



1 October 2026, Victoria, Australia

PHASE 1B 90% INSTALLED, DRY COMMISSIONING UNDERWAY AND ON TRACK FOR FIRST METAL BY END OF 2026

Latrobe Magnesium Limited (ASX: LMG) (“Latrobe”, “LMG” or the “Company”) is pleased to report strong progress on its Phase 1B Pyrometallurgical Plant Project at its Latrobe Valley Demonstration Plant, Victoria. Installation is now 90% complete (up from 70% at the end of August), staged commissioning is underway and the project is tracking within its original budget. The Company remains on track to achieve its key technical milestone of producing magnesium metal crowns (>98% Mg) by the end of 2026.

LMG is currently undertaking an Entitlement Offer under the Prospectus. See page 2 and ‘Important Information’.

Summary

- **Installation completion to 90%:** Overall project installation completion moved to 90%, up from 70% at the end of August, with the Reduction Furnace area advancing substantially and Briquetting installation complete.
- **Critical path works advancing:** Retort supporting pier rail installation successfully completed by specialist bricklayers, representing the final key installation activity on the critical path for the Reduction Furnace.
- **Commissioning underway:** Key vendors are on site performing dry commissioning works. Ball Mill and Briquette Machine commissioning dry runs successful with overall project commissioning 25% complete.
- **First metal on track for end of 2026:** Remaining key installation activities expected to be completed in the coming weeks, with the key milestone of magnesium metal crowns (>98% Mg) by the end of 2026 on track.
- **Operational readiness underway:** First reagent deliveries received on site with remaining scheduled for coming weeks, confirming supply chain readiness ahead of first metal production.
- **Spend forecast within budget:** Project forecast spend is within the original A\$6.1m budget, with remaining spend still in line with forecasts outlined in the Entitlement Offer Prospectus (see page 2).
- **Importantly zero recorded incidents:** Project Health, Safety & Environment (HSE) performance continued at an exceptional standard; weekly HSE compliance >98% and zero recordable incidents since commencement.
- **CEO transition complete:** New Chief Executive Officer Mr Robert Stein has assumed the role with CEO Emeritus Mr David Paterson remaining as a strategic advisor.

Chief Executive Officer Robert Stein said:

“Focussed delivery of the Phase 1B project is essential to validate the technical model we intend to replicate in our larger commercial development options. The progress of the project against key scope, schedule, budget and most importantly HSE key performance indicators, is testament to the project team’s dedication and capability, led by Project Manager Sal Awad. We remain committed to delivering against our milestones in a controlled manner, and we remain on track to produce first magnesium metal by the end of 2026.”

Entitlement Offer

LMG is currently undertaking a non-renounceable entitlement offer (“**Entitlement Offer**”) under a prospectus lodged with ASIC and released to the ASX on 22 September 2026 and a supplementary prospectus lodged with ASIC and released to the ASX on 25 September 2026 (together the “**Prospectus**”). The Entitlement Offer is scheduled to close at 5:00 pm (AEDT) on Monday, 19 October 2026. Offers of securities under the Entitlement Offer are made in, or accompanied by, a copy of the Prospectus. Eligible shareholders should read the Prospectus in full and consider it before deciding whether to acquire securities, and anyone who wishes to acquire securities will need to complete the application form in, or accompanying, the Prospectus. See “Important Information” at the end of this announcement.

1. Project Status

Overall Phase 1B installation is 90% complete as at 30 September 2026, up from 70% on 31 August 2026. This reflects a sustained and significant acceleration across Briquetting and the Reduction Furnace.

Early staged commissioning activities have commenced with overall project commissioning 25% complete. Key vendors are on site supporting LMG’s five-stage commissioning process, which is designed to move each work area efficiently from installation completion into active commissioning. To date, successful Ball Mill and Briquette Machine dry runs have been completed.

Personnel resourcing continues to be actively managed. Additional specialist trades and electrical resources engaged during the installation period are progressively demobilising as installation scope is completed and the focus transitions to commissioning. HSE management through demobilisation and commissioning remains an active focus.

Phase 1B cost performance to date reflects continued and sustained installation activity across site since the project’s commencement late March 2026. The project is currently tracking within its original A\$6.1m budget with cash forecast spend in line with the A\$3.8m allocated in the recently despatched Prospectus and Equity Raising Announcement (LMG ASX Release, “Latrobe Magnesium secures firm commitments for an \$8.5m equity raising”, 22 September 2026). Commitments are aligned with procurement and subcontract agreements executed with the advancing scope.

