Company Snapshot

Macarthur Minerals Ltd (ASX:MIO)

(Backed by) WA iron ore royalty

Macarthur Minerals Ltd (Macarthur) is developing the Lake Giles Iron Project in Western Australia (Lake Giles) and is targeting the commencement of bulk sampling activities at the Ularring Hematite Project (Ularring), part of Lake Giles, in Q1-2027.

Bulk sampling is the first step towards commercial mining at Ularring under a Right to Mine agreement with Destec and Gold Valley (the Agreement).

Ularring Agreement acts as a royalty for Macarthur

Originally signed in June 2024, the Agreement was intended to use ore from Ularring to blend with fines from Gold Valley's Wiluna West Iron Ore Project.

In June 2026, Gold Valley assigned half their interest in the Agreement to Destec, a WA-based mining contractor and effective 15% shareholder in Macarthur, that is owned by Steve Wyatt, a co-founder of Mineral Resources (ASX:MIN). The JV between Destec and Gold Valley validates the quality of the Ularring asset and substantially improves the likelihood of production being reached.

No costs are payable by Macarthur to maintain or develop the asset, and the effective 'royalty' rates are A$5/t on the first 2Mt of ore, and A$1/t thereafter. This is in addition to the A$750k in upfront payments already received. Refer to Figure 1 for more details on the consideration received and receivable by Macarthur.

The bulk sampling program will support project and product evaluation work at Ularring to determine the best location for small-scale (2Mtpa) mining to begin. The current Ularring resource is ~ 80Mt @ 46% Fe, but bulk sampling will target the high-grade, near-surface sections of the deposit that contain ~ 6Mt @ 60% Fe.

All approvals are in place to commence 2Mtpa mining at Ularring, plus road haulage Kalgoorlie and rail to the Port of Esperance.

Ularring funds may support development of 1.3Bt magnetite asset

Macarthur's largest asset, that is also part of Lake Giles, is the 1.3Bt @ 30.1% Fe Moonshine Magnetite Project.

An NI 43-101 Feasibility Study was completed in April 2022, considering a 3mtpa, 66% Fe magnetite concentrate operation across a 25-year mine life.

However, as with multiple large-scale magnetite projects in Australia, the project economics will make production (in the form considered in the Feasibility Study) unlikely in the current iron ore price environment.

GBA takeaway

Macarthur is effectively an iron ore royalty company and, at a $9m market cap, is trading at a discount to NAV.

We await the commencement of mining at Ularring and the hitting of 1Mt and 2Mt production milestones within the next 18 months.

"Company Snapshot" provides commentary about stocks, themes and investment ideas beyond our formal research coverage. It contains no unpublished Recommendations or Price Targets.

17 November 2026

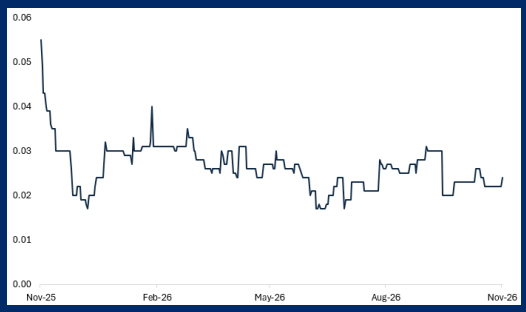
CAPITAL STRUCTURE

Share Price	*A$/sh.*	0.024
Shares on Issue	*#m*	379.8
Market Capitalisation	*A$m*	9.1
Cash (30 June 2026)	*A$m*	0.6
Avg. Daily Volume (3mth)	*#m*	0.05
12mth SP Performance	*%*	(56%)

Cameron McCall
- Executive Chairman and CEO

Nigel Jones
- Non-Executive Director

Alan Phillips
- Non-Executive Director



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Amount	Milestone
A$250,000	Upon the signing of the Term Sheet on 13 June 2024
A$250,000	On 30 September 2024
A$250,000	On 31 December 2024
A$5,000,000	Upon the extraction and sale of 1,000,000 dry metric tonnes (**dmt**) of Direct Shipping Ore (**DSO**) from Ularring
A$5,000,000	Upon the extraction and sale of an additional 1m dmt of DSO from Ularring
A$1.00/dmt	Royalty for all additional dmt mined beyond the initial 2m dmt

