

4 February 2026

Shareholder Update

Firefinch Limited (**Firefinch** or the **Company**) provides the following update to shareholders.

On 20 January 2026, Leo Lithium Limited (**Leo Lithium**) announced that it will hold two general meetings of its shareholders in February 2026. The first meeting relates to a proposed distribution to Leo Lithium shareholders, and the second meeting concerns the voluntary solvent winding up of Leo Lithium and the appointment of a liquidator.

Through its 17.51% shareholding in Leo Lithium, the Company is expecting to receive payment of approximately \$7 million (plus franking credits) as a result of the distribution (**Leo Final Distribution**). For further details of the latest distribution, please see Leo Lithium's notice of meeting released on 20 January 2026

Firefinch proposes to distribute surplus cash (including the Leo Final Distribution) to Shareholders as a capital return of up to \$72 million which will be made to shareholders on a pro rata basis and which equates to approximately 6.08 cents per share (subject to receipt of the Leo Final Distribution in full) (**Proposed Capital Return**).

Accordingly, Firefinch has instructed its legal advisors to prepare the relevant notice of meetings and explanatory statements for Firefinch shareholders with respect to two general meetings of shareholders anticipated to be held during March 2026 (**Meetings**). The first Meeting will seek shareholder approval for the Proposed Capital Return in accordance with sections 256B and 256C of the *Corporations Act 2001* (Cth). The second Meeting will seek shareholder approval to commence the process for a solvent members' voluntary liquidation of Firefinch.

Further details of the Proposed Capital Return will be set out in the notice of meeting to be dispatched to shareholders February 2026. The notice of meeting for the solvent members' voluntary liquidation will be dispatched to shareholders separately in due course.

Firefinch's tax advisors have also been instructed to prepare a submission to the Australian Tax Office regarding a Class Ruling to confirm the tax treatment of the Proposed Capital Return to Firefinch shareholders, pending the outcome of the Leo Lithium's proposed general meetings and Leo Lithium's class ruling on its capital return. The Proposed Capital Return will only be paid after Firefinch has received the draft Australian Tax Office Class Ruling on the tax treatment of the payment.

Firefinch remains committed to return the remaining value in the Company to all shareholders. This follows payments to shareholders of a \$26.6 million (2.25 cents per share) special dividend on 26 September 2025 and a further \$20.5 million (1.735 cents per share) return of capital on 13 November 2025, following shareholder approval at the Company's annual general meeting held on 27 October 2025. For further details, please refer to the Company's announcements on 26 September and 13 November 2025, and the shareholder update released on 28 November 2025.

The Company, together with its advisors, continues to assess avenues that may be available to deliver positive after-tax value to shareholders.



The Company expects to make an announcement on the distribution of all remaining funds once the treatment of Leo's proposed capital return is understood and discussions with the proposed Liquidator conclude.

Finally, as Firefinch has announced previously, and published in its Interim Report for the Half Year ended 30 June 2025 on 7 November 2025, the Directors continue to believe that the orderly wind-up of Firefinch and return of value to shareholders represents the most realistic outcome for the Company.

Firefinch will continue to keep shareholders informed of relevant developments as it has done throughout this long and often complex process

Yours Sincerely,

Brett Fraser
Chairman