



QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Caladão REE/Gallium Project - delivered two MREs: 233Mt REE and 100Mt Gallium

Rare Earths

- Area A delivers JORC (2012) Inferred Mineral Resource Estimate (MRE) of **233Mt @ 2,143ppm TREO with 22% high value Magnet Rare Earth Oxide (MREO/TREO)** using a 450ppm TREO cut-off
- Initial Area A MRE covers ~33km² mineralised rare earth zone, representing <10% of total Caladão Project

Gallium

- Maiden JORC (2012) Gallium Inferred Mineral Resource Estimate (MRE) of **100Mt @ 42ppm Ga** (4.2kt contained Gallium metal) at Area A, in the lateritic soils using 35ppm Ga cutoff
- MRE delineated from surface and limited to the lateritic cover averaging ~10m depth
- Axel's Gallium MRE represents Brazil's first and one of few in-situ Gallium discoveries worldwide that is not associated with alumina or bauxite processing

Further Activities

- Auger drilling identifies exciting new gallium and REE target - Area C and extends Area B, adding 23.4km² of mineralisation to now cover a 115.6km² mineralised zone
- Area B with additional 58km² mineralised zone to be incorporated with significant additional MRE expansion potential
- First Stage Metallurgical Results Confirm Ionic Rare Earths and Gallium Recoveries
- Metallurgical testwork for both REE and gallium continues to delineate a low-cost extraction process and potential of a low capex heap leaching model
- Partnership secured with CETEM (Centro de Tecnologia Mineral), a Federal Research Center dedicated to technological innovation for the mineral industry, to carry out further metallurgical investigations for gallium and REE of the Caladão Project
- ANSTO partnership continues to progress metallurgical test work aimed at utilising heap leach to optimise previous leach recoveries, impurity removal and precipitation tests for REE
- Infill drilling program planned to upgrade the resource confidence level and support scoping and technical studies

Corporate

- Successful dual listing on Frankfurt Stock Exchange under ticker FSE.HN8
- Strong cash position with \$7.9 million cash at quarter end

Axel REE Limited (ASX: AXL, "Axel" or "the Company") is pleased to provide its Quarterly Activities Report for the quarter ending 30 September 2025.

Exploration Activities for the Quarter

Caladão REE Project

Axel's flagship Caladão Project is strategically located in Brazil's Lithium Valley, a Tier 1 jurisdiction with world class infrastructure and mining ecosystem including low-cost power, sealed highways and close proximity to existing mining hubs and ports. The tenure covers ~430 km² across two priority targets, Area A and Area B. During the Quarter, through its ongoing auger drilling program, Axel extended the mineralised zone by 23.4km² of additional consistent near-surface REE and gallium mineralisation with the expansion of Area B and the discovery of new target Area C (see below), to now cover a 115.6km² mineralised zone.

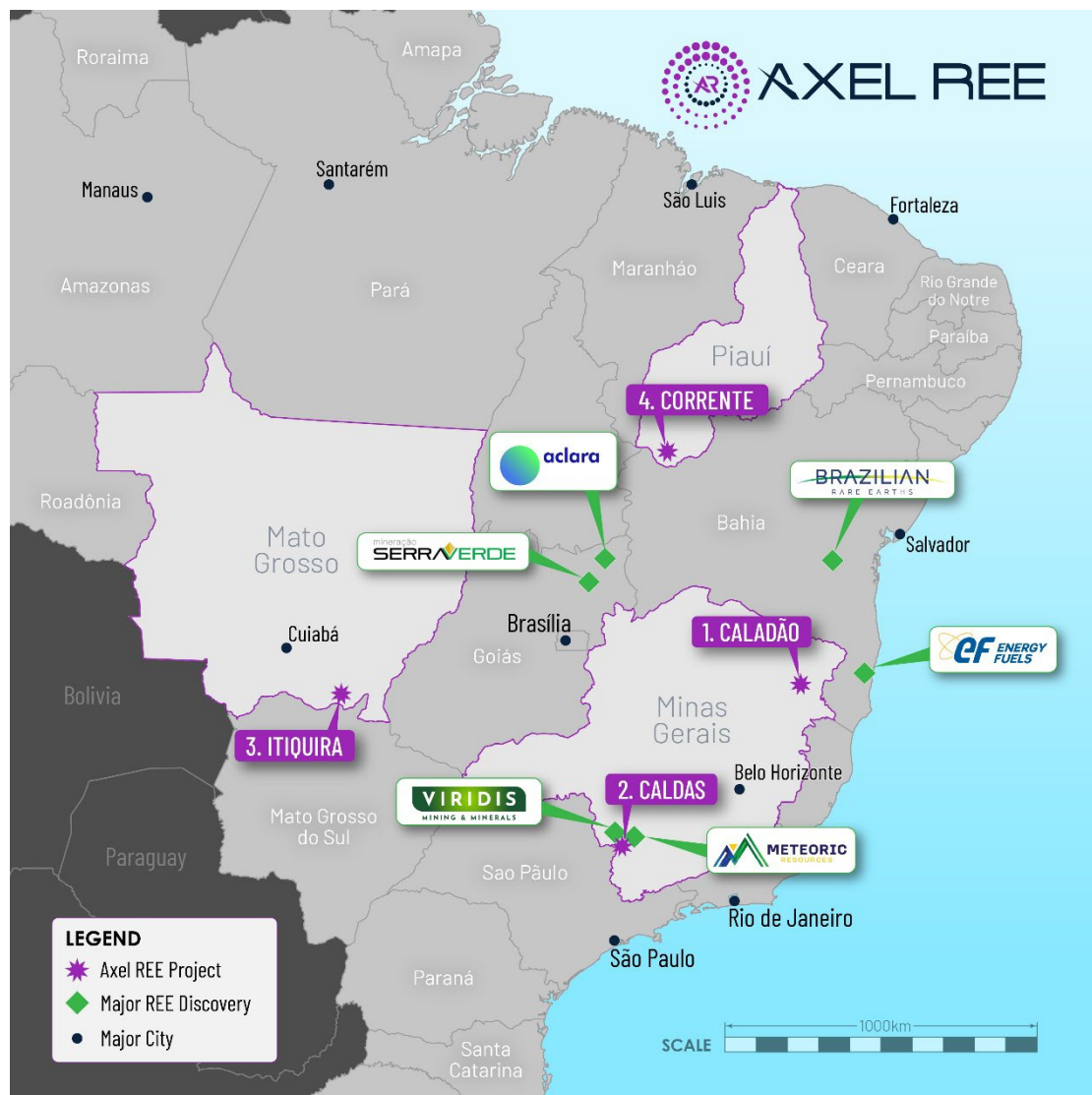


Figure 1. Location of Axel's projects in Brazil

Caladão is positioned within an established critical minerals district which is host to operating and advanced lithium projects, including Sigma Lithium's Grotta do Cirilo operation near Araçuaí/Itinga, Atlas Lithium's Minas Gerais (Salinas) projects, and Pilbara Minerals Limited's (ASX:PLS) Colina deposit, benefitting from the region's power, road and services infrastructure developed for battery-materials supply chains.

