Notice of Dispatch of Entitlement Offer Documents

Heavy Rare Earths Limited (ACN 648 991 039) (ASX:HRE) (the **Company**) is pleased to announce that the prospectus dated 19 August 2026 (**Prospectus**) and personalised entitlement and acceptance forms in relation to the non-renounceable pro rata entitlement offer to eligible shareholders (**Entitlement Offer**) have been made available to eligible shareholders today in accordance with the indicative timetable set out in the Prospectus.

Eligible shareholders who wish to take up their entitlement have until the closing date of the Entitlement Offer, being **5:00pm (AEST) on Friday, 25 September 2026**, to accept their entitlement in full or in part.

The Prospectus and your Personalised Entitlement and Acceptance Form can be accessed at: https://www.investorserve.com.au/.

The Prospectus can also be accessed via the Company's website https://hreltd.com.au/.

Notifications have also been sent to ineligible shareholders pursuant to ASX Listing Rule 7.7.1(b).

Under the Entitlement Offer, eligible shareholders are entitled to subscribe for one (1) new fully paid ordinary share (**New Share**) for every eight (8) existing fully paid ordinary shares held at 5.00pm (Melbourne time) on Monday, 24 August 2026 at an issue price of $0.028 per New Share. In addition, for every two (2) New Shares issued, subscribers will receive one (1) free-attaching option with an exercise price of $0.06 each and an expiry date of 26 February 2028.

Eligible Shareholders who take up their Entitlement in full may also apply for additional New Shares in excess of their Entitlement, up to a maximum of 50% of their Entitlement, at the Offer Price (subject to the overall level of participation in the Entitlement Offer and the allocation policy contained in the Prospectus).

Eligible shareholders should carefully consider the Prospectus in deciding whether to acquire securities under the Entitlement Offer and will need to follow the instructions set out in their personalised entitlement and acceptance form that accompanies the Prospectus.

For further information on the Entitlement Offer you may contact the Company Secretary on +61 3 8630 3321 or justin@hreltd.com.au.

For all general shareholder enquiries, please contact the Share Registry on 1300 737 760 (within Australia) and +61 2 9290 9600 (outside Australia) or consult your professional advisor.

This release was approved by the Company's Board of Directors.

This announcement has been approved by the Board of HRE

For more information, please contact:

Jason Barnett
CEO and MD
+61 03 8630 3321
info@hreltd.com.au

Alex Cowie
NWR Communications
+61 412 952 610
alexc@nwrcommunications.com.au

About Heavy Rare Earths Limited

Heavy Rare Earths Limited (ASX:HRE) is an Australian uranium and critical minerals exploration and development company. HRE's key exploration projects are in the uranium-and critical minerals-rich Curnamona Province of eastern South Australia and in the Mid-West region of Western Australia.

HEAVY RARE EARTHS LIMITED

27 August 2026

Dear Shareholder

Heavy Rare Earths Limited – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE

Heavy Rare Earths Limited (ACN 648 991 039) (Heavy Rare Earths or the Company) is undertaking a non-renounceable rights issue on a one (1) for eight (8) basis with an issue price of $0.028 per New Share to raise approximately $728,119.00 (before costs) with one (1) free-attaching Option for every two (2) New Shares subscribed for and issued (Entitlement Offer).

We are writing to you as an eligible shareholder, entitled to participate in the Offer.

The Prospectus and your Personalised Entitlement and Acceptance Form can be accessed at: https://www.investorserve.com.au/.

The Prospectus can also be accessed via the Company's website https://hreltd.com.au/.

The Offer closes at 5:00pm (AEST) on Friday, 25 September 2026.

The number of Shares for which you are entitled to apply for under the Offer (Entitlement) is shown on your Personalised Entitlement and Acceptance Form.

Applications

To access the online system at https://www.investorserve.com.au/, you will need to provide your Securityholder Reference Number (SRN) or Holder Identification Number (HIN) and postcode and follow the instructions provided including making payment by BPAY® for the securities you wish to subscribe for.

If you are unable to access https://www.investorserve.com.au/, please contact the Company's share registry on 1300 737 760 (in Australia) or +61 2 9290 9600 (outside Australia).

Actions required by Eligible Shareholders

There are a number of actions you may take:

- accept your full Entitlement and apply for additional shares;
- accept part of your Entitlement; or
- if you do not wish to accept all or part of your Entitlement, you are not obliged to do anything.

