Letter to Shareholders and Operations Update

Dear Shareholders,

Over the past twelve months the Company has strived to achieve four things:

- put higher-confidence ounces behind the Monument Gold Project in the Laverton Goldfields;
- show that mineralisation at Monument extends beyond the current resource envelope;
- take full control of our Botswana copper-silver portfolio and get it back on the ground; and
- advance rare earth elements at the Pimenta Project in Brazil.

Verity has delivered on all four points.

It has been a difficult market for junior explorers, and we want to thank shareholders for supporting us through it. This letter outlines what was delivered.

Monument: A Higher-Confidence Resource

Monument, in the Laverton Goldfields of Western Australia, remains our flagship. We completed over 11,000m of reverse circulation and diamond drilling across the Korong and Waihi deposits in two phases. Alongside that work, approximately 16,000m of historical drilling was validated to JORC (2012) standards.

That work allowed us to report, on 12 May 2026, Monument's maiden Indicated Mineral Resource[1]. The updated estimate comprises:

- **Indicated:** 1.18Mt @ 1.75g/t Au for 66,200oz
- **Inferred:** 1.32Mt @ 1.69g/t Au for 71,500oz
- **Total:** 2.5Mt @ 1.72g/t Au for 137,700oz

This is an upgrade in confidence and in grade. Almost half of the resource now sits in the Indicated category, and the average grade is approximately 20% higher than the 2021 estimate. For the first time, the estimate also includes an underground component of 1.37Mt @ 1.75g/t Au for 77,100oz in fresh rock beneath the open pit shells, alongside 1.12Mt @ 1.68g/t Au for 60,600oz within the optimised open pit shells.

Metallurgical testwork has also been encouraging. Korong composites returned recoveries averaging 92.75%[2], and Waihi recoveries reached approximately 97% within 24 hours[3], with meaningful gravity-recoverable gold and low reagent consumption at both deposits. These results support a conventional gravity and cyanide leach flowsheet. The mining lease application M39/1189 covering Korong and Waihi is in progress[4] (see Warden's Court Proceedings and Tenement Amalgamations below).

[1] ASX Release 12 May 2026, *"Maiden Indicated Resource Declared at Monument Gold Project"*.
[2] ASX Release 23 January 2026, *"Exceptional Gold Met Recoveries Average 92.75% at Korong MRE"*.
[3] ASX Release 4 June 2026, *"97% Gold Recovery at Waihi Deposit"*.
[4] ASX Release 30 September 2026, *"2026 Annual Report"*.

Extending the Mineralised System

The resource is only part of the picture. Step-out drilling reported in March 2026 confirmed gold-bearing banded iron formation (**BIF**) over more than 1,400m of strike at Korong, compared with approximately 900m within the resource envelope. At Waihi, anomalous strike was extended from around 150m to more than 800m. Diamond drilling also intersected mineralisation approximately 200m below the base of the Korong resource. Mineralisation at both deposits remains open[5].

Regional drilling has since confirmed gold across approximately 7km of the Monument trend, from Korong in the south to Perseverance in the north[6]. In July 2026, aircore drilling confirmed gold mineralisation at the A4, A1 and Perseverance prospects along a 9km BIF corridor[7]. Monument hosts approximately 20km of prospective BIF strike, and only a small part of it has been systematically drilled.

Gum Well: A New Intrusive Target

In January 2026 we were granted Exploration Licence E39/2558 at Gum Well. The licence covers approximately 210km² and takes our contiguous Monument landholding to approximately 405km²[8].

First-pass soil sampling at Gum Well, reported in July 2026, defined a coherent gold-in-soil anomaly over approximately 1.1km of strike, with values up to 64ppb Au. The anomaly is coincident with a magnetic feature, remains open to the north and south, and sits close to earlier rock chip sampling that returned 779ppm copper and 1.2ppm tellurium, about ten times background, from an outcropping intrusive[9]. Together these features point to an intrusion-related gold target, a different style of mineralisation from the BIF-hosted deposits at Korong and Waihi. It gives us a second exploration front at Monument, alongside soil anomalies at McKenzie Well, Star Well and the Korong Syenite.