During the Quarter, Axel delivered two JORC (2012) Inferred Mineral Resource Estimates at its flagship Caladão Project, both delivered by SRK Consulting (Brazil) (SRK).

Maiden JORC Gallium MRE

In August, Axel delivered its Maiden JORC (2012) **Gallium Inferred Mineral Resource Estimate (MRE) of 100Mt @ 42ppm Ga (4.2kt contained Gallium metal) at Area A**, in the lateritic soils using 35ppm Ga cutoff (Tables 1 and 2).

The MRE was delineated from surface and limited to the lateritic cover averaging ~10m depth, with the initial MRE at Area A covering ~33km² of the mineralised gallium zone. The size of the MRE makes Axel the host of one of the largest non-alumina/bauxite gallium deposits in the world.

JORC Category	Tonnes (Mt)	Ga (ppm)	Ga (kt)
Inferred	100	42	4.21

Table 1. Gallium Global Mineral Resource Estimate at 30ppm Ga cut off at Caladão Project - Area A

JORC Category	Ga Cutoff (ppm)	Tonnes (Mt)	Ga (ppm)	Ga (kt)
Inferred	20	135	39.37	5.32
Inferred	25	134	39.56	5.29
Inferred	30	125	40.36	5.03
Inferred	35	100	42.23	4.21
Inferred	40	55	46.15	2.54
Inferred	45	25	50.85	1.27

Table 2. Gallium Global Mineral Resource Estimate – by cut off grade

Notes:

- JORC Code (2012) were followed for Mineral Resources Estimates
- Mineral Resources are reported using a Ga Cut-off of 35ppm, constrained by a preliminary optimized pit shell for REE.
- The Mineral Resources statement has been prepared by Marcelo Antônio Batelochi, MAusIMM (CP), SRK Associate Consultant, who is Competent Person.
- Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.
- Totals may not balance due to rounding of figures.
- The estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, sociopolitical, marketing, or other relevant factors.
- Mineral resources were classified as Inferred.
- Below are the RPEEE constrain for the first scenario for the pit envelope related to the REE which contains the declared MRE for gallium.
- The results are presented in-situ and undiluted, are constrained within a preliminary optimized open pit shell for REE, and are considered to have reasonable prospects of economic viability.

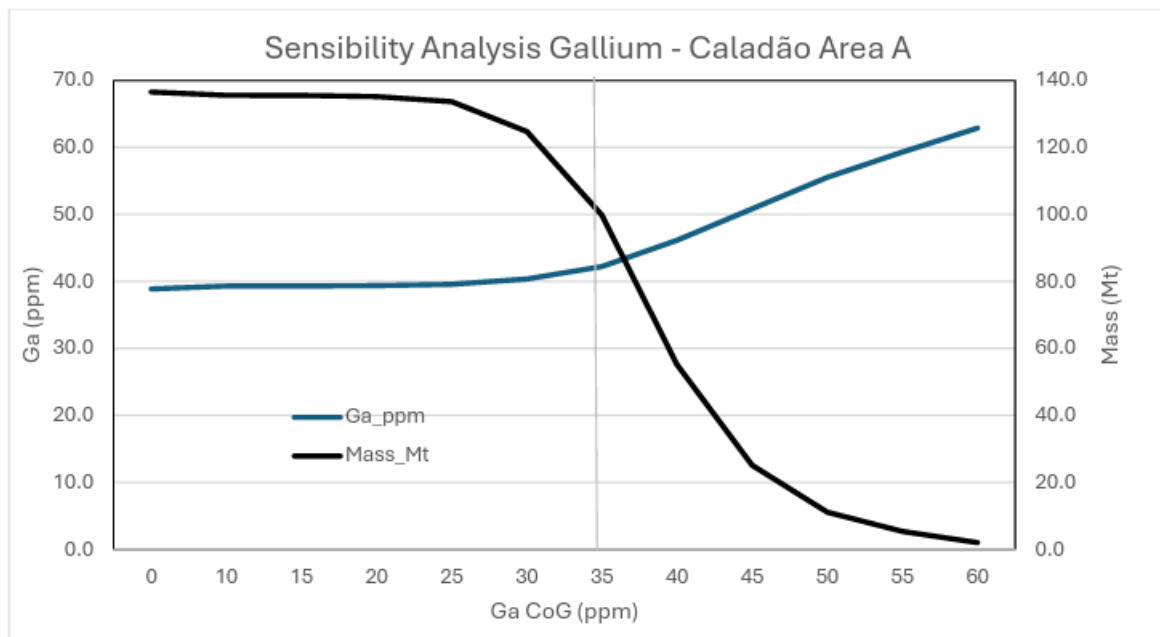


Figure 2. Gallium cut off grade vs Tonnage

Gallium is classified as a critical mineral with defence and strategic significance by both the US and the EU as essential for various defence applications as a key compound in military grade electronics, semiconductors, radar and satellites, high frequency communication systems and infra-red optics.

Gallium is a versatile critical metal essential to numerous modern technologies, most notably in the semiconductor industry where it is used to produce gallium arsenide (GaAs) and gallium nitride (GaN) compounds. These are foundational to 5G network infrastructure, RF components for smartphones, advanced radar systems, high-performance LEDs, and laser diodes.

China supplies ~94% of world Gallium and on 3 December 2024, China imposed a total export ban on gallium and other critical minerals.

