

Wednesday 2 September 2020

# NON-PROCESS INFRASTRUCTURE COMPLETED

## Highlights

Non-Process Infrastructure for the Beyondie Sulphate of Potash Project has been completed on schedule and on budget, including:

- Accommodation village with 80 permanent rooms and supporting facilities
- Temporary accommodation of 136 rooms to facilitate the increased demand during the processing facility construction phase
- Mine site administration offices for construction and operations
- Site Laboratory
- Warehouse, complete with equipment laydown and storage areas
- Fixed plant workshops
- Mobile plant workshop
- Vehicle washdown bay
- Diesel storage and refuelling area
- Communications infrastructure

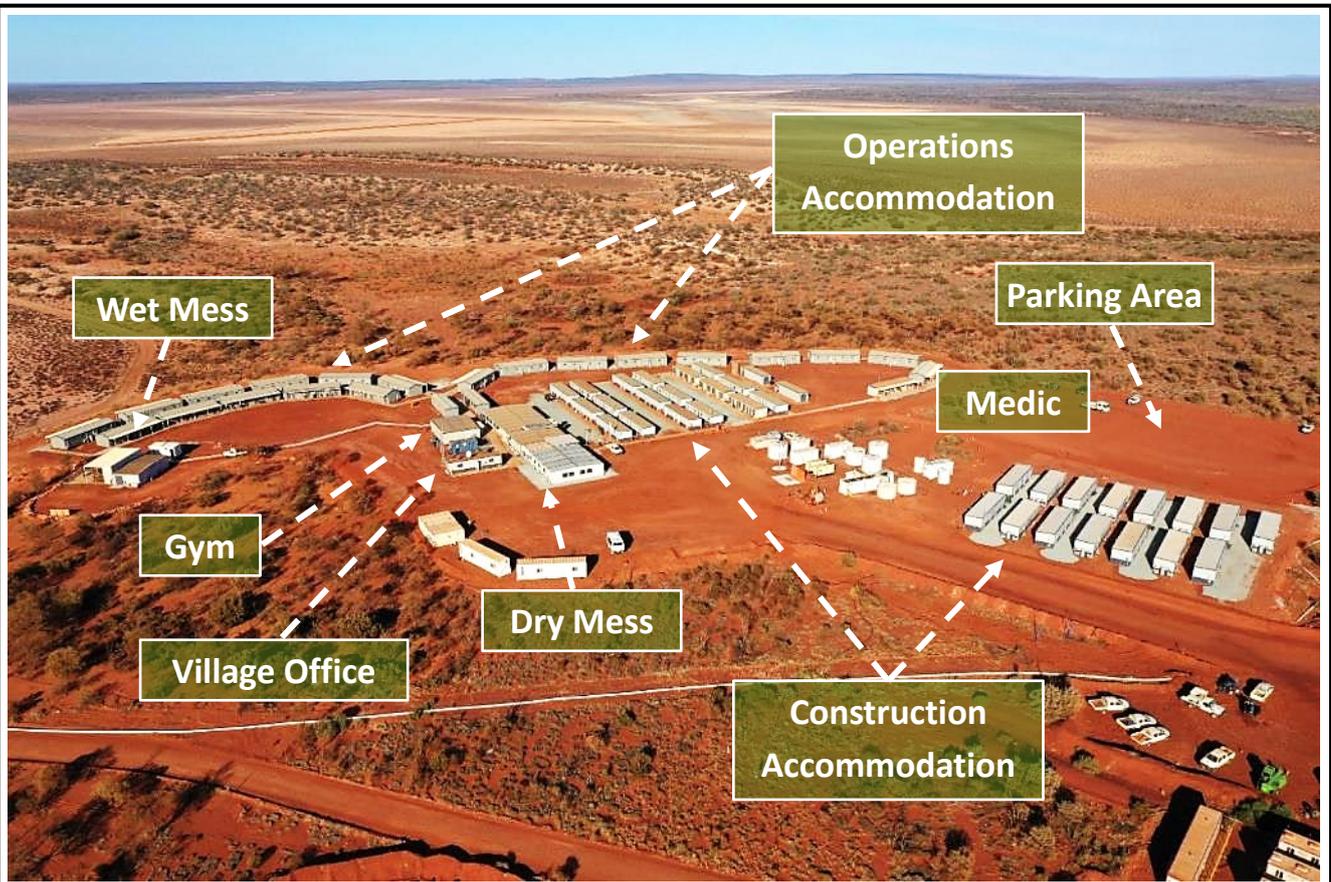
Kalium Lakes Limited (KLL) today announced the completion of Non-Process Infrastructure for the Beyondie SOP Project (BSOPP), including multiple facilities that are being utilised to support current construction works, future production and operational requirements.