Botswana: 100% Ownership and Approval to Start Pitting

In October 2025 Verity exercised its pre-emptive right to acquire the 34% joint venture interest held by BCL Investments[10]. The acquisition completed on 3 December 2025[11], and the Company now holds 100% of its Botswana portfolio through its subsidiary, African Metals (Pty) Ltd (**African Metals**). For a modest cash consideration, we have consolidated full control of the Airstrip and Dibete copper-silver prospects and the Maibele North nickel-copper-PGE deposit, which hosts a JORC (2012) Inferred Mineral Resource of 2.4Mt @ 0.72% Ni and 0.21% Cu, with associated PGEs, cobalt and gold[12]. Holding 100% gives us the flexibility to decide how best to unlock value from these assets.

The portfolio now covers approximately 2,868km² in the Limpopo Mobile Belt of eastern Botswana. In August 2026 four key prospecting licences were renewed for a further two years, securing tenure over Airstrip, Dibete and Maibele North[13]. We also appointed Mr Paul Lemmon as Competent Person for Botswana[14].

On 16 November 2026 we announced that African Metals has received approval from the Botswana Department of Mines to excavate exploration pits at Airstrip and Dibete[15]. Two pits are planned to be dug to a depth of 10m in two 5m benches, providing up to approximately 100 tonnes of oxidised material. The pits

[5] ASX Release 18 March 2026, *"Step Out Drilling Doubles Mineralised Strike Over MRE Areas"*.
[6] ASX Release 23 March 2026, *"Regional Drilling Confirms Gold Across 7km of Monument Trend"*.
[7] ASX Release 30 July 2026, *"Gold Confirmed Along 9km BIF Corridor at Monument"*.
[8] ASX Release 5 January 2026, *"Key Tenement Grant 100% Increases Monument Gold Project Area"*.
[9] ASX Release 7 July 2026, *"New Gold Intrusive Target at Monument Project, Laverton"*.
[10] ASX Release 13 October 2025, *"Verity Takes 100% Ownership of Copper-Silver JV Projects"*.
[11] ASX Release 3 December 2025, *"Strategic Acquisition to 100% Ownership of Copper-Silver Assets Complete"*.
[12] ASX Release 28 April 2015, *"Maiden Inferred Resource for Maibele North"*.
[13] ASX Release 26 August 2026, *"Botswana Prospecting Licences Renewed Over Copper-Silver Projects"*.
[14] ASX Release 25 May 2026, *"Botswana Critical Metals Portfolio Exploration Update"*.
[15] ASX Release 16 November 2026, *"Department of Mines Approves Exploration Pits at Airstrip and Dibete Copper-Silver Prospects"*.

will let us see the near-surface mineralisation exposed in the walls and floor rather than inferring it from drill holes. They will map the structures that control the high-grade shoots, carry out systematic channel and bench sampling, and collect bulk material for metallurgical and mineralogical testwork on the oxide and supergene copper.

For context, previously reported drilling at Airstrip returned:

- **11m @ 7.63% Cu, 462g/t Ag from 52m** (ACRC003) – including ***3m @ 22.74% Cu, 1,379g/t Ag***[16]

and at Dibete:

- **25m @ 2.17% Cu, 77g/t Ag from 27m** (DBRC124)[17]

How the near-surface material responds to processing will be a key input into deciding the next phase of work in Botswana.

Brazil: Rare Earths at Pimenta

At the Pimenta Project in Minas Gerais, where Verity holds a 70% interest, our maiden 38-hole auger program confirmed widespread near-surface rare earth element (**REE**) mineralisation within an airborne radiometric trend of more than 20km[18]. Intercepts from surface included:

- **4m @ 2,683ppm TREO** with 26% MREO
- **5m @ 2,250ppm TREO** with 26% MREO
- **7m @ 2,193ppm TREO** with 28% MREO

The mineralisation is hosted in allanite-rich granite and its weathered profile, and gallium was also intersected, including **4m @ 62ppm Ga_2O_3**. These results give us a defined area to follow up as we consider the next phase of work at Pimenta.