Axel's Gallium MRE represents Brazil's first and one of few in-situ Gallium discoveries worldwide that is not associated with alumina or bauxite processing.

For further information pertaining to the Gallium MRE see AXL ASX Announcement 22 August 2025, "[100Mt Maiden Gallium Inferred Mineral Resource Estimate at Caladão Project – Area A.](#)"

JORC Inferred REE Mineral Resource Delivered

Less than six weeks after delivering its Maiden Gallium MRE for its Caladão Project, Axel delivered its Maiden Rare Earth Elements (REE) Inferred **MRE of 233Mt @ 2,143ppm TREO with 22% high value Magnet Rare Earth Oxide (MREO/TREO)** in Area A.

As with its Gallium MRE, the Initial REE MRE at Area A covers ~33km² mineralised zone at Area A, which represents <10% of total Caladão Project area.

The MRE was completed by SRK, using a cut-off of 450ppm TREO for the saprolite domain, constrained by an optimized pit shell (Table 3).

Regolith Domain	JORC Category	Tonnes (Mt)	Average Grade				Contained	
			TREO ¹ (ppm)	MREO (ppm)	Dy203+ Tb407 (ppm)	Nd 203+ Pr203 (ppm)	TREO (kt)	MREO (kt)
Saprolite	Inferred	233.0	2,143.3	463.2	23.3	439.9	499.9	107.9

Table 3. Mineral Resource Summary

Notes:

- TREO: All rare earth elements in oxide form ((La₂O₃, Ce₂O₃, Pr₆O₁₁, Nd₂O₃, Sm₂O₃, Eu₂O₃, Gd₂O₃, Tb₄O₇, Dy₂O₃, Ho₂O₃, Er₂O₃, Tm₂O₃, Yb₂O₃, Lu₂O₃,) + Y₂O₃)
- JORC Code (2012) were followed for Mineral Resources Estimates.
- Mineral Resources were classified as Inferred.
- Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.
- The Mineral Resources statement has been prepared by Marcelo Antônio Batelochi, MAusIMM (CP), SRK Associate Consultant, who is Competent Person. 6 Numbers may not add due to rounding
- Mineral Inferred Resources are reported using a TREO cut-off of 450ppm for the saprolites constrained by an optimized pit shell.
- Blocks estimated by ordinary kriging at support of 25 m by 25 m by 5 m with an Octree sub-blocking down to a minimum size of 1.56 m x 1.56 m x 1.25 m (X, Y, and Z).
- The results considered to have reasonable prospects of economic viability, using parameters including metallurgical efficiency by lithology: USAP: 31.20% and LSAP: 26.7%

SRK applied a metallurgical efficiency of 31.20% (upper saprolite) and 26.7 % (lower saprolite), based on the historical parameters of another deposit in a different state in Brazil. SRK found that the metallurgical recovery parameters of the rare earths was the main factor limiting full utilisation of the material within the modelled envelopes of the Caladão MRE.

SRK conducted internal scenarios simulating improvements in metallurgical recovery, which demonstrated a huge positive impact to increase the Mineral Resources, and determined that if recoveries above 50% are assumed, **there is potential to increase the Mineral Resource by more than 100%.**

For further information pertaining to the Gallium MRE see AXL ASX Announcement 1 October 2025, “[233Mt Inferred REE Resource Enhances Caladão Project – Area A](#)”.

Encouraging Gallium Results Continues

During the quarter, Axel reported on the continuation of significant at surface gallium and REE assays from primary targets Area A and Area B, which fed into the Company’s two MREs which were delivered later in the Quarter.

In the lead-up to releasing its two MREs, the Company reported the results of multiple intercepts which included the following significant results:

Area A	
Gallium Highlights (50g/t cutoff) from surface, including	
CLD-AUG-232	15m @ 60g/t Ga ₂ O ₃ from surface
CLD-AUG-247	6m @ 75g/t Ga ₂ O ₃ from surface
CLD-AUG-248	15m @ 58g/t Ga ₂ O ₃ from surface
REE Highlights (1,000 ppm cutoff) from surface, including:	
CLD-AUG-233	17m @ 6,792ppm TREO from surface
CLD-AUG-228	13m @ 5,432ppm TREO from surface
CLD-AUG-251	10m @ 4,500ppm TREO from surface
CLD-AUG-255	4m @ 3,943ppm TREO from surface

Table 4. Summary of Area A Gallium and REE surface intercepts

Area B	
Gallium Highlights (using a cutoff of 50g/t) from surface, including	
CLD-AUG-464	9m @ 86g/t Ga ₂ O ₃ from surface
<i>including</i>	4m @ 95g/t Ga ₂ O ₃ from surface
CLD-AUG-468	15m @ 83g/t Ga ₂ O ₃ from surface
<i>including</i>	2m @ 106g/t Ga ₂ O ₃ from 1m
CLD-AUG-418	5m @ 79g/t Ga ₂ O ₃ from surface
<i>including</i>	3m @ 85g/t Ga ₂ O ₃ from surface
CLD-AUG-477	19m @ 74g/t Ga ₂ O ₃ from surface
<i>including</i>	5m @ 85g/t Ga ₂ O ₃ from surface
CLD-AUG-474	10m @ 74g/t Ga ₂ O ₃ from surface
<i>including</i>	3m @ 81g/t Ga ₂ O ₃ from surface
REE Highlights (using a 1,000 ppm cutoff) near surface including:	
CLD-AUG-447	5m @ 4,801ppm TREO (20% MREO) from 15m
<i>including</i>	1m @ 7,523ppm TREO (20% MREO)
CLD-AUG-447	5m @ 3,087ppm TREO (19% MREO) from 9m
<i>including</i>	1m @ 4,771ppm TREO (22% MREO)

Table 5. Summary of Area B Gallium and REE surface intercepts

Newly Identified Area C

In September, Axel announced the exciting development at its Caladão Project, with the identification of a new gallium and REE mineralised zone, **Area C**, with auger drilling confirming significant gallium enrichment and REE mineralisation within the weathering profile.

