

19 September 2025

QUARTERLY ACTIVITIES REPORT PERIOD ENDED 31 DECEMBER 2024

ChemX Materials Limited (ASX: CMX) (**CMX** or the **Company**) provides its quarterly activities report for the period ended 31 December 2024.

Corporate

On 25 October 2024, the Company issued a Notice of Meeting to shareholders convening the Annual Meeting. The Notice outlined a number of resolutions for shareholder consideration. Following the meeting, the Company released an ASX announcement detailing the results.

On 7 November 2024, CMX responded to a price and volume query from the ASX. The CMX Board confirmed it was not aware of any information that had not been released to the market, which would explain the recent trading activity.

During the quarter, CMX executed a Deed of Variation with Mercer Street Global Opportunity Fund, LLC (Mercer), a US-based investment fund managed by Mercer Street Capital Partners, to amend the terms of the Convertible Securities Agreement originally entered into on 4 August 2023. The amended agreement provided CMX with increased flexibility as the Company advanced the final commissioning of its High Purity Alumina (HPA) Pilot Plant and progressed key commercialisation activities.

The amendments related to the 2,640,000 convertible notes on issue and remained subject to shareholder and ASX approval, expected to be sought prior to 28 February 2025. Key terms of the variation included a reduction in the floor price for conversion of convertible notes from \$0.06 to \$0.02, and an extension of the maturity date for both the Tranche 1 (1,175,000 notes) and Tranche 2 (2,640,000 notes) convertible notes to 30 March 2026. As part of the variation, CMX agreed to make a payment of \$25,000 by 31 December 2024 for the repayment of 25,000 Tranche 1 convertible notes, and a further payment of \$400,000 by 28 February 2025 for the repayment of 400,000 Tranche 1 convertible notes. Mercer also approved CMX's request to raise up to A\$500,000 in additional funding to support working capital and repayment obligations associated with the amended agreement.

Trading Halt & Suspension from Quotation

On 17 December 2024, CMX requested a trading halt pending the release of a material announcement. Following this, on 19 December 2024, CMX was suspended from quotation at the Company's request under ASX Listing Rule 17.2. The suspension was implemented pending the release of an announcement relating to funding arrangements and a management restructure.

The suspension was extended as CMX was not yet in a position to provide an update to the market on its ongoing funding and management restructure.

Voluntary Administration

Subsequent to the quarter, on 2 January 2025, the Board resolved that a voluntary administration was in the best interest of the creditors and shareholders. The Company appointed Mr Clifford Rocke and Mr Jimmy Trpcevski from WA Insolvency Solutions as Joint and Several Administrators of the Company (**Administrators**) of the Company.

Operational

High Purity Analytical Services Agreement with Vytas Ltd

On 24 November 2024, CMX formalised a binding agreement with Vytas Ltd to provide high-purity analytical services. CMX's investment in its High Purity Laboratory facility continues to be a key enabler for achieving exceptional outcomes in its High Purity Alumina (HPA) Pilot Plant and critical materials manufacturing.

Vytas Ltd, an emerging company in bulk-scale production of Ultra High Purity Quartz (UHPQ), is progressing towards full-scale production in 2025. In addition to UHPQ, Vytas is developing Ultra High Purity Synthetic Silica (SS), carbon-free nano porous silicon, carbon-free silane (poly silicon), and Green Hydrogen on Demand.

CMX's provision of rapid assay turnaround times is essential in supporting Vytas' accelerated R&D efforts and process optimisation. The volume of samples processed under this agreement is expected to generate monthly revenue of approximately \$15,000 to \$30,000.

FY24 R&D Tax Incentive Refund Received

During the quarter, the Company received its FY24 Research and Development (R&D) Tax Incentive refund of \$661,890 from the Australian Taxation Office (ATO).

CMX had previously secured an advance facility of \$442,000 from Radium Capital against the expected refund (ASX announcement dated 6 September 2024). The refund received has been used to fully extinguish the facility. After repayment of all associated fees and charges, the Company retained a net surplus of \$207,381, which was applied towards working capital to support the operations of the Company.

Related Party Payments

In accordance with ASX listing Rule 5.3.5, payments to related parties and their associates outlined in the Company's Appendix 5B for the quarter of approximately \$39k relate to directors' salaries, fees and superannuation payments.

This announcement was approved and authorised for release by the Board of ChemX Materials Limited.

ENDS

Forward-Looking Information

This announcement contains forward-looking information that is based on ChemX's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, negotiations, and product/service development. Generally, this forward-looking information can be identified by the use of terminology such as 'outlook', 'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information.

Appendix 5B

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

Name of entity

ChemX Materials Limited

ABN

88 644 982 123

Quarter ended ("current quarter")

31 December 2024

Consolidated statement of cash flows (Unaudited)		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	(135)	(271)
	(c) production	-	-
	(d) staff costs	(268)	(609)
	(e) administration and corporate costs	(164)	(360)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	1
1.5	Interest and other costs of finance paid	(22)	(35)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	662	662
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(73)	(612)
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 (reclassification in December quarter)	11	(1)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows (Unaudited)		Current quarter \$A'000	Year to date (6 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	11	(1)

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	-	(22)
3.5	Proceeds from borrowings (note 3.5a)	100	542
3.6	Repayment of borrowings	(442)	(442)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (repayment of lease liabilities)	(28)	(56)
3.10	Net cash from / (used in) financing activities	(370)	22
	Note 3.5a		
	<i>(The \$100k proceeds from borrowing in the December quarter relate to advances from a director and major shareholder).</i>		

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	290	595
4.2	Net cash from / (used in) operating activities (item 1.9 above)	73	(612)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	11	(1)

Consolidated statement of cash flows (Unaudited)		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(370)	22
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	4	4

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	4	290
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4	290

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	39
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. (The payments to related parties at 6.1 relate to director remuneration)

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term “facility” includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (Convertible Notes)	2,200	2,200
7.4 Total financing facilities	2,200	2,200
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.		
Refer to quarterly activities report.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	73
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d)) (<i>negative due to reclassification</i>)	(11)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	62
8.4 Cash and cash equivalents at quarter end (item 4.6)	4
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	4
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.06
<i>Note: if the entity has reported positive relevant outgoings (i.e. 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: Administrators appointed 2 January 2025	
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: Administrators appointed 2 January 2025	
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: Administrators appointed 2 January 2025	
<i>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.</i>	

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.

Date: 19 September 2025.....

Authorised by: ...The Board.....
(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 – e.g. 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.