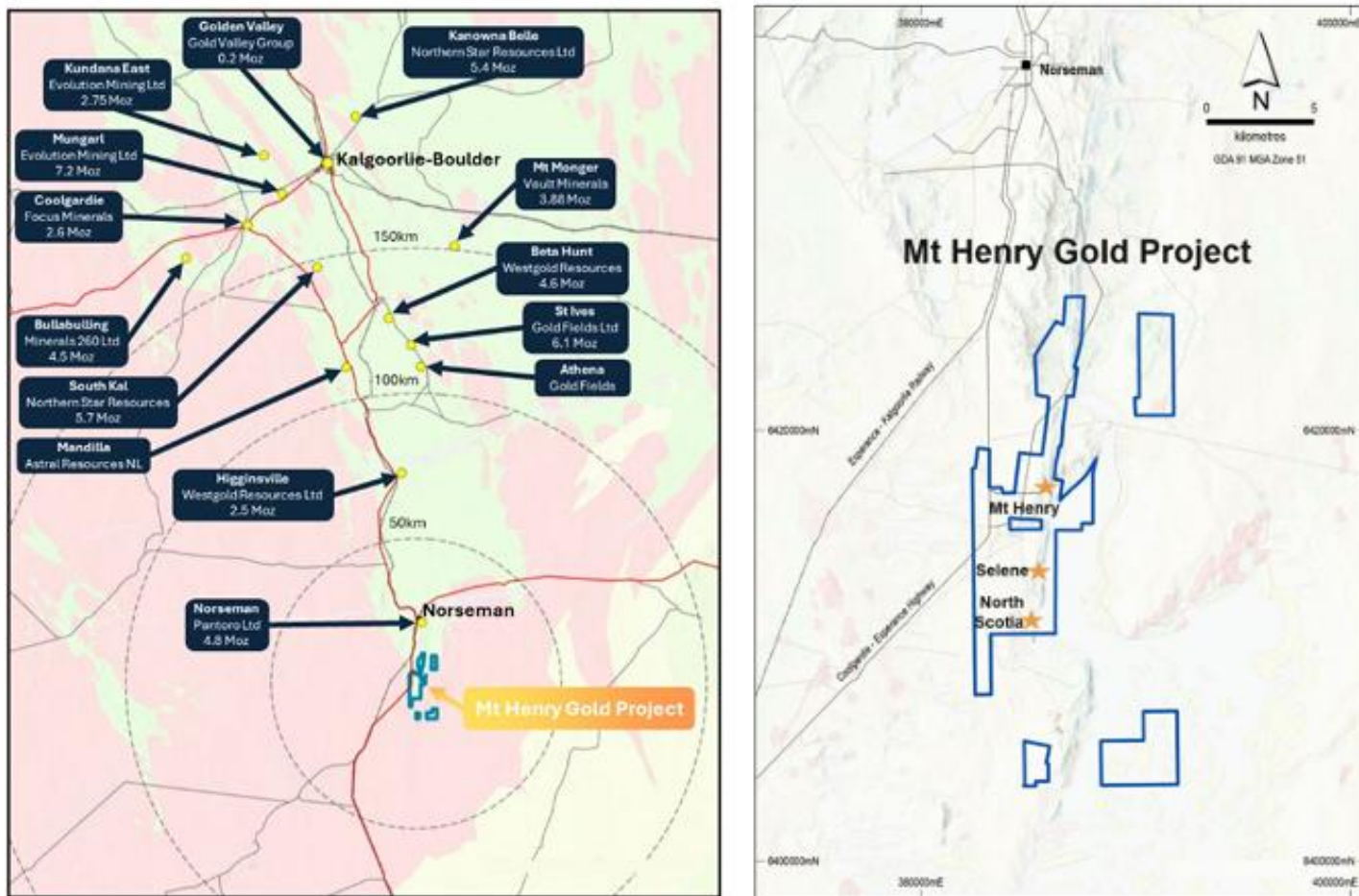
Located ~22km from Norseman

MT HENRY RESOURCES SET TO GROW

Banded Iron Formation hosted

The Mt Henry Gold project is located ~22km south of Norseman in Western Australia. There are three key deposits, Mt Henry, Selene and North Scotia, with the total tenement package tracking a 16km long Banded Iron Formation (BIF) horizon, which was first drilled in the 1990s, with ~150,000m completed over ~30 years.