Area C was delineated through an auger drilling campaign which comprised 7 holes for 48m. Assay results returned high-grade gallium up to 70g/t Ga₂O₃ from surface with highlights including:

Area C shallow surface gallium intercepts

CLD-AUG-490	8m @ 70g/t Ga ₂ O ₃ from surface
CLD-AUG-504	10m @ 64g/t Ga ₂ O ₃ from surface
CLD-AUG-535	6m @ 66g/t Ga ₂ O ₃ from surface

Table 6. Summary of Area C gallium intercepts.

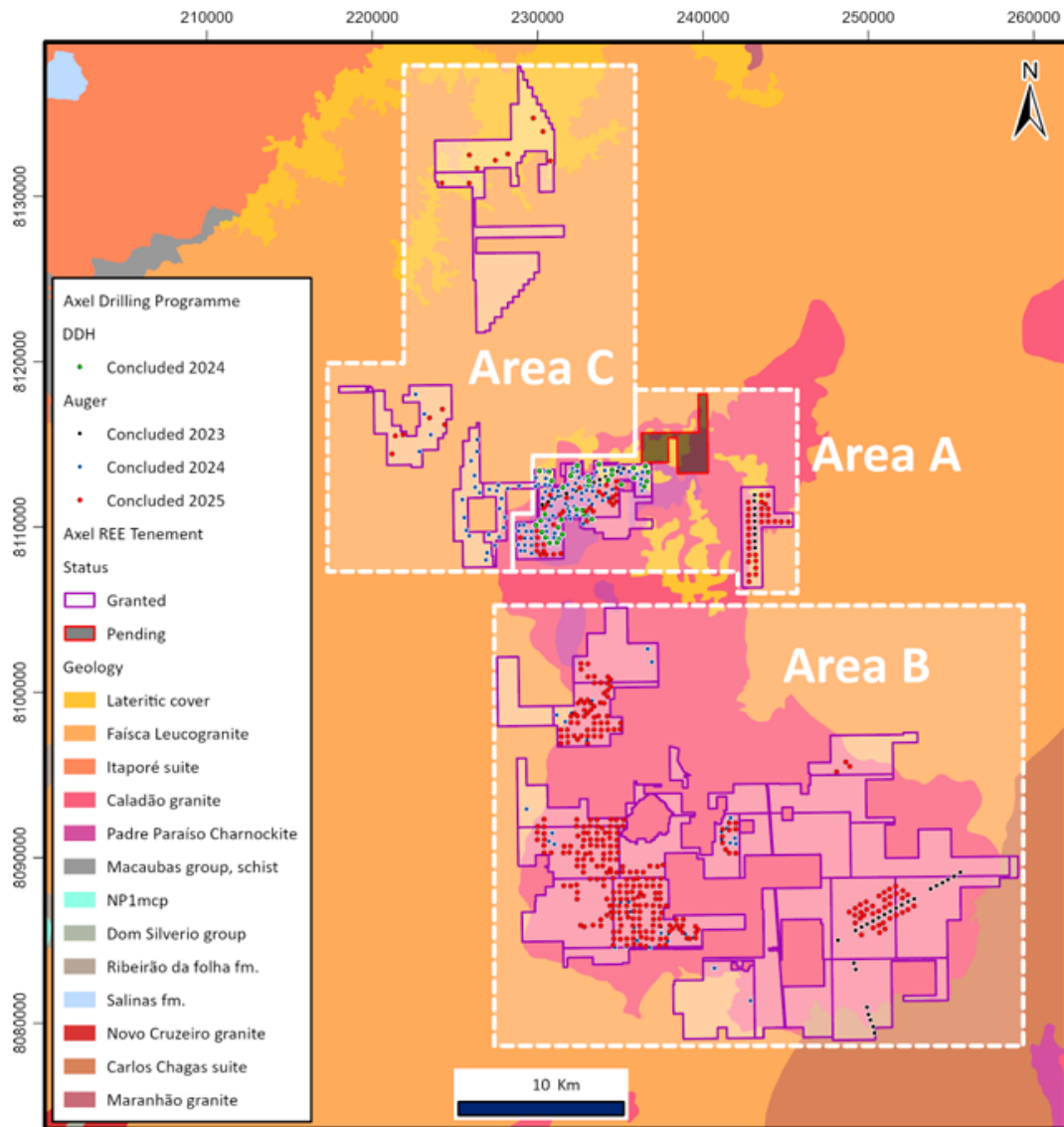


Figure 3. Caladão project with Area A , B and C over Geology.

The target is characterised by lateritic cover developed over leucogranitic and monzogranitic rocks, distinctly different from the Caladão Granite and Padre Paraíso Charnockite which host the mineralisation at Areas A and B.

These lateritic profiles occur on well-developed plateaus, where intense tropical weathering has favoured the enrichment and concentration of gallium. Auger drilling confirmed significant gallium values within these lateritic horizons, highlighting the economic potential of Area C as an additional growth opportunity for the Project.

The geological setting and the positive gallium results mark Area C as a promising new target, expanding the footprint of mineralisation beyond the previously defined Areas A and B, and reinforcing the potential of the district to host multiple styles of gallium and rare earth element enrichment.

Additionally, Axel advised that the ongoing auger program has extended both gallium and REE mineralisation zones in Area B in the central portion of the target. In addition, new mineralised zones were identified along the eastern and north-eastern sectors of Area B.

