QUARTERLY ACTIVITIES REPORT

For the period ended 30 June 2026

Highlights:

Strategic partnership with Iluka: Subsequent to the quarter end, VHM announced a long-term strategic partnership with Iluka Resources Limited, including a binding offtake agreement for the Goschen Project's Rare Earth concentrate (REC) and a A$40 million convertible note funding package.

Project implementation: VHM is completing a comprehensive market re-tender of the key project workstreams in support of the Final Investment Decision (FID). All capital and operating costs were tendered, and the fully integrated project schedule refined. VHM also continued to make significant progress on key operational approvals, further de-risking the project through the advancement of remaining minor regulatory approvals and associated project commitments.

Goschen Drilling activity: VHM commenced analysis of the drilling program completed in the first quarter of the year. The drilling program was for assistance with mine planning and creation of bulk samples.

Successful capital raise: VHM completed a share placement raising $5 million (before costs).

KEY METRICS

5 Mtpa	$13.1M	220 Mt	890Mt	Late 2027
APPROVED PROCESSING CAPACITY	CASH AT QUARTER END	TOTAL ORE RESERVE	TOTAL MINERAL RESOURCE	TARGET PRODUCTION

(ASX:VHM)

Australian owned rare earths and mineral sands mine and processing developer with a globally significant critical minerals inventory, in northwest Victoria

Board of Directors

Ian Smith
Non- Executive Chairman

Ron Douglas
Non- Executive Director

Don Runge
Non- Executive Director

Maree Arnason
Non- Executive Director

Colin Moorhead
Non- Executive Director

Bronagh Freeman
Company Secretary

Registered Office
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

Share Registry
Automic Pty Ltd
Suite 5, Level 12, 530 Collins St
Melbourne VIC 3000

Capital Structure
Ordinary Shares: 311,611,899
Options: 2,500,000
Performance Rights: 4,115,744

Investor Relations
Andrew King
Chief Executive Officer
E: investor@vhmltd.com.au

Ben McCormick
Chief Financial Officer
E: investor@vhmltd.com.au

OFFTAKE & PROJECT FUNDING

Strategic partnership with Iluka – Future made in Australia

Subsequent to the quarter end, VHM announced it had entered into a long term strategic partnership with Iluka Resources Limited comprising a binding offtake agreement for its REC and a A$40 million convertible note funding package for the fully permitted Goschen Rare Earths and Mineral Sands Project.

The partnership provides VHM with a value accretive and low capital intensity development pathway for Goschen. VHM will provide secure REC to Iluka's Eneabba Rare Earths Refinery ("Eneabba") which will be Australia's first operating rare earths oxide refinery. This is a major milestone for VHM that materially strengthens the development pathway for Goschen, underpins value creation for shareholders and advances Goschen towards FID.

The partnership is aligned with the Australian Government's Critical Minerals Strategy which supports sovereign, value-added rare earths mining and processing capability in Australia. VHM remains in discussions with export credit agencies, including Export Finance Australia (EFA), around a senior debt facility.

Key highlights:

- **Strategic positioning supporting processing of critical minerals in Australia**
  Dysprosium (Dy), Terbium (Tb) and Yttrium (Y) and light rare earths Neodymium (Nd) and Praesidium (Pr), to feed Eneabba, delivering an end-to-end sovereign Australian supply chain. The partnership establishes VHM as a cornerstone supplier of critical rare earth materials at a time of acute global demand for secure rare earth supply.
- **Life of mine Rare Earths offtake secured**
  A binding agreement for 100% of Goschen's REC production provides bankable long term revenue certainty for the life of the current mining licence supplying (20 years and 5Mtpa).
- **Early-stage, flexible cornerstone funding support**
  Iluka to provide up to A$40 million investment via a two-tranche convertible note[1] with tranche one priced at a premium to market, provides flexible, development capital while demonstrating strong third-party validation of Goschen's quality and strategic importance.
- **Material project de-risking and unlocking financing**
  The combination of binding offtake and aligned funding materially reduces key project risks, enhancing credit attractiveness and significantly strengthening VHM's position in ongoing discussions with export credit agencies and project financiers, accelerating the project towards FID.