Figure 17: Mt Henry project location and tenement overview



Source: AQI, February 2026

Resource of 915koz based on three key deposits

Resources defined for three key deposits

Previous drilling defined JORC resources at Mt Henry, Selene and North Scotia. The largest resource is Selene, which contains 18.7mt @ 1.08g/t containing 651koz. Mt Henry is the second largest resource totalling 4.8mt @ 1.51g/t containing 232koz. A modest resource has also been defined at North Scotia of 0.1mt @ 2.57g/t containing 12koz. Resources were defined using a A\$2,160/oz pit shell.

Figure 18: Resources at the Mt Henry Gold Project

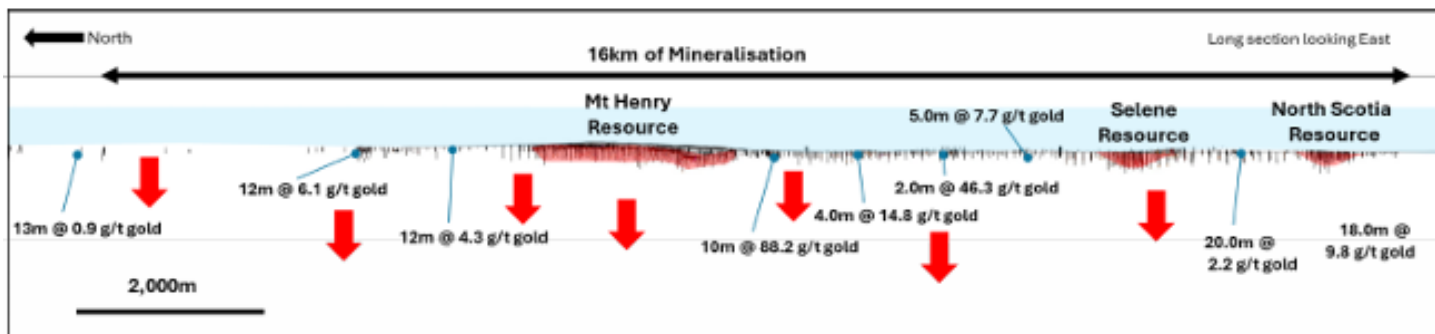
Deposit	Ore (mt)	Grade (g/t)	Gold (koz)
Mt Henry	4.8	1.51	232
Selene	18.7	1.08	651
North Scotia	0.1	2.57	12
Stockpiles	0.9	0.72	20
Total	24.5	1.16	915

Source: AQI, Argonaut Research, February 2026

Mt Henry is 2km long

Mt Henry is ~2km long and on average, mineralisation is 6-10m wide and dips 65-75 degrees to the west. The host rock is primarily banded iron formation. Selene is 1.3km and extends at depth. Mineralisation in the thicker zones is 35-40m wide and is also banded iron formation hosted. North Scotia is a quartz vein deposit like those mined at Norseman. All three deposits have only been drilled to a maximum depth of 150m with an average drill depth of 35-90m across the three deposits.

Figure 19: Deposits located along 16km of strike



Source: AQI, February 2026

Previous mining extracted ore from a shallow open pit from Mt Henry

Mining previously occurred at Mt Henry

We note that a modest open pit was previously mined at Mt Henry to a depth of just 90m. There is a remnant stockpile from the previous operation of 0.9mt @ 0.72g/t containing 20koz. No prior mining has occurred at either the Selene or North Scotia deposits.