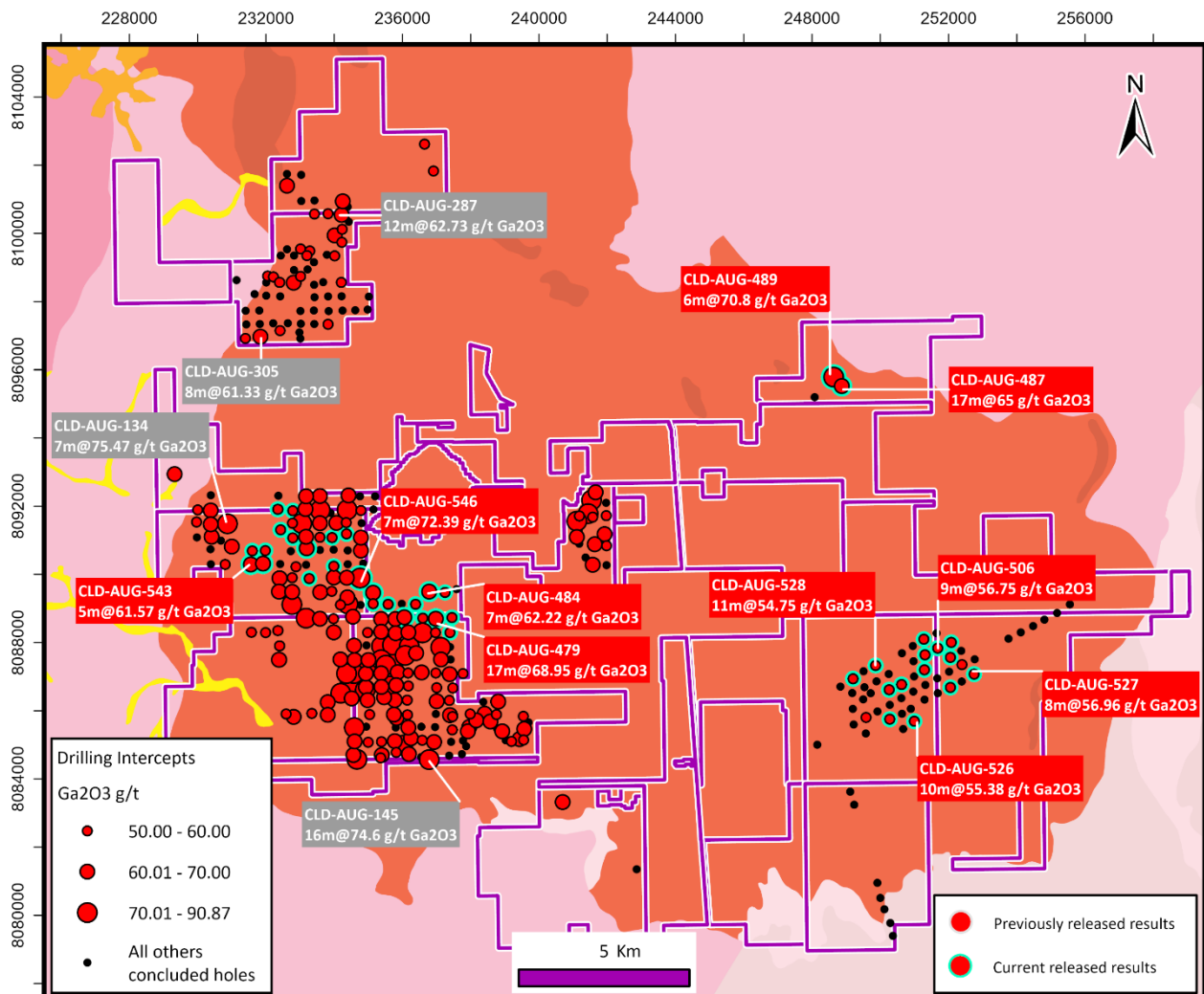


Figure 4. Distribution of Gallium intercepts at Area B over Geology

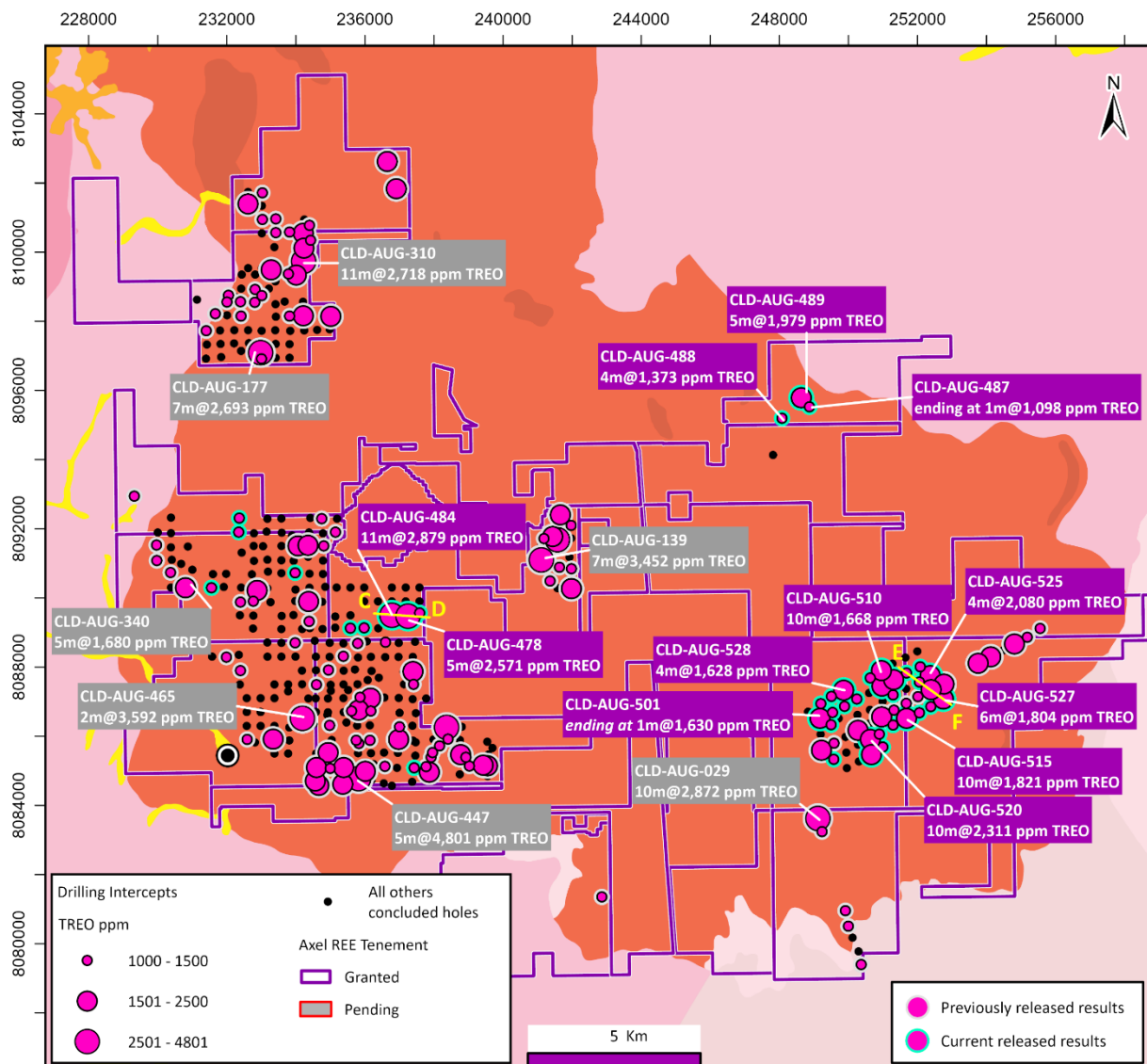


Figure 5. Distribution of TREO intercepts at Area B over Geology.

