COMPANY UPDATE

COBRE LTD LIMITED (CBE.ASX)

CATALYST RICH, CAPITAL LIGHT COPPER EXPLORATION

** This note does not constitute Financial Advice nor a recommendation **

Information Note

Company details as of 19/11/25

Share Price: $0.10
Shares on Issue: 508,389,952
Market Cap: $50.8m

Cash: ≈ $9m (post-raise)
Debt: nil
EV: ≈$41m
52wk H: $0.105
52wk L: $0.028

Major Shareholders (as at 09/09/25)

Strata Investment Holdings – 16.36%

Mitchell Family Investments 3.36%

Holland International – 3.1%

Top 20 – 50.11%

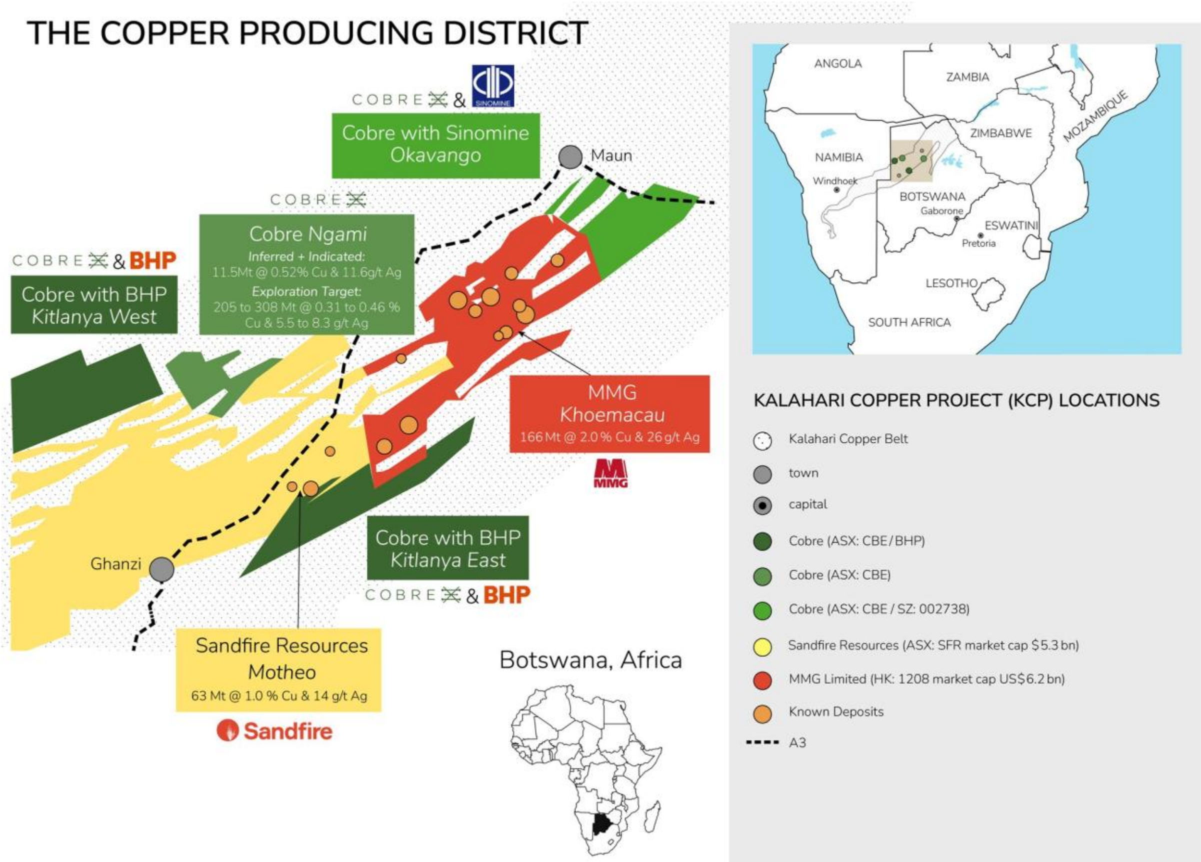
Company Overview

Cobre Ltd (ASX: CBE) controls the second-largest tenement package in the Kalahari Copper Belt, spanning over 5,300 square kilometres across four projects: **Kitlanya East and West** (basin-margin focus), **Okavango** (strategic drilling adjacent to MMG), and **Ngami** (development-ready using in-situ Copper recovery (ISCR) method similar to Taseko Mines TKO.TO Florence Copper ISCR project). The company's capital-light strategy emphasizes partnerships to fund exploration and minimize dilution, having secured US$25M from BHP and $3M from Sinomine along with over A$2.5 million in non-dilutive funding through grants, operator fees, research collaborations, and neighbour agreements. This approach positions Cobre to leverage major partners while retaining upside exposure**.**

17/11 STRATEGIC INVESTOR TO ACCELERATE EXPLORATION & DEVELOPMENT

- Tribeca to invest $4.0m at $0.10/share, representing an 11.4% premium to the 10-day VWAP.
- Tribeca as a strategic shareholder, is investing these funds to commence well-field development and further exploration on the Ngami ISCR project.
- Tribeca appointed as strategic advisor to advise Cobre on its copper offtake and debt funding requirements for the Ngami ISCR project.

