



1. Introduction

RareX Limited (the Company) is committed to the responsible management of the environment in which it operates. The Company is also committed to continuously improve and evolve its approach to ensure that the transition from exploration to mining operations is in line with its ESG framework.

2. Objectives

2.1 The Company will:

- (a) Comply with environmental laws, regulations and other relevant requirements.
- (b) Transition towards setting water efficiency targets, including the percentage of recycled water supply and wastewater minimisation/reuse targets.
- (c) Identify, assess and manage environmental risks through the adoption of an environmental management system.
- (d) Protect and preserve local environments where the Company operates.

3. Responsibilities

- 3.1 The Board is responsible for ensuring that Environmental risks are identified on a timely basis and that the environmental laws, regulations and other requirements are met.
- 3.2 The Board delegates the responsibility of assessing and managing environmental risks to the Company's management.
- 3.3 The Company's management is also responsible for informing the Board about environmental compliance and performance.

4. Monitoring and evaluation

- 4.1 As part of the Risk Management Policy, the Company will undertake an annual review of operations to update its risk profile, including environmental risks.



- 4.2 The Board will:
- (a) Review the scope and currency of this Policy annually.
 - (b) Transition towards reviewing and setting annual water efficiency and waste minimisation/reuse targets.
- 4.3 The Company's management will monitor and inform the Board quarterly on the following:
- (a) Environmental performance.
 - (b) Compliance with environmental laws and regulations.
 - (c) Water use and recycle metrics.

5. Reporting

- 5.1 The Board will include in the Annual Report each year:
- (a) The environmental performance.
 - (b) The compliance with Environmental laws, regulations and other requirements.
 - (c) Water use and recycle metrics.