Figure 1: Consideration receivable by Macarthur under the Ularring Agreement. Source: Company

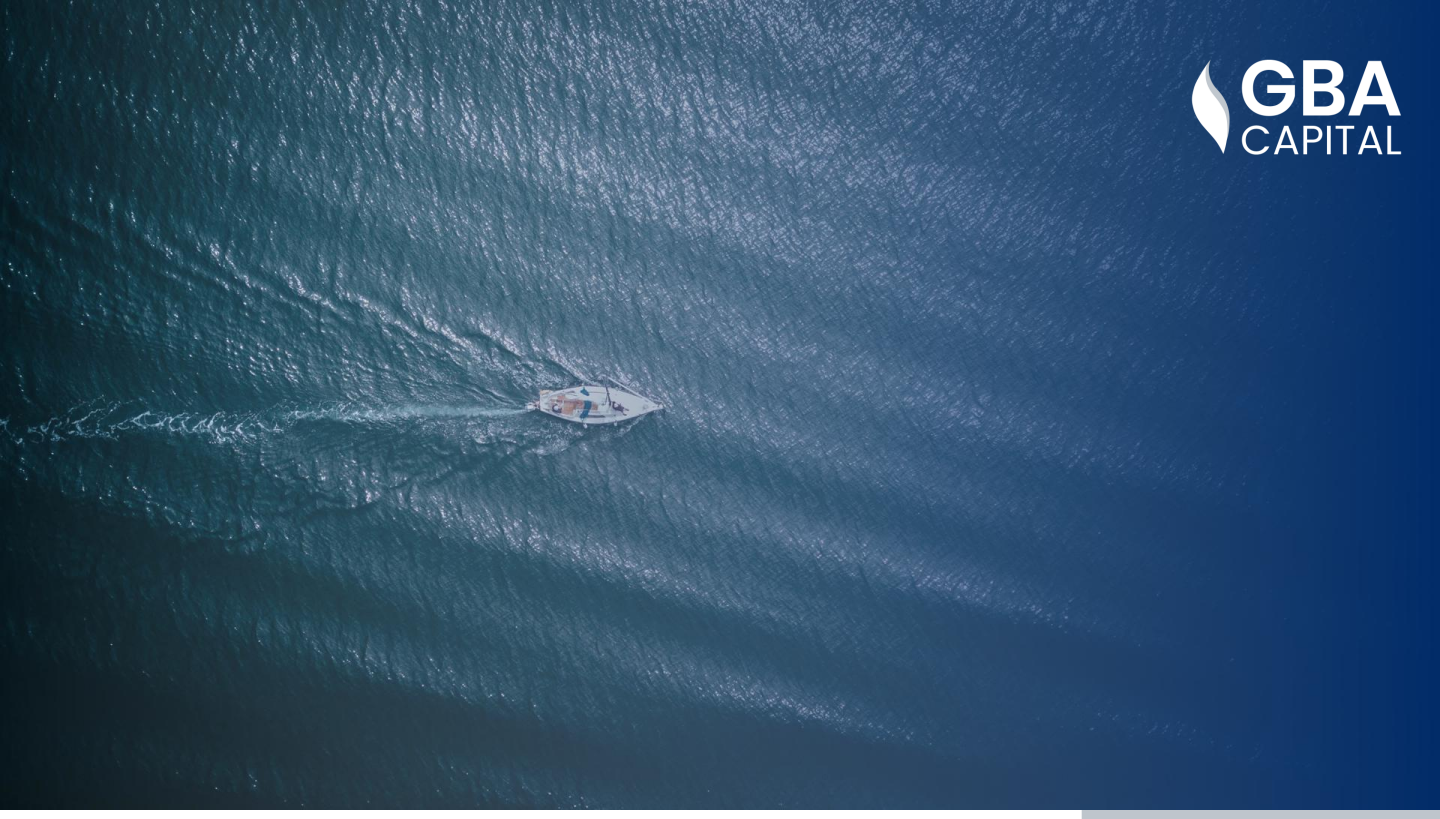


Figure 2: Location of Lake Giles Iron Project. Source: Company





Figure 3: Destec's 500tpa mobile crushing unit and crusher; mobilisation to Ularring is expected before the end of 2026. Source: Company



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