[1] *Subject to satisfaction or waiver of certain conditions, and receipt of shareholder approval under ASX Listing Rule 7.1 as VHM does not have sufficient existing placement capacity to agree to issue the Convertible Notes.*

See ASX Release dated 2 July 2026 for the full announcement.

Heavy Mineral Concentrate offtake discussions

Heavy Mineral Concentrate (HMC) offtake negotiations for the Goschen Project are at an advanced stage, with several Tier 1 counterparties actively engaged in detailed due diligence and commercial discussions.

VHM Limited ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

PROJECT IMPLEMENTATION

VHM is progressing key project workstreams in line with its targeted late-2027 commencement of operations. Retendering of major implementation work packages under current market conditions has now been completed, enabling the finalisation of preferred contractors and positioning the Project for the efficient award of key contracts following FID. This strategy is expected to shorten post-FID timelines, improve execution certainty and support the Project's critical path.

Process Plant & onsite infrastructure

Design and Supply plus Construct tenders completed in Q2 2026.

Preferred contractor to be awarded on approval of FID

Raw water pipeline (Offsite infrastructure)

Design & Construction tender completed with experienced contractors. Preferred contractor award on approval of FID.

Offsite road upgrades

Design & Construct tenders completed in Q2 2026.

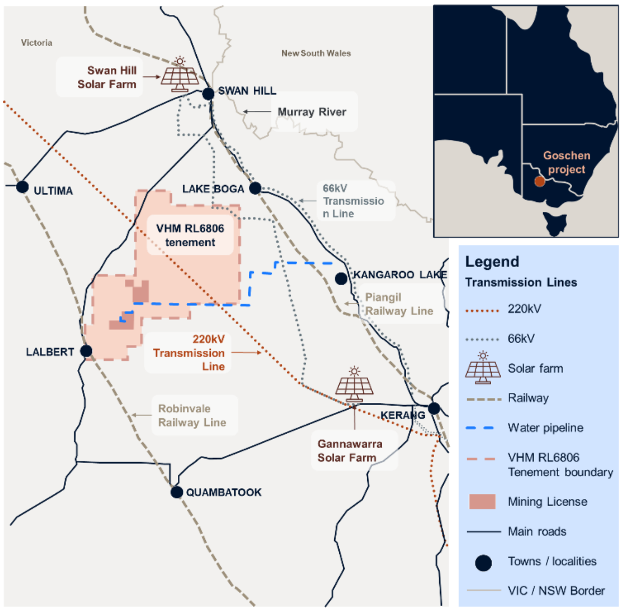
Traffic Management Plans (TMP) and Environmental Management Plans (EMP) agreed with local councils.

Preferred contractor award on approval of FID.

DRILLING ACTIVITIES

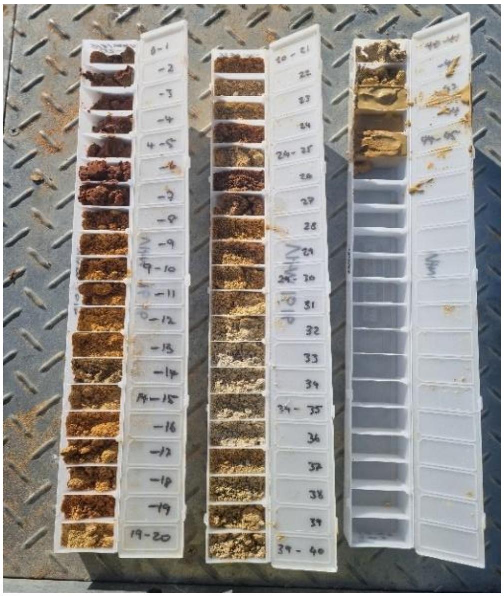
Goschen project drilling program

VHM commenced analysis of the drilling program completed in the first quarter of the year. The program is expected to further improve resource confidence while generating substantial bulk samples. During the quarter, further test work on these bulk samples provided additional confidence in the process flowsheet design and enabled the preparation of representative samples for offtake partner evaluation.



The drilling program is taking place within the Goshen project mining licence.