The identification of Area C and the expansion of Area B has extended the mineralised zones at the Caladão Project by adding 23.4km² of additional mineralisation to now cover a 115.6km² mineralised zone .

Metallurgical Results Confirm Ionic Rare Earths and Gallium Recoveries

Preliminary metallurgical test work completed at the Caladão Project in Area A by ANSTO on two diamond drill samples (DDH-018 and DDH-036 located 2km apart) showed positive recoveries by desorption of REE using simple, low-cost sodium chloride (NaCl) and ammonium sulfate (AMSUL) leaching methods at pH 4. Strong recoveries of high value magnet rare earth elements¹ (Nd, Pr, Dy, Tb) were achieved with **up to 52% from first-pass testing**, which mirrors initial recovery efficiencies reported from other global ionic clay REE deposits.

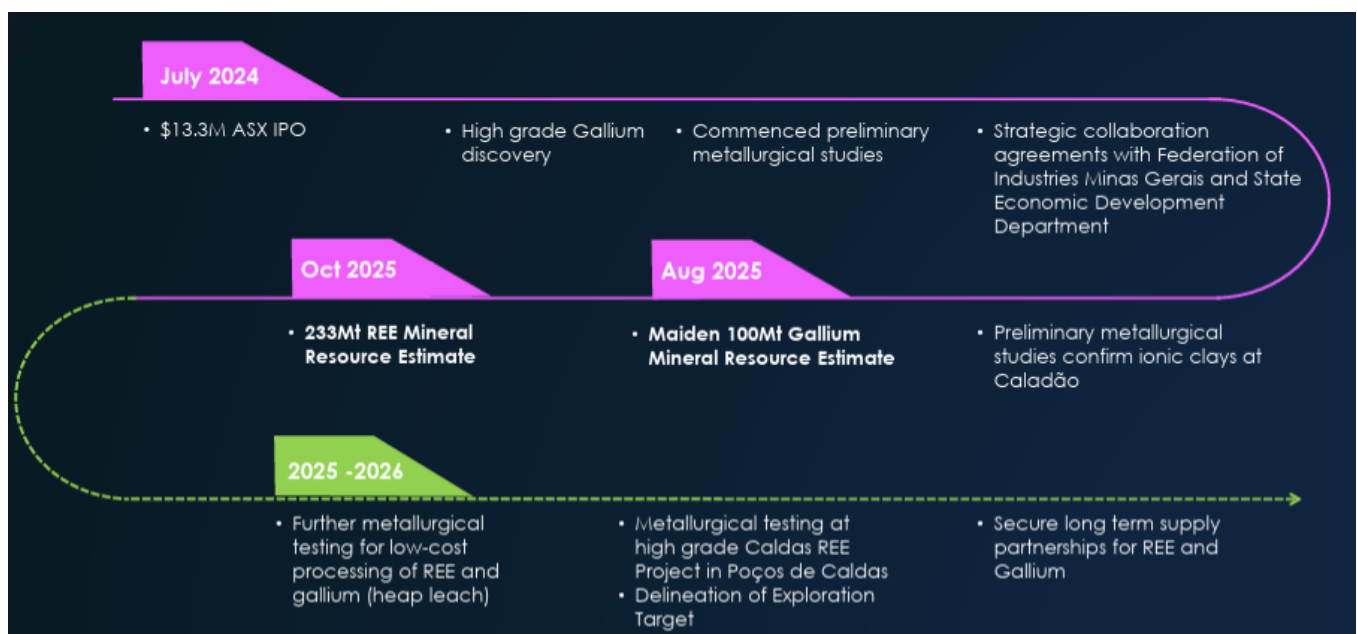
The Company continues to advance metallurgical testing for both REE and gallium with ANSTO and Centro de Tecnologia Mineral (**CETEM**) to understand the potential for applying a simple two-stage heap leach process utilising readily available reagents (NaCl or ammonium sulfate). This novel approach may significantly lower environmental impacts and operational costs, aligning with global ESG standards.

The proposed heap leach process requires no drilling, blasting, crushing, or milling, and no tailings dam, greatly reducing environmental impact and capital expenditure requirements. The process to collect the Pregnant Leach Solution (PLS) is gravity-fed, with PLS flowing naturally from the various leach pads in the plateaus to a central processing plant - enhancing operational simplicity and sustainability.

Due to the significant distance between the two holes tested and large-scale REE-Gallium project area (over 65km²), the metallurgical results from these two holes can not be extrapolated across any area in the project at this stage and only represent a style of REE mineralisation in the immediate vicinity to each sampled hole.

Future Work Programs

In a recent Company Presentation, Axel provided the below timeline which details work it has carried out since its IPO in July 2024, in addition to highlighting work programs for the remainder of 2025 into 2026.



Corporate

Cash Position

The Company remains fully funded to execute its exploration strategy, with \$7.9M in cash on hand at 30 September 2025.

Annual Report

Axel released its Annual Report for the year ended 30 June 2025, a copy of which can be found on the Company's [website](#).

Dual Listing Frankfurt

In July, Axel advised that it had successfully dual listed on the Frankfurt Stock Exchange (**FSE**) under the ticker FSE.HN8, as part of the Company's international outreach strategy.

Following China's export controls on gallium and germanium, Europe has seen an increased level of interest in critical mineral projects investment¹. Axel's dual listing on the FSE is intended to enhance its visibility and accessibility to European investors, given the growing interest across the region in critical and strategic minerals, including rare earth elements and gallium.