Figure 20: Previous mining at Mt Henry



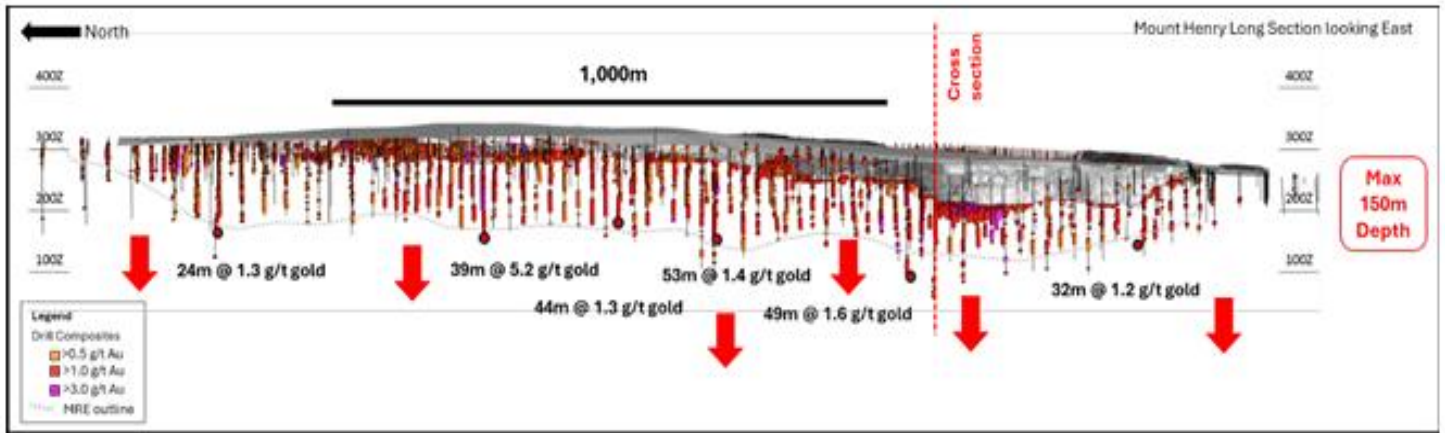
Source: AQI, February 2026

Mt Henry drilling to a maximum depth of 150m

Mt Henry potential at depth

The current resource at Mt Henry is defined using drilling that has an average depth of just 35m and has been drilled to a maximum depth of 150m. The previous open pit mining operation, which occurred between 2015 and 2019, has a maximum depth potential of 90m. AQI has identified step out drilling and testing for stacked mineralised structures as the key focus of drilling in the near-term.

Figure 21: Mt Henry long section



Source: AQI, February 2026

Wide zones of mineralisation confirmed by drilling

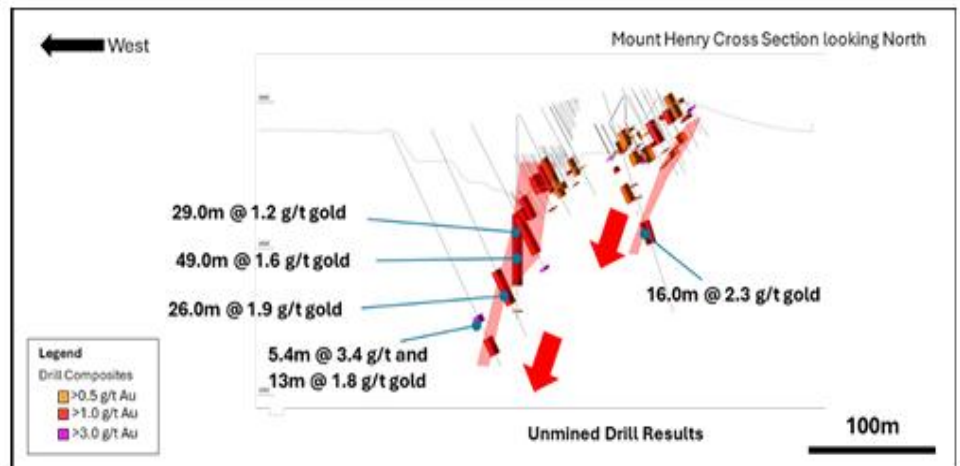
Impressive grades and widths in previous drilling

Drilling by previous owners returned impressive widths and grades. Typical results from drilling at Mt Henry include 20m @ 3.8g/t from 98m, 18m @ 16.4g/t from 14m and 19m @ 9.0g/t from 29m. Previous drilling has also returned an ultra-high-grade intersection of 6.0m @ 609.9g/t from 78m.