VHM Limited ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000



Drilling activity which was completed during the quarter

VHM Limited
ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

Regulatory approval milestones

KEY APPROVALS & MOU'S	STATUS	DATE
MOU with Gannawarra Shire Council	✓	March 2023
MOU with Swan Hill Rural City Council	✓	May 2023
Victorian Minister for Planning – Public Exhibition Approval	✓	November 2023
Environment Effects Statement (EES)	✓	December 2024
Mining Licence	✓	April 2025
Environmental Protection & Biodiversity (EPBC) Act Approval	✓	September 2025
Cultural Heritage Management Plan	✓	October 2025
Work Plan	✓	November 2025
Biodiversity Management Plan	✓	March 2026
Environment Protection Authority's A18 Licence for tailings discharge and disposal	✓	**May 2026**
Secured the required rights for all required Victorian native vegetation offsets	✓	**June 2026**

Goschen project highlights

- **Fully permitted to mine**
  All major approvals secured, reducing regulatory risk and accelerating development timelines
- **Strategic partnership with Iluka**
  The recent announcement agreement with Iluka for 100% of Goschen's REC production provides bankable long term revenue certainty for the life of the current mining licence supplying (20 years and 5Mtpa) as well as up to A$40m investment via convertible notes
- **Dual revenue streams**
  Rare earths and mineral sands production diversify income and enhance project resilience. REC includes both heavy (Dy, Tb) and light (Nd, PR) rare earths
- **Simple, low-cost operation**
  Straightforward mining and processing flowsheet designed for efficiency and cost competitiveness
- **Proven technology**
  Utilises established, commercially validated processes that minimises technical risk and enhances reliability
- **Strategic location**
  Situated in Victoria, Australia, a stable jurisdiction with strong infrastructure and proximity to transport and export routes
- **Strong ESG profile**
  Commitment to sustainable practices and community engagement, aligning with investor expectation

CORPORATE ACTIVITIES

Capital raise

In April 2026, the Company announced the successful completion of its fully underwritten placement of new fully paid ordinary shares in VHM to institutional investors. The Placement raised $5 million (before costs) at a price of $0.26 per share. Proceeds from the Placement will be used to fund Goschen early engineering works and long-lead procurement, and to fund operating costs relating to the finalisation of offtake and completion of financing agreements ahead of FID.

See ASX Release dated 22 April 2026 for the full announcement.

Select USA trip

VHM was invited to attend SelectUSA, the United States' premier investment forum, as part of its dedicated Critical Minerals program. During the visit, the Company held a number of high-level meetings with US EXIM, the Department of Energy, the U.S. International Development Finance Corporation (DFC), the U.S. Secretary of Commerce and Deputy Assistant Secretary for Textiles, Consumer Goods and Materials, Josh Kroon, further enhancing VHM's engagement with key US Government stakeholders.

Change of Company Secretary

VHM advises that Ms Bronagh Freeman has been appointed Company Secretary, effective 13 May 2026, replacing Mr Michael Sapountzis following team reassignments at Vistra (Australia) Pty Ltd, the Company's provider of corporate secretarial services.

Ms Freeman brings continuity to the role, having worked closely with VHM Limited over the past year across all aspects of the company secretarial function.

See ASX Release dated 13 May 2026 for the full announcement.

FINANCE

At quarter end the Company held $13.1 million cash. The Company's unaudited quarterly cash flow report is disclosed in Appendix 5B.

COMMUNITY

During the quarter, VHM continued to strengthen its presence within the local community and advance stakeholder engagement initiatives. Key highlights included:

- **VHM Board visits Goschen project and local region to site**
  VHM's Board of Directors visited Kerang and Swan Hill for a comprehensive project review, including an on-site Board meeting. The visit provided Directors with the opportunity to inspect key project areas, engage directly with community stakeholders and reinforce the Company's commitment to developing the Goschen Project in partnership with the local region.
- **Partnership with VIVID continues**
  VHM's valued partnership with VIVID, a disability service provider in Northern Victoria, remained a key feature of project activities during the quarter, with Kerang and Swan Hill crews supporting the Company's drilling program and assisting with the sorting and processing of assay samples.
- **Community information sessions**
  VHM conducted a further series of community information sessions across the district, providing local residents and stakeholders with project updates and opportunities to engage directly with the Company. The sessions were well attended and form part of VHM's ongoing commitment to transparent communication and community engagement.

VHM Board's visit to site

VIVID crew assisting with the drilling program

Community information session

VHM Limited

ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

This announcement has been approved by the VHM Limited Board of Directors.

