

## CAPITAL REDEPLOYED TO ACCELERATE HALLECK CREEK DEVELOPMENT

American Rare Earths (**ASX: ARR | OTCQX: ARRNF | ADR: AMRRY**) (“**ARR**” or the “**Company**”) advises that it has completed the sale of its shareholding in Godolphin Resources Limited (ASX: GRL) as part of its ongoing focus on disciplined capital management and execution of its core development strategy.

### TRANSACTION SUMMARY

- **Shares sold:** 84,922,311 GRL ordinary shares
- **Acquisition period:** 11 August 2023 – 1 April 2025
- **Average acquisition price:** \$0.0212 per share
- **Average sale price:** \$0.034 per share
- **Gross sale proceeds:** \$2.89 million
- **Gross profit realised:** \$1,099,618.29
- **Fees and brokerage costs:** \$29,117

The transaction represents a value-accretive outcome for ARR shareholders.

### STRATEGIC RATIONALE

The sale of the GRL shareholding follows a strategic review of the Company’s non-core assets and reflects the Board’s commitment to disciplined capital allocation and prioritisation of assets with the greatest strategic alignment and near-to-medium term value creation.

While ARR’s investment in GRL was originally made as a strategic holding in a company with exposure to critical minerals, the Board has determined that the optimal use of capital at this stage of ARR’s development is to focus management attention and funding on the advancement of its flagship Halleck Creek Rare Earths Project in Wyoming, USA.

The Board considers the disposal to be a prudent and disciplined use of capital, providing additional financial flexibility as the Company progresses technical studies, metallurgical optimisation and development planning at Halleck Creek.



## USE OF PROCEEDS

Proceeds from the sale will be applied to:

- advancement of development activities at the Halleck Creek Project;
- general working capital; and
- maintaining balance sheet strength to support ARR's strategic objectives.

Chairman, Richard Hudson commented "The Board is focused on ensuring that capital is deployed in a manner that maximises long-term shareholder value. The sale of the Company's GRL shareholding represents a value-accretive outcome and reflects our ongoing discipline in reviewing non-core assets. Importantly, this transaction enhances ARR's financial flexibility as we continue to advance the Halleck Creek Project, which remains our clear strategic priority."

This release was authorised by the Board of American Rare Earths.

Investors can follow the Company's progress at [www.americanree.com](http://www.americanree.com)

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### **About American Rare Earths Limited:**

American Rare Earths (ASX: ARR | OTCQX: ARRNF | ADR: AMRRY) is a critical minerals company at the forefront of reshaping the U.S. rare earths industry. Through its wholly owned subsidiary, Wyoming Rare (USA) Inc. ("WRI"), the company is advancing the Halleck Creek Project in Wyoming—a world-class rare earth deposit with the potential to secure America's critical mineral independence for generations. Located on Wyoming State land, the Cowboy State Mine within Halleck Creek offers cost-efficient open-pit mining methods and benefits from streamlined permitting processes in this mining-friendly state.

With plans for onsite mineral processing and separation facilities, Halleck Creek is strategically positioned to reduce U.S. reliance on imports—predominantly from China—while meeting the growing demand for rare earth elements essential to defense, advanced technologies, and economic security. As exploration progresses, the project's untapped potential on both State and Federal lands further reinforces its significance as a cornerstone of U.S. supply chain security. In addition to its resource potential, American Rare Earths is committed to environmentally responsible mining practices and continues to collaborate with U.S. Government-supported R&D programs to develop innovative extraction and processing technologies for rare earth elements.