Warden's Court Proceedings and Tenement Amalgamations

Verity's wholly owned subsidiary, Monument Exploration Pty Ltd (**Monument**), has been informed that amalgamation applications (AM0664760 and AM0664759) will progress towards final determination. Prospecting licence applications P39/6390–6399 lodged by Camin Resources Pty Ltd (**Camin**) are now showing on the Tenement Register as dead for being invalid applications. The Minister declined a submission by Camin to refuse the amalgamation applications. The Department has subsequently confirmed that the amalgamation applications have been referred for native title processing for finalisation of the amalgamation.

Separately, Mr Devin McLevie, the sole director of Camin, who became a Verity shareholder in February 2026, lodged applications seeking forfeiture of Monument exploration licences E39/1846, E39/2139 and E39/2024, objections to expenditure exemption applications relating to E39/1846 and E39/2024, and an objection to Monument's mining lease application M39/1189. These applications and objections were disclosed in the Company's 2026 Annual Report. At a Warden's Court hearing on 17 November 2026, the Warden ordered that the mining lease objection, expenditure exemption proceedings and forfeiture applications be heard together. A further mention hearing is scheduled for 27 November 2026 to make further programming orders and list hearing dates in 2027.

Monument Exploration is actively defending the proceedings and progressing its tenure applications. The Company is focused on the continued advancement of the Korong and Waihi deposits subject to the grant of

[16] ASX Release 22 September 2010, *"Update Drilling on Airstrip Copper and Dibete Prospects"*.
[17] ASX Release 16 November 2017, *"Thick High-Grade Copper and Silver – Initial Holes at Dibete"*.
[18] ASX Release 16 October 2025, *"Drilling Confirms Widespread REE at Pimenta Project, Brazil"*.

mining lease application M39/1189. The Warden will conduct a hearing and make recommendations to the Minister regarding issuing certificates of exemption, the forfeiture of the exploration licences, and the grant of M39/1189. The Minister is the ultimate decision maker and will have the following options:

1) to grant certificates of exemption or not in respect of E39/1846 and E39/2024;
2) to determine the applications for forfeiture affecting E39/1846, E39/2139 and E39/2024 by either imposing no penalty, imposing a fine, or forfeiting; and
3) granting or refusing mining lease application M39/1189.

If certificates of exemption are granted for E39/1846 and E39/2024 the forfeiture proceedings cannot progress and there can be no forfeiture of those two tenements.

E39/1846 and E39/2024 host the Company's Korong and Waihi deposits, and the Board has kept the proceedings under review since the applications for forfeiture were lodged. In forming its view of the proceedings, the Board has had regard to the exploration expenditure incurred on the licences, the exemption applications lodged for E39/1846 and E39/2024, the range of outcomes open to the Minister, which include no penalty or a fine, and the fact that no substantive hearing has yet taken place. Having regard to those matters, the Board considers the likelihood of forfeiture of any of the licences to be low. The Board will continue to review that assessment as the proceedings progress, and the Company will keep the market informed in accordance with its continuous disclosure obligations.

The outcome and timing of the proceedings and of the amalgamation applications are outside the Company's control.

Looking Ahead

Our priorities for the coming period are to:

- excavate, map and sample the Airstrip and Dibete exploration pits and progress metallurgical testwork on the bulk material;
- advance the Korong-Waihi mining lease application and defend Monument Exploration's tenure in the Warden's Court proceedings;
- follow up the Gum Well intrusive target and the wider BIF corridor at Monument; and
- review the next steps for Pimenta.

