

ASX ANNOUNCEMENT

5 MARCH 2025

CHAIR'S ADDRESS TO THE EXTRAORDINARY GENERAL MEETING To be held on 5 March 2025

Fellow Shareholders,

It is my pleasure to welcome you all here to Magnetite Mines' Extraordinary General Meeting.

At Magnetite Mines, we have a clear strategy to develop our 100%-owned Razorback Iron Ore Project in South Australia's Braemar and to become a leading global supplier of premium iron ore products.

Over the past two years, the Company has significantly advanced Razorback's prospects of development and third-party investment in line with its strategy of establishing and strengthening key relationships with downstream customers, domestic logistics partners and all levels of government. In our view, this has positioned Razorback as the pre-eminent large-scale, DR-grade magnetite project in Australia.

In 2024, we announced an agreement to pursue our first key strategic partnership with JFE Shoji Australia Pty Ltd (JFE) and completed all of the work required to submit our Mining Lease Proposal to the South Australian Government. We also achieved a major technical breakthrough with pioneering saline water processing testwork and formed the powerful Green Iron SA consortium with industry partners Aurizon Holdings, Flinders Port Holdings, and GHD.

Magnetite Mines and JFE are currently working to complete the detailed Definitive Agreements for a binding transaction that will provide a significant amount of the funding support needed to complete a Definitive Feasibility Study (DFS) and related workstreams to achieve a Final Investment Decision (FID) for Razorback. These agreements are expected to also include foundational arrangements for a long-term joint venture partnership to be established at FID. Both parties remain committed to completing negotiations as soon as possible and are targeting execution of binding agreements in the second quarter of 2025.

Over the past 12 months, there has been growing momentum from both the South Australian and Federal governments who have reinforced their commitment to the development of a new Green Iron industry in Australia. This culminated recently with the establishment of a \$1 billion Green Iron Fund announced by the Prime Minister to support early-mover green iron projects, create green iron manufacturing and supply chains, and unlock private investment at scale. This evolving policy landscape is an important factor in creating confidence amongst investors and potential strategic partners and we continue to work closely with both State and Federal governments to understand the potential opportunities for Razorback.

Building on the progress made, the Company has two clear priorities: completing a binding transaction with strategic partners, JFE, and potentially others, to secure DFS funding; and progressing the necessary regulatory approvals for the development of the mine, plant and product logistics facilities by

lodging the Project's Mining Lease Proposal (MLP) with the South Australia Department of Energy and Mining.

To achieve all of these ongoing objectives, working capital is required to support the Company. The purpose of today's meeting is to secure shareholder approval for the second tranche of funding from the \$7 million convertible note facility announced in January. Under this facility, US-based fund manager C/M Capital Partners is providing an initial \$2.5 million in the form of unsecured convertible notes. \$1.2 million of this has already been received by Magnetite Mines in accordance with the Company's existing placement capacity under the ASX listing rules, and today shareholders are voting to approve the placement of the remaining \$1.3 million, together with associated issues of securities to C/M Capital Partners in lieu of funding fees. Shareholders are also being asked to ratify the issue of the previous \$1.2 million for the purposes of refreshing the Company's placement capacity.

This second tranche will provide the funding necessary for us to submit our all-important MLP to the South Australian Government and provides a level of financial flexibility as we continue to attract new partner interest for the development of Razorback.

There are also separate resolutions relating to non-executive director remuneration, allowing Magnetite Mines to partly remunerate non-executive directors in the form of shares instead of cash. These resolutions are purely designed to complement the suite of austerity measures adopted by the Company over the past 6 months as it seeks to preserve capital while the partnering process progresses. For completeness, I note that the directors are ineligible to vote on these resolutions.

On behalf of the Board, I take this opportunity to sincerely thank our shareholders, industry partners and stakeholders for their continued support.

Mr Paul White
Chair, Magnetite Mines Ltd

This announcement has been authorised for release to the market by the Board.

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ABOUT MAGNETITE MINES

Magnetite Mines Ltd is an ASX-listed iron ore company focused on the development of magnetite iron ore resources in the highly-prospective Braemar iron region of South Australia. The Company has a 100% owned Mineral Resource of 6 billion tonnes of iron ore and is developing the Razorback Iron Ore Project, located 240km from Adelaide, to meet accelerating market demand for premium iron ore products created by iron & steel sector decarbonisation, with the potential to produce high-value Direct Reduction (DR) grade concentrates. Razorback is set to become a very long-life iron ore project with expansion optionality in a tier 1 jurisdiction that will produce a superior iron ore product sought by steelmakers globally. For more information visit magnetitemines.com.