



DALLAGLIO MINING

Trading Update for the First Quarter (FY2026)

Padenga Head Office
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Padenga Holdings Limited (the Group) is pleased to issue its trading update for the first quarter ended 31 March 2026.

Trading Environment

During the first quarter under review, the Group operated in a stable macroeconomic environment characterized by tight monetary policy and improved fiscal discipline. The Group's financial performance continued to benefit from rising gold prices. A notable change was the introduction of the sliding scale royalty system under which a 10% royalty is applied to gold sold at US\$5 000 per ounce and above (up from a flat 5%).

OPERATIONAL PERFORMANCE

Mining Operations

Gold production for the quarter totalled 696.7 kgs, representing a 13% increase from 618.9 kgs in the comparable prior period. This growth was primarily driven by higher average mill feed grades across both Eureka and Pickstone operations.

The gold spot price rose markedly, averaging US\$4,875 per ounce during the period compared to US\$2,887 in the prior year, underpinning strong revenue growth. The upward price trend was supported by heightened investor demand amid increased global economic uncertainty, as well as continued strong purchases by central banks.

Padenga Agribusiness Operations

Skin sales over the period of 17,667 skins were 172% above the 6,495 skins sold over the same period last year. This was mainly attributable to the sale of excess skins carried over from the prior year harvest arising from the right sizing exercise. These were sold at a discount to move volumes.

MARKET OUTLOOK

Mining Operations

A robust financial performance is expected through to year end for Dallaglio, supported by stable and consistent production at the Eureka Mine, improving ore hoisting performance at Pickstone Mine, and a favourable gold price outlook that remains at elevated levels.

The Gravity Upgrade Project at Eureka mine remains on track for commissioning in the second quarter of 2026, within the approved budget. Once completed, the initiative will drive overall processing plant recovery and deliver improved cost efficiencies in the Carbon-In-Leach section of the plant.

The Dallaglio Board has approved a project to upgrade cyclone clusters at Eureka, with the objective of increasing milling circuit capacity. The project is currently in the procurement phase, with installation and commissioning targeted for the fourth quarter of 2026.

The Eureka solar power project achieved first power in April 2026 following completion of 33kV line and high voltage tie in works. Ramp up to the full 5MW capacity is underway and expected before the end of Q2 2026.

At Pickstone Peerless Mine, the strategic focus remains on diamond drilling and mine development aimed at expanding reserves, sustaining consistent ore hoisting, and informing future capital investment decisions. Exploration diamond drilling will prioritise confirming the orebody at Concession Hill and establishing depth continuity of the reef below the Peerless open pit.

Padenga Agribusiness Operations

The Agribusiness division is continuing its efforts to maximise returns on the reduced volumes under depressed market conditions and is forecasting to return to positive returns in the short to medium term.

By order of the Board

AD Lorimer
Company Secretary
14 May 2026



PADENGA AGRIBUSINESS