Depth extensions likely to be confirmed by drilling

The drilling results outlined in the cross section below are all intersections below the previously mined open pits, highlighting the potential to extend mineralisation at depth. At these widths and grades, we are confident that resources can be extended to 200-300m below surface and remain within economic resource pit shells. The average true width of mineralisation at Mt Henry is 6-10m.

Figure 22: Mt Henry cross section



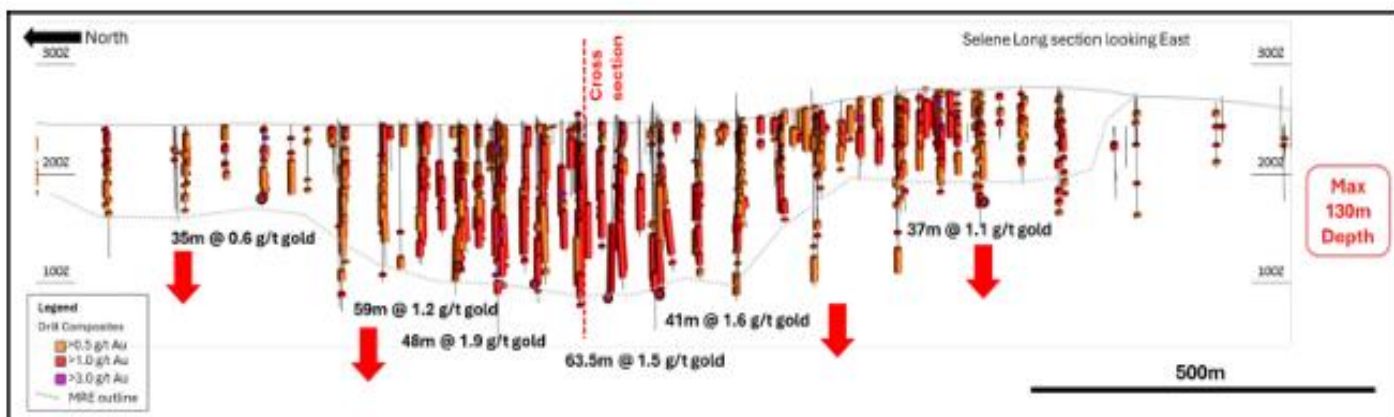
Source: AQI, February 2026

Largest resource is Selene

Selene potential at depth and along-strike

The Selene deposit is the largest resource at Mt Henry, largely due to no previous mining having occurred. Like Mt Henry, the historic drilling depth is modest, with a maximum depth of 130m and an average depth of 90m. The current resource is only limited by drilling.

