

Albion to Divest Mongers Lake Project to Capricorn Metals

Albion Resources Limited (ASX: ALB) ("Albion" or "the Company") is pleased to advise that it has entered into a binding agreement with Capricorn Metals Limited (ASX: CMM) ("Capricorn") for the sale of its Mongers Lake Project, located in the Murchison region of Western Australia.

Transaction Highlights

- **Albion Resources** has entered into a binding **agreement** for the **sale of its Mongers Lake Project to Capricorn Metals (ASX: CMM)**
- The upfront transaction consideration is **A\$1.5 million, comprising:**
 - **A\$100,000 non-refundable cash deposit on signing.**
 - **A further A\$1.4 million on Completion**, payable in cash or Capricorn shares (at Capricorn's election).
- **Contingent milestone payments of up to A\$1.5 million include:**
 - **A\$750,000** upon Capricorn announcing a **JORC-compliant Mineral Resource Estimate >75,000oz gold.**
 - **A\$750,000** upon Capricorn announcing a **Board decision to commence a standalone mining operation** on the Mongers Lake Project.
- **Albion is well funded to focus on its Yandal West Gold Project** where it recently announced near-surface high grade gold hits including 11m @ 20.0g/t gold from 17m.

Albion CEO, **Peter Goh**, said:

"The sale of Mongers Lake to Capricorn delivers a strong outcome for Albion shareholders, providing upfront cash and meaningful upside through future success-based milestone payments. This transaction is consistent with our strategy to focus on unlocking value at our Yandal West Project, where we are actively drilling and building momentum on multiple high-grade gold targets. We are pleased to have reached agreement with a high-quality counterparty in Capricorn and look forward to watching them progress the asset in due course."

Agreement Terms

The total transaction consideration is A\$1.5 million, comprising:

- **A\$100,000 cash deposit** on execution of the agreement.
- **A\$1.4 million** payable on Completion in **cash or CMM shares**, at Capricorn's election, based on a 20-day VWAP prior to Completion.

Completion is subject to standard conditions precedent including ASX and Ministerial approvals, third-party consents, and documentation and is expected to occur in August 2025.

Albion will retain exposure to future upside through contingent milestone payments of up to A\$1.5 million, including:

- A\$750,000 in cash on Capricorn declaring a **>75koz JORC Mineral Resource**
- A\$750,000 in cash on Capricorn declaring a **Board decision to commence a standalone mining operation**

Strategic Rationale

The sale of Mongers Lake reflects Albion's disciplined approach to capital allocation and asset management. With the Company's core focus on high-grade gold at Yandal West, this transaction delivers upfront funding and success-based upside, while eliminating holding costs and future obligations at Mongers Lake.

About the Mongers Lake Project

The Mongers Lake Project comprises **two granted exploration licences** — E59/2576 and E59/2641 — strategically located ~30 km northwest of Capricorn's **Mt Gibson Gold Project**.

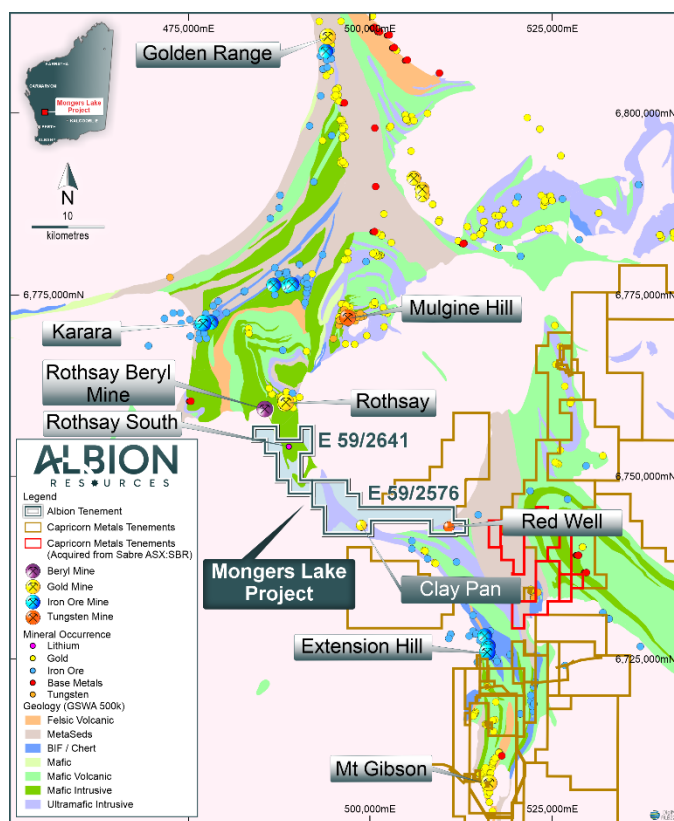


Figure 1 Location of the Mongers Lake Project

This release is authorised by the Board of Albion Resources Limited.

For further information please contact:

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Compliance Statement

With reference to previously reported Exploration Results, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.