QUARTERLY ACTIVITIES REPORT AND APPENDIX 5B FOR PERIOD ENDING 31 MARCH 2026

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Arafura Rare Earths Limited (**ASX: ARU**) (**Arafura** or the **Company**) is pleased to provide its Quarterly Activities Report for the period ending 31 March 2026.

HIGHLIGHTS

- Binding agreements executed with two cornerstone investors, Export Finance Australia (**EFA**) and Kreditanstalt für Wiederaufbau (**KfW**), on behalf of the German Raw Materials Fund (**GRMF**), securing equity subscriptions totalling approximately A$230 million.
- Arafura's subsidiary, Arafura Nolans Project Pty Ltd, entered into a Compensation Deed with the holder of the pastoral lease covering the Nolans Project site, ATAYF Pastoralists Pty Ltd (**ATAYF**). Partnership announced with Clean TeQ Water (**Clean TeQ**) to review alternative rare earth separation technologies specifically targeting the further processing of heavy rare earths (**HRE**) to a HRE oxide.
- Acquisition of the existing +200 room camp infrastructure at Nolans, which will enable construction activities to commence shortly after an investment decision is announced.
- Cash balance of A$561 million as at March 2026 (versus A$571 million as at 31 December 2025).

Arafura's Managing Director Darryl Cuzzubbo said:

"Arafura is advancing towards a final investment decision for Nolans. With equity funding strategies nearing completion and execution readiness activities advancing, we are well positioned to swiftly transition into construction.

Our partnership with Clean TeQ, coupled with our inhouse studies on heavy rare earth recovery, is targeting opportunities to enhance and augment our process flowsheet, capacity and capability to extract maximum value from our resource to meet evolving rare earth demand.

The Australian and German Governments have been proactive in developing the economic toolkits that provide near term support of our nascent sector that will deliver independent and functional markets into the future. The execution of the binding equity subscriptions with GRMF and EFA, together with our local pastoralist, are all powerful endorsements of Nolans strategic importance to western supply chains.

We remain focused on forging the diversification of this sector today while securing the long-term solutions that will meet the growing demands of tomorrow – protecting national interest and economic prosperity. We have been deliberate in our approach to secure offtake partners that share in a vision to enhance supply chain resiliency and revitalise in-country manufacturing. That approach includes securing the remaining offtake at a price that reflects changing market dynamics, recognising the pricing we accept today will be a key determinant of the Company's value over the next 7-10 years.

The Board and the team at Arafura look forward to finalising remaining offtake and funding arrangements required for a final investment decision and commencing construction of this nationally significant project."

- ENDS-

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MACROECONOMIC DEVELOPMENTS

The bifurcation of NdPr pricing from China has been further supported by the agreements Lynas signed with its Japanese partners on 10 March 2026, providing up to 7,200 tpa of NdPr to Japanese industry through to 2038. A floor price of US$110/kg applies to the first 5,000tpa with an upside sharing arrangement when prices exceed US$150/kg. The agreement also includes the offtake of 50% of all HRE's produced by Lynas for Japanese industry, at pricing and terms that represent no opportunity loss to Lynas, with up to 75% of all HRE oxides to be made available to JARE.

The two largest ex-China rare earth producers, MP Materials and Lynas, have now secured price floors of US$110/kg for their NdPr oxide production, with the former sharing 30% of the price upside above the floor with the US Department of War. These arrangements reflect the strategic regional importance of these projects, which are underpinned by their ore-to-oxide business models. Similar to Arafura's business model, with the benefit of single-site processing, the ore-to-oxide model offers strategic value to offtake customers and jurisdictions seeking to diversify rare earth supply in a way that is traceable, competitive, at scale and optimally aligned with ESG considerations.

Increasing global focus on magnet supply chain diversification is driving a rise in non-China demand, midstream magnet supply chain investment and the bifurcation of rare earth pricing, with seaborne indices tracking at consistent premiums to the ex-works China price. Non-China price referencing agencies (**PRAs**) are broadening their ex-China price coverage for rare earth products, including S&P Global Platts, which initiated a CIF North America magnet rare earth price index in March 2026.