The Company has also advised that it intends to list on the OTC markets in North America, following recent news of Apple Inc. US\$500 million deal with MP Materials, and the U.S. Department of Defense pledging similar-sized support to strengthen non-Chinese rare earth magnet supply chains². The OTC listing is expected to further broaden Axel's investor base and support increased liquidity by allowing North American investors to more easily trade the Company's shares.

¹<https://business-news-today.com/global-rare-earths-industry-in-2025-supply-chain-power-strategic-projects-and-investment-outlook>

² <https://www.theguardian.com/technology/2025/jul/16/apple-us-mining-deal-magnets>

ASX – Additional Information

5.3.1.

For the purpose of ASX Listing Rule 5.3.1, details of the Company's exploration activities for the quarter, including any material developments or changes in those activities, and a summary of the expenditure incurred on those activities is set out in the relevant sections of this announcement. Total exploration expenditure incurred during the period was approximately \$565k.

5.3.2.

For the purpose of ASX Listing Rule 5.3.2, the Company confirms that there were no mining production and development activities during the quarter by the Company or its subsidiaries.

5.3.3.

For the purpose of ASX Listing Rule 5.3.3, details of the tenements held by Company are set out at Schedule 1.

5.3.4.

For the purpose of ASX Listing Rule 5.3.4, a comparison of the use of funds as per the Axel REE Prospectus dated 7 June 2024 (Prospectus) and actual use of funds since ASX admission is presented below:

Use of Funds	Prospectus Estimate (2 year period following admission) (\$ million)	Actual use of Funds until 30 September 2025 (\$ million)	Variance
Exploration at the Projects	9.65	2.70	(6.95)
Expenses of the Offer	1.14	1.10	(0.04)
General and administration costs	2.51	2.00	(0.51)
Working capital	0.52	0.07	(0.45)
Total	13.82	5.87	(7.95)

The material variance relating to exploration expenditure was principally due to the following:

- The Company was admitted to the ASX on 19 July 2024 (Admission) and commenced trading on 23 July 2024. The Use of Funds Statement covers a 24-month period following Admission.
- The Company has achieved two Mineral Resource Estimates for gallium and REE, completed preliminary metallurgical testwork, and continued to define further exploration targets whilst maintaining cost efficiencies
- The Company remains on track to meet its stated objectives under the Prospectus at costs below the Prospectus Estimates
- As at the date of this announcement, the Company believes it remains on track to meet its intended use of funds disclosed in the Use of Funds Statement over the 24 month period, including progressing the current exploration programs at the flagship Caladão REE-Gallium Project and Caldas REE Project.

5.3.5.

For the purpose of ASX Listing Rule 5.3.5, the Company made payments of approximately \$123,387 to related parties and their associates. These payments include directors' fees/salaries and superannuation contributions, company secretary fees and geological consulting fees.

This announcement was authorised by the Board of Directors.

For enquiries regarding this release please contact:

Axel REE Limited

investors@axelreelimited.com.au

Investor & Media Relations

awillis@nwrcommunications.com.au

About Axel REE

Axel REE is an exploration company which is primarily focused on exploring the Caladão REE-Gallium and Caldas REE Projects in Brazil. Together, the project portfolio covers over 1,000km² of exploration tenure in Brazil, the third largest country globally in terms of REE Reserves.

The Company's mission is to explore and develop REE and other critical minerals in vastly underexplored Brazil. These minerals are crucial for the advancement of modern technology and the transition towards a more sustainable global economy. Axel's strategy includes extensive exploration plans to fully realize the potential of its current projects and seek new opportunities.

Competent Persons Statement

The information in this announcement that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Antonio de Castro, BSc (Hons), MAusIMM, CREA who acts as AXEL's Senior Consulting Geologist through the consultancy firm, ADC Geologia Ltda. Mr. de Castro has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Castro consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

Forward Looking Statement

This announcement contains projections and forward-looking information that involve various risks and uncertainties regarding future events. Such forward-looking information can include without limitation statements based on current expectations involving a number of risks and uncertainties and are not guarantees of future performance of the Company. These risks and uncertainties could cause actual results and the Company's plans and objectives to differ materially from those expressed in the forward-looking information. Actual results and future events could differ materially from anticipated in such information. These and all subsequent written and oral forward-looking information are based on estimates and opinions of management on the dates they are made and expressly qualified in their entirety by this notice. The Company assumes no obligation to update forward-looking information should circumstances or management's estimates or opinions change.

Reference to Previous Announcements

The information in this announcement that relates to exploration results is extracted from:

- AXL ASX release 1 October 2025, "233Mt Inferred REE Resource Enhances Caladão Project – Area A"
- AXL ASX release 10 September 2025, "New Gallium and REE Zones Expand Caladão Project Scale Potential"

- AXL ASX release 22 August 2025, *“100Mt Maiden Gallium Inferred Mineral Resource Estimate at Caladão Project – Area A”*
- AXL ASX release 30 July 2025, *“First Stage Metallurgical Results Confirm Ionic Rare Earths and Gallium Recoveries at Caladão Project”*
- AXL ASX release 18 July 2025, *“Axel REE Dual Lists on Frankfurt Stock Exchange”*
- AXL ASX release 16 July 2025, *“High Grade Gallium Results Continue at Caladão Project”*

The Company confirms that it is not aware of any new information or data that materially affects the information contained in these announcements and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates in the announcements continue to apply and have not materially changed.

