

6 May 2021

Notice to stakeholders regarding Eneabba Project – State Government Approvals

I am writing to inform you that construction of Phase 2 of Iluka Resources' Eneabba Project has begun, following receipt of State Government regulatory approvals.

The Eneabba Phase 2 project will use mineral sands concentrate produced by Phase 1, currently exported via Geraldton Port, as feedstock for further processing into two higher value products: a monazite concentrate, and a heavy mineral concentrate containing zircon and ilmenite.

Preparatory site works, including bulk earthworks and the installation of electrical transmission infrastructure to provide fixed and reliable power to Phase 2, have now commenced without delay.

Eneabba Phase 2 construction creates more than 200 construction jobs, and around 30 ongoing employment positions, including contractors and supply chain roles, once facilities become operational in 2022.

Iluka engaged broadly with community members and stakeholders in Eneabba and Geraldton ahead of applying for regulatory approvals required for Phase 2 to proceed. Sentiment towards the proposed Phase 2 was generally positive, including in relation to its contribution to the economic development of the Midwest region, and to Iluka's approach to the safety of its workers, contractors, and the public, including radiation safety and management. A strong level of trust and high expectations for continued vigilance were recorded.

I would like to thank everyone who engaged with us throughout the regulatory approvals process for Eneabba Phase 2. Your participation gave us insights into community expectations in relation to the continuing development of downstream processing capacity at Eneabba, and we are committed to meeting those expectations.

Even as Phase 2 construction begins, Iluka is already exploring the potential for additional downstream processing at Eneabba via a Phase 3 of the Eneabba Project. A feasibility study for a fully integrated rare earths refinery at Eneabba has begun, and we look forward to engaging with the community and stakeholders in relation to that over the coming months.

If you would like any further information about Eneabba please contact Iluka's project team through the 24/7 community line on 1800 305 993, online via Iluka's 'Engage' platform at www.iluka.com/engage/Eneabba, or by email to Eneabba.community@iluka.com.

I look forward to working with you throughout the next phase and to our continued and shared success in Mid-West mineral exports.

Yours sincerely,



Wicky Moffat
Project Manager – Eneabba Phase 2