Advancing the US and Australian Critical Minerals Framework agreement signed in October 2025, a Critical Minerals Supply Security Response Group has been established with both regions committing to leveraging shared policy and interagency regulatory tools, investing in critical minerals supply, including through cooperation between Australia's Critical Minerals Facility and Critical Minerals Strategic Reserve and the United States' Export-Import Bank (**EXIM**) and Project Vault. Arafura's Nolans project has been named alongside 10 other critical mineral projects for support totalling A$1.4 billion (Australia) and US$2.2 billion (U.S.)[1] to diversify critical supply chains under the collaborative framework.

Amendments to the Export Finance and Insurance Act 1991 were passed by the Australian Parliament on March 31 (Strategic Reserve Bill). The amendments accommodate the creation of a Strategic Reserve of A$1.2 billion and economic tools to enable the Government to support Australia's long-term economic security and sovereign resilience. With a key focus on rare earths and fuels, Export Finance Australia has the ability to underwrite the purchase of these strategic materials.

PROJECT DELIVERY

Technology Development

The ability to separate Heavy Rare Earths (**HRE**) and increase the overall recovery of Dysprosium (**Dy**) and Terbium (**Tb**) from acid purification waste liquor provides a strategic opportunity for the Company. To realise this opportunity, the remaining tests in the initial flowsheet definition program of test work were completed within the March 2026 quarter. A follow-up program of optimisation test work has commenced and will be progressed through the remainder of calendar year 2026 to optimise the recovery flowsheet.

[1] Refer to news announcement by Department of Industry science and Resources dated 13 April 2026: "Australia and United States advance cooperation on critical minerals and rare earths supply chains | Department of Industry Science and Resources"

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In addition to advancing heavy rare earth recovery from waste streams, the Company has partnered with Clean TeQ to commence a focused program of ion exchange and separation test work designed to assess targeted opportunities to further enhance the Nolans flowsheet and separation heavy rare earths.

Nolans Project Management Model

The Project is being progressed utilising a traditional Owner/EPCM model. Owner's team recruitment has continued with only one position yet to be recruited for.

The Hatch EPCM team has mobilised all required key resources and have configured Project and EPCM tools to project requirements. The focus of the team has been on developing the project execution plan and setting up for execution readiness. Key activities for site re-instatement have commenced, including engagement with suppliers for the recommissioning of critical site services previously installed during the Early Works program (raw water supply, potable and waste-water treatment and temporary power supply).

Arafura has developed a procurement strategy which builds on continuous market engagement with key equipment suppliers and constructors over the past two years and positions the Company to accelerate the tender process post FID, noting that some long lead and specialised items are either readily available or were secured as part of the Company's Early Works program.

Standardised project reporting has been implemented, and a Project Advisory Committee has been established and will meet on a monthly basis. The composition of the Committee has been designed to lean into the mega-project experience and expertise of key stakeholders, drawing on members from Arafura's Board, Hatch and select subject matter experts as required.

Engineering and Design

Hydrometallurgical Plant

Engineering effort has been directed towards the Extraction Plant while core decisions on the Separation Plant are being assessed. This effort has incorporated a number of trade-off studies focussing on operability, efficiency and cost whilst ensuring that critical path elements are well developed for the ramp-up of bulk works engineering post FID.

Non-Process Infrastructure

A study of the preferred residue storage facility design and configuration has commenced to optimise cost, water recovery and environmental performance.

The Company has purchased the existing 208-bed accommodation camp that had been established on site, previously managed under a rental agreement. This will substantially reduce accommodation costs and enable efficient and timely camp readiness to support the initial construction works. The scope of work to commission this camp is underway as part of site re-instatement activities.

OPERATIONAL READINESS

Establishing the strategic approach to readiness has been a priority during the quarter. Key enablers for execution readiness included, amongst other activities, the awarding of early site communications package, logistics simulation completed with a subject matter expert onboarded, standing up of the data centre and network engineering.

Taking a longer-term perspective, the business has developed plans that identify the critical path work of Business Readiness to enable an effective transition into Operations. Examples of this include:

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- Detailed study of the currently available and potential supply chains to source reagents/spare parts and consumables and despatch product.
- Further maturing the geological models and mine plan in preparation for production mine plan development and tender of the mining services contracts.
- Identifying and progressing long-lead opportunities to increase certainty of ramp-up and pathway to nameplate.