Schedule 1 – Tenements at 30 September 2025

Tenement Number	Area (ha)	Holder	Location	Interest	Expiry Date
830500/2023	1460.5	Axel REE Ltda	Piauí	100%	28-Jul-2026
830882/2023	8.12	Axel REE Ltda	Piauí	100%	28-Jul-2026
830883/2023	57.57	Axel REE Ltda	Piauí	100%	Application pending
830886/2023	47.58	Axel REE Ltda	São Paulo	100%	28-Jul-2026
830888/2023	7.77	Axel REE Ltda	São Paulo	100%	28-Jul-2026
830889/2023	442.8	Axel REE Ltda	São Paulo	100%	Application pending
830890/2023	363.73	Axel REE Ltda	Minas Gerais	100%	28-Jul-2026
830891/2023	5.63	Axel REE Ltda	Minas Gerais	100%	28-Jul-2026
830893/2023	24.65	Axel REE Ltda	Minas Gerais	100%	28-Jul-2026
803030/2023	1997.87	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
803031/2023	1977.23	Axel REE Ltda	Minas Gerais	100%	30-Mar-2026
803032/2023	1957.15	Axel REE Ltda	Minas Gerais	100%	30-Mar-2026
820286/2023	16.56	Axel REE Ltda	Minas Gerais	100%	26-Oct-2026
820287/2023	899.49	Axel REE Ltda	Minas Gerais	100%	26-Oct-2026
820319/2023	1603.14	Axel REE Ltda	Minas Gerais	100%	26-Sep-2026
830082/2023	1549.63	Axel REE Ltda	Minas Gerais	100%	27-Feb-2026
830083/2023	1995.5	Axel REE Ltda	Minas Gerais	100%	7-Feb-2026
830084/2023	1327.5	Axel REE Ltda	Minas Gerais	100%	7-Mar-2026
830085/2023	1454.03	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830451/2023	1919.96	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830452/2023	148.72	Axel REE Ltda	Minas Gerais	100%	28-Mar-2026
830453/2023	1502.79	Axel REE Ltda	Minas Gerais	100%	19-Jun-2026
830454/2023	1299.51	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
830455/2023	1227.51	Axel REE Ltda	Minas Gerais	100%	23-May-2026
830456/2023	1080.58	Axel REE Ltda	Minas Gerais	100%	28-Mar-2026
830457/2023	1317.8	Axel REE Ltda	Minas Gerais	100%	Application pending
830458/2023	1714	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
830459/2023	1599.56	Axel REE Ltda	Minas Gerais	100%	9-May-2026
830460/2023	1435.97	Axel REE Ltda	Minas Gerais	100%	Application pending
830461/2023	1914.17	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830462/2023	1978.71	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830463/2023	1917.61	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830464/2023	1991.16	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
830465/2023	1912.78	Axel REE Ltda	Minas Gerais	100%	19-Jun-2026
830466/2023	1968.93	Axel REE Ltda	Minas Gerais	100%	18-Apr-2026
830467/2023	826.86	Axel REE Ltda	Minas Gerais	100%	Application pending
830468/2023	910.99	Axel REE Ltda	Minas Gerais	100%	Application pending
830469/2023	1972.5	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
830505/2023	1033.42	Axel REE Ltda	Minas Gerais	100%	4-May-2026
830506/2023	786.64	Axel REE Ltda	Minas Gerais	100%	4-May-2026
830515/2023	1963.87	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026

Tenement Number	Area (ha)	Holder	Location	Interest	Expiry Date
830516/2023	1947.1	Axel REE Ltda	Minas Gerais	100%	3-Apr-2026
830527/2023	386.89	Axel REE Ltda	Minas Gerais	100%	23-Mar-2026
830880/2023	357.8	Axel REE Ltda	Minas Gerais	100%	Application pending
830881/2023	32.34	Axel REE Ltda	Minas Gerais	100%	Application pending
830884/2023	24.43	Axel REE Ltda	Minas Gerais	100%	28-Jul-2026
830885/2023	695.36	Axel REE Ltda	Minas Gerais	100%	Application pending
830887/2023	25.17	Axel REE Ltda	São Paulo	100%	Application pending
830895/2023	102.82	Axel REE Ltda	São Paulo	100%	Application pending
831084/2023	1950.77	Axel REE Ltda	São Paulo	100%	23-May-2026
831086/2023	1886.07	Axel REE Ltda	Minas Gerais	100%	31-May-2026
831087/2023	1998.07	Axel REE Ltda	Minas Gerais	100%	23-May-2026
831088/2023	1956.82	Axel REE Ltda	Minas Gerais	100%	23-May-2026
831089/2023	1983.83	Axel REE Ltda	Minas Gerais	100%	23-May-2026
831090/2023	1333.64	Axel REE Ltda	Minas Gerais	100%	23-May-2026
831092/2023	1085.01	Axel REE Ltda	Minas Gerais	100%	31-May-2026
833340/2023	936.03	Axel REE Ltda	Minas Gerais	100%	Application pending
833341/2023	1130.7	Axel REE Ltda	Minas Gerais	100%	Application pending
866051/2023	9892.33	Axel REE Ltda	Mato Grosso	100%	8-Mar-2026
866052/2023	9989.08	Axel REE Ltda	Mato Grosso	100%	6-Jun-2026
866054/2023	9944.86	Axel REE Ltda	Mato Grosso	100%	6-Jun-2026
866055/2023	9753.55	Axel REE Ltda	Mato Grosso	100%	6-Jun-2026
831458/2020	1574.47	Foxfire Metals Ltda ¹	Minas Gerais	100%	Application pending
831515/2020	884.39	Lobo Guara Mineracao Representacao Eireli ¹	Minas Gerais	100%	Application pending
831524/2020	1023.9	Lobo Guara Mineracao Representacao Eireli ¹	Minas Gerais	100%	Application pending

¹100% beneficial interest in the mineral rights (other than lithium) in the REE Tenements were assigned to the Company in accordance with the asset sale agreement with Foxfire Metals Pty Ltd.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

AXEL REE LIMITED

ABN

50 665 921 273

Quarter ended ("current quarter")

30 SEPTEMBER 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 3 months \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(565)	(565)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(26)	(26)
	(e) administration and corporate costs	(403)	(403)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	100	100
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (GST refunds)	38	38
1.9	Net cash from / (used in) operating activities	(856)	(856)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 3 months \$A'000
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 (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	-

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	-	-
3.5	Proceeds from borrowings	150	150
3.6	Repayment of borrowings	(150)	(150)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	8,714	8,714
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(856)	(856)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date 3 months \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	7,858	7,858

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	3,858	3,858
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Term Deposits)	4,000	4,000
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	7,858	7,858

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	(129)
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.

Refer section 5.3.5 of quarterly activity report for further explanation of related party payments.

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>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.</i>	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.		
	N/A		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(856)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(846)
8.4	Cash and cash equivalents at quarter end (item 4.6)	7,858
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	7,858
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	9.18
	<i>Note: if the entity has reported positive relevant outgoings (ie 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.</i>	
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	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

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 Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

30 October 2025

Date:

Board of Axel REE Limited

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

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 – eg 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.