Key dates for the Offer

Event	Date
Ex-date	Friday, 21 August 2026
Record Date for determining Entitlements	Monday, 24 August 2026
Offer opening date, letters sent out to Shareholders and Company announces this has been completed	Thursday, 27 August 2026
Last day to extend the Closing Date	Tuesday, 22 September 2026
Offer Closing Date	5:00pm (AEST) on Friday, 25 September 2026
Announcement of Offer results	Wednesday, 30 September 2026
Issue date and lodgement of App 2A with ASX applying for quotation of the Shares	Prior to 12:00pm (AEST) on Friday, 2 October 2026
Quotation of Entitlement Offer Shares on a normal settlement basis[2]	Monday, 5 October 2026

Note:

These dates are indicative only and subject to change. The Company reserves the right, subject to the Corporations Act and the ASX Listing Rules, to vary the above dates. In particular, the Company reserves the right to extend the closing date of the Entitlement Offer, to accept late applications either generally or in particular cases or to withdraw the Entitlement Offer without prior notice. The commencement of quotation of New Shares is subject to confirmation from ASX.

You should read the entire Offer Document carefully and seek professional advice before deciding whether to invest in the Offer.

If you have any questions in respect of the Entitlement Offer, please contact the Company's share registry, Boardroom Pty Ltd on 1300 737 760 (within Australia) or +61 2 9290 9600 (outside Australia) between 8.30am and 5.00pm AEST Monday to Friday (excluding public holidays) during the offer period for the Entitlement Offer.

Yours sincerely

Justin Mouchacca
Company Secretary

HEAVY RARE EARTHS LIMITED

BoardRoom

All correspondence to
Boardroom Pty Limited
GPO Box 3993
Sydney NSW 2001
Tel: 1300 737 760 (within Aust)
Tel: + 61 2 9290 9600 (outside Aust)
Fax: + 61 2 9279 0664
www.boardroomlimited.com.au

NON-RENOUNCEABLE ENTITLEMENT OFFER

APPLICATION FORM

Subregister:

HIN / SRN:

Entitlement No:

Number of Shares held at 5.00pm (AEST) on Monday, 24 August 2026 (**Record Date**):

OFFER CLOSES: 5.00pm (AEST) Friday, 25 September 2026

A Entitlement Acceptance

(1) If you wish to accept **YOUR FULL ENTITLEMENT**, please note your Entitlement and requisite Application Amount specified below and **make a payment by BPAY in which case you DO NOT NEED TO RETURN THIS FORM.**

Entitlement New Shares	Offer Price (per New Share)	Application Amount $
	$0.028	

For every two (2) New Shares subscribed for and issued to you under the Entitlement Offer and Top-Up Facility (if applicable), you will also be issued one (1) free-attaching New Option for no additional consideration, exercisable at $0.06 each and expiring on 26 February 2028, on the terms set out in the Prospectus. No amount is payable for the New Options.

(2) If you wish to accept only **PART OF YOUR ENTITLEMENT** please **make a payment by BPAY** for the number of New Shares you wish to accept under your Entitlement **in which case you DO NOT NEED TO RETURN THIS FORM.**

Part Acceptance of Entitlement New Shares	Offer Price (per New Share)	Application Amount $
	$0.028	

B Application for Additional New Securities up to 50% of your Entitlement (if available under the Top-Up Facility)

If you apply to take up all of your Entitlement in full as noted in Section A, you may also apply for Additional New Shares (together with the free attaching New Options) up to 50% of your Entitlement noted above, at the Issue Price. If you wish to apply for Additional New Shares (together with the free attaching New Options), please insert the number of Additional New Shares in the box below and the appropriate amount payable. Additional New Securities will be allocated to Eligible Shareholders in accordance with the Allocation Policy set out in the Prospectus and may be subject to any scale-back of applications for Additional New Securities in accordance with the Prospectus. Refer to the Prospectus for further details.