OPERATIONAL LICENCING

Operational Readiness activities remained a key focus during the period as the Company embeds the Radiation Protection and Radioactive Waste Management Plan, the Mine Management Plan and water licence requirements into site procedures. As the Company prepares for the commencement of construction, ensuring the necessary compliance, assurance and construction-phase environmental controls are in place remains a priority to ensure works occur under, clear, regulator-endorsed frameworks.

SUSTAINABILITY

Reporting, disclosures and compliance

Delivery of the Environmental and Social Action Plan (**ESAP**) as agreed with the lender group was completed during the period, with all the contract-close corrective actions submitted to the Independent Environmental and Social Consultant for review and sign off.

Arafura commenced a materiality assessment, ensuring the Company's priorities are aligned, emerging risks and opportunities are addressed, and that its sustainability focus remains relevant, and in line with reporting expectations. The refreshed materiality assessment will support the preparation of the FY2026 Sustainability Report.

Stakeholder Engagement

Local stakeholder engagement continued during the quarter, including meetings with the Project's Traditional Owners (**TO**) at Aileron and in Alice Springs. The Company continued to progress its Local and Indigenous Workforce Development Program. Resources have been identified to deliver the model with continuous engagement with our TOs.

Our Local and Indigenous Business Partnership Program worked with TOs in the development of a JV bus service business for the project's personnel logistics requirements. Two national service providers have been identified as potential candidates for the JV partnership.

Extensive Government engagement continued throughout the period at both the Federal and Territory level. Meetings were held with the Northern Territory Government (**NTG**) Mining and Infrastructure Ministers and the Treasurer, who reiterated their ongoing support for Nolans. The Territory Coordinator continued his support for Nolans designation as a significant project and the Chief Minister has continued her endorsement of Nolans as a critical project for the NT and national economy.

Senior executives continued to be actively involved in the Critical Minerals Strategic Reserve (**CMSR**) consultation and design process, engaging with both the CMSR Taskforce and AMEC, which resulted in the delivery of the Federal Governments legislative changes to the Export Finance and Insurance Corporation (**EFIC**) Act. These amendments to the Act provide EFA with a suite of economic and financial tools to support Fuel and Critical Minerals initiatives

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aligned to delivering resilient and globally diversified supply chains primarily across fuel, rare earths, gallium and antimony.

As a member of the Australia-Korea Business Council (**AKBC**), Arafura was pleased to participate in the AKBC's Annual Leadership Summit in Canberra. The event drew together a collection of Australian and Korean businesses across multiple sectors including energy and natural resources. As part of the program, the attendees were provided with full access to Federal Ministers and Shadow Ministers to discuss challenges facing business, including regulatory certainty and energy affordability, which have the potential to impact Australia's ability to attract investment in key production and manufacturing sectors.

Arafura maintained positive ongoing engagement with the Project's local pastoralist, further strengthening the relationship by developing a mutually beneficial agreement aligning the interests of both parties. As a result, the pastoralist has taken his compensation for land access in the form of equity while also investing directly into the Company. The Agreement incorporates a Memorandum of Understanding which seeks to develop further opportunities for the pastoralist, project and other local stakeholders over the coming months.

Environmental Management

The utilisation of a single risk-based framework, streamlined approval planning and alignment of contractor scopes with topic specific management plans has allowed the Company to refine key environmental plans and procedures, in support of execution readiness.

Monthly dust and radiation monitoring continued throughout the period in addition to groundwater level measurements, quarterly groundwater quality sampling and biodiversity monitoring which enables the development of baseline datasets and identification of emerging trends. Monitoring technologies to optimise data collection timing and resources are under review to support data integrity and accuracy and the transition towards near real-time environmental monitoring capability continued throughout the period.

EXPLORATION

Nolans Bore

Exploration activities during the quarter continued to focus on progressing mining-related studies and developing Operational and Business Readiness Plans.

NEODYMIUM AND PRASEODYMIUM (NdPr) MARKET

The March Quarter saw a sustained uplift in rare earth prices, driven by seasonal restocking ahead of the Chinese New Year holiday and compounded by tightening supply due to reduced Chinese production and processing quotas. The ex-works China NdPr price started the year at US$87/kg and finished the quarter at US$103/kg, reaching a peak of US$129.50/kg at the end of February, a price level not seen since mid-2022.