Projects Overview



Summary

	Ngami (NCP)	Okavango (OCP)	Kitlanya West	Kitlanya East
Project Size	727km2	1,362km2	1,900km2	1,359km2
Ownership	Cobre to retain 100% and full upside	**Sinomine**: Up to $3M equity stake in CBE with an option to acquire 70% at the project level for A$7M (Cobre carried to PFS)	**BHP**: earn-in US$25M (~A$40M) for 75% (Cobre carried to mine decision, operator)	**BHP**: BHP earn-in US$25M (~A$40M) for 75% (Cobre carried to mine decision, operator)
Project Stage	Development – 20,000m DD. Drilling in progress. MRE. EIA scope approved, Scoping study completed. Metallurgical and hydrogeological work completed, Demonstration plant design completed	Exploration – 3,600m DD. Further planned with Sinomine.	Exploration – 12,00m RC drilling, 650m DD	Exploration – 1,700m RC drilling, 4,100m DD

Ngami Copper Project
Cobres most advanced asset, retained 100% with progressing being made towards ISCR production

Highlights:

- Maiden Mineral Resource Estimate (MRE): **11.5Mt @ 0.52% Cu, 11.6g/t Ag for 60.3Kt Cu and 4.3M Oz Ag contained.**
- Exploration target: **205-308Mt @ 0.31-0.46% Cu & 5.5-8.3 g/t Ag**
- 20,000m of diamond drilling completed
- Drill proven chalcocite mineralisation over 40km
- Ideal fracture architecture for ISCR
- Demonstration plant designed with build targeted in 2026 (non equity funding discussions in progress).
- BHP funded seismic survey to the value of $200,000
- Structurally controlled high-grade intersections include:
    - 9.3m @ 3.4% Cu
    - 10.7m @ 1.3% Cu
    - 10m @ 1.3% Cu
- **Modelled, full production operating costs forecasted at $0.82(USD/lb Cu)**

Okavango
The company recently entered into a Purchase Options and JV for the project with Sinomine. The Project is the strike extension to MMG's Zone 5 production hub.

Highlights:

- Okavango is located adjacent to MMG's Zone5 Development and exploration licenses in NW Botswana. The project includes over 186km of prospective mineralised contact for sedimentary hosted copper-silver deposits totalling 39% of the remaining prospective untested contact in the northeastern KCB
- Sinomine has invested $1.5m into CBE by way of new fully paid ordinary shares at $0.06 to be used for phase 1 exploration drilling at the Okavango project. This is part of a $3m equity investment with an option to acquire a further $1.5m worth of CBE FPOs following Phase 1 Exploration. CBE and Sinomine also entered a right to purchase agreement for 70% of Okavango Project for a cash consideration of A$7m.

Kitlanya East & West
Prospective for basin-margin mineralisation and the subject of successful participation in the BHP Xplor program in 2024.

Highlights:

- BHP has committed up to US$25 million (~A$40 million) to explore Cobre's Kitlanya East and West Copper Projects in Botswana.
- In return for its investment, BHP has the right to earn a 75% interest in the Kitlanya Projects.
- Cobre will continue to manage the projects during the earn-in phase until a joint venture is formally established. Earning US$250,000 p.a.
- Seismic surveys identify target trap-sites and pathways for large copper-silver deposits
- Diamond drilling, funded by BHP and operated by Cobre, is in progress to test targets identified from 2024 seismic surveys.

