

2023 Annual General Meeting Chairman's Address

Dear Shareholders,

I am pleased to present you with the 2023 Annual Report for American Rare Earths Limited at today's Annual General Meeting.

The past Financial Year has been one of transformation as we continued our drive to become a United States-led Company. To support our long-term vision, we appointed new Directors and strengthened our management team.

Recently, we welcomed Paul Zink, John Mansanti and Ken Traub to the Board and thanked Clarence McAlister for his valuable contribution to our Company. Chris Gibbs, who formerly served as Managing Director, has transitioned to a Non-Executive Director role based in Australia. Mel Sanderson has moved back to her original position as a Non-Executive Director and continues to be based in the United States. On behalf of the Board, I thank all the Directors for their valuable time and effort.

We also made some key management appointments: Donald Swartz II joined as Chief Executive Officer, Jose Rico as Chief Financial Officer, Joe Evers as General Counsel. They are all based in our new Head Office in Denver, Colorado.

As part of our strategy to strengthen our presence in the US and enhance our accessibility to US capital markets we upgraded our OTC listing.

Additionally, we completed the Maiden JORC Resource at our flagship Halleck Creek Project in March 2023, reporting a 1.43 billion tonne. About 25% of that comprises the high value magnet rare earth elements neodymium and praseodymium, or Nd and Pr, essential for clean energy technology, modern electronics, and national security hardware. We are now planning to upgrade the current JORC Resource following positive results from development drilling completed in 2023-24. Even after the latest exploration only about 25% of the deposit has been drilled, and it remains open at depth and width, providing significant potential for the Project to be North America's largest rare earths deposit.

Pivotal to this standout project's forecast economics has been the highly encouraging metallurgical test results on Halleck Creek ore. Testing done during 2022-23 and into 2023-24 has enabled a breakthrough in processing that indicates our ore can be effectively processed using proven technologies. This equates to lower initial capital expenditure and reduced ongoing operating costs, which will have a significant impact on the Scoping Study scheduled for release in Q1 of calendar 2024.

While paving a low-cost pathway to de-risking the Halleck Creek project we are also working to secure permitting in the mining-friendly State of Wyoming. Employing the local expertise within our team we are pursuing test mine authorisation for calendar 2024.



Concurrently, we have continued our research and development activities supporting sustainable and secure rare earths processing with the US Defense Department Advanced Research Projects Agency's EMBER program as part of a project led by the Lawrence Livermore National Laboratory. The US Department of Energy funds another program we provide feedstock for.

These programs connect us with researchers at leading universities in the United States, including Columbia, Tufts and Penn State, ensuring that we will be able to use cutting-edge technology when we are ready to mine and process our ore.

I would like to take this opportunity to thank our entire management team, my fellow Directors and all our staff as well as our shareholders for your ongoing support, loyalty and confidence in American Rare Earths.

I have been nominated to be re-elected as a Director for which I am very grateful. However, I have decided that it's time to stand down and therefore Resolution 2 is withdrawn.

I have enjoyed the privilege of chairing American Rare Earths and fashioning its growth and development. I leave the company in capable hands.

I'm confident that 2024 will be one of our proudest years as we execute our plans to capitalise on the tremendous value inherent in our US assets.

Thank you.

Creagh O'Connor, AM
Chairman

This market announcement has been authorised for release by the Board of American Rare Earths Limited.

About American Rare Earths Limited:

[American Rare Earths](#) (ASX: ARR | ADRs - OTCQX: AMRRY | Common Shares - OTCQB: ARRNF | FSE:1BHA) owns the Halleck Creek, WY and La Paz, AZ rare earth deposits which have the potential to become the largest and most sustainable rare earth projects in North America. American Rare Earths is developing environmentally friendly and cost-effective extraction and processing methods to meet the rapidly increasing demand for resources essential to the clean energy transition and US national security. The Company continues to evaluate other exploration opportunities and is collaborating with US Government-supported R&D to develop efficient processing and separation techniques of rare earth elements to help ensure a renewable future.