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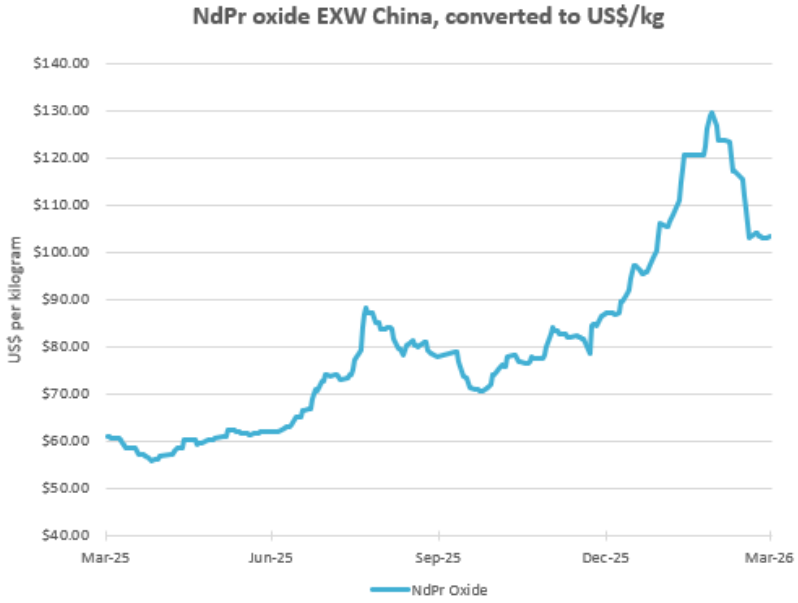


Figure 1: Asian Metal's Rare Earth Price Index - NdPr Oxide Price EXW China (inclusive VAT) converted to US$

OFFTAKE AND PROJECT FUNDING

Offtake from the Nolans Project

Arafura has announced three binding offtake agreements to the market, which currently represent 66% of its binding offtake target.

Following the execution of the equity subscription agreements for investment from the GRMF tied to the 520tpa offtake agreement with Siemens Gamesa RE, Arafura continues to progress offtake negotiations with several groups in the German and European markets. Additional offtake volumes tied to this market may be used to apply for further investment from the GRMF if required.

The Company remains actively engaged with other regions on offtake, including the US, where there are heightened efforts to secure magnet supply chain security, supported by the Critical Minerals Framework with Australia.

Project Funding – Debt

Engagement with the international group of Export Credit Agencies (**ECA**) and commercial lenders that have committed debt funding for the development of Nolans continued through the period. The indicative debt structure remains unchanged from the previous disclosures.

As is standard for conditional credit approvals, validity periods vary amongst the lender group which requires ongoing engagement with the lenders to extend credit approvals from time to time. The Company has ongoing engagement with the lender group to ensure credit approvals are valid to enable FID and contractual close on the project finance facilities.

Project finance documentation and legal agreements including the common terms deed, syndicated facility agreement, individual facility agreements and other intercreditor and security deeds are all at an advanced stage. Other documents including the contingent instrument facilities and hedging agreements are being advanced separately with the relevant counterparties.

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Project Funding – Equity

In Q2 FY2026, Arafura raised A$481 million across a placement and Share Purchase Plan (**SPP**), significantly de-risking the equity funding component of the Nolans project. Key to this transaction was support from Arafura's substantial shareholder, Hancock Prospecting, which participated in the placement for A$125 million.

On 31 March 2026, Arafura entered into binding subscription agreements for a total of ~A$230 million with KfW on behalf of the German Raw Materials Fund (**GRMF**) and Export Finance Australia (**EFA**). The equity subscriptions comprise €50 million (~A$84 million) from the GRMF and US$100 million (~A$146 million) from EFA. Additional detail on the GRMF, EFA and key terms of the transaction are detailed in Arafura's ASX Announcement dated 1 April 2026 "*Arafura executes binding cornerstone equity agreements*".

Execution of these agreements builds upon Arafura's existing equity funding package for the Nolans Project, including the capital raising referred above and binding term sheet executed with Australia's National Reconstruction Fund Corporation (**NRFC**) for A$200 million of Convertible Notes.

The above equity raisings and binding commitments total A$911 million. Arafura continues to make strong progress on finalising its equity funding strategy for the Nolans Project, including advancing negotiations on the final binding long form documentation with NRFC for the Convertible Notes.