Key installation activities are expected to be completed in the coming weeks with the Company’s key technical milestone of producing magnesium metal crowns (>98% Mg) by the end of 2026 still intact. The Company will provide a further update on the project’s installation status when complete and will provide regular updates as commissioning activities advance towards first metal production.

2. Health, Safety and Environment

Safety performance across Phase 1B installation and commissioning activities has continued to be maintained to an exceptional standard.

- Weekly HSE audit compliance rates remained consistently high, above 98% across the last month.
- Zero recordable incidents since project commencement, representing a strong safety outcome.

3. Engineering and Procurement

Site procurement continues to be completed progressively to support the advancing installation works. Materials procured over the period include consumables and minor supplies to support installation & commissioning works.

- Key vendors have mobilised to site to continue on site testing and commissioning activities. Works include integrated testing of the control system and electrical equipment in the remaining areas, following on from last month's completion of the Briquetting system.
- Reagent supply arrangements are in place, with reagent deliveries already received on site and the remaining scheduled for delivery in the coming weeks, confirming supply chain readiness ahead of first metal production.
- The argon supply manifold has been commissioned and leak tested. LPG tie-in works have been completed, finalising the LPG supply infrastructure for the Reduction Furnace.
- Vacuum testing of retort and condenser assemblies has recently commenced. All 30 assemblies have been fabricated and are being tested progressively. Any assemblies that do not pass vacuum testing are subject to remediation and re-testing. This activity is on the near-critical path to Reduction Furnace commissioning readiness and is being closely monitored.
- Reduction Furnace works continue to progress. Phase two of the retort supporting pier rail installation is now complete, which was the last remaining key installation activity for the Reduction Furnace (excluding commissioning support). The Reduction Furnace remains a critical path item and remains an active focus.

