

ASX ANNOUNCEMENT

30 April 2026

ACTIVITIES REPORT

Quarter Ended 31 March 2026

Blue Star Helium Limited (ASX:BNL, OTC:BSNLF) (**Blue Star** or the **Company**) provides an update on its activities for the quarter ended 31 March 2026.

HIGHLIGHTS

Operations

- Pinon Canyon Plant commenced integrated operations during the quarter, with the amine unit successfully commissioned and refined helium being filled into tube trailers.
- Stage 1 of the Galactica development programme substantially completed – all six wells (Jackson 2, Jackson 4, Jackson 29, Jackson 31, State 9 and State 16) successfully tied into the Pinon Canyon facility.
- Facility on track to transition to continuous 24/7 operations following final commissioning of automation, safety and remote monitoring systems.
- First helium sales agreed at spot pricing for the initial tube trailer, with second trailer expected on-site shortly.
- CO₂ final processing for sales targeted for the June 2026 quarter (subject to offtake arrangements), with tie-in of the Jackson 27 well (98.3% CO₂ concentration) scheduled to coincide with commencement of CO₂ sales.
- Long-term offtake negotiations progressing with US-based counterparties, supported by global supply tailwinds and increased demand for reliable, US-domestic helium.
- CEO Trent Spry visited the Pinon Canyon facility in early March 2026, meeting with joint venture partner Helium One Global and hosting investor site visits.

Corporate

- Non-renounceable Entitlement Offer closed 23 January 2026, raising A\$1,063,708 at A\$0.005 per share.
- Institutional placement completed 30 March 2026, raising A\$10.0 million at A\$0.006 per share (oversubscribed), with strong domestic and international investor support.
- Placement structured in two tranches, with Tranche 1 raising A\$6.0 million (settled 7 April 2026), and Tranche 2 raising A\$4.0 million - subject to shareholder approval at the Annual General Meeting (AGM) on 29 May 2026.
- Proceeds from the Entitlement Offer and Placement will be applied to advancing the Galactica and Pegasus projects and general working capital.
- During the quarter, 37,143,000 new shares were issued on the exercise of options at 0.6 cents each for total proceeds of \$228,858.

OPERATIONS

Galactica/Pegasus Project – Las Animas County, Colorado

Stage 1: Galactica Development – Now Complete

Over the March quarter, the Company and its 50% joint venture (**JV**) partner Helium One Global Ltd (**Helium One Global**) continued to progressively ramp up operations at Pinon Canyon, completing Stage 1 of the Galactica development programme.

Following first helium production in the December quarter, the Company focused on plant optimisation and commercial readiness, including the integration of the amine unit which removes CO₂ from the inlet gas stream and delivers a helium-enriched stream to the Helium Recovery Unit (**HRU**). In March, the Pinon Canyon Plant commenced integrated operations, with refined helium pumped into tube trailers under established spot-market arrangements.

The Company also completed the gathering system for the State 9 and State 16 wells, and tied in Jackson 2, including installation of a T-section to facilitate the future connection of Jackson 27.

As ramp-up progressed, the Company took advantage of the integration and optimisation phase to undertake a staged maintenance of several rental compressors across the Jackson well sites. As a result, Jackson 31, Jackson 29 and Jackson 4 were temporarily taken offline during the quarter.

At the end of the quarter, all six wells (Jackson 2, Jackson 4, Jackson 29, Jackson 31, State 9 and State 16) are tied into the gathering system and available for production. The tie-in of Jackson 27 remains scheduled to coincide with the commencement of CO₂ sales.

The Company is now focused on the final stages of implementing automation, safety and remote monitoring systems, after which the plant will transition to continuous 24/7 operations, positioning Pinon Canyon for sustained and scalable helium production.

CEO Site Visit and Joint Venture Meetings

Managing Director and CEO, Trent Spry, visited the Pinon Canyon facility in early March 2026, meeting on-site with directors of JV partner Helium One Global to review operations and future expansion planning. Mr Spry also hosted site visits for current and prospective investors, with positive feedback received on the quality of the asset and its strategic positioning within the US helium market.

"It is a landmark moment for Blue Star to have the Pinon Canyon Plant operating in an integrated way and actively filling tube trailers for the helium market. Being on-site allows me to work closely with our US technical team and our partners at Helium One Global as we continue to optimise this world-class asset. The feedback from the investors visiting the facility this week has been excellent, further validating the strategic value of the Galactica Project," said Mr Spry.

Mr Spry added: *"Our operational focus has been on ensuring the Pinon Canyon Plant is optimised for long-term, stable production. We are now moving into a 24/7 production cycle with six wells tied in, precisely as global demand for reliable, domestically sourced helium supply has increased significantly. The level of interest being shown from potential off-takers and investors continues to validate the path forward for both Galactica and broader Pegasus development."*

Offtake Strategy and Commercial Progress

Operational activity at the Pinon Canyon Plant hit a new high this quarter as we initiated our first commercial fill of refined helium. This first trailer-load is being sold into the spot market at established pricing, and with a second trailer standing by, the Company is actively transitioning into a regular cycle of helium sales.

