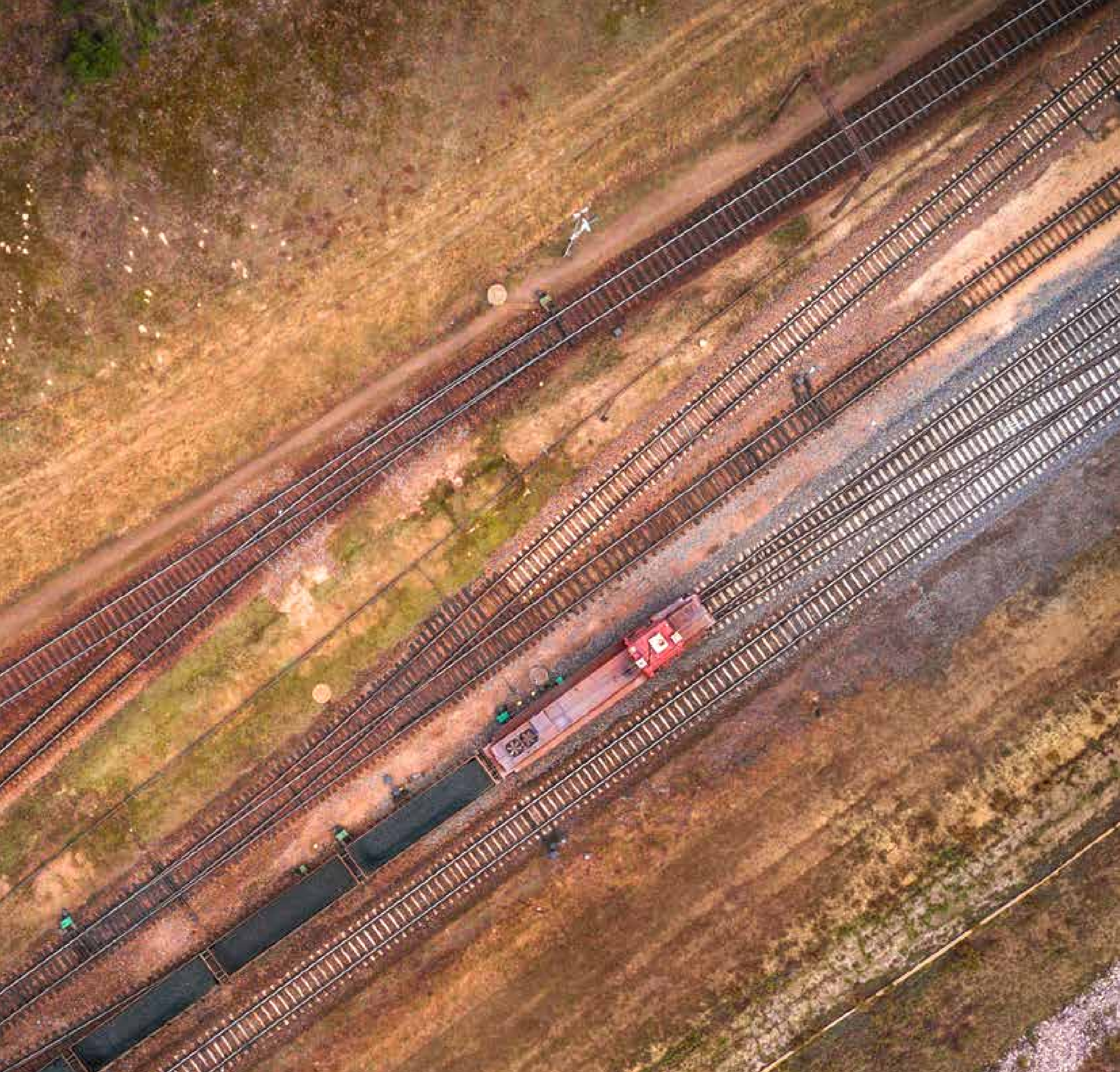


A fair contribution.
A clear commitment.