With less than 10% of required funding outstanding, the Company has been steadfast in developing and pursuing multiple options that will attract like-minded investors aligned to long-term value creation that will deliver the best outcome for our shareholders. The Company remains focused on securing equity commitments to enable the Nolans Project to be fully funded and achieve FID in H2 FY2026[1] as targeted.

The Company has provided guidance regarding the total funding requirement of ~US$1.9 billion[2] which includes a US$160 million Cost Overrun Account (**COA**)and US$200 million Subordinated Liquidity Facility (**SLF**) undrawn in the base case. As per figure 2, approximately US$1.6 billion (excluding the COA and SLF) is forecast inclusive of capital expenditure, working capital and financing costs during construction.

[1] FID for Nolans remains subject to the completion of funding and offtake arrangements and the approval from Arafura's Board of Directors.
[2] Refer to ASX Announcement dated 20 May 2025 (Arafura Rare Earths Presentation)

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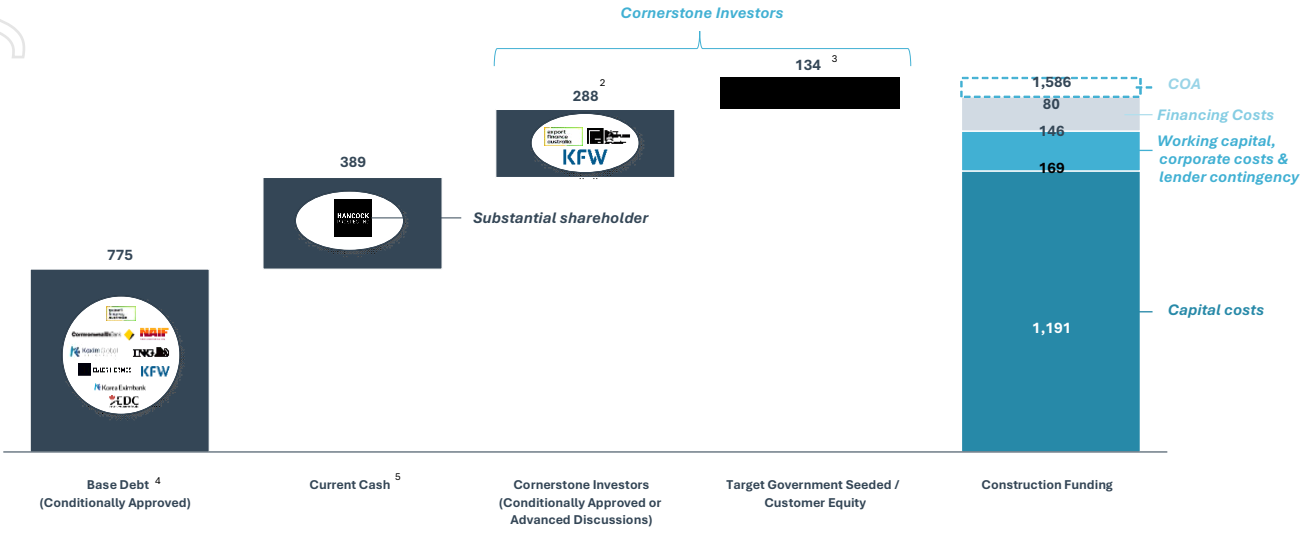


Figure 2: Indicative Funding Strategy: Nolans Funding Bridge (US$m)[12345]

CORPORATE

Cash Position

On 31 March 2026, Arafura had cash reserves of A$561 million (versus A$571 million as at 31 December 2025).

During the quarter, the Company spent ~A$0.5 million on exploration and evaluation activities, ~A$3.4 million on corporate, administration and business development costs and ~A$3.8 million on project development activities including:

- Project Execution planning.
- Detailed engineering on the hydrometallurgical plant.
- Engineering activities on critical path construction activities such as bulk earth works.
- Project management.
- Site overheads.

Cash outflows increased as the Company commenced its construction and operational readiness activities in anticipation of the final investment decision.

