



ASX Announcement 9 July 2025

Teesside site sold for £3.5 million

Peak Rare Earths Limited (ASX: **PEK**) ("**Peak**" or the "**Company**") is pleased to announce the freehold sale of its non-core Teesside site ("**Teesside Site**") in the United Kingdom to Sembcorp Utilities (UK) Limited ("**Sembcorp Utilities UK**") for £3.5 million (~A\$7.3 million)¹.

Peak has executed a sale agreement over the Teesside site with Sembcorp Utilities UK and simultaneously completed settlement. Under the terms of the sale agreement, Peak has undertaken to surrender an Environmental Permit over the site.

The sale is not subject to any outstanding conditions precedent, and Peak has received sale consideration of £3.45 million with additional consideration of £50,000 payable on the successful surrender of the Environmental Permit. Peak has also agreed to fund any site works or rehabilitation requirements associated with the surrender of the Environmental Permit up to a cap of £50,000 with Sembcorp Utilities UK responsible for any costs beyond this level.

The Teesside site was originally secured to support the development of a rare earth refinery. However, it is no longer core given:

- The adoption of a sequenced development strategy entailing the initial development of the Ngualla Project as a standalone high-grade concentrate project; and
- A longer-term intention of developing Tanzanian downstream operations, including a mixed rare earth carbonate facility.

The freehold title over the Teesside site was acquired from Homes England in March 2024 for £125,000 and followed the May 2021 exercise of a £1,858,712 option to enter a 250-year lease.

Sembcorp Utilities UK is a wholly-owned subsidiary of Sembcorp Energy (UK) Limited ("**Sembcorp Energy UK**"), a leading provider of sustainable solutions supporting the UK's transition to Net Zero. Based at the Wilton International site, within the Teesside Freeport, Sembcorp Energy UK provides energy-intensive industrial businesses with combined heat and power via a private network that supplies electricity generated by gas and biomass.

Sembcorp Energy UK is a wholly owned subsidiary of Sembcorp Industries Ltd ("**Sembcorp**"), which is headquartered in Singapore and listed on the main board of the Singapore Exchange.

Proceeds from the sale of the Teesside site (net of transaction costs) will augment the proceeds from the recently completed Entitlement Offer and be used to support land compensation and other costs at Peak's 84% owned Ngualla Rare Earth Project, working

¹ Based on an A\$/£ exchange rate of 0.4820.



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capital requirements and transaction costs associated with Peak's proposed acquisition by a subsidiary of Shenghe Resources Holding Co. Limited, by way of a scheme of arrangement².

This announcement has been authorised for release by the Company's Board of Directors.

Bardin Davis

Chief Executive Officer

Media inquiries:

Michael Vaughan

Fivemark Partners

+61 422 602 720

² See ASX Announcements – "*Peak to be acquired by Shenghe following Entitlement Offer*" released on 15 May 2025, "*Entitlement Offer Booklet*" released on 30 May 2025 and "*Successful Completion of Entitlement Offer*" released on 27 June 2025.