

ASX RELEASE

17 November 2025

Expected Coal Shipment Delays

TerraCom Limited (ASX: TER) (**TerraCom** or the **Company**) advises that current and anticipated rail and supply chain constraints (constraints) are expected to affect the timing of delivery of coal from the Company's Blair Athol Mine (Blair Athol) to the Dalrymple Bay Coal Terminal (DBCT) during the December 2025 quarter (December quarter). This will likely have a flow on impact on the timing of shipping and receipt of revenues.

At this stage, mining activities at Blair Athol continue without interruption and the site remains fully operational. However, these constraints may result in additional supply chain costs, including the rehandling of material around coal stockpiles. The duration and actual impact of these constraints remain uncertain.

For the December quarter, two shipments have already sailed. Blair Athol currently holds significant coal stocks at site and port, comprising approximately 140 kt of Site Product, 11 kt of Port Product, and 42 kt of Site ROM. This represents an equivalent product position of approximately 186 kt, which is broadly in line with two Blair Athol shipments, or around one month of sales.

Under unconstrained operating conditions, this coal as well as forecast production would have been progressively transported to port and sold throughout the balance of the December quarter and converted to revenue and cashflows within a relatively short period. The build-up of this substantial volume of saleable product, ready for sale, is expected to result in short term working capital constraints and cashflow challenges for the Company until contracted levels of coal haulage services resume.

As a result of the forecasted reduced logistics availability and expected disruptions, the Company anticipates shipping less coal in the December quarter than planned. These delays are expected to reduce forecast revenues and cash receipts for the December quarter.

The Company is actively managing these challenges and is implementing a range of initiatives to support near term liquidity, including additional coal shipment prepayment arrangements, creditor management, further capital and cost reduction initiatives at Blair Athol, and the assessment of working capital funding options.

TerraCom wishes to assure Shareholders that the matters outlined above relate solely to the delayed timing of revenue and cash inflows for the December quarter. The underlying operational performance and competitive cost base of Blair Athol remains strong, and the long term market outlook for thermal coal and energy demand is unchanged.



The extent of expected shipment delays continues to be closely monitored as part of the Company's cashflow and liquidity management framework.

This announcement has been approved by the Board for release.

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About TerraCom Limited

TerraCom Limited (ASX: TER) is an Australian based mining resources company with a global footprint, comprising a large portfolio of operating assets in Australia and South Africa within the coal sectors. We are a renowned low-cost producer focused on delivering exceptional outcomes from our high yielding diversified asset portfolio for its investors. To learn more about TerraCom visit terracom.au.