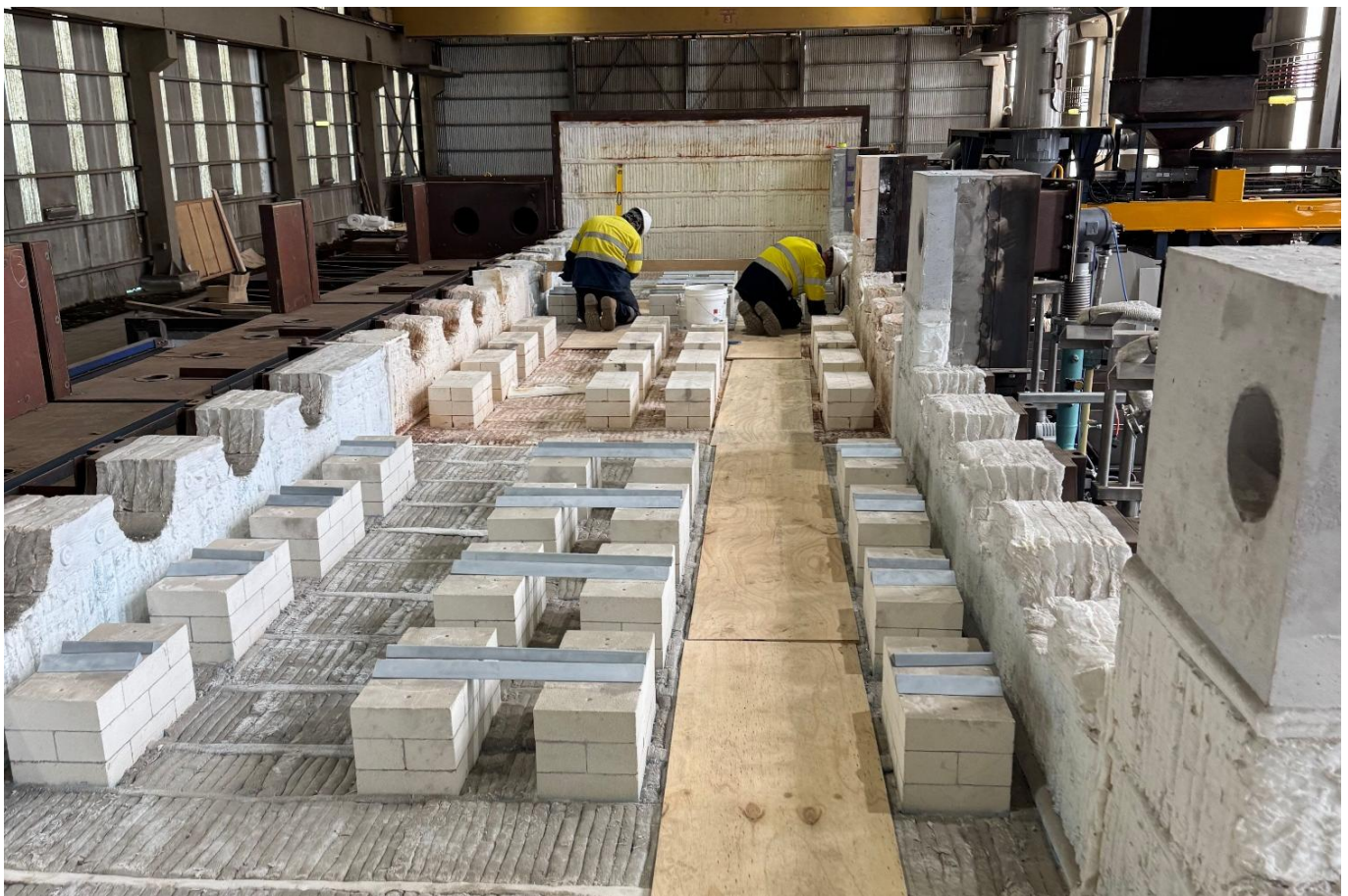


Figure 1: Retort pier installation



Figure 2: Retort pier installation complete

4. Site Execution

Civil Works

All major civil works are complete. Minor grouting works remain outstanding in the Reduction Furnace area and are scheduled for completion prior to commissioning of that area.

Structural, Mechanical & Piping (SMP) Installation

SMP installation advanced substantially during the reporting period across both Briquetting and Reduction Furnace work areas, with the following key milestones achieved or progressing:

- Ball Mill dry commissioning runs were successfully completed during the reporting period, with the Ball Mill now ready for charge. The Briquette Machine has also completed dry commissioning runs, with a small number of modifications identified and progressing.
- Retort supporting pier rail installation was completed by specialist bricklayers.
- Reduction Furnace installation is substantially complete across most fronts. Ducting, fans, and air aspiration piping are complete. Combustion burners and gas piping have been completed and pressure tested successfully. Installation of bottom modules with fibre blanket is complete with condenser gallery installation continuing to progress.
- Exhaust Stack installation is complete, including the final section at height, installed safely.
- Installation of the automatic load shuttle track encoders commenced, with perimeter safety fencing installed.
- Crown Handling Baler installed, along with the hoses, hydraulic ram and safety guarding, all ready for testing.



