EUROZ HARTLEYS

DRILL RESULTS | PUBLISHED ON 18 AUGUST 2025

RXL | Quick Comment | Drill results or discovery?

RXL.ASX | ROX RESOURCES | MATERIALS | GOLD

PRICE	TARGET PRICE	RECOMMENDATION
0.31/sh	**0.59/sh** (UNDER REVIEW)	**SPECULATIVE BUY**

Event

One of the highest grade undeveloped gold projects in Australia continues to find more high grade gold outside the current 2.2Moz @ 5.6g/t Au MRE.

Results at Bunker and Midway follow up on an IP survey completed in 2023 where semi-massive pyrite and quartz veining were noted.

We think this is significant for one reason.; the similarity between the mineralisation style at these zones, and the RMS Penny deposit (discovery hole 14m @ 14g/t Au) which is located just 30km to the South of RXL's Youanmi Project, along the same fault.

Results below;

- 5.3m @ 6.3g/t Au from 84m (Bunker)
- 4.1m @ 14.8g/t Au from 330m (Midway)

Additionally, a structural hole drilled at the Currens prospect has intercepted 3m @ 19g/t Au form 57m. Could this be another discovery?

Impact

Today's results point to the upside at this project, with the company focused on development of the Youanmi mine. These new 'targets' are easily drilled from the existing underground development at Youanmi (where a flooded decline extends to 600m from surface and rehab of the underground is set to begin this half).

The presence of pyrite could also support other targeting methods, like EM - but it is too early to tell and the company has reiterated its focus on completing the development studies for the DFS expected in Q4 CY25.

Action

As high-grade, near surface underground ore-reserves are depleted in Australia, we see opportunity in stories like RXL to stand out because of it's grade and uniquely, the existing development down to 600m (which just needs to be stripped, which is half the cost of full face boring, and nearly twice as fast).

Jumbos are expected on site in SepQ, and underground development will focus on exploration drives from which grade control drilling will be completed at 15m spacing (effectively taking initial production to a grade control level).

We believe management have a score card to deliver this project, with WGX an example of what MD Phill Wilding can do (Mr Wilding being the former COO of WGX contributing to its explosive growth from 2020 on).

We think RXL is an opportunity for beta, maintaining our Speculative Buy recommendation and PT of $0.59/sh with the company a target for underground operators whose margins are being squeezed by increasing depth (and reserve grades decreasing).

Catalysts

Drill results (every 2-3 weeks); Dewatering (ongoing); UG mining/rehab contract award (Sept); Reserves/DFS (Q2 FY26); Final Albion metallurgical test work (Q1 FY26); Gold price; M&A (noting its just 30km away from RMS Penny)

Analyst

Kyle De Souza
kdesouza@eurozhartleys.com

Personal disclosures

We hereby certify that all of the views expressed in this report accurately reflect our personal views about the subject company or companies and its or their securities, and we are not in possession of, nor does this Research contain any inside information.

No part of our compensation was, is or will be directly or indirectly, related to the specific recommendations or views expressed by the authoring Analyst in this research, nor has there been any adverse or undue influence on the Analyst in the preparation of this report.

Company disclosures

The companies and securities mentioned in this report, include:

Rox Resources (RXL.ASX) | Price 0.31 | Target price 0.59 | Recommendation Speculative Buy;

Price, target price and rating as at 18 August 2025 (not covered)*

Additional disclosures

Euroz Hartleys declares that it has acted as underwriter to, and/or arranged an equity issue in, and/or been engaged in a capital raising during the last year. Euroz Hartleys has received a fee for these services from: Rox Resources (RXL.ASX)

Other disclosures, disclaimers and certificates

Disclaimer & Disclosure

Euroz Hartleys Limited, and their associates declare that they deal in securities as part of their securities business and consequently may have an interest in the securities recommended herein (if any). This may include providing equity capital market services to the issuing company, hold a position in the securities, trading as principal or agent and as such may effect transactions not consistent with the recommendation (if any) in this report.

You should not act on any recommendation issued by Euroz Hartleys Limited without first consulting your investment adviser in order to ascertain whether the recommendation (if any) is appropriate, having regard to your objectives, financial situation and needs. Nothing in this report shall be construed as a solicitation to buy or sell a security, or to engage in or refrain from engaging in any transaction.

Euroz Hartleys Limited believes that the information and advice contained herein is correct at the time of compilation, however we make no representation or warranty that it is accurate, complete, reliable or up to date, nor do we accept any obligation to correct or update the opinions in it. The opinions expressed are subject to change without notice. No member of Euroz Hartleys Limited accepts any liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this material.

We cannot guarantee that the integrity of this communication has been maintained, is free from errors, virus interception or interference. The author of this publication, Euroz Hartleys Limited, it's directors and their associates from time to time may hold shares in the security/securities mentioned in this Research document and therefore may benefit from any increase in the price of those securities. Euroz Hartleys Limited, and its Advisers may earn brokerage, fees, commissions, other benefits or advantages as a result of transactions arising from any advice mentioned in publications to clients.

This research report is the product of Euroz Hartleys. This research is not intended for use by any U.S. person that does not qualify as a Major U.S. Institutional Investor (as defined in SEC Rule 15a-6). The analysts who prepare Euroz Hartleys' reports are employees of Euroz Hartleys, reside outside the United States and are not associated with an SEC-registered broker-dealer. As a result, such analysts are not subject to FINRA Rule 2241 or to SEC Regulation AC which, among other things, restrict a research analyst's public appearances, personal securities trading and communications with subject companies.

Research Analysts

Gavin Allen, Executive Director & Head of Research | +618 9488 1413 | gallen@eurozhartleys.com

Trent Barnett, Senior Analyst | +618 9268 3052 | tbarnett@eurozhartleys.com

Mike Millikan, Senior Analyst | +618 9268 2805 | mmillikan@eurozhartleys.com

Michael Scantlebury, Resources Analyst | +618 9268 2837 | mscantlebury@eurozhartleys.com

Steven Clark, Resources Analyst | +618 9488 1430 | sclark@eurozhartleys.com

Kyle De Souza, Resources Analyst | +618 9488 1427 | kdesouza@eurozhartleys.com

Declan Bonnick, Research Analyst | +618 9488 1481 | dbonnick@eurozhartleys.com

Seth Lizee, Research Analyst | +618 9488 1414 | slizee@eurozhartleys.com

Oliver Porter, Research Analyst | +618 9488 1429 | oporter@eurozhartleys.com

Ben Ledger, Associate Research Analyst | +618 9268 2834 | bledger@eurozhartleys.com