Tax Transparency Report 2025

YANCOAL
兖煤澳大利亚有限公司

Foreword

Yancoal owns and operates a portfolio of mines across Australia, with a mission to safely and reliably produce a resource that powers and builds communities around the world.

Through the connectedness of our people, partners, communities and shareholders, the group performed through the down cycle in 2025. During this period of softer pricing conditions, we continued disciplined operations, supported by our strong asset base. In 2025, Yancoal delivered a record saleable coal production of 38.6 million tonnes, reduced cash operating costs to $92 per tonne from $93 in the previous year and achieved revenue of $5.95 billion.

Yancoal's total cash tax and royalty contributions in 2025 was $1.2 billion, including corporate tax payments of $284 million and government royalties of $593 million. Our significant contributions to the economy demonstrates our ongoing commitment to supporting the growth and prosperity of our workforce, communities and suppliers.

Looking ahead, together we continue our ongoing work on optimising product placement, productivity and cost initiatives, while maintaining capital discipline and upholding our commitment to good corporate citizenship, to enable the group to strengthen long term resilience and pursue growth opportunities.

About this report

This Report provides tax and related information on Yancoal Australia Ltd group operations for the period 1 January 2025 to 31 December 2025. It has been prepared in accordance with the Board of Taxation's Voluntary Tax Transparency Code, including the Part A and Part B disclosures as applicable to the 2025 financial year. Yancoal is a public company, listed on both the Australian Securities Exchange (ASX:YAL) and the Stock Exchange of Hong Kong (HKEx: 3668). Yancoal is majority owned by Yankuang Energy Group Company Limited, which is listed on the HKEx (HKEx: 1171) and Shanghai Stock Exchange (SSE: 600188).

All dollar figures in this Report are expressed in Australian Dollars unless otherwise specified. References to 'Yancoal', 'we', 'the Group', 'the Company' and 'our' refer to Yancoal Australia Ltd and its subsidiaries.

This Report should be read in conjunction with the Yancoal Australia Ltd 2025 Annual Report. The 2025 Tax Transparency Report, along with the 2025 Annual Report, 2025 Sustainability Report and 2025 Economic Contribution Report are all available on our website: www.yancoal.com.au.

2025 Snapshot

67Mt RUN OF MINE COAL PRODUCTION (on 100% basis)

$5.95B SALES REVENUE

38.6Mt SALEABLE COAL PRODUCTION (attributable)

24% OPERATING EBITDA MARGIN

$1.2B TOTAL TAX AND ROYALTY CONTRIBUTIONS* (attributable to tax and government royalties)

$284M CORPORATE INCOME TAX PAYMENTS

74% OF CONTRIBUTIONS COMPRISE CORPORATE INCOME TAX AND ROYALTIES

$649M STATE TAXES**

* Tax and Government payments made by Yancoal reporting group, including ownership interests in joint ventures.

** Royalties, duties, payroll tax and land tax.

Our approach to tax

Yancoal's tax strategy is embedded in the way we operate and deliver outcomes to our stakeholders, underpinned by our governance and risk management framework. Our tax contributions help to support the social and economic wellbeing of the communities in which we operate.

The Yancoal tax framework operates to ensure the tax function effectively supports the group in delivering on its objectives, having regard to Board-endorsed principles of:

- Compliance with the Group's tax and tax-related obligations
- Properly identifying, understanding, assessing and managing tax risks
- Adopting positions that are appropriate and substantiated
- Having open, transparent and collaborative dealings with tax and revenue authorities

We believe our approach to tax is key to delivering a sustainable tax function that supports Yancoal in achieving long-term organisational growth and value. As part of our commitment, we will continue to engage in meaningful communication with our stakeholders.

Our tax profile

Yancoal Australia Ltd and its wholly owned subsidiaries are part of a tax consolidated group headed by Yancoal Australia Ltd. The tax group varies immaterially to the reporting group due to the exclusion of non-wholly owned but controlled subsidiaries in the reporting group. At 31 December 2025, the net income tax expense of the Group was $183 million.