Figure 3: Commissioning and dry run of ball mill

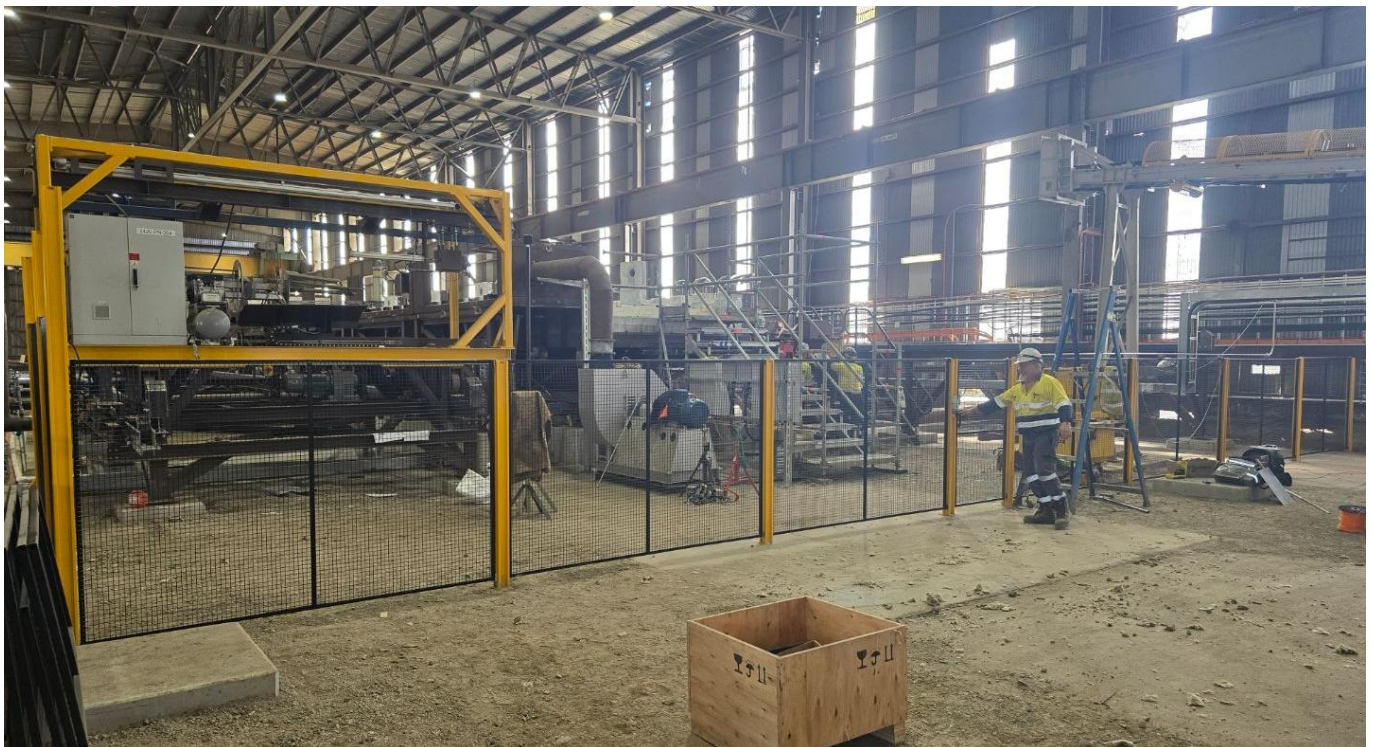


Figure 4: Erection and installation of safety fencing around Reduction Furnace area perimeter



Figure 5: Reduction Furnace installation substantially complete with installation of ducting, fans, and piping



Figure 6: LPG supply infrastructure tie-in works completed by LPG vendor



Figure 7: Crown Handling Baler installation



Figure 8: Vacuum testing of condenser and retort assemblies



Figure 9: Exhaust Stack installation and lifting completed safely

Electrical & Instrumentation (E&I) Installation

Electrical and instrumentation installation has been substantially completed across both Briquetting and Reduction Furnace work areas during the reporting period, with the following key milestones achieved:

- Briquetting area pre-commissioning and testing is 100% complete. All equipment has been energised and tested, and the area is in active staged commissioning.
- Quicklime and Ferrosilicon area terminations are 100% complete.
- Briquette Loading area is complete, with sequence testing with key vendor completed.
- Reduction Furnace area terminations are complete, including the Furnace Motor Control Panel (MCP), spare terminations, automatic load shuttle equipment, and furnace burners. Area QA/QC is progressing, along with testing progressing concurrently with the key vendor.
- Cable tray insulation and protection in the Furnace area has started and is progressing.
- Automatic load shuttle energy chain cabling is complete with E-stop installations around safety fencing progressing.
- Baler electrical terminations are complete and tested.
- SCM Silo cabling and terminations are complete.