The Company provides the following information pursuant to ASX Listing Rule requirements:

1. **ASX Listing Rule 5.3.1**: Exploration and Evaluation Expenditure during the quarter was $1.4 million primarily comprising project permitting and Goschen engineering work as set out in this report.
2. **ASX Listing Rule 5.3.2**: There were no substantive mining production and development activities during the quarter.
3. **ASX Listing Rule 5.3.3:** The mining, retention and exploration licences are set out in Appendix 1. The Company's 100% interest in the licenses remain unchanged since the end of the last quarter.
4. **ASX Listing Rule 5.3.5:** Payment to related parties of the Company and their associates during the quarter as set out in Section 6.1 of the attached **Appendix 5B** relate to director salaries and fees in the quarter.

Forward Looking Statements

This document may contain certain forward-looking statements concerning VHM Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties, and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political, and social uncertainties, and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward-looking statements in this document are based on the company's beliefs, opinions, and estimates of VHM Limited as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions, and estimates should change or to reflect other future developments.

For Further Information Contact:

Andrew King	Ben McCormick
Chief Executive Officer	Chief Financial Officer
E: investor@vhmltd.com.au	**E:** investor@vhmltd.com.au

Appendix 5B: Quarterly cashflow report

Name of entity	
VHM Limited	
ABN	Quarter ended ("current quarter")
ABN 58 601 004 102	30 June 2026

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for evaluation		
	a. exploration and evaluation	-	-
	b. development	-	-
	c. production	-	-
	d. staff costs	(686)	(2,594)
	e. administration and corporate costs	(119)	(2,115)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	107	302
1.5	Interest and other costs of finance paid	(106)	(537)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(804)**	**(4,944)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	a. entities	-	-
	b. tenements	-	-
	c. property, plant and equipment	(460)	(860)
	d. exploration & evaluation	(1,442)	(4,853)
	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	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (Research and development refund)	-	-
2.6	**Net cash from / (used in) investing activities**	**(1,902)**	**(5,713)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	5,000	16,700
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(246)	(783)
3.5	Proceeds from borrowings	-	257
3.6	Repayment of borrowings	(74)	(222)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – payment of lease liabilities	(86)	(338)
3.10	**Net cash from / (used in) financing activities**	**4,594**	**15,614**

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	11,168	8,099
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(804)	(4,944)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,902)	(5,713)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4,594	15,614
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**13,056**	**13,056**

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	1,536	1,377
5.2	Call deposits	11,520	9,791
5.3	Bank overdrafts	-	-
5.4	Other (Petty cash)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**13,056**	**11,168**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	122
6.2	Aggregate amount 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.

VHM Limited
ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

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.		

VHM Limited
ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(804)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,442)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,246)
8.4	Cash and cash equivalents at quarter end (item 4.6)	13,056
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	13,056
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	5.81

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: N/A

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: N/A

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: N/A

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.

Compliance statement

1. This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule19.11A.
2. This statement gives a true and fair view of the matters disclosed.

Date: 20 July 2026

Authorised by: VHM Limited Board of Directors

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

VHM Limited
ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

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.
3. 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.
4. 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".
5. 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.
6. Note that owing to the periodic expense capitalisation process conducted, there may be variances in certain categories quarter on quarter.

VHM Limited
ABN 58 601 004 102
Suite 1, Level 11, 330 Collins St
Melbourne VIC 3000

APPENDIX 1: TENEMENT SCHEDULE — 30 JUNE 2026

Licence	Location	Holder	Project	Status	Area (km^2)	Granted	Expires
MIN 7256	NW Victoria	VHM Ltd	Goschen	Current	15.4	10/04/2025	09/04/2045
RL 6806	NW Victoria	VHM Ltd	Goschen	Current	296	10/01/2020	09/01/2027
EL 6419	NW Victoria	VHM Ltd	Cannie	Current	443	18/05/2018	17/05/2028
EL 6664	NW Victoria	VHM Ltd	Cannie	Current	618	18/06/2018	17/06/2028
EL 6666	NW Victoria	VHM Ltd	Nowie	Current	447	18/06/2018	17/06/2028
EL 6769	NW Victoria	VHM Ltd	Exploration	Current	1,041	27/08/2018	27/08/2028
				TOTAL AREA	2,860.4 km^2		