

8 July 2025

Dear Shareholder

SOUTH HARZ POTASH LTD – PRO RATA NON-RENOUNCEABLE RIGHTS ISSUE

As announced on 19 June 2025, South Harz Potash Ltd (ACN 153 414 852) (**SHP**) is undertaking a non-renounceable rights issue of one fully paid ordinary share in the capital of the Company (**Share**) for every three Shares held at an issue price of \$0.003 per Share, together with one free attaching options for every two Shares subscribed for and issued (**New Option**), to raise up to \$1,283,062 (**Offer**).

The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 30 June 2025.

The Company intends to apply the funds raised from the Offer (less expenses) for the identification and targeted acquisition of a second mining project complementary to the Company's Ohmgebirge Development and broader South Harz Potash Project in Germany, as well as working capital. For further specifics of the use of funds please refer to section 3 of the Prospectus.

Following completion of the Offer, assuming any shortfall is subsequently placed and the full subscription is raised, the Company will have issued approximately 427,687,348 Shares and 213,843,674 New Options resulting in total Shares on issue of 1,710,749,392 and total Options on issue of 319,874,222.

Ineligible shareholders

A Shareholder who has a registered address outside Australia, New Zealand, European Union (excluding Austria), United Kingdom, Switzerland or Singapore (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia, New Zealand, European Union (excluding Austria), United Kingdom, Switzerland or Singapore compared with the small number of Ineligible Shareholders and the number and value of Shares and New Options to which they would otherwise be entitled.

If you have any queries concerning the Offer, please contact your financial adviser or our Company Secretary Graeme Smith, on +61 408 447 793.

Yours sincerely



Len Jubber
Executive Chair
South Harz Potash Limited

REGISTERED OFFICE

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