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

16 July 2026

Dear Shareholder,

ALARA RESOURCES LIMITED – NOTICE TO ELIGIBLE SHAREHOLDERS OF PRO-RATA NON-RENOUNCEABLE ENTITLEMENT OFFER TO RAISE UP TO APPROXIMATELY $3.84 MILLION

On 8 July 2026, Alara Resources Limited (ABN 27 122 892 719) (the **Company**) announced that it was conducting a 3 for 20 pro rata non-renounceable entitlement offer (**Entitlement Offer**) of new fully paid ordinary shares in the Company (**New Shares**), to raise up to approximately A$3.84 million (before costs), at a price of A$0.032 per New Share. New Shares not applied for will form the shortfall (**Shortfall Shares**), comprising of the following:

(a) Eligible Shareholders (as defined below) who have applied for their full Entitlement under the Entitlement Offer may apply for additional Shortfall Shares, subject to scale back on a pro-rata basis (**Shortfall Offer**); and

(b) other investors (by invitation only) may be allocated Shortfall Shares (**Investor Shortfall Offer**),

(Entitlement Offer, Shortfall Offer and Investor Shortfall Offer together, the **Offers**).

The Offers are lead managed by GBA Capital Pty Ltd (**Lead Manager**) and partially underwritten by the Company's major shareholder, Al Tasmin Infrastructure LLC, subject to shareholder approval.

The proceeds of the Offers will be used for ongoing exploration costs at the Company's Block 22B, Block 8, and Daris exploration projects, general working capital costs and corporate, operating and marketing costs and costs associated with the Offers. Please refer to the Company's announcement and prospectus lodged with ASIC and the ASX on 8 July 2026 in respect of the Offers (**Prospectus**) for further details.

Entitlement Offer

The purpose of this letter is to inform you about the Entitlement Offer and to explain that, if you are an Eligible Shareholder (defined below), you will be able to participate in the Entitlement Offer and Shortfall Offer. New Shares issued under the Entitlement Offer will be fully paid and rank equally with existing Shares from the date of issue.

The Offers are being made by the Company under the Prospectus which contains important information about the Entitlement Offer and you should read it carefully before applying for New Shares. This letter should be read in conjunction with the Prospectus. If you do not understand the information provided in the Prospectus or are in doubt as to how you should proceed, you should contact your financial or other professional adviser. Other than as defined in this letter, capitalised terms have the same meaning as defined in the Prospectus.

The expected date of issue of New Shares under the Entitlement Offer is 20 August 2026.

Eligible Shareholders

Eligible Shareholders are those persons who:

(a) are registered as holders of existing Shares as at 5:00pm (AWST) on Monday, 13 July 2026 (Record Date);

(b) as at the Record Date, have a registered address in Australia, Saudi Arabia, Oman (reverse solicitation only), India, China (Chinese Institutional Investors only), United Arab Emirates (excluding financial zones) or New Zealand and any other jurisdictions as agreed between the Company and the Lead Manager where persons are eligible under all applicable securities laws to receive an offer under the Entitlement Offer and Shortfall Offer; and

(c) are not in the United States and are not acting for the account or benefit of a person in the United States (to the extent that such shareholders hold Shares for the account or benefit of such person in the United States).

Shareholders who are not Eligible Shareholders are Ineligible Shareholders and are consequently unable to participate in the Entitlement Offer.

Options available to Eligible Shareholders

If you are an Eligible Shareholder, you may participate in the Offers as follows:

1 take up all of your Entitlement and apply for any Shortfall Shares under the Shortfall Offer (subject to scale back in accordance with the policy detailed in the Prospectus);

2 take up all of your Entitlement and not apply for any Shortfall Shares under the Shortfall Offer;

3 take up part of your Entitlement and allow the balance to lapse, in which case you will receive no value for those lapsed Entitlements; or

4 do nothing, in which case your Entitlement will lapse and you will receive no value for those lapsed Entitlements.