Figure 23: Selene long section



Source: AQI, February 2026

Selene is wider than Mt Henry in core zones

Extension potential at depth

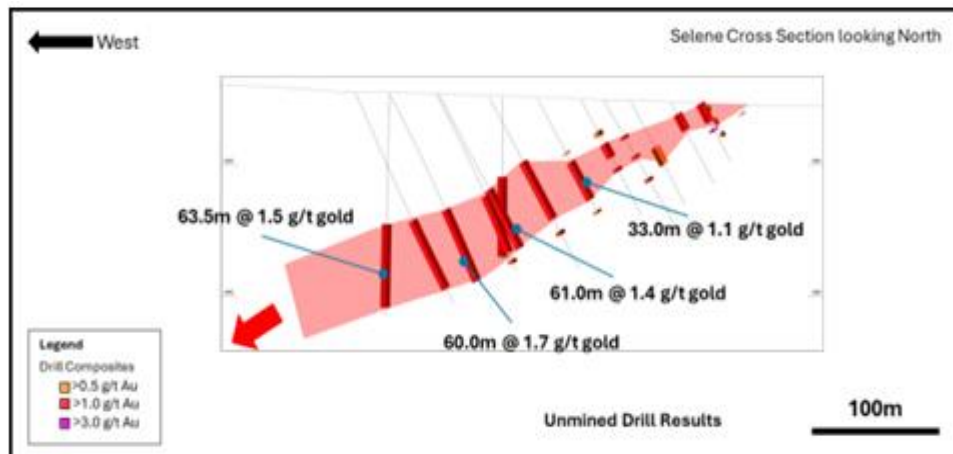
Wide zones of mineralisation at Selene

The cross section of Selene highlights the wide zones of mineralisation that dip at a much shallower depth than Mt Henry. The average grade of the wider intersections ranges from 1.1-1.7g/t and is reflected in the current resource of 18.8mt @ 1.08g/t containing 651koz.

Mineralisation at Selene has been defined over 1km of strike. Better results from previous drilling include 44m @ 2.4g/t from 37m, 60m @ 1.7g/t from 100m, 52m @ 2.0g/t from 49m, 40m @ 2.0g/t from 33m, 47m @ 1.8g/t from 88m and 8m @ 10.0g/t from 45m.

The average true width of the thicker mineralised zones at Selene is 35-40m but there are areas that bulk out to 50-60m. We see scope to extend this mineralisation at depth that could underpin a material upgrade to the current resource and potential open pit shell for Selene.

Figure 24: Selene cross section



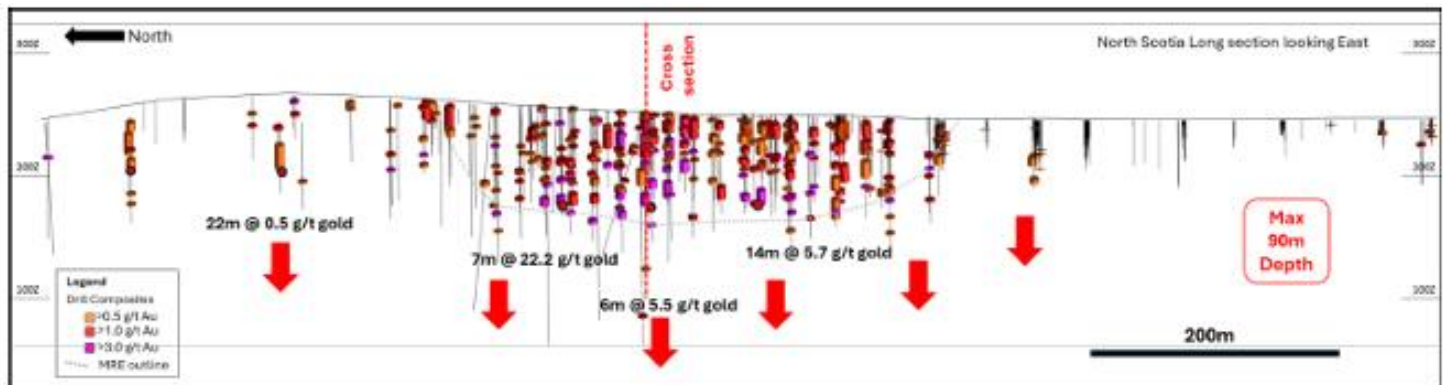
Source: AQI, February 2026

Different mineralisation at North Scotia

North Scotia a different style of mineralisation

The North Scotia deposit is not hosted within the Banded Iron Formation, with mineralisation hosted within vein and shear zones, which is like other Norseman deposits. We believe that North Scotia has the potential to provide a softer ore feed than Mt Henry and Selene.