CEO, Rudolph van Niekerk, said: "Completion of this infrastructure is a significant milestone, as these facilities are crucial for the completion of construction and will continue to be utilised during ongoing operations.

"I'm very pleased to see that all the measures we have put in place to manage completion of these works on budget and on schedule is paying off. We are looking forward to completing the remainder of the Project in a similar manner," he said.



**Non-Process Infrastructure facilities adjacent to the SOP purification plant currently under construction**



Dry Mess



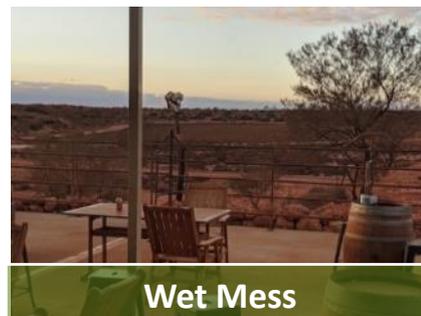
Dry Mess



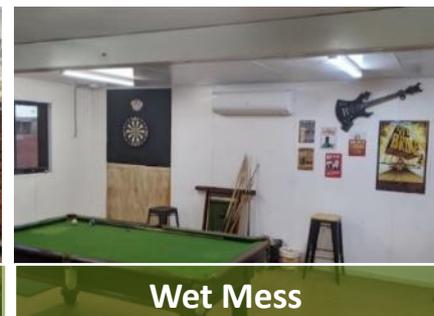
Medic



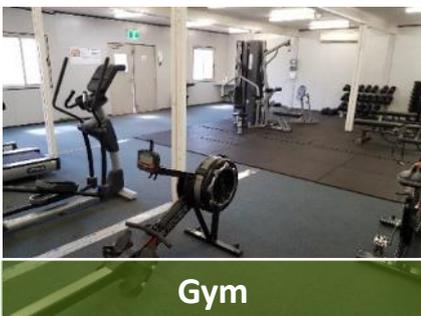
Wet Mess



Wet Mess



Wet Mess



Gym



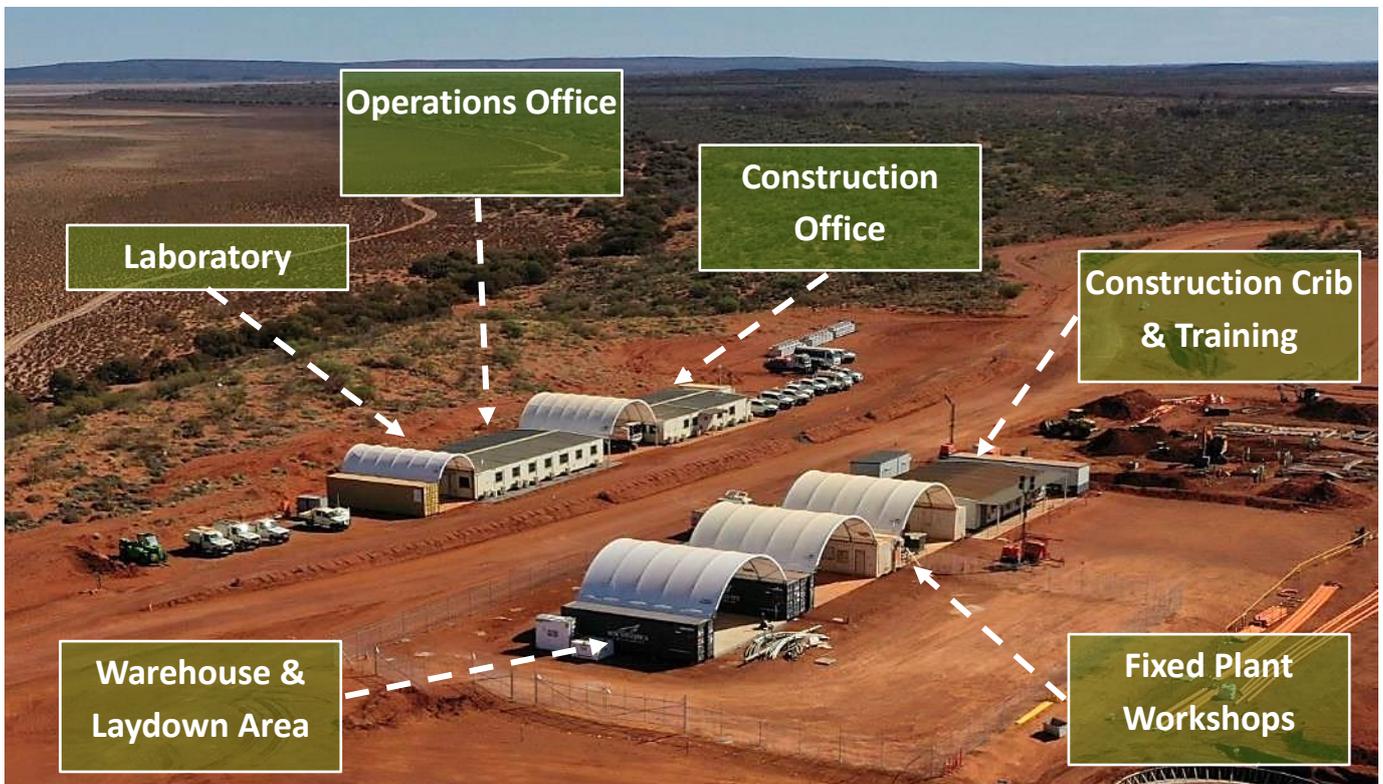
Rooms



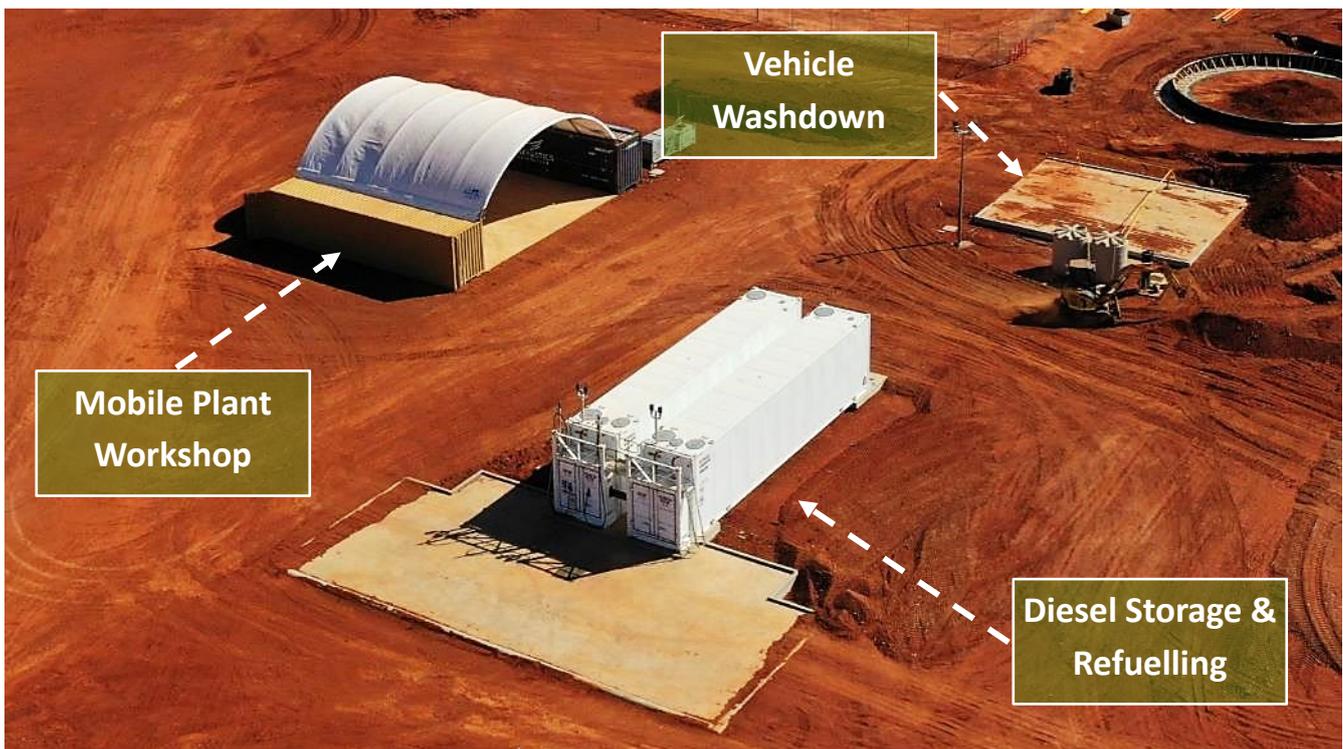
Laundry

**Accommodation village with 216 Rooms and supporting facilities**

The Non-Process Infrastructure for the BSOPP include the fully functional and operational village with a total of 216 rooms, waste water treatment facilities, potable water treatment facilities, medical facilities, dry and wet mess facilities, a fully equipped gym, laundry facilities, a village office and vehicle parking area.