Your Entitlements under the Entitlement Offer may have value and it is important you determine whether to take up (in whole or in part) or do nothing in respect of your Entitlement. There are several matters that you should consider in relation to taking up your Entitlement. You should ensure that you understand the tax consequences of any action that you take, and you should consider seeking advice from your professional adviser.

The Entitlement Offer is non-renounceable and therefore your Entitlement will not be tradeable on the ASX or any other exchange, cannot be sold and is not otherwise transferable. This means that you will not receive any value for Entitlements you do not take up and your percentage shareholding in the Company will be diluted.

Taking up an Entitlement

If you wish to take up all, or part of, your Entitlement under the Entitlement Offer, please pay your application monies by following the instructions set out on the personalised Entitlement and Acceptance Form. Application Monies must be received before **5:00pm (AWST) on 13 August 2026**.

How to access the Entitlement Offer

1. **Online** – The Prospectus and your personalised Entitlement and Acceptance Form can be accessed via the Automic Investor Portal at: https://portal.automic.com.au/investor/home.

2. **Paper** – Request a copy of the Prospectus and your personalised Entitlement and Acceptance Form by contacting Automic on 1300 288 664 or +61 2 9698 5414, or by email at corporate.actions@automicgroup.com.au.

To download the Prospectus and your personalised Entitlement and Acceptance Form, you may use one of the following methods:

I already have an Automic Investor Portal login	I do not have an Automic Investor Portal login and wish to register	I do not have an Automic Investor Portal login but wish to access this Offer only
• Access the Automic Investor Portal at: https://portal.automic.com.au/investor/home • Select "Existing Users Sign In" and log in to your account. • Navigate to "Documents and Statements". • Download the Prospectus and your Entitlement and Acceptance Form. • Submit your application by making payment in accordance with the personalised payment instructions on your Entitlement and Acceptance Form. Do not return your Entitlement and Acceptance Form.	• Register via: https://singleholding.automic.com.au/signup • Select "*Alara Resources Limited*" from the Issuer dropdown. • Enter your SRN/HIN (from your latest holding statement). • Enter a single identifying word from your holder name. • Enter your postcode (Australia) or country of residence (overseas). • Complete the verification and follow the prompts to register. Once registered: • Log in and go to "Documents and Statements". • Download the Prospectus and your Entitlement and Acceptance Form. • Submit your application by making payment in accordance with the personalised payment instructions on your Entitlement and Acceptance Form. Do not return your Entitlement and Acceptance Form.	• Register via: https://singleholding.automic.com.au/login • Select "*Alara Resources Limited*" from the Issuer dropdown. • Enter your SRN/HIN (from your latest holding statement). • Enter a single identifying word from your holder name. • Enter your postcode (Australia) or country of residence (overseas). • Complete the verification and follow the prompts. Once logged in: • Navigate to "Documents and Statements". • Download the Prospectus and your Entitlement and Acceptance Form. • Submit your application by making payment in accordance with the personalised payment instructions on your Entitlement and Acceptance Form. Do not return your Entitlement and Acceptance Form.

Elect to receive communications electronically

You have received this letter by post because you have not nominated an email address or elected to receive shareholder communications electronically. The Company encourages all shareholders to receive communications electronically, which provides timely access to important shareholder information. To update your communication preferences, please scan the QR code or visit https://portal.automic.com.au/investor/home and follow the instructions to register or update your details.

The Entitlement Offer closes at 5:00pm (AWST) on 13 August 2026 (unless extended).

