

6 August 2025

RARE EARTH CONCENTRATE SUPPLY FEEDSTOCK AGREEMENT WITH LINDIAN RESOURCES

Iluka is pleased to announce it has entered into an agreement with Lindian Resources (ASX: LIN) for the long-term supply of rare earth concentrate.

Lindian is currently developing the Kangankunde mine in Malawi. Under the agreement, Lindian is to supply Iluka with 6ktpa of rare earth concentrate for 15 years. This material would be complementary feedstock for Iluka's Eneabba rare earths refinery, and would represent approximately 10% of Eneabba's capacity.

Eneabba will be Australia's first fully integrated rare earths refinery and will produce separated light and heavy rare earth oxides. The refinery is currently under construction; scheduled for commissioning in 2027; and being built via a strategic partnership between Iluka and the Australian Government.¹

To support Lindian's development of Kangankunde, Iluka has entered into a US\$20 million loan facility agreement with a five year term at an interest rate of SOFR+11% pa, with interest capitalised for two years during construction. The loan will be made available subject to Iluka completing due diligence, Kangankunde being fully funded and after other construction funding has been spent.

A summary of the key terms and conditions of the agreements is at Appendix A.

Managing Director commentary

Our agreement with Lindian is a further step towards delivering on the significant industry building opportunities presented by Iluka's development of the Eneabba rare earths refinery.

Against a backdrop of heightened emphasis on diversifying the supply of rare earths globally, this is an example of Iluka catalysing a new mine into production as its Australian refining customer.

This is part of our focus on securing complementary Australian and international feedstocks for Eneabba, both from within Iluka's own portfolio and from third party suppliers like Lindian. Construction of the refinery is progressing well, with concrete works advancing and equipment now arriving on site. In parallel, we are in active discussions with several potential feedstock suppliers.

The Kangankunde deposit has the potential to support a large, low-cost and simple mining operation. I am delighted that our discussions have culminated in a binding agreement, including the potential to further expand feedstock supply in the future.

Iluka looks forward to Lindian bringing Kangankunde into production and the positive contribution our cooperation will make to a sustainable rare earths industry.

¹ Refer Iluka's Quarterly Review, 23 July 2025, P. 5.

Lindian and Kangankunde

Lindian is an ASX listed company with rare earths and bauxite assets. Kangankunde is a large, high grade rare earths deposit. Lindian plans to produce a premium saleable monazite concentrate at 55% TREO grade over an initial mine life of 45 years.

Feedstock supply agreement

The supply agreement between Iluka and Lindian covers 6ktpa of rare earth concentrate from the Kangankunde project for 15 years. This style of feed is complementary to Iluka's existing internal and external feedstock sources for Eneabba. The agreed supply volumes from Lindian represent approximately 10% of the Eneabba refinery's capacity.

Pricing

Pricing of the concentrate will be determined by a mechanism that is linked to the price realised by Iluka from the sale of its separated neodymium (Nd), praseodymium (Pr) and didymium (NdPr) oxide products from Eneabba. This is consistent with Iluka's approach to establishing price mechanisms for rare earths that are not linked to the Asian Metals Index, thereby ensuring the security and resilience of the company's rare earths supply chain.

Investor and media enquiries

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Appendix A
Summary of Arrangements

1 Feedstock Agreement

Key Term	Summary
Parties	<ul style="list-style-type: none"> Iluka Rare Earths Pty Ltd (Buyer) Rift Valley Resource Developments Limited (Seller) Lindian Rare Earths Limited Lindian Mining Services Limited
Conditions	<p>The obligation to sell and purchase product during the Supply Period is subject to the satisfaction of certain key conditions, including:</p> <ul style="list-style-type: none"> Lindian making first drawdown under the Loan Agreement (see further details in the table below); Lindian obtaining all necessary approvals to enable it to mine and export product from the Kangankunde Project; Lindian's Plant at the Kangankunde Project reaching commercial production; Iluka obtaining all necessary approvals to enable it to import and process product from the Kangankunde Project at the Eneabba Facility; and Iluka's Eneabba Facility reaching commercial production and being capable of processing product.
Product	Monazite concentrate produced from the Kangankunde Project meeting the prescribed product specifications.
Quantity	<p>The total quantity to be supplied is a volume of monazite concentrate containing 9,600dmt of NdPr, being 90,000dmt of monazite concentrate.</p> <p>Annual volumes will be 6,000dmt of product (+/-5%) (unless otherwise agreed between the Parties) over a period of approximately 15 years.</p> <p>Iluka may temporarily suspend its obligation to purchase and take product where the weighted average selling price realised by Iluka for rare earths oxides is less than a nominated threshold value for two consecutive quarters.</p>
Price	Pricing is determined by a percentage payability component based on the contained REOs in the product and varies with Iluka's realised selling price of Nd and Pr oxides, subject always to a floor price. The pricing formula also includes provision for payment for dysprosium and terbium if the concentrate contains those elements above nominated thresholds.
Rights of first refusal	<p>Lindian has also granted Iluka various rights of first refusal (ROFRs) whereby Lindian will offer additional concentrate for sale to Iluka as follows:</p> <ol style="list-style-type: none"> at the end of the term of the contract, Lindian will make an offer to extend the annual supply volume of 6,000dmt concentrate for a further term of approximately 15 years; should Lindian proceed with an expansion of Kangankunde beyond its initial capacity of up to 18,000dmt per annum, Lindian will offer either 33% or 80% of the incremental production to Iluka for 15 years, up to a maximum Iluka annual entitlement of 31,000dmt concentrate. If Iluka wishes to take up the 80% opportunity for a substantial expansion project, Iluka must offer Lindian a loan for 50% of the capital cost of the expansion; where Lindian proposes to sell product on less favourable terms than the terms on which Lindian is selling to Iluka; and

	4. on product produced during Kangankunde's commissioning period and any off-specification product produced.
Security	All asset security over Rift Valley Resource Developments Limited, including mining mortgage.

2 Loan Term Sheet

Key Term	Summary
Facility Amount	US\$20,000,000
Purpose	Development, construction and operation of Lindian's Kangankunde rare earths concentrate project.
Interest Rate	11% per annum + Term SOFR on drawn funds (capitalised until earlier of Project Completion and Project Completion Longstop Date (being 30 September 2027)). Undrawn commitment fee of 40% of interest margin (i.e. 4.4%)
Term	The earlier of 5 years from Financial Close and 31 December 2031.
Repayments	Fixed quarterly repayment from the earlier of Project Completion and Project Completion Longstop Date.
Security	All asset security over Rift Valley Resource Developments Limited, Lindian Mining Services Limited and Lindian Rare Earths Limited ("LRE") including mining mortgage. Lindian Resources Limited to provide unsecured guarantee until Project Completion.
Conditions	Lindian's ability to draw down on the loan facility is subject to the satisfaction of certain key conditions, including: <ul style="list-style-type: none"> • Iluka and Lindian executing full form loan documentation. • Iluka completing satisfactory due diligence regarding Lindian and the Kangankunde project. • The Kangankunde project being fully funded. • All required equity having been spent on the development of the Kanganunde project. • Lindian meeting a cost to complete and time to complete test (verified by an Independent Technical Expert).