Figure 10: Automatic load shuttle terminations completed



Figure 11: Cable tray insulation and protection progressing

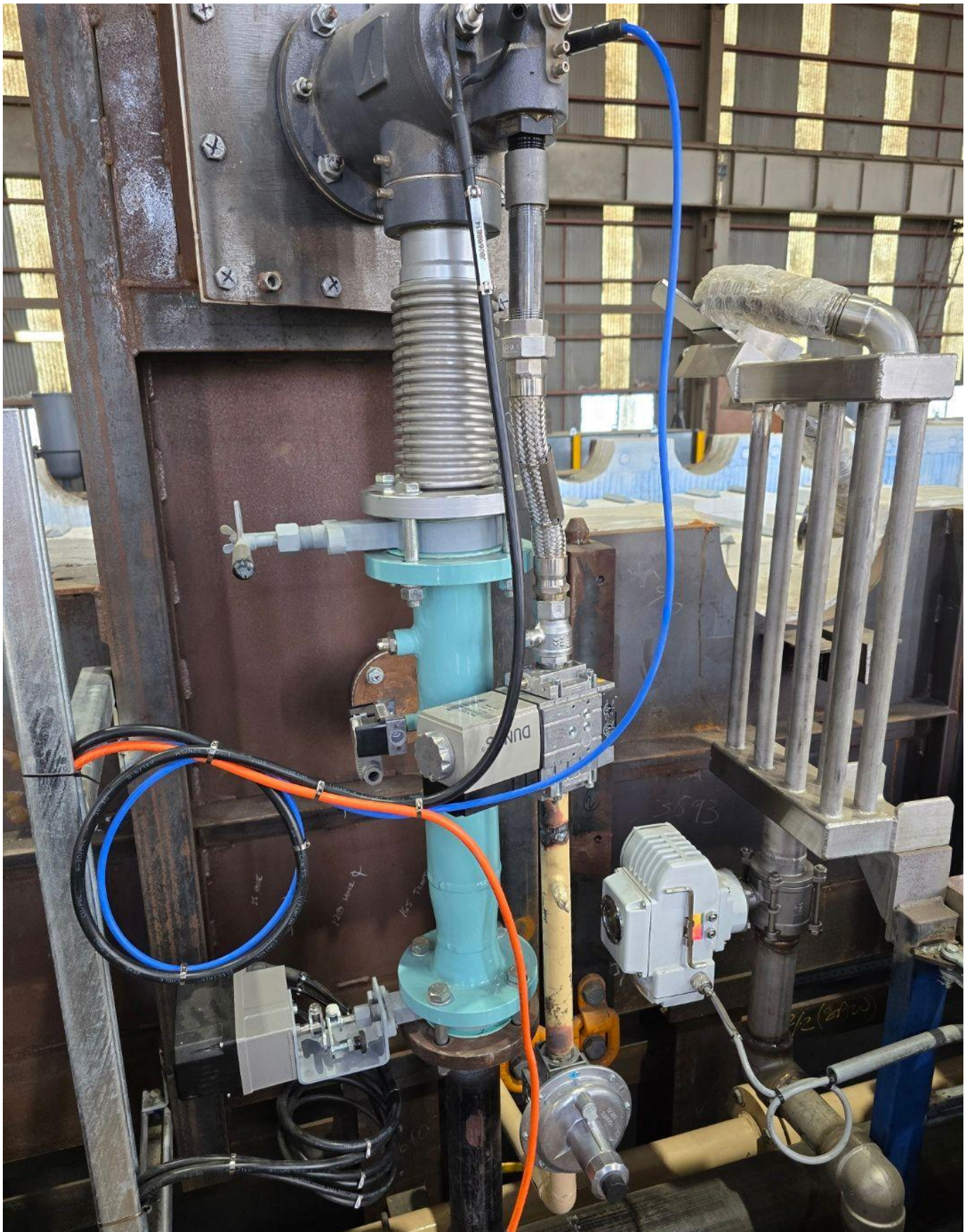


Figure 12: Reduction Furnace burner and ignition controls cabling terminated

Fire protection

Fire protection installation is substantially complete. Hydrants and quad booster system have been installed, and excavation and installation of the isolation valves is complete. Fire protection system testing is progressing.



Figure 13: Progressive completion of fire protection system including quad booster system, isolation valves, and new hydrants

5. Retail Investor Question and Answer Session

Latrobe Magnesium's Executive Leadership Team will host a Retail Investor Question and Answer session on Friday, 9 October 2026 at 11:00 am AEDT.

Investors will have the opportunity to submit questions via the webinar interface and hear directly from the management team. Participants will be:

- Robert Stein, Chief Executive Officer
- John Collier, Chief Financial Officer
- Ronan Gillen, Chief Operating Officer

Click [here](#) to register for the webinar or cut and paste the following link:

<https://ccmediaframe.com/?id=jb3KOJm7>

The Q&A session will provide an update on the Company's operations. Management will not provide any information about the Company that is not already contained in the Prospectus or otherwise publicly disclosed on the ASX platform. Any decision to participate in the Entitlement Offer should be made only on the basis of the Prospectus.

The Board of Directors of Latrobe Magnesium Limited authorised the release of this announcement.

Robert Stein

Chief Executive Officer

1 October 2026

Further Information

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Compliance Statements

This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or in any other jurisdiction in which such an offer would be illegal. The securities offered under the Entitlement Offer have not been, and will not be, registered under the US Securities Act of 1933, as amended, or the securities laws of any state or other jurisdiction of the United States. They may not be offered or sold in the United States, or to persons acting for the account or benefit of a person in the United States, except in a transaction exempt from, or not subject to, those registration requirements. The Entitlement Offer is being made only to eligible shareholders with a registered address in Australia and New Zealand, as set out in the Prospectus.

Important Information – Entitlement Offer

This announcement has been prepared by Latrobe Magnesium Limited (“**LMG**” or the “**Company**”) to provide an update on the Phase 1B Pyrometallurgical Plant Project in the ordinary course of its continuous disclosure obligations. It is not a prospectus or other disclosure document under the *Corporations Act 2001* (Cth) and does not constitute an offer, invitation or recommendation to subscribe for or acquire securities in LMG.