Figure 25: North Scotia long section



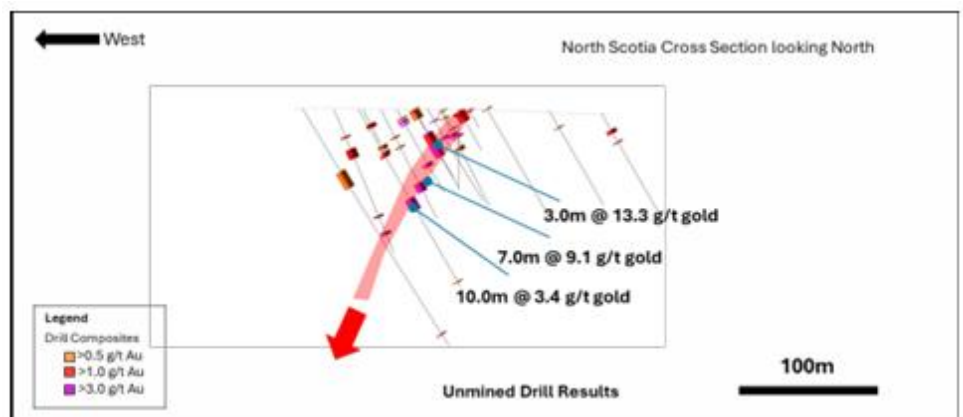
Source: AQI, February 2026

Modest resource is higher grade

Modest resource is higher grade

The North Scotia deposit boasts a comparatively small resource of 148kt @ 2.57g/t containing 12koz. Extending the mineralisation along strike and particularly down dip has been identified by AQI as a key area of initial drilling. Previous drilling has returned some impressive results including 7.0m @ 22.2g/t from 86m and 3.0m @ 32.8g/t from 72m.

Figure 26: North Scotia cross section



Source: AQI, February 2026

Mining inventory is 78% of current resource

We establish a development scenario targeting 100kozpa

UPSIDE RISK TO OUR DEVELOPMENT SCENARIO

Mining inventory based on current resource

We have incorporated an initial development scenario to value the Mt Henry Gold project. The core assumption is our mining inventory which we base only on the Mt Henry and Selene resources.

Our mining inventory accounts for 78% of the contained gold in resource, however, we see material risk to this assumption as AQI completes its planned drilling program and likely upgrades to the current resource base.

Figure 27: Mining inventory underpins our development scenario

Mt Henry Gold Project	Ore (mt)	Grade (g/t)	Gold (koz)
Resources	24.5	1.16	915
Mining Inventory	18.8	1.18	715
% Resources	77%	102%	78%

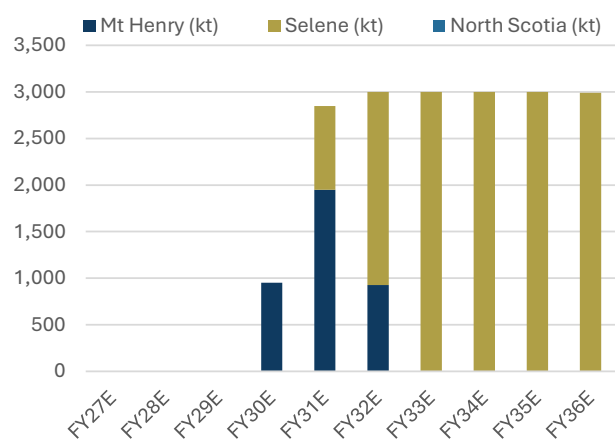
Source: AQI, Argonaut Research, February 2026

Targeting a 100kozpa production rate

Our development scenario for the Mt Henry Gold project is scaled to achieve a 100kozpa production rate. To achieve this, we incorporate a 3.0mtpa gold processing plant, which is likely to require a larger crushing and grinding circuit to treat the harder BIF ore at Mt Henry and Selene. The recovery rate is assumed at 92%, which reflect previous mining results and test work.