*Offices, warehouse and fixed plant workshops*



*Mobile plant workshops, wash down and refuelling*

Infrastructure adjacent to the SOP purification plant currently under construction which has also been completed includes office buildings for construction and operations, the onsite laboratory, construction crib and training room, warehouse, laydown area, fixed plant workshop, mobile plant workshop, diesel storage and refuelling and a vehicle wash down facility.

The works also include and upgrade to the communications infrastructure that is now connected to the Telstra backbone, providing download speeds of up to 50Mbps via radio links to the Project site.

# Beyondie Sulphate Of Potash Project

## Pioneering Australian SOP Production

- 100% owned **Beyondie Sulphate Of Potash Project (BSOPP)**
- Located 160km south east of Newman, in Western Australia
- 5.1Mt SOP Ore Reserve (1.65Mt Proven, 3.49Mt Probable)
- 31.42Mt SOP Drainable Mineral Resource (4.32Mt Measured, 13.19Mt Indicated, 13.91Mt Inferred)
- **Binding Offtake Agreement** with K+S, ~\$650M revenue over first 10 years
- **All Native Title Mining Agreements** in place
- **All EPA, EPBC, DMIRS, DWER construction approvals** in place
- **Phase 1 Start-up = 90ktpa SOP**; Phase 2 = 180ktpa SOP
- Low All In Sustaining **Operating Cost (AISC) ~US\$200 /t FOB**
- Low cost, high margin, long life operation: pre-tax Phase 1 NPV(8) of A\$364M and pre-tax Phase 2 NPV(8) of A\$603M
- **Low Cost Financing** - NAIIF (\$74M), KfW (\$102M) with Euler Hermes German Government Guarantee
- \$15M Westpac working capital facility
- **First production now due early Q3-2021 with +30 years ore reserve**
- Overall Project is 56% complete as at end of August 2020
- The BSOPP is subject to various specific and general risks as set out at Section 9 (pages 67-74) of the Prospectus published on 21 May 2020



### Forward looking statements

Certain information in this document refers to the intentions of Kalium Lakes, but these are not intended to be forecasts, forward looking statements or statements about the future matters for the purposes of the Corporations Act or any other applicable law. The occurrence of the events in the future are subject to risk, uncertainties and other actions that may cause Kalium Lakes' actual results, performance or achievements to differ from those referred to in this document. Accordingly, Kalium Lakes and its affiliates and their directors, officers, employees and agents do not give any assurance or guarantee that the occurrence of these events referred to in the document will actually occur as contemplated. Statements contained in this document, including but not limited to those regarding the possible or assumed future costs, performance, dividends, returns, revenue, exchange rates, potential growth of Kalium Lakes, industry growth or other projections and any estimated company earnings are or may be forward looking statements. Forward-looking statements can generally be identified by the use of words such as 'project', 'foresee', 'plan', 'expect', 'aim', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'should', 'will' or similar expressions. These statements relate to future events and expectations and as such involve known and unknown risks and significant uncertainties, many of which are outside the control of Kalium Lakes. Actual results, performance, actions and developments of Kalium Lakes may differ materially from those expressed or implied by the forward-looking statements in this document. Such forward-looking statements speak only as of the date of this document.

There can be no assurance that actual outcomes will not differ materially from these statements. To the maximum extent permitted by law, Kalium Lakes and any of its affiliates and their directors, officers, employees, agents, associates and advisers:

- disclaim any obligations or undertaking to release any updates or revisions to the information to reflect any change in expectations or assumption;
- do not make any representation or warranty, express or implied, as to the accuracy, reliability or completeness of the information in this document, or likelihood of fulfilment of any forward-looking statement or any event or results expressed or implied in any forward-looking statement; and

disclaim all responsibility and liability for these forward-looking statements (including, without limitation, liability for negligence).

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

This announcement was approved and authorised for release by the Chief Executive Officer of Kalium Lakes Limited.

### Kalium Lakes Limited



ABN: 98 613 656 643  
ASX: KLL



**Contact Details:**  
Kalium Lakes Limited  
Unit 1, 152 Balcatta Road  
BALCATTWA WA 6021

PO Box 610  
BALCATTWA WA 6914

Email: [info@kaliumlakes.com.au](mailto:info@kaliumlakes.com.au)  
Web: [www.kaliumlakes.com.au](http://www.kaliumlakes.com.au)  
Tel: +61 (0)8 9240 3200



#### Board of Directors:

Stephen Dennis  
Mal Randall  
Dale Champion  
Mark Sawyer  
Brent Smoothy

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

#### Chief Executive Officer

Rudolph van Niekerk

#### Company Secretary:

Gareth Widger



#### Share Registry

Computershare Investor Services Pty Ltd  
Level 11, 172 St Georges Terrace Perth, WA 6000  
Tel: (within Australia): 1300 850 505  
Tel: (outside Australia): +61 3 9415 4000