The Entitlement Offer is being made under a Prospectus dated 22 September 2026 and Supplementary Prospectus dated 25 September 2026 (together the “**Prospectus**”), which were lodged with ASIC and released to the ASX on those respective dates. Offers of new shares and attaching options under the Entitlement Offer are made in, or accompanied by, a copy of the Prospectus. Eligible shareholders should consider the Prospectus in full, including the risk factors in Section 6, in deciding whether to acquire securities under the Entitlement Offer. Anyone who wishes to acquire securities will need to complete the Entitlement and Acceptance Form in, or accompanying, the Prospectus, or pay by BPAY® in accordance with its instructions.

The information in this announcement is not inconsistent with the information in the Prospectus. Nothing in this announcement updates, supplements or replaces the Prospectus. If you have any doubt about whether to participate in the Entitlement Offer, you should consult your stockbroker, accountant or other professional adviser.

Copies of the Prospectus are available on the ASX platform (ASX: LMG), at www.latrobemagnesium.com, at offer website www.computersharecas.com.au/lmgoffer, or by contacting the Share Registry, Computershare, on 1300 850 505 (within Australia) or +61 3 9415 4000 (outside Australia) between 8:30 am and 5:00 pm (AEDT), Monday to Friday. The Entitlement Offer closes at 5:00 pm (AEDT) on Monday 19 October 2026, unless extended.

Forward-looking statements

This announcement may contain certain forward-looking statements and projections, including statements regarding the Entitlement Offer, LMG’s plans, forecasts and projections with respect to its development projects, including the use of the proceeds of the placement announced to the ASX on 22 September 2026 (“**Placement**”) and the Entitlement Offer. Forward-looking statements may be identified by the use of words such as ‘may’, ‘might’, ‘could’, ‘would’, ‘will’, ‘expect’, ‘intend’, ‘believe’, ‘forecast’, ‘milestone’, ‘objective’, ‘predict’, ‘plan’, ‘scheduled’, ‘estimate’, ‘anticipate’, ‘continue’, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives.

Although the forward-looking statements contained in this announcement reflect management’s current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, such forward-looking statements and projections are estimates only and should not be relied upon. They are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of the Company, which may include changes in commodity prices, foreign exchange fluctuations, economic, social and political conditions, and changes to applicable regulation, and those risks outlined in the Company’s public disclosures.

The forward-looking statements and projections are inherently uncertain and may therefore differ materially from results ultimately achieved. For example, there can be no assurance that LMG plans for its development projects will proceed. The performance of LMG may be influenced by a number of factors which are outside of the control of the Company, its directors, officers, employees and contractors. The Company does not make any representations and provides no warranties concerning the accuracy of any forward-looking statements or projections, and disclaims any obligation to update or revise any forward-looking statements or projections based on new information, future events or circumstances or otherwise, except to the extent required by applicable laws.

Please refer to the Prospectus for more information.

About Latrobe Magnesium

Latrobe Magnesium (LMG) is a magnesium metal developer with projects in Australia, the United States and Malaysia, based on its world-first patented extraction process which recovers magnesium metal, cementitious material and other products from industrial by-products including brown coal ash and ferronickel slag.

LMG has completed the first half of a Demonstration Plant in Victoria's Latrobe Valley which has now achieved sustained production of magnesium oxide and other saleable by-products, with the full plant, including magnesium metal production, expected to be commissioned in the second half of 2026. 100% of the Demonstration Plant's magnesium metal is allocated to the US market through LMG's distribution partner, Metal Exchange LLC.

LMG is proposing to develop a 50 ktpa primary magnesium metal plant in South Carolina, USA, using ferronickel slag feedstock, with site capacity for a future Phase 2 expansion to 100 ktpa.

LMG also holds development rights for a 10 ktpa Commercial Plant in Victoria's Latrobe Valley (currently on hold) and for an International 'Mega' Plant in the state of Sarawak, Malaysia, with potential capacity up to 100 ktpa, via its wholly owned subsidiary company Latrobe Magnesium Sarawak Sdn Bhd. LMG has completed the first phase (PFS-A) of a pre-feasibility study using ferronickel slag feedstock.

Magnesium has the best strength-to-weight ratio of all common structural metals and is increasingly used in the automotive, aerospace, defence, medical and electronics industries.

LMG's projects are at the forefront of ESG best-practice by recycling industrial by-products, avoiding landfill, generating zero waste and tailings, encouraging a circular economy, and by being a low CO₂ emitter.