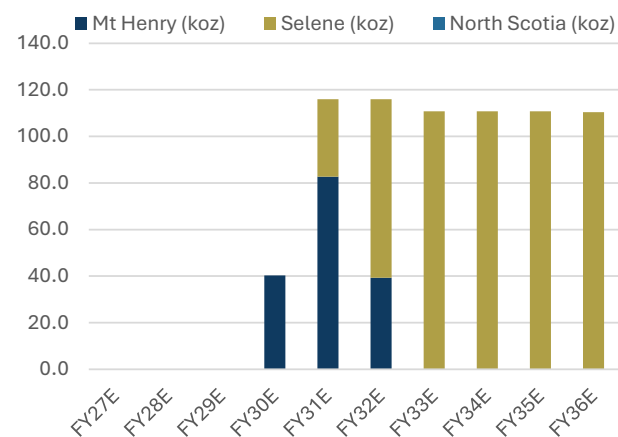
We incorporate the mining of separate open pits, initially at Mt Henry and then Selene. Given the shallow nature of the current resources, we assume a life of mine strip ratio of 5-6:1. As the resource grows, we would expect a higher ultimate strip ratio, although this will facilitate a much larger mining inventory.

Figure 28: Ore mined by deposit



Source: AQI, Argonaut Research, February 2026

Figure 29: Ounces mined by deposit



Source: AQI, Argonaut Research, February 2026

Permits in place and nearby infrastructure

The resources are located on granted mining leases, which will enable AQI to immediately commence drilling. The project is just 210km from Kalgoorlie and has direct access to the sealed Esperance-Kalgoorlie Highway. Grid power is available and the project boasts a licenced bore field. A sealed all-weather airstrip is located at Norsemen, just 22km from the project.

Capital cost assumed at A\$350m

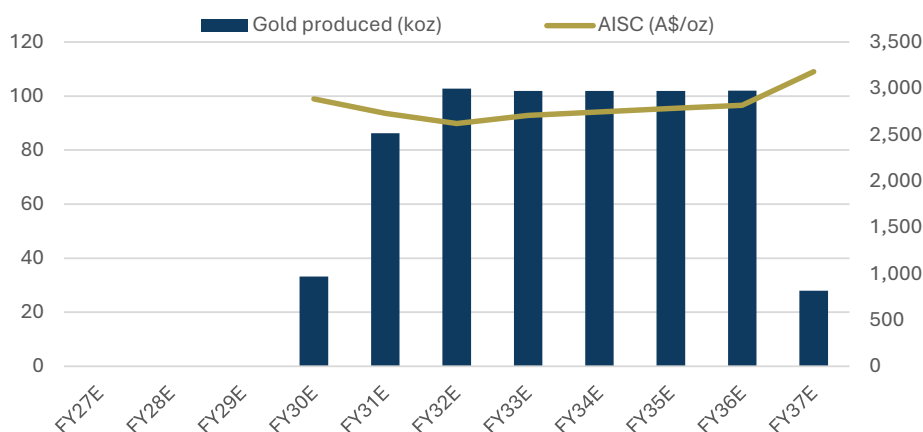
Exploration success likely to create upside risk to our base case

Base case delivers a 100kozpa production rate

We have assumed a pre-production capital cost of A\$350m to deliver the 3.0mtpa processing plant. Allowances of ongoing accelerated stripping of the Mt Henry and Selene open pits total A\$100m, with this spend funded from cash flow.

We have utilised assumptions and existing operating costs from other similar scale operations in Western Australia. Our development scenario delivers an average production rate of 100kozpa for nearly six years, at an AISC ~A\$3,000/oz.

