ASX ANNOUNCEMENT

11 MARCH 2026

RENOUNCEABLE RIGHTS ISSUE NOW OPEN
FURTHER INFORMATION

Magnetite Mines Limited (ASX: MGT) (**Company**) is pleased to advise that the Company's pro rata (1 for 2) renounceable rights issue with attaching options on a 1 for 1 basis to raise up to $3.92 million (before costs) (**Rights Issue**) that was announced on 3 March 2026 is now open.

The Rights Issue is partially underwritten to the amount of $0.8 million by lead manager and underwriter, Mahe Capital Pty Ltd.

All directors have advised that they will be participating in the Rights Issue.

In response to shareholder queries about the Rights Issue, please refer to the further information below.

ACCESS TO PROSPECTUS AND MAKING AN APPLICATION

For the purposes of the Rights Issue, the prospectus (**Prospectus**) will be made available to shareholders in electronic form only, together with a personalised Entitlement and Acceptance Form, at the following website, from today: https://portal.automic.com.au/investor/home.

Eligible Shareholders should follow the instructions set out at the website to make an application. Further details on how to make an application are set out in the Eligible Shareholder and Access Letter or email communication sent to Eligible Shareholders today (a copy of which has been released to ASX separately). Eligible Shareholders are those shareholders who held shares in the Company at 7.00pm (Sydney time) on Friday, 6 March (being the Record Date for the Rights Issue) and who have a registered address in either Australia or New Zealand.

Payment can be made via BPAY® or, for those Eligible Shareholders who are unable to use BPAY® (including New Zealand residents), by Electronic Funds Transfer (EFT), by following the instructions on your personalised Entitlement and Acceptance Form. Eligible Shareholders who wish to participate in the Rights Issue are encouraged to apply as soon as possible.

Before making any investment decision, Eligible Shareholders should carefully consider the Prospectus, including the key risks with respect to the Company and with respect to investing in the new shares and options under the Rights Issue as set out in section 8 of the Prospectus.

RIGHTS TRADING

The Company wishes to remind investors that the Rights Issue is **renounceable**, which means Eligible Shareholders who **do not wish** to support the offer can also **sell** their entitlement on the ASX up until **Wednesday, 18 March 2026** under the ASX code: **MGTRH**. Provided your shares are held on the CHESS sub-register, you should contact an ASX participant (your stockbroker) if you wish to trade your rights.

OPTIONS EXPLANATION AND VALUATION: BLACK - SCHOLES MODEL

The Company wishes to remind investors that the offer includes **1:1 options**, that is one free option for each share subscribed for under the Rights Issue. The options will have an exercise price of **8 cents** and a term of **2.5 years** from their date of issue to subscribers under the Rights Issue. Quotation for the options will be sought from ASX meaning that, subject to ASX approval, the options will be able to be traded on ASX.

According to the Black - Scholes model, a model commonly used to calculate the theoretical value of options taking into account their terms of issue, including expiry date, exercise price and volatility of the Company's share price, on a 1:1 basis the options have an indicative value of **0.8 cents per option** using 60% as the volatility assumption, **1 cent per option** using a 70% volatility assumption and **1.3 cents per option** using a 80% volatility assumption[1].

Subject to admission to quotation by ASX, the options will be quoted on a deferred settlement basis from Thursday, 2 April 2026.

This means that when you pay the offer price of 4 cents per share, you receive one MGT share and an additional attaching option which has value based on the Black - Scholes valuation methodology. It's also worth noting, that when you receive your options, subject to final ASX approval, **they will be tradeable on the ASX like any other shares** in your portfolio. This means that you will be able to **buy** or **sell** them as you would your existing **MGT shares**.

If you have any questions in relation to the details of the Rights Issue, please contact the Company's share registry on 1300 288 664 (from within Australia) or +61 2 9698 5414 (from outside Australia) between 8.30am to 8.00pm (Sydney time) Monday to Friday until the Closing Date, or if you require advice about your participation in the Rights Issue, consult your stockbroker, accountant or other independent professional adviser.

This announcement has been authorised for release to the market by the Board.

For further information contact:

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[1] The indicative values of the options under the Black-Scholes model have been calculated by Mahe Capital Pty Ltd (AFSL 517246).

ABOUT MAGNETITE MINES

Magnetite Mines Ltd is an ASX-listed iron ore company focused on the development of magnetite iron ore resources in the highly prospective Braemar Iron Formation of South Australia. The Company holds a 100%-owned Mineral Resource of 6.6 billion tonnes of iron ore and is developing the Razorback Iron Ore Project, located 240km from Adelaide. Razorback is one of the few undeveloped magnetite projects globally capable of producing premium Direct Reduction (DR) grade concentrate at scale — a key feedstock for green iron and lower-emissions steelmaking — positioning the Company to benefit from growing demand for high-purity iron ore products. In addition, the Company holds a substantial South Australian tenement portfolio prospective for rare earth elements (REE), copper, silver, and gold. This provides disciplined exposure to critical minerals aligned with global electrification and decarbonisation trends. For more information visit magnetitemines.com.