[1] Assumed exchange rates of AUD:USD of 0.665, EUR:USD of 1.13.
[2] Comprises NRFC convertible note of A$200m, refer to ASX Announcement dated 15 January 2025 (Arafura receives A$200m investment commitment from the NRFC), EFA equity investment of US$100m and German Raw Materials Fund investment of €50m, refer to ASX Announcement dated 1 April 2026 (Arafura executes binding cornerstone equity agreements).
[3] Remaining Government seeded equity / Customer Equity adjusted in line with SPP outcome which varied from target, refer to ASX Announcement dated 15 December 2025 (Share Purchase Plan Results). Application for additional €50m of GRMF equity investment requires additional 500tpa of NdPr oxide to be placed in German/European market.
[4] With the exception ING, all Base Debt is conditionally approved. ING's credit approval lapsed on 30 September 2025. Refer to the Company's ASX announcement dated 1 December 2025 (Project Funding Update).
[5] Comprises cash on hand at 30 September 2025 A$90m, plus proceeds from capital raisings completed prior to 31 December 2025 – Refer to ASX Announcements dated 29 October 2025 (Commitments Received for A$475m Placement), ASX Announcement dated 15 December 2025 (Share Purchase Plan Results), ASX Announcement dated 10 October 2025 (Upsized Share Purchase Plan Results). Converted to USD

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During the quarter, the Company purchased the 208-room Nolans camp and associated infrastructure for A$6.75 million. Under the Pastoralist Compensation Deed, the Company issued shares to the value of A$4 million as satisfaction of the compensation payment and the pastoralist made an additional A$1.2 million cash investment for shares at the same price ($0.22 per share, being a 10% discount from the volume weighted average price of shares on the ASX over the 20 trading days immediately prior to the date of the Compensation Deed (Refer to ASX Announcement dated 10 March 2026)).

Payments of A$375k reported in Item 6.1 of the attached Appendix 5B relate to salaries, fees and superannuation paid to Directors.

Further details on cashflows for the March 2026 quarter are available in the attached Appendix 5B.

Tenements

In accordance with ASX Listing Rule 5.3, please refer to Appendix A for a listing of all tenement holdings.

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Forward Looking Statements

This report contains certain statements which may constitute "forward-looking statements." Such statements are only expectations or beliefs and are subject to inherent risks and uncertainties which could cause actual values, results or performance achievements to differ materially from those expressed or implied in this announcement. No representation or warranty, express or implied is made by Arafura that any forward-looking statement contained in this announcement will occur, be achieved or prove to be correct. You are cautioned against relying upon any forward-looking statement. Content presented in this report is provided as at the time of this announcement (unless otherwise stated). Reliance should not be placed on information or opinions contained in this announcement and, subject only to any legal obligation to do so, Arafura Rare Earths accepts no responsibility to update any person regarding any inaccuracy, omission or change in information in this announcement or any other information made available to a person, nor any obligation to furnish the person with any further information.

Production Targets and Forecast Financial Information

The information in this announcement that relates to production targets is extracted from the Company's ASX announcement dated 11 November 2022 (Nolans Project Update). The Company's mineral resources includes 9% Measured Resources, 54% Indicated Resources and 37% Inferred Resources. The production target is based on 12% Proved Reserves, 62% Probable Reserves and 26% inferred resources as reported in the Company's ASX announcement dated 11 November 2022. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised. Arafura confirms that, all material assumptions underpinning the production target set out in the Company's ASX announcement dated 11 November 2022 (including any assumptions referred to in the Company's ASX announcement dated 11 November 2022 that were used from the DFS as set out in the Company's ASX announcement dated 7 February 2019 (Nolans Project Definitive Feasibility Study) or from the Updated Mining Study as set out in the Company's ASX announcement dated 16 March 2020 (Major Increase in Mine Life for the Nolans Project)), continue to apply and have not materially changed.

The information in this announcement that relates to forecast financial information (including forecast financial information derived from the production target) is extracted from the Company's Quarterly Report dated 28 October 2025. Arafura confirms that, all material assumptions underpinning the forecast financial information (and forecast financial information derived from the production target) set out in the Quarterly Report released on 28 October 2025 continue to apply and have not materially changed.