Reconciliation of accounting profit to income tax expense and income tax payable

A reconciliation of the Group's income tax expense, and its reconciliation to tax payable is detailed in Note B6 of Yancoal's 2025 Annual Report. Disclosures are prepared in accordance with the relevant Australian Accounting Standards.

Temporary and Non-Temporary Differences

The Group recognises deferred tax assets and deferred tax liabilities in accordance with the relevant Australian Accounting Standards.

A temporary difference arises when there is a difference between the carrying value of an asset or liability and its tax base, resulting in a timing difference in its assessment or deductibility. The main temporary differences of the Group during 2025 related to mining tenements, plant and equipment, and general provisions and accruals. There were no material non-temporary differences during 2025.

Effective Tax Rate

The Group's 2025 Annual Report discloses an effective tax rate of 29.4% for 2025 and 28% for 2024, compared with the Australian corporate income tax rate of 30%. The effective tax rate is calculated by dividing income tax expense by the accounting profit. The variance of the effective tax rate from the corporate income tax rate in 2025

We acknowledge the significance of community engagement, placing a high value on building meaningful relationships and contributing to the well-being of the communities in which we operate.

primarily resulted from the non-assessable equity accounted profit of Yancoal's ownership in an incorporated joint venture operation.

In 2025, the total income tax expense of $183 million is comprised of current tax expense of $267 million and net deferred tax benefit of $84 million. After adjusting for temporary differences and PAYG instalments paid, the net income tax payable at 31 December 2025 is $74 million. Please refer to Yancoal's 2025 Annual Report for further detail.

Reconciliation of accounting profit to income tax expense and income tax payable	**2025 A$M**	**2024 A$M**
Profit before tax	623	1,689
Prima facie income tax at Australian rate of 30%	187	507
Under (over) provision in prior years	6	(22)
Profit from equity accounted investees not assessable	(4)	(9)
Other	(6)	(3)
Income tax expense	**183**	**473**
Deferred tax expense/(benefit)		
Provisions	(19)	(49)
Finance lease liabilities	0	5
Property, plant and equipment	34	14
Mining tenements and exploration and evaluation assets	(46)	(31)
Other*	(53)	4
Net deferred tax expense/(benefit)	**(84)**	**(57)**
Current tax expense	**267**	**530**
PAYG Instalments paid and prior year over/under provisions	(193)	*(439)*
Total income tax payable	**74**	**91**

* Other deferred tax benefits are primarily driven by foreign exchange movements.

Tax and Royalty Contribution Summary*	**2025 A$M**	**2024 A$M**
Company income tax	284	654
Royalties	593	609
Employee (PAYG)	219	211
Payroll tax	44	42
Fringe benefit tax	4	4
Duties	5	-
Land tax	7	4
Local rates, fees and levies	36	36
Total	**1,192**	**1,560**

* Notes: (1) Figures disclosed on a cash basis. (2) Goods and Services Tax (GST): The Group remits GST charged to and borne by customers, and claims an input tax credit for the GST charged by suppliers. As we export most of our coal, the Group is a net claimant of GST. (3) Federal Excises and Duties: Yancoal is a purchaser and user of fuel and an importer of equipment, the costs of which are both included in embedded taxes. (4) Updated comparatives reflect 2024 tax contributions, which was higher than previously reported.

Material offshore related party and connected party dealings

Yancoal has dealings with offshore related parties and connected parties operating in different tax jurisdictions. Our dealings with related parties adhere to ASX/HKEx, Australian and Hong Kong regulatory requirements (including arm's length principles) and are in line with ATO guidelines.

At 31 December 2025, Yancoal's major shareholder is Yankuang Energy Group Company Limited (incorporated in the People's Republic of China) and ultimate shareholder is Shandong Energy Group Corporation Limited (incorporated in the People's Republic of China).

Yancoal's operations and workforce are 100% located in Australia. In 2025, Yancoal had no related party / connected party loans, other than a lease liability. The key dealings with offshore related parties and connected parties and the respective jurisdictions the Tax Group transacted with during the year are covered in the table below.

The group owns a captive insurance company, located and operated offshore, in Guernsey. The operation of the captive insurance company is immaterial to the overall group.

