

Vytas Limited
Chairman's Letter to Shareholders
March 2026

Dear Shareholders,

It is a privilege to write to you as Chairman of Vytas Limited. I recently joined the Board alongside David Cornell (Managing Director), Adam Pratt (COO and Director) and Phil Bellamy (Non-Executive Director) with a clear mandate to sharpen execution and focus the Vytas resources on the initiatives most likely to create sustainable shareholder value. The composition of the Board will be reviewed later in 2026 to ensure Vytas has the capabilities required for the Company's next phase of development.

Vytas's immediate priority is the commercialisation of the Company's Ultra High Purity Quartz (UHPQ) opportunity through customer pre-qualification and early commercial agreements. As these near-term objectives are progressed, Vytas will advance the UHPQ commercialisation pathway. Nano-porous silica (NPS) remains a highly prospective technology mineral and Vytas continues to advance NPS in a measured and capital-efficient manner. The Vytas management and team are well-positioned and skilled for the near-term UHPQ objectives and are motivated to deliver.

Vytas has raised approximately A\$20.0 million in shareholder equity, complemented by A\$5.2 million in non-dilutive funding from government R&D rebates and grants. In total, approximately A\$21.1 million has been deployed across securing the Company's silica orebody positions, developing the UHPQ and NPS technology platforms and supporting the corporate activities required to operate the business. Consistent with the Company's recent strategic plan, most of this capital has been invested in the UHPQ program.

SOURCES OF CAPITAL	\$AUD ('000)
Shareholder Equity	\$20,000
R&D Rebates or Grants	\$5,200
Total Capital Sources	\$25,200
USES OF CAPITAL¹	
UHPQ program development	\$14,900
NPS program development	\$2,000
Orebodies and tenure	\$1,200
Corporate and administration	\$3,000
Total capital deployed:	\$21,100

1. Estimated allocations of all company payments to the end of February 2026.

On Q1 2026 expenditure rates, the Company's current capital position provides runway through to the end of 2026. In the near term, Vytas is focusing on non-dilutive options for runway extension including customer linked UHPQ funding and government grant funding related to NPS commercialisation.

During late 2025 customer testing indicated that the Vytas UHPQ material has the potential to be used in premium market applications, demonstrating that Vytas can produce UHPQ capable of meeting premium market specifications. This achievement is an important technical milestone for the Company. Further progress is required to transition UHPQ into a scalable commercial product. Demonstrating consistent technical product performance across multiple production runs and expanding customer engagement remain key UHPQ priorities for the coming year.

Alongside UHPQ, Vytas continues to develop its nano-porous silica (NPS) technology platform. NPS represents a unique material with potential applications across several advanced technology sectors, including silicon-based battery materials, hydrogen generation systems and silane chemistry. These applications sit at the intersection of advanced materials science and emerging energy technologies and offer potentially significant long-term value creation opportunities.

These NPS opportunities remain at an earlier stage of technology validation and will require further technical development, industrial testing and strategic partnerships to progress toward demonstration and commercialisation. The Board views NPS as a core strategic platform in Vytas with meaningful commercial potential, but one that may require additional time and investment to fully realise.

UHPQ represents the Company's most advanced pathway toward near-term commercialisation, while NPS is a pre-commercialisation mineral technology platform with significant market opportunity. Vytas' strategy reflects this reality by prioritising disciplined execution of the UHPQ program while continuing to advance NPS in a measured and capital-efficient manner.

In 2026, our objective is to continue progressing UHPQ through repeatable development runs and expanded customer engagement while advancing the technical foundations of the NPS platform. Success in UHPQ will significantly strengthen the Company's attractiveness and funding pathways. Further capital and/or grants will be required to materially advance the NPS technology platform and its associated opportunities to commercialisation.

On behalf of the Board, I thank outgoing Chairman Peter Nicholson and Non-Executive Director Reneke Van Soest for their work in developing Vytas during their tenure on the Vytas Board, and I thank our shareholders for their continued support as we progress through this important stage of the company's development.

Yours sincerely,

Ian Sedgman
Chairman, Vytas Limited