



Target Market Determination

Made by: Magnetite Mines Limited (ACN 108 102 432) (**Company**)

Effective Date: 5 October 2026

Product: Options to acquire fully paid ordinary shares in the Company (**Shares**), to be quoted on ASX, subject to ASX approval. The issue of the Options remains subject to the approval of the Company's shareholders at its 2026 Annual General Meeting to be held in late November 2026.

1 Important information about this document

This target market determination (**TMD**) has been prepared by the Company in relation to an offer of up to 68,704,266 free attaching options over Shares (**SPP Options**) to eligible shareholders who subscribe for fully paid ordinary shares in the Company (**SPP Shares**) under a share purchase plan announced to ASX on 28 September 2026 and which opens to eligible shareholders on 5 October 2026 (**SPP**).

Each SPP Option will be issued for nil consideration on the basis of one (1) SPP Option for every one (1) SPP Share subscribed by an investor under the SPP. The amount payable upon the exercise of each SPP Option will be an amount equal to a 25% premium to the SPP Price, fixed as a dollar amount at the time the SPP Options are issued (**Exercise Price**). The SPP Options will expire on 31 December 2029 (**Expiry Date**). The SPP Options will be offered pursuant to the Company's options prospectus dated 5 October 2026 (**Options Prospectus**) (available to view at www.asx.com.au (ASX ticker: MGT) and for Eligible Shareholders in the Company from the opening of the SPP on 5 October 2026 at <https://portal.automic.com.au/investor/home> by the shareholder entering their Securityholder Reference Number (SRN) or Holder Identification Number (HIN) and postcode).

The receipt of all SPP Options remains subject to the Company obtaining Shareholder approval for the issue of the Options at its AGM to be held in November 2026. If that approval is not obtained, no SPP Options will be issued and investors who subscribe for Shares under the SPP will receive SPP Shares only. Subject to that approval being obtained, the SPP Options are expected to be issued on or about 1 December 2026, being approximately six weeks after the close of the SPP Offer. Investors should also note that, as the Exercise Price is fixed by reference to the final SPP Price to be paid by Eligible Shareholders (which will be calculated at the close of the SPP), the Exercise Price will not be known at the time an investor decides whether to subscribe for Shares under the SPP Offer.

The Company will apply for Official Quotation of the SPP Options on ASX, but such quotation remains subject to the approval of ASX.

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

This TMD sets out the class of consumers for which the SPP Options would likely be consistent with their financial objectives, the distribution conditions and restrictions imposed on the distribution of the SPP Options as well as reporting requirements for distributors in accordance with the requirements of section 994B of the *Corporations Act 2001* (Cth) (**Corporations Act**).

Any recipient of this TMD should carefully read and consider the Options Prospectus in full and consult their stockbroker, accountant or other independent professional adviser if they have any questions regarding the contents of the Options Prospectus. Any recipient of this TMD who wants to acquire SPP Options will need to subscribe for SPP Shares under the SPP. By applying for SPP Shares, each Eligible Shareholder will be automatically applying for the free attaching SPP Options being offered under the Options Prospectus. There is no cooling off period in respect of the issue of the SPP Options. This TMD is not a disclosure document for the purposes of the Corporations Act, and therefore has not been lodged, and does not require lodgement, with the Australian Securities and Investments Commission (**ASIC**).

This TMD does not take into account what you currently have, or what you want and need, for your financial future. It is important for you to consider these matters and carefully read both the SPP Offer Booklet (relating to the SPP Shares) and the Options Prospectus (relating to the SPP Options) before you make an investment decision. The Company is not licensed to provide financial product advice in relation to the SPP Options.

2 Target Market

The table below summarises the overall class of consumers that fall within the target market for SPP Options, based on the product key attributes and the objectives, financial situation and needs that it has been designed to meet.

TMD Requirement	Target Market Determination
Investment Objective	The Company expects that an investment in the SPP Options will be suitable to investors who have the right, but not the obligation, to gain exposure to equities in a small cap exploration resources company listed on the Australian Securities Exchange (ASX). The issue of the SPP Options remains subject to the Company's shareholders who are entitled to vote approving the issue of the SPP Options at the Company's 2026 Annual General Meeting to be held in late November 2026. If the Company's shareholders do not approve the issue of the SPP Options, then the SPP Options will not be issued and no further securities or compensation will be provided to investors (who, to avoid doubt, will retain their SPP Shares)
Investment Timeframe	The target market of investors will take a medium to long term outlook in relation to their investment. The Company will apply for quotation of the SPP Options on ASX. Any quotation on ASX remains subject to compliance with the requirements of ASX and the ASX Listing Rules. To the extent the SPP Options are quoted on ASX's official list, subject to any restrictions that may be imposed by ASX, the SPP Options will be freely transferable following their issue and quotation. SPP Option holders will also have an ability to exercise SPP Options and trade the underlying Shares issued on exercise (irrespective of whether the SPP Options are quoted on ASX or not), however investors should be aware that such dealing is only likely to be commercially viable in the event that the trading price of the Shares exceeds the exercise price of the SPP Options both at the date of exercise and at the date of sale. Investors with a medium to long term outlook will benefit from an ability to exercise SPP Options at any time on or prior to the Expiry Date of 31 December 2029, and increase their shareholding and exposure to the potential upside in the Shares in the future (although no upside can be guaranteed). Given the need to pay the exercise price in order to acquire the underlying Shares, investors in the target market are those who are in a financial position that is sufficient for them to accept the offer of the SPP Options now with an approximately 37 month time horizon from the expected date of issue of the SPP Options to their expiry on 31 December 2029, at which time any unexercised SPP Options will lapse. During that period the investor's ability to liquidate their SPP Options by way of exercise may be limited by the trading price of the underlying Shares.
Investment Metrics	While the Company does not have an established eligibility framework for investors based on metrics such as age, expected return or volatility, it is expected that the target market of investors will be able to withstand potential fluctuations, and the potential for losses, in the value of their investment, noting however that the SPP Options are being granted for nil consideration as free attaching options to a subscription for SPP Shares under the SPP. The SPP Options offer no guaranteed income or capital protection.

