
TERMS OF UNLISTED OPTIONS

Latrobe Magnesium Limited (“LMG”) has negotiated an increase in the facility limit of its project finance facility by \$3M to \$28M and extended the maturity date of the facility from 31 March 2027 to 31 December 2027. Under the Facility Agreement, LMG is applying for the issue a total of 33,775,000 unlisted options being financing costs

- 16,887,500 options to be issued on drawdown of \$3M in September 2024 and
- 16,887,500 options to be issued on drawdown of \$3M in June 2025.

The terms of options are as follows:

1. The options are issued to the lender of the loan facility.
2. One option can be converted into one ordinary LMG fully paid share (“shares”).
3. Upon the exercise of the option, the option holder needs to pay an exercise price of 7.9 cents per option.
4. The options are exercisable at any time up to 12 August 2027.
5. Shares issued on the exercise of any option will rank equally in all respects with the fully paid ordinary shares then on issue.
6. The options will not be quoted on the Australian Securities Exchange. LMG will apply for quotation by the ASX of the new shares issued upon the exercise of the options within 5 business days of the allotment of those shares.
7. In the event of a reorganisation (including consolidation, subdivision, reduction, return or cancellation) of the issued capital of LMG, the number of options or the exercise price of the options shall be amended as appropriate and to the extent necessary to comply with the Listing Rules of the ASX applying to a reorganisation of capital at the time of the reorganisation.
8. Option holders may only participate in new issues of securities to shareholders if the option has been exercised and a share has been issued in respect of the option before the books closing date for determining entitlements to the issue.



David Paterson
Chief Executive Officer

9 September 2024