Figure 30: Mt Henry Gold Project production and AISC forecasts

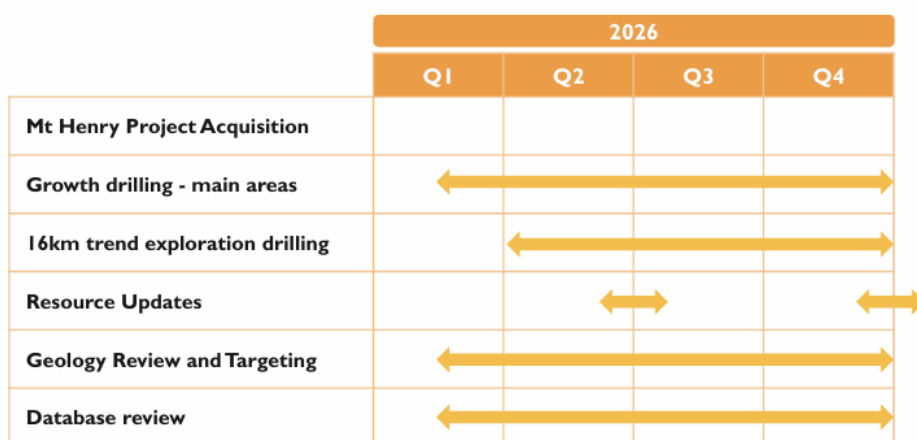


Source: AQI, Argonaut Research, February 2026

Upside to our base case through exploration success

AQI is planning to immediately commence drilling, testing for strike and depth extensions of the key deposits at Selene and Mt Henry. A regional drilling program to better understand the 16km of the Banded Iron Formation trend will also occur. Updates to the resource estimate are expected towards the middle and end of the year.

Figure 31: Activity planned for 2026



Source: AQI, Argonaut Research, February 2026

Multi-metal assets likely non-core

SWEDISH BASE METALS PROJECTS

Multi metal projects in Sweden

Prior to the acquisition of the Mt Henry Gold project, AQI’s two key projects were the Sala silver and Falun copper, gold, zinc, lead and silver mine. Both projects have produced significant amounts of metal from historic production, with Sala producing over 200moz of silver and Falun producing 28mt @ 4% Cu, 4g/t Au, 5% Zn, 2% Pb and 35g/t Ag.

With the focus now shifted to Mt Henry, we expect AQI to look to dispose these assets. We have ascribed a combined value of A\$20m for the Swedish assets.

Figure 32: Location of Swedish projects



Source: AQI, February 2026

BOARD AND MANAGEMENT

Non-Executive Chair – Ray Shorrocks

Ray has 30+ years' experience in mining sector corporate finance and has advised numerous resources companies on equity raisings and mergers & acquisitions across South America, Africa, Australia and North America. He was the Founding Executive Chairman of Bellevue Gold, and is currently Executive Chairman of Galilee Energy Ltd, and a Non-Executive Director of Andean Silver Ltd, Cygnus Metals Ltd, and Hydrocarbon Dynamics Ltd.

Chief Executive Officer – Jeff Sansom

Jeff was previously the Executive Head of Investor Relations & External Affairs of Regis Resources, Jeff has over 15 years of experience across the mining and resources sector in market-facing, corporate development and strategic roles. His background spans ASX and TSX listed companies, including BHP, OceanaGold Corporation and Perenti, where he worked across investor relations, sustainability, portfolio strategy and corporate positioning.

Russell Curtin – Non-Executive Director

Russell, a former Partner at Ernst & Young, brings over 30 years' experience across energy, resources and assurance. He held senior leadership roles shaping EY's strategic direction in energy, resources and climate, and worked with major clients including Woodside and Santos, as well as a range of multinational public and private companies. Russell is a member of the Financial Advisory Committee of the Board of Yirra Yaakin Theatre Company and is the Chair of the Audit and Risk Committee of the Board of the Polly Farmer Foundation.

Duncan Grieve – Non-Executive Director

Duncan is a seasoned geologist with a track record of successful discoveries and is Vice President of Exploration at Cygnus Metals Ltd. He was part of the discovery and Resource drill out at the Bellevue Gold Project and has substantial project generation experience in gold, lithium, and base metals exploration across Africa, Australia, Europe and North America. Prior to that he worked with Barrick Mining Corporation at the Loulo Gold Mine in West Africa.

Didier Murcia – Non-Executive Director

Didier has 35+ years of legal and corporate experience in the resources sector. He is the Chair of Centaurus Metals Limited, Chair of Switch Metals PLC, Chair of Perth law firm MPH Lawyers, and serves as the Honorary Consul for the United Republic of Tanzania. In 2014, Didier was appointed a Member of the Order of Australia in recognition of his significant service to the international community.

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