LATROBE MAGNESIUM SECURES FIRM COMMITMENTS FOR A $10M EQUITY RAISING

13 October 2025, Sydney Australia: Latrobe Magnesium Limited (ASX: LMG) (**LMG**) is pleased to announce:

- **LMG has received firm commitments to raise A$6.0 million from both new and existing institutional and professional investors via an institutional placement (Placement), alongside a fully underwritten, non-renounceable entitlement offer (Entitlement Offer) to raise approximately A$4.0 million (together, the Offer)**

- **Funds from the Offer will be utilised to, complete the 500 tpa magnesium plant, procure, install and commission minor piping and electrical bulk materials, support operating costs for two months of steady-state Mg production in addition to working capital and costs of the offer.**

In reference to the Offer, Latrobe Magnesium's Chief Executive Officer, David Paterson, commented:

"We are very pleased with the strong support for this equity raising, evidenced by the increased demand for magnesium, a critical mineral, from both the domestic and international markets. It is pleasing to see the market recognise the importance of LMG as the world's first producer of magnesium from brown coal fly ash.

This equity raise will help fund the magnesium section of our Demonstration Plant demonstrating the commerciality of our full flowsheet. In conjunction with the final installation of the Demonstration Plant to produce magnesium metal ingots, we will be advancing plans surrounding the 10,000 tpa Commercial Plant, with a Bankable Feasibility Study to commence once further funding is secured.

The Placement has also been a fantastic opportunity to diversify our shareholder register with some institutions ahead of a significant period of growth for the company. The next 12 months promise to be an exciting time for us and we are very appreciative of the continued support of our existing shareholder base, and therefore, want our existing retail shareholder base to have the chance to participate on the same terms as institutional investors through the Entitlement Offer."

1. Placement

The Placement will constitute the issue of approximately 261 million New Shares in the Company at $0.023 per share (**Offer Price**), representing a 14.8% discount to the last traded price of $0.027 per share.

Of the ~ 261 million New Shares to be issued under the Placement, 242,461,005 New Shares will be issued under LR7.1A capacity and 18,408,566 will be issued under LR7.1 capacity, therefore do not require shareholder approval. The Offer Price represents a 19.6% discount to the 15 day VWAP of shares up to the last day on which shares were traded on ASX.

2. Entitlement Offer

The Entitlement Offer will be offered at the same price as the Placement and is fully underwritten by Shaw and Partners to A$4.0 million, subject to the lodgement of a satisfactory Offer Booklet, in accordance with the Offer timetable.

The Entitlement Offer will constitute the issue of approximately 175 million New Shares in the Company at the Offer Price.

The record date for the Entitlement Offer is 7:00pm ADST on Thursday, 16 October 2025 and the Entitlement Offer will open for eligible shareholders on Tuesday, 21 October 2025.

The Entitlement Offer is to be undertaken on the basis of one (1) new share for every 15 existing shares held at the record date, and eligible shareholders will be able to bid for up to 100% in-excess of their entitlement.

3. Use of funds

Sources of Funds	A$m	Uses of Funds	A$m
Placement	6.0	Magnesium Plant Production	6.0
Rights Issue	4.0	Working capital and Offer costs	4.0
Total	**10.0**	**Total**	**10.0**

4. Timetable

Key dates in respect of the Offer are detailed below:

Event	Date (AEST)
Trading Halt	Friday, 10 October 2025
Placement and Entitlement Offer sub-underwriting bookbuild opens	10:00am AEDT, Friday, 10 October 2025
Placement and Entitlement Offer sub-underwriting bookbuild closes	5:00pm AEDT, Friday, 10 October 2025
Trading halt lifted – shares recommence trading on ASX.	Monday, 13 October 2025
'Ex' date	Wednesday, 15 October 2025
Record date for the Entitlement Offer	7:00pm AEDT, Thursday, 16 October 2025
Settlement of New Shares issued under the Placement	Friday, 17 October 2025
Allotment and trading of New Shares issued under the Placement	Monday, 20 October 2025
Lodgement of Entitlement Offer Booklet with ASX and Dispatch of Entitlement Offer Booklet	Tuesday, 21 October 2025
Entitlement Offer opens	Tuesday, 21 October 2025
Entitlement Offer closes	5:00pm AEDT, Tuesday, 4 November 2025
Announce results of Entitlement Offer	Thursday, 6 November 2025
Settlement of New Shares issued under the Entitlement Offer	Monday, 10 November 2025
Allotment and issuance of New Shares issued under the Entitlement Offer	Tuesday, 11 November 2025
Trading of New Shares issued under the Entitlement Offer	Wednesday, 12 November 2025
Dispatch of holding statements in respect of New Shares issued under the Entitlement Offer	Thursday, 13 November 2025

Dates are indicative only and subject to change. Subject to the Corporations Act and ASX Listing Rules, the Company reserves the right to vary these dates in its discretion.

Shaw and Partners acted as the Sole Lead Manager to the Placement and Entitlement Offer, and as underwriter to the Entitlement Offer, and will be paid a fee in cash and receive options for monies raised under the Offer. Sub-underwriters to the Entitlement Offer will also be issued sub-underwriter options. Cumulus Wealth Pty Ltd acted as Co-manager to the Offer.

D. Paterson

David Paterson
Chief Executive Officer

13 October 2025

About Latrobe Magnesium

Latrobe Magnesium (LMG) is developing a magnesium metal Demonstration Plant in Victoria's Latrobe Valley using its world first patented extraction process. LMG intends to extract and sell magnesium metal and cementitious material from industrial ash, which is currently a waste resource from brown coal power generation.

LMG has completed a feasibility study validating its combined hydrometallurgical / thermal reduction process that extracts the metal. The Demonstration Plant has now produced magnesium oxide with the full plant being commissioned in the 1st quarter of calendar year 2026.

A Commercial Plant will also be developed, with a capacity of 10,000 tonne per annum of magnesium metal, shortly with completion targeted for the second half of calendar year 2027. The plant will be in the heart of Victoria’s coal power generation precinct, providing access to feedstock, infrastructure, and labour.

LMG will sell the 10,000 tonne per annum of refined magnesium metal under long-term contracts to LMG’s USA based distributor.

LMG is also developing an International ‘Mega’ Plant in the State of Sarawak, Malaysia, which will produce 100,000 tonnes per annum of magnesium metal via its wholly owned subsidiary company, Latrobe Magnesium Sarawak Sdn Bhd. LMG has completed the first phase (PFS-A) of a prefeasibility study using Ferronickel Slag feedstock.

Magnesium has the best strength-to-weight ratio of all common structural metals and is increasingly used in the automotive, aerospace, medical and electronics industries.

The LMG projects are at the forefront of ESG best practice by recycling power plant waste tailings, avoiding landfill, encouraging a circular economy and by being a low CO2 emitter.