<u>Recent Company Developments</u>

<u>23/10/2025 – SINOMINE BECOMES SUBSTANTIAL SHAREHOLDER OF COBRE</u>

- Subscription agreement completed for 25,000,000 shares at $0.06 to raise $1.5 million
- The investment marks the completion of Phase 1 of Sinomines investment in Cobre.
- The investment will be used by the company to conduct a follow-up phase of targeted diamond drilling on the Okavango Copper Project (OCP)

<u>23/10/2025 – COMMENCEMENT OF DRILLING AT COSMOS TARGET, NGAMI PROJECT</u>

- Exploration drilling has commenced at the Cosmos Target on its wholly owned Ngami Copper Project (NCP) in the Kalahari Copper Belt (KCB), Botswana.
- Following a drill core review and recommendations from the recently announced Mineral Resource Estimate (see ASX Announcement 4 August 2025), Cosmos has been prioritised for follow-up exploration work
- The upcoming drill programme will consist of two diamond drill holes located 400m on either side of the previously announced high-grade intersection at drill hole NCP55. Results there inc:
    - 20.5m @ 0.85% Cu & 19.6g/t Ag from 145.77 to 165.82m (downhole), including
        - 10.0m @ 1.32% Cu & 27.7g/t Ag or 4.3m @ 2.2% Cu & 45.2 g/t Ag

Copper market outlook

The **copper market remains structurally bullish** amid a decade-long supply-demand mismatch that has intensified since the early 2010s, with global demand projected to double to 50 million metric tons by 2035 driven by electrification, AI demand, EVs, and renewables, while supply growth stalls at 1-2% annually due to chronic underinvestment and permitting delays averaging 17 years from discovery to production. This imbalance is exacerbated by a dearth of quality discoveries with only four major deposits (4.2 Mt copper) identified since 2019, down from 239 between 1990-2023 and declining ore grades, which have fallen ~50% globally since 1990 to ~0.65%, doubling the tonnage processed per tonne of output and inflating costs by 40-60% at mature operations like those in Chile and Peru.

Near-term volatility persists prices plunged ~20% in April 2025 to US$4.26/lb following President Trump's tariff announcements (50% on refined copper and up to 145% on Chinese imports), sparking a risk-off selloff and inventory rushes that erased Q1 gains; however, a robust recovery has seen prices rebound 18.6% YTD to US$5.14/lb.

Despite persistent demand growth, reducing supply and ever-increasing forecasts on electricity demand due to AI, developing nations climbing their respective S curves and electrification trends, the Copper price remains largely flat over the last 5 years.

TradingView 28/10/25

Contact Details

Jason Peterson
Managing Director / Head of Corporate
jason@cpscapital.com.au

Jack McKenna
Representative
jack.mckenna@cpscapital.com.au

Disclosures & Disclaimers

References

https://www.cnbc.com/2022/07/14/copper-is-key-to-electric-vehicles-wind-and-solar-power-were-short-supply.html
https://www.bhp.com/news/bhp-insights/2024/09/how-copper-will-shape-our-future
https://www.pv-tech.org/wood-mackenzie-copper-surge-renewables-metallisation/
https://www.cruxinvestor.com/posts/how-copper-supply-deficits-are-reshaping-the-critical-minerals-landscape
https://discoveryalert.com.au/news/copper-shortage-2025-price-impact-supply-deficit/
https://www.spglobal.com/market-intelligence/en/news-insights/research/new-major-copper-discoveries-sparse-amid-shift-away-from-early-stage-exploration
https://www.mining.com/major-copper-discoveries-scarce-as-industry-shifts-away-from-greenfield-exploration-report/
https://discoveryalert.com.au/news/structural-copper-deficit-market-implications-2025/
https://www.mdpi.com/2079-9276/5/4/36
https://aheadoftheherd.com/copper-mines-becoming-more-capital-intensive-and-costly-to-run/

CBE

https://api.investi.com.au/api/announcements/cbe/912876d9-1af.pdf
https://api.investi.com.au/api/announcements/cbe/d1abc34e-9b1.pdf
https://api.investi.com.au/api/announcements/cbe/7f453912-786.pdf
https://api.investi.com.au/api/announcements/cbe/c38b27ae-374.pdf
https://api.investi.com.au/api/announcements/cbe/39da7e23-a34.pdf
https://api.investi.com.au/api/announcements/cbe/f83945af-5c2.pdf
https://api.investi.com.au/api/announcements/cbe/1d075247-24c.pdf

Disclosures

- CPS and or its advisers hold an interest of 6,307,539 in Cobre Limited
- CPS has received corporate fees from CBE of $202,311.55. This figure includes any on-payments made to third parties such as broking firms, underwriters or sub-underwriters.
- CPS and/or its Nominees received 3,890,939 options exercisable at $0.066 expiring 21/11/2028 in the August 2025 entitlement shortfall placement
- CPS and or its advisers hold an interest of 6,130,693 in Cobre Limited unlisted 9.8c options expiring 18 months from issue.
- CPS and or its advisers hold an interest of 22,921,534 in COBRE-OPTION 21-NOV-28(CBEO).