

Friday 26 July 2019

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## Successful Completion of Placement and Institutional Entitlement Offer

Kalium Lakes Limited (ASX: KLL) (**Kalium Lakes** or **Company**) is pleased to announce the successful completion of its institutional placement (**Placement**) and the institutional component of its 1 for 2.19 accelerated non-renounceable pro-rata entitlement offer (**Institutional Entitlement Offer**) of new fully paid ordinary shares in Kalium Lakes (**New Shares**) as announced on Wednesday, 24 July 2019 (**Entitlement Offer**).

The Placement and Institutional Entitlement Offer raised a total of \$55.6 million at \$0.50 per New Share (**Offer Price**). The Placement and Institutional Entitlement Offer saw strong support from both existing shareholders and new investors and will result in the addition of a number of new high quality institutional investors to Kalium Lakes' register.

New Shares issued under the Placement and Institutional Entitlement Offer will rank equally with existing shares on issue. The New Shares are expected to be allotted on Friday 2 August 2019 and will trade on the ASX on a normal settlement basis on the same day.

### Significant Milestone for Kalium Lakes

Kalium Lakes' Chairman, Malcolm Randall, commented:

"Launching this equity raising was an extremely important event in the history of Kalium Lakes. The Board is very supportive of management's mission to develop the Beyondie SOP Project towards our target of becoming Australia's first SOP producer during 2020. Securing the proceeds from this strongly supported Placement and the Entitlement Offer, together with the completion of the documentation for the KfW IPEX-Bank and NAIF loan facilities, is anticipated to ensure the Company is fully funded to develop the Beyondie SOP Project and will allow the Board to consider a Final Investment Decision. As a company we are committed, over time, to deliver substantial value for shareholders.

"We are grateful for the support from our existing shareholders and are pleased to welcome a number of new investors on to the Kalium Lakes' register.

"To our eligible retail shareholders, I encourage you to read the retail entitlement offer documentation that will be sent to you over the coming days and consider your participation in the Entitlement Offer in conjunction with your professional advisers," he said.

### Retail Entitlement Offer

The retail component of the Entitlement Offer seeks to raise approximately A\$16.4 million through a 1 for 2.19 non-renounceable entitlement offer (**Retail Entitlement Offer**).

Eligible retail shareholders at the Record Date of 7:00pm (Sydney time) on Friday 26 July 2019, with retail addresses in Australia and New Zealand (**Eligible Retail Shareholders**) will be invited to participate in the Retail Entitlement Offer at the Offer Price. The Retail Entitlement Offer will open on Wednesday 31 July 2019 and close at 5:00pm (Sydney time) on Wednesday 14 August 2019.

Further information will be sent to Eligible Retail Shareholders in a booklet (**Retail Offer Booklet**) expected to be lodged with ASX and despatched on or around Wednesday 31 July 2019. The Retail Offer Booklet and the accompanying personalised entitlement and acceptance form (**Application Form**) will contain instructions on how to apply. Application Forms and payments are due by no later than 5:00pm (Sydney time) on Wednesday 14 August 2019.

Importantly, the Retail Entitlement Offer is conditionally underwritten by Macquarie Capital (Australia) Limited<sup>1</sup> and sub-underwritten by various sub-underwriters (including Greenstone Management (Delaware) II LLC in its capacity as general partner of Greenstone Resources II (Australia) Holdings L.P (**Greenstone**)).

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<sup>1</sup> The conditional underwriting is subject to certain termination rights, including the right of the underwriter to terminate in the event Greenstone does not perform its obligations under the pre-commitment or sub-underwriting agreements.

## Key Dates

Key dates are outlined in the timetable below. All dates and times are references to Sydney, Australia.

Event	Date
Trading halt and announcement of Entitlement Offer and Placement Institutional Entitlement Offer and Placement opened	Wednesday 24 July 2019
Institutional Entitlement Offer and Placement closed	Thursday 25 July 2019
Trading halt lifted and trading resumes on an "ex-entitlement" basis	Friday 26 July 2019
Record Date for determining Eligible Shareholders under the Entitlement Offer	7:00 pm Friday 26 July 2019
Retail Entitlement Offer opens and Retail Offer Booklet despatched	Wednesday 31 July 2019
Settlement of new shares issued under the Institutional Entitlement Offer and the Placement (excluding Greenstone)	Thursday 1 August 2019
Allotment and normal trading of New Shares issued under the Institutional Entitlement Offer and the Placement (excluding Greenstone)	Friday 2 August 2019
Retail Entitlement Offer closes	5:00 pm Wednesday 14 August 2019
Settlement of Retail Entitlement Offer	Wednesday 21 August 2019
Allotment of New Shares issued under the Retail Entitlement Offer and to Greenstone	Thursday 22 August 2019
Dispatch of holding statements and normal trading of New Shares issued under Retail Entitlement Offer and to Greenstone	Friday 23 August 2019
Settlement of any New Shares under the Retail Entitlement Offer allocated to Greenstone pursuant to sub-underwriting commitments (if any)	Friday 6 September 2019

Note: The timetable above is indicative only and may be subject to change. Kalium Lakes reserves the right to amend any or all of these dates and times without notice, subject to the Corporations Act, the ASX Listing Rules and other applicable laws. In particular, Kalium Lakes reserves the right to extend the closing date of the Entitlement Offer, to accept late applications under the Equity Raising (either generally or in particular cases) and to withdraw the Entitlement Offer without prior notice. Any extension of the closing date will have a consequential effect on the issue date of new shares.