Key dates for the Offers

Event	Date*
Prospectus lodged with ASIC and ASX	8 July 2026
Announcement of Offers and Appendix 3B	8 July 2026
Notice of General Meeting sent to Shareholders	8 July 2026
"Ex" Date (date Shares are quoted ex-rights)	10 July 2026
Record Date to determine Entitlements	5:00pm (AWST) on 13 July 2026
Prospectus / Entitlement and Acceptance Form despatched	16 July 2026
Offers Opening Date	16 July 2026
Anticipated date for General Meeting	7 August 2026
Entitlement Offer Closing Date and Shortfall Offer Closing Date[1]	5:00pm (AWST) on 13 August 2026
Shares quoted on a deferred settlement basis	14 August 2026
Announce results of the Entitlement Offer and Shortfall Offer and notification to ASX of shortfall	17 August 2026
Settlement of New Shares and Shortfall Shares under the Entitlement Offer and Shortfall Offer	18 August 2026
Issue of New Shares and Shortfall Shares under the Entitlement Offer and Shortfall Offer and lodgement of Appendix 2A[3]	20 August 2026
Despatch of holding statements for New Shares and Shortfall Shares	20 August 2026
Expected quotation of New Shares and Shortfall Shares under the Entitlement Offer and Shortfall Offer[2]	21 August 2026
Investor Shortfall Offer Closing Date[1]	5:00pm (AWST) on 24 August 2026
Settlement of Shortfall Shares under the Investor Shortfall Offer and issued in accordance with the Underwriting Agreement	28 August 2026
Issue of Shortfall Shares under the Investor Shortfall Offer and issued in accordance with the Underwriting Agreement	3 September 2026
Despatch of holding statements for Shortfall Shares under the Investor Shortfall Offer issued in accordance with the Underwriting Agreement	3 September 2026

Event	Date*
Expected quotation of Shortfall Shares under the Investor Shortfall Offer and issued in accordance with the Underwriting Agreement[2]	3 September 2026

* *These dates are indicative only. The Directors reserve the right to vary the key dates without prior notice, subject to the Listing Rules*.

You should read the Prospectus in its entirety and consider seeking professional advice before making any investment decision in relation to the Offers.

Additional Information

If you have any questions regarding the Offers or require assistance accessing the Prospectus or your personalised Entitlement and Acceptance Form, please contact the Company's share registry, Automic, on 1300 288 664 (within Australia) or +61 2 9698 5414, or by email at corporate.actions@automicgroup.com.au.

For other questions, you should consult your broker, solicitor, accountant, financial adviser or other professional adviser.

Thank you for your continued support of the Company.

Yours faithfully

Peter Lee

Executive Chair

IMPORTANT NOTICE AND DISCLAIMER

Determination of eligibility of investors for the purposes of the Offers is determined by reference to a number of matters, including legal and regulatory requirements, logistical and registry constraints and the discretion of the Company and the Lead Manager. Each of the Company and the Lead Manager and their respective related bodies corporate (as defined in the Corporations Act) and affiliates and their respective directors, officers, employees, partners, consultants, contractors, agents and advisers disclaim any duty or liability (including, without limitation, any liability arising from fault, negligence or negligent misstatement) in respect of that determination and the exercise or otherwise of that discretion, to the maximum extent permitted by law.

This letter is not a prospectus or offering document under Australian law or under any other law. No action has been or will be taken to register, qualify or otherwise permit a public offering of the New Shares or Shortfall Shares in any jurisdiction outside Australia. This letter is for information purposes only and does not constitute or form part of an offer, invitation, solicitation, advice or recommendation with respect to the issue, purchase or sale of any New Shares or Shortfall Shares in the Company.

The provision of this letter is not, and should not be considered as, financial product advice. The information in this document is general information only and does not take into account your individual objectives, taxation position, financial situation or needs. If you are unsure of your position, please contact your accountant, tax advisor, stockbroker or other professional adviser.

NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES

This letter does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The New Shares have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the U.S. Securities Act), or the securities laws of any state or other jurisdiction of the United States. Accordingly, the New Shares or Shortfall Shares may not be offered or sold in the United States except in transactions that are exempt from, or not subject to, the registration requirements of the U.S. Securities Act and any applicable securities laws of any state or other jurisdiction of the United States.

IMPORTANT NOTICE TO NOMINEES

Due to legal restrictions, you must not send copies of this letter nor any material relating to the Offers to any of your clients (or any other person) in the United States or any other person acting for the account or benefit of persons in the United States or to any person in any other jurisdiction outside of Australia, Saudi Arabia, Oman (reverse solicitation only), India, China (Chinese Institutional Investors only), United Arab Emirates (excluding financial zones) and New Zealand without the consent of the Company. Failure to comply with these restrictions could result in violations of applicable securities laws.