Latrobe Magnesium

PROJECT UPDATE



23 November 2026, Victoria, Australia

PHASE 1B 100% INSTALLED AND 78% COMMISSIONED WITH FURNACE HEATING UNDER WAY AHEAD OF FIRST METAL

Latrobe Magnesium Limited (ASX: LMG) ("Latrobe", "LMG" or the "Company") is pleased to report that its Phase 1B Project is 100% installed, with all briquetting plant, furnace and loading equipment in place at its Latrobe Valley Demonstration Plant, Victoria. Staged commissioning has advanced to 78% completion, with the briquetting plant ore commissioned and the furnace sealed. Staged furnace heating has commenced, with ore commissioning and metal extraction commissioning expected to follow shortly. The project continues to track within its original budget, and the Company remains on track to achieve its key technical milestone of producing magnesium metal crowns (>98% Mg) by the end of 2026.

Summary

- **Installation 100% complete:** Overall project installation is complete across all work areas, with the final furnace seal installed following furnace ignition testing.
- **Briquetting ore commissioning complete:** Reagent milling and briquetting commissioning has been completed, with the first batch of magnesium oxide feed briquettes produced and awaiting feed to the retort.
- **Furnace heating commenced; overall commissioning at 78% complete:** Overall commissioning has advanced from 50% at 31 October 2026 to 78%. Staged furnace heating has commenced, with final loading systems testing occurring in parallel. Once furnace heat-up is complete, final ore commissioning at the retort can proceed, followed by metal extraction system testing.
- **First metal on track for end of 2026:** Following successful ore commissioning, practical completion can be declared, with subsequent handover to LMG's operations team. This step positions LMG to achieve its key milestone of magnesium metal crown manufacture (>98% Mg) by the end of 2026.
- **Operational readiness approaching completion:** All key roles have been appointed and training has commenced. All reagents for the four-week operational campaign are on site.
- **Spend forecast within budget:** Project forecast spend is within the original A$6.1m budget, with remaining spend in line with forecasts outlined in the recent equity raising.
- **Zero recordable incidents:** Project Health, Safety & Environment (HSE) performance has continued at an exceptional standard, with zero recordable incidents since project commencement.

Chief Executive Officer Robert Stein said:

"Completion of all installation work at the Phase 1B Pyrometallurgical Project is a key milestone for LMG to validate its technology for producing magnesium metal. Work in November has progressed at a steady and controlled pace, with commissioning work being the focus. With the furnace heat-up process now under way, we remain firmly on track to produce first magnesium metal by the end of 2026."



Figure 1: Magnesium Oxide Briquettes



Figure 2: Furnace undergoing ignition testing

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

Robert Stein
Chief Executive Officer

23 November 2026

Further Information

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Compliance Statements

Forward-looking statements

This announcement may contain certain forward-looking statements and projections, including statements regarding LMG's plans, forecasts and projections with respect to its development projects. 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's 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.

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 CO_2 emitter.