Number of Additional New Shares	Offer Price (per New Share)	Application Amount $
	$0.028	

C Calculate total Application Amount (if applying for Additional New Shares)

If you are applying for Additional New Securities, please **make a payment by BPAY** for the **TOTAL NUMBER OF NEW SHARES** and requisite Application Amount payable by adding the number of New Shares to which you are entitled under your Entitlement (**Section A (1)**) to the number of Additional New Shares for which you are applying (**Section B**). As payment is made by BPAY you **DO NOT NEED TO RETURN THIS FORM.**

Total Number of New Shares (A (1) + B)	Offer Price (per New Share)	Application Amount $ (A (1) +B)
	$0.028	$

Additional New Shares will only be allotted if available.
If the person completing this Form is acting for the Eligible Shareholder, payment by BPAY will constitute acceptance of the Entitlement Offer by the Eligible Shareholder, and if that person is acting under Power of Attorney, he/she states that he/she has not received notice of revocation and that he/she has authority to accept the Entitlement Offer.

REFER OVERLEAF FOR PAYMENT INSTRUCTIONS

Payment Instructions

Payment may only be made by BPAY®. Cash will not be accepted via mail or at Boardroom Pty Limited. Payments cannot be made at any bank.

Payment by BPAY®

When paying for your Entitlement by BPAY® it is not necessary to return the Entitlement and Acceptance Form. Your payment must be received by the registry before 5.00pm (AEST) on Friday, 25 September 2026

Biller Code: 237669

CRN:

Telephone & Internet Banking - BPAY®
Contact your bank, credit union or building society to make this payment from your cheque, credit or savings account.
More info: www.bpay.com.au ® Registered to BPAY Ltd ABN 69 079 137 518

- To pay via BPAY® please contact your participating financial institution
- As you are paying by BPAY®, you do not need to complete and return the Entitlement and Acceptance Form

Please enter your contact details in case we need to contact you in relation to your application

CONTACT NAME	EMAIL ADDRESS	TELEPHONE

This document is of value and requires your immediate attention. If in doubt, please consult your stockbroker, solicitor, accountant or other professional advisor without delay.

The offer to which this Entitlement and Acceptance Form relates does not constitute an offer to any person who is not an Eligible Shareholder, and in particular is not being made to Shareholders with registered addresses outside Australia or New Zealand. This Entitlement and Acceptance Form does not constitute an offer in the United States of America (or to, or for the account or benefit of, US Persons) or in any jurisdiction in which, or to any persons to whom, it would not be lawful to make such an offer.

ACCEPTANCE OF THE OFFER

By making payment by BPAY®, by 5.00pm (AEST) on Friday, 25 September 2026:

- you represent and warrant that you have read and understood and agree to the terms set out in this Form and acknowledge you have read the entire Prospectus issued in connection with the Entitlement Offer;
- you represent and warrant that you are not located in the United States or a U.S. Person and are not acting for the account or benefit of a U.S. Person or any other foreign person;
- you provide authorisation to be registered as the holder of New Shares and New Options acquired by you and agree to be bound by the constitution of Heavy Rare Earths Limited; and
- your application to acquire New Shares is irrevocable and may not be varied or withdrawn except as allowed by law.

HOW TO ACCEPT NEW SECURITIES OFFERED

BPAY® payment method: The requisite Application Amount payable by you in order to accept all or part of your Entitlement is shown in **Section A** on the first page of this Form. If you accept your full Entitlement and wish to apply for Additional New Shares, please complete **Sections B and C** (to determine your total Application Amount payable). Contact your Australian bank, credit union or building society to make this payment from your cheque, savings or credit account. For more information visit: www.bpay.com.au. Your Biller code and Customer Reference Number appear at the top of this page. Payments must be received by BPAY® before 5.00 pm (AEST) on Friday, 25 September 2026.

If the BPAY® payment is for any reason not received in full, the Company may treat you as applying for as many New Securities as will be paid for by the cleared funds. Shareholders using the BPAY® facility will be bound by the provisions relating to this Offer. **You are not required to submit this Form when making payment using BPAY®.**

If you are a New Zealand resident shareholder, you are unable to pay by BPAY® unless you have an Australian bank account. However, you are able to pay by international electronic funds transfer (**EFT**). **Please refer to the additional payment instructions provided to you if you would like to pay by EFT.** Please contact the Share Registry, Boardroom Pty Limited, on +61 2 9290 9600 if you have any queries, or if you have not received the separate EFT instruction letter.

