Not for release to US wire services or distribution in the United States

ASX ANNOUNCEMENT

COMPLETION OF TRANCHE 2 PLACEMENT

9 July 2026

Arafura Rare Earths Limited (**ASX: ARU**) ("**Arafura**" or the "**Company**") is pleased to announce that Tranche 2 of the A$350 million placement announced on 22 May 2026 ("**Placement**") completed today, with the Company issuing 671,027,560 new fully paid ordinary shares to institutional and sophisticated investors, raising approximately A$174.5 million (before costs). Shareholder approval for the issue of these shares was obtained on 2 July 2026.

Tranche 1 of the Placement (which comprised the issue of 675,126,287 new fully paid ordinary shares) completed on 29 May 2026.

Alongside the Placement (and as also announced on 22 May 2026), the Company has undertaken a share purchase plan ("**SPP**") targeting to raise an additional A$25 million at an issue price of A$0.26 per share (the same issue price as under the Placement). The SPP closed on 7 July 2026, and results will be announced on 13 July 2026.

An Appendix 2A in relation to Tranche 2 of the Placement will follow this announcement.

-ENDS-

Further Information:

Investors
Penelope Stonier
Chief Corporate Affairs Officer
+61 476 435 120
pstonier@arultd.com

Media
Luke Forrestal
GRA Partners
+61 411 479 144
luke.forrestal@omc.com

Authorised by:
Catherine Huynh
Company Secretary

Not an offer of securities

This announcement has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.

For personal use only