Material offshore related party and connected party dealings		**Jurisdiction**
Sales	Yancoal has coal sales transactions with related parties, and connected parties, which are determined on third party arm's length terms and have been entered into in the ordinary course of business of the group, on normal commercial terms, and are fair and reasonable in the interest of the shareholders of Yancoal.	China Hong Kong
Leases	Yancoal has a lease liability with a related party / connected party on which it pays interest.	Hong Kong

Tax policy, governance and contributions

YANCOAL
兖煤澳大利亚有限公司

TAX GOVERNANCE
How we establish our tax strategy

Policies and Procedures
Yancoal's Tax Policy is endorsed by the Audit and Risk Management Committee (a sub-committee of the Board), and is regularly reviewed and updated to support the management of tax and to ensure business outcomes are aligned with the tax framework.

Shareholders
Yancoal seeks to maintain shareholder confidence through actions that include effective operation of the tax policy, strategy and governance. The tax function supports organisational value generation through appropriate application of tax legislation and tax planning.

Stakeholder Management
We endeavour to be consistent and proactive when communicating and engaging with internal and external stakeholders. We strive to operate to high governance standards, and to implement transparent, compliant, and efficient processes to meet the expectations of our stakeholders. Working closely with the broader business beyond the finance function, we aim to drive tax awareness, synergise and identify opportunities, as well as areas for process improvement.

Transparency
Yancoal is supportive of tax transparency in Australia and is committed to ongoing tax transparency reporting in accordance with the Board of Taxation's Voluntary Tax Transparency Code.

Engagement with tax authorities
We have an open and transparent approach to our relationship with tax authorities and government agencies. In this regard, we proactively engage with tax authorities and communicate with them in a collaborative manner to support positive relationships.

TAX CONTRIBUTION SUMMARY

$284M
Corporate Income Tax

$593M
Royalties

$44M
Payroll tax

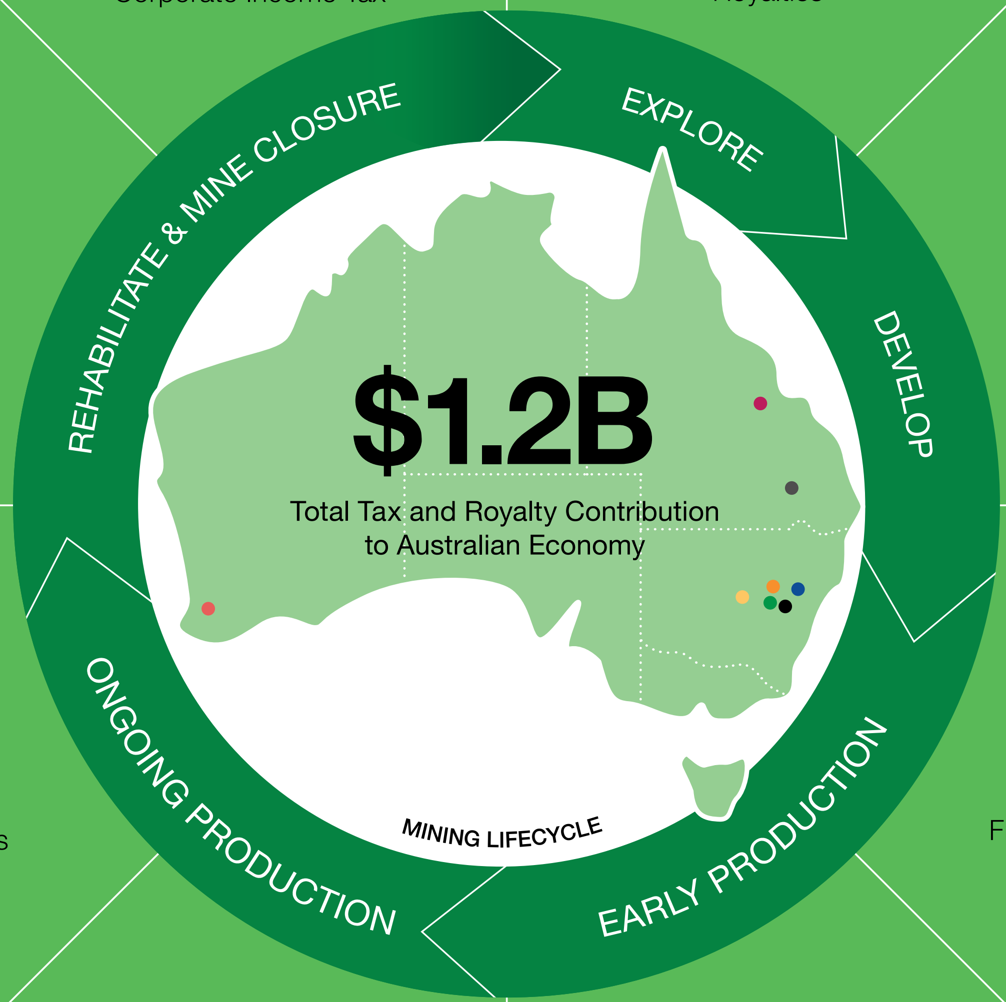
$219M
Employee (PAYG)