QUARTERLY ACTIVITIES REPORT AND APPENDIX 5B FOR PERIOD ENDING 31 MARCH 2026

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APPENDIX 5B MINING EXPLORATION ENTITY AND OIL AND GAS EXPLORATION ENTITY QUARTERLY REPORT

Name of entity	
Arafura Rare Earths Ltd	
ABN	Quarter ended ("current quarter")
22 080 933 455	31 March 2026

	Consolidated statement of cash flows	**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**	-	-
1.1	Receipts from customers		
1.2	Payments for	-	-
	(a) exploration & evaluation		
	(b) development	(3,805)	(9,123)
	(c) production	-	-
	(d) staff costs	(1,585)	(4,046)
	(e) administration and corporate costs	(1,857)	(5,066)
1.3	Dividends received	-	-
1.4	Interest received	3,557	5,116
1.5	Interest and other costs of finance paid	(6)	(18)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	56
1.8	Other	-	-
1.9	**Net cash from / (used in) operating activities**	**(3,696)**	**(13,081)**

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2.	**Cash flows from investing activities**	-	-
2.1	Payments to acquire:		
	(a) entities		
	(b) tenements and bonds	-	-
	(c) property, plant and equipment	(6,800)	(7,039)
	(d) exploration and evaluation	(507)	(1,357)
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:	-	-
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets (term deposits)	(85)	(85)
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received	-	-
2.5	Other	-	-
2.6	**Net cash from / (used in) investing activities**	**(7,392)**	**(8,481)**

3.	**Cash flows from financing activities**	1,200	572,505
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-

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3.4	Transaction costs related to issues of equity securities or convertible debt securities	(144)	(16,658)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (repayment of lease liabilities)	(73)	(219)
3.10	**Net cash from / (used in) financing activities**	**983**	**555,628**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	571,347	27,178
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,696)	(13,081)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(7,392)	(8,481)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	983	555,628
4.5	Effect of movement in exchange rates on cash held	7	5
4.6	**Cash and cash equivalents at end of period**	**561,249**	**561,249**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	561,249	571,347
5.2	Call deposits	-	-

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5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**561,249**	**571,347**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate number of payments to related parties and their associates included in item 1	(375)
6.2	Aggregate number of payments to related parties and their associates included in item 2	-
Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments		
Salaries, fees and superannuation of Directors of the Company.		

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

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Not applicable.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(3,696)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(507)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(4,203)
8.4	Cash and cash equivalents at quarter end (item 4.6)	561,249
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	561,249
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	133.5
	Note: if the entity has reported positive relevant outgoings (i.e. a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
	8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: Not applicable.	
	8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: Not applicable.	
	8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	Answer: Not applicable.	
	Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.	

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COMPLIANCE STATEMENT

- This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- This statement gives a true and fair view of the matters disclosed.

Date: 22 April 2026

Authorised by: The Board

(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – e.g., Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee". If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

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APPENDIX A – MINING TENEMENTS HELD AS AT 31 MARCH 2026

Tenement reference	Project	Holder	Nature of interest	Interest at beginning of quarter	Interest at end of quarter	Notes
ML 26659 ML 30702 ML 30703 ML 30704 ML 32411 ML 32412 ML 32413 ML 32414 ML 32415 ML 32416	Nolans, NT	Arafura Nolans Project Pty Ltd	Mineral Lease	100% 100% 100% 100% 100% 100% 100% 100% 100% 100%	100% 100% 100% 100% 100% 100% 100% 100% 100% 100%	
EL 28473 EL 28498 EL 29509 EL 31224 EL 31284 EL 31957	Aileron–Reynolds, NT	Arafura Rare Earths Ltd	Exploration Licence	100% 100% 100% 100% 100% 100%	100% 100% 100% 100% 100% 100%	
EL 29701	Bonya JV, NT	Arafura Rare Earths Ltd	Exploration Licence	60%	60%	Thor Mining Plc 40%, Arafura Rare Earths Limited 60%
EL 32167	Jervois Vanadium, NT	Arafura Rare Earths Ltd	Exploration Licence	60%	60%	Thor Mining Plc 40%, Arafura Rare Earths Limited 60%

QUARTERLY ACTIVITIES REPORT AND APPENDIX 5B FOR PERIOD ENDING 31 MARCH 2026

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Tenement reference	Project	Holder	Nature of interest	Interest at beginning of quarter	Interest at end of quarter	Notes
ML32722	Nolans, NT	Arafura Nolans Project Pty Ltd	Mineral Lease	100%	100%	Application lodged.
ML33107	Nolans, NT	Arafura Nolans Project Pty Ltd	Mineral Lease	100%	100%	
EMP33078 EMP33079 EMP33080 EMP33081 EMP33082 EMP33083 EMP33084 EMP33085	Nolans, NT	Arafura Nolans Project Pty Ltd	Extractive Mineral Permit	100%	100%	