The global helium market continued to experience structural supply chain disruptions, rationing and surcharges, particularly due to prolonged instability in Middle Eastern supply routes. This environment has materially increased demand for reliable, US-sourced domestic supply, providing strong commercial tailwinds for the Galactica Project as an attractive new supply solution.

The Company has continued to engage directly with a range of buyers across the US helium market – from large-scale transport and bulk storage operators through to last-mile distributors and key end users. The Company's offtake strategy for the ramp-up phase is structured as follows:

- **Spot Sales:** Near-term deliveries scheduled and priced on a tube-trailer load basis under existing spot-market arrangements, generating first helium revenues as the plant ramps up, and
- **Long-term Offtake:** Negotiations are progressing with US-based counterparties for long-term helium and CO₂ supply contracts, with the strategy focused on a balanced mix of spot and longer-term reference pricing to underpin sustained revenue as the Plant advances toward full capacity.

Stage 2: Galactica-Pegasus Expansion

With the Stage 1 Galactica development programme now approaching completion as we transition to 24/7 operations, the Company is advancing planning for Stage 2, which will focus on increasing helium production across the broader Galactica-Pegasus project area. Following optimisation of the plant settings established during Stage 1, operational focus will turn to optimising existing well and gathering system flows and planning and permitting additional wells.

A further 20 to 30 potential drilling locations have been identified within the greater Galactica-Pegasus Project area. Future infill and expansion drilling will consider strategies for both the Upper and Lower Lyons formations, with the JV parties evaluating the sequencing and prioritisation of future drilling to maximise efficiency, production scalability and resource recovery. This multi-staged approach allows for efficient capital deployment and leverages operational learnings from the Pinon Canyon Plant.

Based on the performance of the Pinon Canyon Plant and ongoing appraisal drilling success, the JV parties will also assess the potential for establishing additional processing facilities at multiple new locations to develop the extensive resources within the broader Galactica-Pegasus Project area. All production forecasts and commissioning timelines remain subject to final engineering, regulatory approvals, equipment availability and market conditions.

Stage 3: CO₂ Monetisation

CO₂ liquefaction at the Pinon Canyon Plant is targeted the June 2026 quarter subject to offtake arrangements.

The tie-in of the Jackson 27 well – which carries a very high CO₂ concentration of approximately 98.3% – is timed to coincide with the commencement of CO₂ sales, providing a significant additional revenue stream for the project.

The CO₂ liquefaction and trailer loading components will enable the Company to commercialise the substantial CO₂ resources within the acreage.

Beyond Galactica-Pegasus, the Company also plans to unlock new high-grade CO₂ discoveries at its Serenity prospect, where up to 20 further locations have been identified and mapped for targeted commercialisation.

Stage 4: Acreage-Wide Expansion

Following the successful development of helium producing assets at Galactica-Pegasus, the Company plans to pursue regional drilling across its broader Las Animas acreage, targeting new prospect developments and the installation of additional modular plants to complement and expand existing operations.

OUTLOOK

Over the June 2026 quarter, the Company's operational focus will be on completing the transition of the Pinon Canyon Plant to continuous 24/7 operations following final commissioning of automation, safety and remote monitoring systems. In parallel, the Company expects to commence CO₂ liquefaction and trailer loading, with the tie-in of Jackson 27 timed to coincide with the commencement of CO₂ sales.

The Company will continue to advance discussions with multiple US-based counterparties on long-term helium and CO₂ supply arrangements, with a view to converting current spot-based sales into more secure, longer-term offtake agreements that underpin sustained revenue as production scales.

CORPORATE

Capital Raising Activities

Non-Renounceable Entitlement Offer

The Entitlement Offer (announced December 2025) closed on 23 January 2026, with subscriptions of A\$1,063,708 received at A\$0.005 per share.

The Shortfall Offer comprising shares not applied for was subsequently incorporated into the March 2026 Placement structure.

A\$10.0 Million Institutional Placement

On 30 March 2026, the Company announced the completion of an oversubscribed institutional placement raising A\$10.0 million in gross proceeds via the issue of 1,666,666,667 new ordinary shares at A\$0.006 per share (Placement). The Placement received strong support from institutional, high net worth and existing shareholders, reflecting broad domestic and international interest.

The Placement was structured in two tranches:

- **Tranche 1:** 997,674,493 shares issued under the Shortfall Offer and existing ASX Listing Rule 7.1 capacity, raising A\$6.0 million; settled 7 April 2026 with shares quoted on 8 April 2026, and
- **Tranche 2:** 668,992,174 shares to be issued subject to shareholder approval at the Annual General Meeting on 29 May 2026, raising A\$4.0 million.

Proceeds from the Placement, together with existing cash, will be applied to the advancement of the Galactica and Pegasus projects and general working capital. Canaccord Genuity (Australia) Limited acted as Lead Manager and Bookrunner to the Placement, and Blackpeak Capital Pty Ltd acted as Corporate Advisor.