$36M
Local Rates, Fees and Levies

$4M
Fringe Benefits Tax

$7M
Land Tax

$5M
Duties



SUPPORTING GROWTH, VALUE, OUR PEOPLE AND COMMUNITIES

TAX RISK MANAGEMENT
How we operationalise our strategy

Compliance
Yancoal's Tax Policy requires the Group to operate in compliance with tax legislation, rulings, guidance and statutory obligations in Australia and all other tax jurisdictions in which we have a presence. Yancoal's policy is to adopt valid and supportable tax positions and avoid engaging in aggressive tax planning. We adhere to arm's length principles when reviewing business transactions.

Tax Management
The Tax Policy governs the implementation of the Company's tax strategy and management of tax across the business, and is approved by the Audit and Risk Management Committee. Yancoal's Tax framework has been designed with regard to ATO guidance. In accordance with the tax framework, Yancoal strives to adopt a conservative approach to tax. Our objective is that all tax liabilities are correctly recorded, accounted for and paid. The tax function provides regular updates on tax matters to the Audit and Risk Management Committee.

Risk Identification
Risks are identified, assessed and mitigated through working closely with the business on transactions, process improvements, policies and procedures, and continuously keeping abreast of tax developments in the market. We maintain a tax risk register, and are subject to regular internal and external assurance activities.

Process optimisation
We aim to simplify our tax positions and reduce business and transaction complexity. We continuously work towards streamlining and optimising technology to support data integrity and completeness in data output, improving our systems and processes along the way.

LOCATION KEY:

YARRABEE	STRATFORD-DURALIE	HUNTER VALLEY OPERATIONS	MOUNT THORLEY WARKWORTH
ASHTON	MOOLARBEN	CAMEBY DOWNS*	PREMIER*

* Managed operations on behalf of Yankuang Energy Group (outside of Yancoal reporting group)

Corporate directory

REGISTERED AND PRINCIPAL
PLACE OF BUSINESS

Level 18 Darling Park, Tower 2
201 Sussex Street
Sydney NSW 2000
Australia

T: +61 2 8583 5300

AUSTRALIAN COMPANY NUMBER

111 859 119

AUSTRALIAN SECURITIES
EXCHANGE LTD (ASX)

Stock code: YAL

STOCK EXCHANGE OF HONG KONG
LIMITED (HKEX)

Stock code: 3668

SHARE REGISTRY

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6 Hope Street
Ermington NSW 2115
Australia

T: +61 2 8234 5000

Computershare Hong Kong Investor
Services Limited

17M Floor, Hopewell Centre
183 Queens Road East
Wan Chai
Hong Kong

T: +852 2862 8555

COUNTRY OF INCORPORATION

Incorporated in Victoria, Australia with
limited liability

WEB ADDRESS

www.yancoal.com.au

SHAREHOLDER ENQUIRIES

shareholder@yancoal.com.au

YANCOAL
兖煤澳大利亚有限公司