

23 May 2025

Dear Optionholder

CARBINE RESOURCES LIMITED – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE

As announced on 21 May 2025, Carbine Resources Limited (ACN 122 976 818) (**Carbine** or the **Company**) is undertaking a pro-rata non-renounceable entitlement issue of 2 fully paid ordinary shares in the capital of the Company (**Shares**) for every 3 Shares held by eligible shareholders at an issue price of \$0.003 per Share to raise up to approximately \$1,103,476 (before costs) (**Entitlement Offer**).

In addition to the Entitlement Offer, the Company is proposing to make an offer of 10,000,000 options to acquire Shares (exercisable at \$0.006 on or before the date that is 3 years from their date of issue) (**Broker Options**) to Taylor Collison Limited (and/or their nominees) (**Broker Offer**).

The Entitlement Offer and the Broker Offer are herein defined as the **Offers**.

The Company lodged a prospectus for the Offers (**Prospectus**) with ASIC and ASX on 21 May 2025.

The Company intends to apply the funds raised from the Entitlement Offer towards ongoing exploration and other activities at the Muchea West and Down South Silica Sand Projects, including progressing mining approvals and studies at Muchea West and field reconnaissance, sampling and auger drilling at Down South. Funds will also be used towards business development, the expenses of the Entitlement Offer and to provide general working capital.

The Entitlement Offer is available to all shareholders of the Company named on its register of members at 5:00pm (WST) on 27 May 2025 (**Record Date**), whose registered address is in Australia, New Zealand, Singapore and China (**Eligible Shareholders**). The Entitlement Offer is not being extended to any shareholders with addresses outside these jurisdictions.

Following completion of the Offers, assuming any shortfall is subsequently placed, and the full subscription is raised, the Company will have issued approximately 367,825,171 Shares and 10,000,000 Broker Options resulting in total Shares on issue of 919,562,927 and total Options on issue of 85,000,003.

Optionholders

The terms and conditions of the options you currently hold do not entitle you to participate in the Entitlement Offer unless you exercise your options and are entered on the Company's register of members on or before the Record Date.

To exercise your options and thereby participate in the Entitlement Offer, you will need to pay the exercise price of those options and email the following to the Company at admin@carbineresources.com.au:

- a) a notice of exercise of options (attached to this letter); and
- b) confirmation of payment of the exercise price in respect of those options to be exercised.

To ensure that your new shares are allotted prior to the Record Date, the above must be received by Carbine Resources Limited **no later than 26 May 2025**. If received after this date, allotment of new shares prior to the Record Date cannot be assured.

Before deciding whether to exercise any or all of your options, you should read the Prospectus in its entirety.

This notice is important and requires immediate attention. If you have any queries concerning the Entitlement Offer or the Offers generally, please contact your financial adviser or Oonagh Malone, Carbine's Company Secretary, on +61 8 6142 0986 or via email at admin@carbineresources.com.au.

Yours sincerely,

James Pearse
Non-Executive Director