TMD Requirement	Target Market Determination
Risks	The Company considers that, while the issue price of the SPP Options is nil, an investment in the Company offered in connection with the Options Prospectus (for example, through the acquisition and future exercise of SPP Options) should be considered high risk and speculative since there is no guarantee that the Company's Share price will exceed the Exercise Price of the SPP Options prior to the Expiry Date, and the SPP Options may ultimately prove to be worthless. Investors should take this into consideration in subscribing for new Shares under the SPP and taking up their right to the free attaching SPP Options. The SPP Options are considered not appropriate for an investor who would not be able to bear a loss of some or all of their subscription for the SPP Shares under the SPP. Investors should also have a sufficient level of financial literacy and resources (either alone or in conjunction with an appropriate adviser) to understand and appreciate the risks of investing in the SPP Options as an asset class generally, and the more specific risks of investing in the Company. Specific risks relating to the Company, and an investment in the Shares and SPP Options, are set out in Section 6 of the Options Prospectus, and investors should review those risks carefully before deciding whether to proceed to invest under the SPP.

3 Distribution Conditions

The SPP Options are only available to existing Eligible Shareholders of the Company who subscribe for Shares under the SPP.

"**Eligible Shareholders**" are those persons eligible to participate in the SPP, being shareholders who:

- (a) were a registered holder of Shares at 7.00pm (Sydney time) on the record date for the SPP (**Record Date**), being 25 September 2026;
- (b) have a registered address in either Australia or New Zealand; and
- (c) are not in the United States and are not acting for the account or benefit of a person in the United States.

A copy of the Options Prospectus and access to this TMD will be made available to all applicants under the SPP before they apply for SPP Shares, which automatically incorporates an application for the free attaching SPP Options.

The Company considers that these distribution conditions will ensure that persons who receive SPP Options fall within the target market in circumstances where personal advice is not being provided to those persons by the Company.

4 Review Triggers

The SPP Options are being offered for a limited offer period set out in the Options Prospectus, after the conclusion of which the SPP Options will no longer be available for investment, other than by trading on ASX (provided the SPP Options are admitted to quotation by ASX, which is the intention). It follows that the TMD will only apply in the period between the commencement of the offer of the SPP Options under the Options Prospectus and the close of the SPP (**Offer Period**), after which the TMD will be withdrawn.

To allow the Company to determine whether circumstances exist that indicate this TMD is no longer appropriate to the SPP Options and should be reviewed, the following review triggers apply for the Offer Period:

- (a) there is a material change to the SPP Options' key attributes that make it no longer consistent with the likely objectives, financial situation and needs of investors in the target market;
- (b) the Company lodges with ASIC a supplementary or replacement prospectus in relation to the Options Prospectus;

- (c) the occurrence of a significant dealing in SPP Options that is not consistent with this TMD. The Company does not consider that an on-sale of the SPP Options on market is a significant dealing;
- (d) the Company identifies a substantial divergence in how the SPP Options are being distributed and purchased from this TMD;
- (e) ASIC raises concerns with the Company regarding the adequacy of the design or distribution of the SPP Options or this TMD; and
- (f) material changes to the regulatory environment that applies to an investment in the SPP Options.

The Company may also update or amend this TMD at any time.

5 Review Period

If a review trigger occurs during the Offer Period, the Company will undertake a review of the TMD in light of the review trigger as soon as reasonably practicable.

The Company will otherwise complete a review of the TMD immediately prior to the issue of SPP Options under the SPP. Given the short length of the Offer Period for the SPP (approximately 2 weeks) the Company does not intend to undertake periodic reviews of this TMD.

6 Information Reporting

Reporting requirement	Period for reporting to the Company by the distributor	Information to be provided
Whether the distributor received complaints about the SPP Options	- For such time as the duration of the SPP remains open, within 10 business days after the end of each quarter - Within 10 business days after the end of the Offer Period	- The number of complaints received - A summary of the nature of each complaint or a copy of each complaint
A significant dealing of the SPP Options that is not consistent with this TMD	As soon as reasonably practicable after the significant dealing occurs, but in any event no later than 10 business days after the significant dealing occurs	- Details of the significant dealing - Reasons why the distributor considers that the significant dealing is not consistent with this TMD
A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD	Within 10 business days after the end of the close of the Offer Period of SPP Options in accordance with the Options Prospectus	A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD

7 Contact Details

Contact details in respect of this TMD for the Company are:

Inthu Siva
Financial Controller and Company Secretary
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