## Further Information

Further information regarding the Placement and Entitlement Offer is contained in the investor presentation released to the ASX on Wednesday 24 July 2019. The Retail Offer Booklet will be released separately and mailed to Eligible Retail Shareholders.

Macquarie Capital (Australia) Limited is acting as Sole Lead Manager and Bookrunner.

Morgans Corporate Limited is co-lead manager to the Offer.

Nothing in this announcement constitutes legal, tax or other advice. You should seek appropriate professional advice before making any investment decision.

If you have any questions in relation to the Entitlement Offer, please contact the Kalium Lakes' Equity Raising Information Line on 1300 850 505 (within Australia) or +61 3 9415 4000 (outside Australia) between 8.30am to 5.00pm (Sydney time). For other questions, you should consult your broker, solicitor, accountant, financial adviser, or other professional adviser.

\*\*\* ENDS \*\*\*

## Disclaimer

*This announcement has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.*

## Compliance Statement

The information in this document that relates Mineral Resources, Ore Reserve Estimates, Exploration Targets or Production Targets have been extracted from the ASX announcement(s) listed below.

- 17 September 2018: Bankable Feasibility Study Completed With Exceptional Financial Outcomes
- 4 March 2019: Lower Operating Cost and Increased Production For BSOPP (Front-End Engineering and Design (FEED) works)

The report(s) are available to be viewed on the website at: [www.kaliumlakes.com.au](http://www.kaliumlakes.com.au)

Kalium Lakes confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, Ore Reserve Estimates, Exploration Targets or Production Targets, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

## Competent Persons Statement

The information in this ASX announcement and the accompanying Report that relates to Exploration Targets, Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Thomas Schicht, a Competent Person who is a Member of a 'Recognised Professional Organisation' (RPO), the European Federation of Geologists, and a registered "European Geologist" (Registration Number 1077) and Anke Penndorf, a Competent Person who is a Member of a RPO, the European Federation of Geologists, and a registered "European Geologist" (Registration Number 1152).

Thomas Schicht and Anke Penndorf are full-time employees of K-UTECH AG Salt Technologies (K-UTECH).

K-UTECH, Thomas Schicht and Anke Penndorf are not associates or affiliates of Kalium Lakes or any of its affiliates. K-UTECH will receive a fee for the preparation of the Report in accordance with normal professional consulting practices. This fee is not contingent on the conclusions of the Report and K-UTECH, Thomas Schicht and Anke Penndorf will receive no other benefit for the preparation of the Report. Thomas Schicht and Anke Penndorf do not have any pecuniary or other interests that could reasonably be regarded as capable of affecting their ability to provide an unbiased opinion in relation to the Beyondie Potash Project.

K-UTECH does not have, at the date of the Report, and has not had within the previous years, any shareholding in or other relationship with Kalium Lakes or the Beyondie Potash Project and consequently considers itself to be independent of Kalium Lakes.

Thomas Schicht and Anke Penndorf have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Thomas Schicht and Anke Penndorf consent to the inclusion in the Report of the matters based on their information in the form and context in which it appears.

## Cautionary Statement Regarding Forward-Looking Information

Statements regarding plans with respect to the Company's mineral properties may contain forward looking statements. Statements in relation to future matters can only be made where the Company has a reasonable basis for making those statements. This announcement has been prepared in compliance with the current JORC Code 2012 Edition and the current ASX Listing Rules. The Company believes it has a reasonable basis for making the forward-looking statements, including any production targets, based on the information contained in the announcement and in particular the JORC 2012 and NI 43-101 Technical Report - Bankable Feasibility Study.

All statements, trend analysis and other information contained in this document relative to markets for Kalium Lakes, trends in resources, recoveries, production and anticipated expense levels, as well as other statements about anticipated future events or results constitute forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions. Forward-looking statements are subject to business and economic risks and uncertainties and other factors that could cause actual results of operations to differ materially from those contained in the forward-looking statements. Forward-looking statements are based on estimates and opinions of management at the date the statements are made. Kalium Lakes does not undertake any obligation to update forward-looking statements even if circumstances or management's estimates or opinions should change. Investors should not place undue reliance on forward-looking statement

## Kalium Lakes Limited



ABN: 98 613 656 643  
ASX: KLL  
Ordinary Shares on Issue: 238,966,103



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### Board of Directors:

Mal Randall  
Brett Hazelden  
Rudolph van Niekerk  
Stephen Dennis

Non-Executive Chairman  
Managing Director  
Executive Director  
Non-Executive Director

### Chief Financial Officer and Joint Company Secretary:

Christopher Achurch

### Joint Company Secretary:

Gareth Widger



### Share Registry

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