The timing of this work depends on funding, approvals and results. Verity holds a higher-confidence gold resource with demonstrated metallurgy and room to grow, a 100%-owned copper-silver portfolio that is now cleared to go back on the ground, and a rare earths position in Brazil. The Board believes this gives the Company a solid base for the year ahead.

Thank you to our shareholders for your continued support.

Yours sincerely,

Patrick Volpe
Director and Company Secretary
For and on behalf of the Board of Directors
Verity Resources Limited

For further information, please contact:

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About Verity Resources

Verity Resources is an ASX-listed explorer building a portfolio of gold and critical metals assets across Western Australia, Botswana and Brazil.

The Company owns 100% of the **Monument Gold Project** near Laverton in Western Australia, which hosts a JORC (2012) Mineral Resource Estimate of 2.5Mt @ 1.72g/t Au for 137,700oz, comprising 1.18Mt @ 1.75g/t Au for 66,200oz Indicated and 1.32Mt @ 1.69g/t Au for 71,500oz Inferred. Monument sits within one of Australia's most productive gold districts, in a region with established processing infrastructure. Refer to the ASX announcement of 12 May 2026, *"Maiden Indicated Resource Declared at Monument Gold Project"*, for further information.

In **Botswana**, Verity holds 100% of a 2,868km² copper-silver and nickel-copper-PGE portfolio in the Limpopo Mobile Belt — a stable, mining-friendly jurisdiction hosting the Selebi-Phikwe and Musina districts. Drilling at the Airstrip and Dibete prospects has returned high-grade copper-silver mineralisation. The Maibele North deposit hosts a JORC (2012) Inferred Mineral Resource of 2.4Mt @ 0.72% Ni and 0.21% Cu, with associated PGEs, cobalt and gold. Refer to the ASX announcement of *28 April 2015 "Maiden Inferred Resource for Maibele North",* for further information.

In **Brazil**, Verity holds a critical metals portfolio through joint venture, spanning rare earth elements, lithium, gold, and base and precious metals, with licences in the "Lithium Valley" and at Poços de Caldas in Minas Gerais. The Company also owns 70% of the Pimenta Project, a large-scale REE opportunity in eastern Minas Gerais.

Verity Resources InvestorHub

We encourage you to go to our InvestorHub for any enquiries regarding this announcement or other investor news from Verity Resources. This platform offers an opportunity to submit questions and stay up to date on shareholder news, reports, presentations and more. To access the Verity Resources InvestorHub visit https://verityresources.com.au/.

Previously Reported Information

This announcement contains no new Exploration Results or Mineral Resource estimates. The Exploration Results and Mineral Resources referred to in this announcement were originally reported in the ASX announcements referenced in the footnotes and in the Reference to Previous Announcements below. In relying on those announcements and pursuant to ASX Listing Rule 5.23, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements. Certain Airstrip and Dibete results were first reported under the 2004 Edition of the JORC Code and have not been updated to comply with the 2012 Edition, on the basis that the information has not materially changed since it was last reported.

Cautionary Statement

The exploration pits and bulk sampling referred to in this announcement are exploration activities. No Mineral Resource or Ore Reserve has been estimated for the Airstrip or Dibete prospects, and the Company has not made a decision to mine. Material excavated from the pits is for geological, sampling and testwork purposes only.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning the Company's mineral properties, planned exploration program(s) and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may," "potential," "should," and

similar expressions are forward looking statements. All such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, which could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake 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.

Reference to Previous Announcements

- ASX Release 16 November 2026 *"Department of Mines Approves Exploration Pits at Airstrip and Dibete Copper-Silver Prospects"*
- ASX Release 30 October 2026 *"Quarterly Activities/Appendix 5B Cash Flow Report"*
- ASX Release 30 September 2026 *"2026 Annual Report"*
- ASX Release 26 August 2026 *"Botswana Prospecting Licences Renewed Over Copper-Silver Projects"*
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- ASX Release 29 January 2026 *"Quarterly Activities/Appendix 5B Cash Flow Report"*
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