Mailing Address:	**Hand Delivery Address**:
Boardroom Pty Limited	Boardroom Pty Limited
GPO Box 3993	Level 8,210 George Street
Sydney NSW 2001	Sydney NSW 2000

Privacy Statement:

Boardroom Pty Limited advises that Chapter 2C of the Corporations Act 2001 (Cth) requires information about you as a Shareholder (including your name, address and details of the Shares you hold) to be included in the public register of the entity in which you hold Shares. Information is collected to administer your Shareholding and if some or all of the information is not collected then it might not be possible to administer your Shareholding. Your personal information may be disclosed to the entity in which you hold Shares. You can obtain access to your personal information by contacting us at the address or telephone number shown on the Application Form.
Our privacy policy is available on our website (https://www.boardroomlimited.com.au/corp/privacy-policy).

HEAVY RARE EARTHS LIMITED

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

27 August 2026

Dear Eligible Shareholder,

Entitlement Offer - Additional payment option for New Zealand shareholders

As set out in its announcement on Wednesday, 5 August 2026, Heavy Rare Earths Limited ACN 648 991 039 (**Heavy Rare Earths** or the **Company**) is undertaking a non-renounceable entitlement offer, whereby Eligible Shareholders will be offered the opportunity to acquire 1 new fully paid ordinary share in Heavy Rare Earths (**New Share**) for every 8 fully paid ordinary shares in Heavy Rare Earths held as at the Record Date (being 5:00pm (AEST) on Monday, 24 August 2026) at an issue price of $0.028 per New Share, , together with one (1) free-attaching New Option for every two (2) New Shares subscribed for and issued (each exercisable at $0.06 and expiring on 26 February 2028), with no minimum subscription (**Offer**). Capitalised terms used but not defined in this letter have the same meaning ascribed to those terms in the Prospectus dated 19 August 2026 issued by the Company in respect of the Offer (**Prospectus**).

To facilitate payment of Application Monies from Eligible Shareholders located in New Zealand (**Overseas Eligible Shareholders**), in addition to the option of making payment via BPAY®, Heavy Rare Earths is pleased to offer its Overseas Eligible Shareholders the opportunity to remit their Application Monies by international electronic funds transfer (**EFT**) to the following Australian bank account:

Bank:	St George Bank
Address:	IBN 82, 1 King Street, Concord West NSW 2138
BSB:	
Account Number:	
Account Name:	Boardroom Pty Limited ITF Heavy Rare Earths Limited
Swift Code:	SGBLAU2S

Please note that the Application Monies remitted by you will be subject to international transfer and foreign currency conversion fees levied by your financial institution such that the amount received by Heavy Rare Earths in Australian dollars will be less than the amount remitted by you in New Zealand dollars.

If you wish to take up all or part of your Entitlement or additional New Securities under the Top-Up Facility (on the terms set out in the Prospectus), you will need to ensure that the amount paid by you takes into account any international transfer and foreign currency conversion fees levied by your financial institution.

In this case, you will need to confirm this amount with your financial institution prior to paying your Application Monies to Heavy Rare Earths and pay an additional amount to cover these fees as Heavy Rare Earths will only issue New Shares based on the actual amount of Application Monies that it receives.

If your Application Monies do not pay for your full Entitlement, you are deemed to have only taken up your Entitlement in respect of such whole number of New Shares that is covered in full by your Application Monies.

For processing and reconciliation, when making your payment, please add to the remittance advice your CRN which appears under the Biller Code on the front of your personalised Entitlement and Acceptance Form and forward a copy of the remittance advice and entitlement form to Heavy Rare Earth's Share Registry, Boardroom Pty Limited, by e-

mail to corporateactions@boardroomlimited.com.au, as soon as the payment is made. Failure to do so may result in funds not being matched to your application and Heavy Rare Earth's being unable to issue you New Shares under the Offer.

Eligible Shareholders are reminded that the Offer is expected to close at 5:00pm (AEST) Friday, 25 September 2026 (Closing Date) and any payment received after the Closing Date may be rejected.

If you are interested in applying for New Shares under the Offer, you are advised to arrange for payment of Application Monies as early as possible and to allow sufficient time for the Application Monies to be transferred and received by Heavy Rare Earth's by the Closing Date.

If you have any additional questions regarding the Offer, please contact the Share Registry on +61 2 9290 9600 from 9:00am to 5:00pm (Sydney, Australia time) Monday to Friday (excluding public holidays) or by e-mail to corporateactions@boardroomlimited.com.au.

