



16 July 2025

Drilling imminent at Zopkhito Sb-Au Project

- **Drilling Contracts signed and mobilisation imminent**
- **Camp refurbishment nearing completion and drilling platforms are underway**
- **Maiden drilling campaign scheduled to commence in July for a proposed 7,000-10,000m diamond drilling program**
- **Multiple geophysical surveys will be undertaken to assist with detecting extensions of the current foreign resource estimate (225Kt @ 11.6% Sb for a contained 26,000 tonnes of Sb and 7.1Mt @ 3.7g/t for 815,119oz of Au ^[1])**
- **Krakatoa Resources remains committed to:**
 - **Converting and expanding the current foreign resource estimate into a JORC standard mineral resource estimate**
 - **Undertaking a preliminary economic assessment on Zopkhito's mining license**

Krakatoa Resources Limited (**ASX: KTA**) ("**Krakatoa**" or "the **Company**") is pleased to provide an update on the planned work programs and drilling activities at the Zopkhito Sb-Au Project ("**Zopkhito**" or "the **Project**") located in Georgia, Eastern Europe. The Company has an exclusive option to acquire up to an 80% legal and beneficial interest in the granted mining license covering the Project (refer to ASX announcement dated 9th December 2024).

Krakatoa's CEO, Mark Major commented, *"Drilling contracts have been signed, and the 30-man camp refurbishment is nearing completion. After 10 years of limited use and no maintenance the camp reestablishment has been rather quick.*

We have two drilling companies; one a local drilling company will provide a small underground style drill rig which will be used to drill holes on small footprint drill pads and shallower angles to conventional diamond core drill rigs. They are expected to be at site very soon.

The second drill rig is a man portable rig specifically designed to operate in harder to access areas, such as steep slopes requiring a very small narrow drill footprint. This rig is currently in transit with the ship expected to arrive in Georgia later this month. The access tracks and drill pads are being prepared now."

[1] Cautionary statement: The foreign estimate and foreign exploration results in this announcement were first released by the Company in an announcement titled "Option to Acquire Major Antimony and Gold Project" on 9 December 2024 ("Announcement") and are not reported in accordance with the JORC Code 2012. A competent person has not done sufficient work to classify the foreign estimate as a Mineral Resource, or disclose the foreign exploration results, in accordance with the JORC Code 2012. It is uncertain that following evaluation and/or further exploration work the foreign estimate will be able to be reported in accordance with the JORC Code 2012, and it is possible that following further evaluation and/or exploration work that the confidence in the reported foreign exploration results may be reduced when reported under the JORC Code 2012. The Company confirms that the supporting information provided in the Announcement continues to apply and has not materially changed.



ASX Code
KTA

Capital Structure

775,134,025 Fully Paid Shares
80,000,000 Performance Rights
20,000,000 Options

Directors

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David Palumbo
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Photographs: (Top) Camp after initial clearing work. (Bottom) Stairs replaced at one of the many cabins.



Photographs: (Top) Small dozer cleaning the existing access tracks to the drill pads (Bottom Left) Excavator clearing the transported rubble over the old access track. (Bottom Right) Resultant clean access track.



Photograph *View of adit 35A showing area where a drill pad will be established.*

ABOUT ZOPKHITO

The Zopkhito Project covers an area of ~1,779 hectares in the northern part of Racha region in Georgia, a country which borders Eastern Europe and Asia and has Azerbaijan, Russia, Turkey and Armenia as neighbours.

The Project is situated ~170km from Kutaisi (second biggest town in Georgia), where rail infrastructure connects the western ports (Poti and Batumi) on the Black Sea. The closest town is a village called Ghebi, some 20km from site.

ANTIMONY

Antimony is a high value, highly strategic critical metal that is used in wide ranging industrial and military applications including solar panel production, lead alloying for car batteries, bearings, cable sheathing and tin alloys for solder used in electronics and plumbing. Antimony is used in semiconductors, electronics, glass, ceramics, pigments, plastic production, rubber vulcanisation, pharmaceuticals, brake pads, clutches, coatings, paints and universal flame retardants.

GEORGIA

Georgia is an investor-friendly nation strategically positioned as a trade gateway between Europe and Asia. With a population of 3.7 million, the country has achieved remarkable economic milestones.

In 2023, Georgia's GDP stood at USD 30.5 billion, with a GDP per capita of USD 8,210. The country demonstrated an average annual real GDP growth of 5.2% from 2012 to 2023, with a robust 7.5% growth rate in 2023 despite global economic challenges.

Georgia's commitment to economic openness is reflected in its position as:

- #7** globally for ease of doing business and protecting minority investors.
- #2** globally in starting a business.
- #12** globally in enforcing contracts.
- #1** globally in budget transparency¹.

Georgia provides duty-free access to a market of approximately 2.8 billion people through its network of free trade agreements (FTAs) and preferential trade regimes. Key agreements include:

- The Deep and Comprehensive Free Trade Agreement (DCFTA) with the EU.
- FTAs with China, Turkey, CIS countries, EFTA nations, and Hong Kong.
- GSP agreements with the USA, Canada, and Japan.
- Negotiations for FTAs with India and Israel are also underway.

With a simple and service-oriented customs policy, about 80% of goods imported into Georgia are exempt from tariffs, supporting its role as a regional trade hub.

END-

Authorised for release by the Board.

FOR FURTHER INFORMATION:

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Competent Person's Statements

The information in this announcement is based on and fairly represents information reviewed and compiled by Mark Major, Krakatoa Resources CEO, who is a Member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Krakatoa Resources. Mr Major has sufficient experience relevant to the styles of mineralisation and types of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Major consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Previously announced ASX material references and information relating to exploration results and Foreign Mineral Resource estimations are publicly available on the Company website and the ASX. The information in this presentation that relates to exploration results previously announced by the Company have been extracted from the Company's announcements to the ASX from 9 December 2024 to the 6 June 2025. The Company confirms that it is not aware of any new information that materially affects the information included in the original market announcements.

¹ <https://archive.doingbusiness.org/en/data/exploreconomies/georgia>

Forward Looking Statements

This document may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of the Company. Actual values, results or events may be materially different to those expressed or implied in this document. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. No representation is made that, in relation to the tenements the subject of this announcement, the Company has now or will at any time in the future develop resources or reserves within the meaning of the JORC Code 2012.

Any forward-looking statements in this document speak only at the date of issue of this document. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and, unless required by applicable law, the Company is not under any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.