Managing Director and CEO, Trent Spry, said: *"This funding confirms the market's support for our immediate roadmap and allows us to focus on two key priorities: increasing Galactica output to meet current demand, and moving forward with the scheduled commencement of Pegasus."*

Options Exercised

During the quarter, the Company issued 37,143,000 new shares on the exercise of options at 0.6 cents each for total proceeds of \$228,858.

Cash and Funding

The Company closed the March 2026 quarter with cash of A\$0.880 million. Subsequent to quarter end, the Company received A\$6.0 million (before costs) in gross proceeds from the settlement of Tranche 1 of the Placement on 7 April 2026 (taking pro-forma cash to approximately A\$6.880 million), with a further A\$4.0 million from Tranche 2 expected following shareholder approval at the AGM on 29 May 2026.

TENEMENT TABLE

Tenements held at the end of the quarter and changes thereof. Project Name	Acreage held at the beginning of the Quarter	Acreage held at the end of the Quarter	Acreage acquired (disposed/lapsed)
Helium Project, Las Animas, Colorado, USA*	Circa 303,544 gross (186,042 net) acres	Circa 303,544 gross (186,153 net) acres	Circa acquired nil gross (110.71 net) acres

5B COMMENTARY

Description of Selected Items in Appendix 5B

Explanation of selected items in the accompanying Appendix 5B cash flow report is set out below.

Appendix 5B Reference		Commentary
1.2 (a)	Expensed exploration and evaluation costs	Expenditures associated delay rentals and G&G studies.
1.2 (c)	Payments for production	Expenditures associated with the production of company operated wells and the operation of the Pinon Canyon Plant site.
2.1 (b)	Payments to acquire tenements	Costs associated with the acquisition of helium leases in Colorado, USA including land manager fees.
2.1 (d)	Capitalised exploration and evaluation costs	Capitalised expenditures associated with exploration and evaluation of the Company's helium acreage in Colorado USA. Includes drilling, permitting, and facility construction costs.
6.1 and 6.2	Payments to Related Parties	Includes directors' fees and superannuation paid to directors.

The Board has authorised the release of this announcement to ASX.

For further information, please contact:

Trent Spry

Managing Director & CEO

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About Blue Star Helium:

Blue Star Helium Ltd (ASX: BNL) is an independent helium exploration and production company, headquartered in Australia, with operations and exploration in North America. Blue Star's strategy is to provide its shareholders with exposure to multiple high-value helium projects in North America. For further information please visit the Company's website at www.bluestarhelium.com

About Helium:

Helium is a unique industrial gas that exhibits characteristics both of a bulk, commodity gas and of a high value specialty gas and is considered a "high tech" strategic element. Due to its unique chemical and physical qualities, helium is a vital element in the manufacture of MRIs and semiconductors and is critical for fibre optic cable manufacturing, hard disc manufacturing and cooling, space exploration, rocketry, lifting and high-level science. There is no way of manufacturing helium artificially and most of the world's reserves have been derived as a by-product of the extraction of natural hydrocarbon gas.



Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Blue Star Helium Limited

ABN

75 009 230 835

Quarter ended ("current quarter")

31 March 2026

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	2	2
1.2	Payments for		
	(a) exploration & evaluation	(166)	(166)
	(b) development	-	-
	(c) production	(191)	(191)
	(d) staff costs	(508)	(508)
	(e) administration and corporate costs	(240)	(240)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	2	2
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(1,101)	(1,101)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements / leases	(1)	(1)
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(1,434)	(1,434)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements / leases	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (farmin share of well drilling costs)	-	-
2.6	Net cash from / (used in) investing activities	(1,435)	(1,435)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,734	1,734
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	235	235
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(84)	(84)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(631)	(631)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	1,254	1,254

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,165	2,165
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,101)	(1,101)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,435)	(1,435)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,254	1,254

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	(3)	(3)
4.6	Cash and cash equivalents at end of period	880	880

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	880	2,165
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (outstanding cheques)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	880	2,165

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	118
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
N/A		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,101)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,434)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(2,535)
8.4 Cash and cash equivalents at quarter end (item 4.6)	880
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	880
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.3
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: The second quarter will continue to see significant operating cash outflows however, with the Pinon Canyon facility installed and revenues from both Helium and CO2 beginning, outflows will abate quickly in the second half of the year.	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: On 30 March 2026, the Company announced the completion of an oversubscribed institutional placement raising A\$10.0 million in gross proceeds via the issue of 1,666,666,667 new ordinary shares at A\$0.006 per share (Placement). The placement will take place in two tranches. Tranche 1 includes the issuance of 997,674,493 shares raising A\$6.0 million; settled 7 April 2026. Tranche 2 includes the issuance of 668,992,174 shares to be issued subject to shareholder approval at the Annual General Meeting on 29 May 2026, raising A\$4.0 million	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

- Answer: Yes. With the completion of the capital raising and entitlement offer, commencement of helium production at Galactica, and expected first revenues, the Company expects to be able to meet its business objectives.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 April 2026

Authorised by: The Board

(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.