Yours faithfully,

Justin Mouchacca
Company Secretary
Heavy Rare Earths Limited

Notice of Ineligible Shareholders of Non-Renounceable Entitlement Offer

Dear Shareholder

We write to you as the registered holder of fully paid ordinary shares (**Shares**) in Heavy Rare Earths Limited (ACN 648 991 039) (ASX:HRE) (**Company**) as at 24 August 2026.

Pursuant to the prospectus lodged with ASIC on 19 August 2026 (**Prospectus**), the Company is undertaking a non-renounceable pro rata entitlement offer to Eligible Shareholders at an issue price of $0.028 per New Share on the basis of one (1) New Share for every eight (8) existing Shares held as at the record date, being 5.00pm (AEST) on Monday, 24 August 2026 (**Record Date**), together with one (1) free-attaching Option, exercisable at $0.06 each and expiring on 26 February 2028 (**New Option**), for every two (2) New Shares subscribed for and issued (**Entitlement Offer**).

The Entitlement Offer will seek to raise up to a total of approximately $728,119 (before costs) via the issue of approximately 26,004,235 New Shares (subject to rounding). Eligible Shareholders who have applied for their Entitlement in full may also apply for additional New Shares and New Options (**Top-Up Securities**) under the Top-Up Facility, subject to the maximum amount of Top-Up Securities being an additional 50% of that Eligible Shareholder's Entitlement, and subject at all times to the Directors' discretion to scale back applications under the Top-Up Facility and otherwise in accordance with the allocation policy set out in the Prospectus. The Top-Up Securities will be offered on the same terms as the New Securities to be issued under the Entitlement Offer.

If, following the allocation of Top-Up Securities there remains a shortfall of New Securities offered under the Entitlement Offer (**Shortfall**), the Directors reserve the right to place Shortfall at their discretion, following reasonable consultation with the Lead Manager, during the three month period following the Closing Date to sophisticated or professional investors identified by the Company (**Shortfall Offer**) and otherwise in accordance with the allocation policy set out in the Prospectus. The New Securities offered under the Shortfall Offer will be offered on the same terms as the New Securities to be issued under the Entitlement Offer and Top-Up Facility.

The Entitlement Offer is not underwritten.

Capitalised terms used, but not defined, in this letter have the meaning ascribed to them in the Prospectus.

Ineligible Shareholders

Pursuant to section 9A(3)(a) of the *Corporations Act 2001* (Cth) (**Corporations Act**) and ASX Listing Rule 7.7.1(a), the Company has determined that it is unreasonable on this occasion to extend the Entitlement Offer to Shareholders with a registered address outside of Australia and New Zealand (**Ineligible Shareholders**), having regard to the number and value of the Securities that would be offered to those Shareholders and the cost of complying with the legal requirements and the requirements of regulatory authorities in the overseas jurisdictions.

As you do not satisfy the criteria for an Eligible Shareholder, you are deemed to be an Ineligible Shareholder for the purposes of the Entitlement Offer. Accordingly, in compliance with section 9A(3) of the Corporations Act and ASX Listing Rule 7.7.1(b), the Company wishes to inform you that it is unfortunately unable to extend to you the opportunity to participate in the Entitlement Offer.

This notice is to inform you of the Entitlement Offer. You are not required to do anything in respect to this letter.

For enquiries concerning the Entitlement Offer and the Prospectus, please contact the Company Secretary on +61 3 8630 3321 or justin@hreltd.com.au, and for all general shareholder enquiries, please contact the Share Registry on 1300 737 760 (within Australia) or +61 2 9290 9600 (outside Australia).

Yours faithfully

Jason Barnett
CEO and MD
Heavy Rare Earths Limited

This announcement has been approved by the Board of HRE

For more information, please contact:

Jason Barnett
CEO and MD
+61 03 8630 3321
info@hreltd.com.au

Alex Cowie
NWR Communications
+61 412 952 610
alexc@nwrcommunications.com.au

About Heavy Rare Earths Limited

Heavy Rare Earths Limited (ASX:HRE) is an Australian uranium and critical minerals exploration and development company. HRE's key exploration projects are in the uranium-and critical minerals-rich Curnamona Province of eastern South Australia and in the Mid-West region of Western Australia.