

FINAL MLBV SALE CONDITION SATISFIED

- All conditions precedent to the MLBV Sale have now been satisfied and Completion is scheduled for 26 November 2024
- At Completion Leo Lithium will receive the Tranche 1 consideration, to be distributed to shareholders in January 2025
- Goulamina Services Agreement expired and Leo Lithium has ceased providing support services to Ganfeng

Leo Lithium Limited (ASX:LLL) (**Leo Lithium** or the **Company**) provides the following update on the sale of the Company's remaining 40% shareholding in Mali Lithium BV (**MLBV**), and therefore its remaining interest in the Goulamina Lithium Project, to GFL International Co., Ltd (**Ganfeng**) (**MLBV Sale**).

Satisfaction of final Conditions Precedent

Ganfeng has confirmed that all required Chinese Government approvals have now been received and, as a consequence, all conditions precedent to the MLBV Sale have been satisfied. Completion of the MLBV Sale is scheduled to occur on 26 November 2024 (**Completion**).

At Completion Leo Lithium is entitled to receive the Tranche 1 consideration of US\$161 million. The total amount of Mali capital gains tax payable on the sale is US\$44.7 million which will be deducted from the Tranche 1 consideration and paid directly to the Mali Government by Ganfeng. This amount of taxation is in line with the previous estimates detailed by Leo Lithium to the market. The Company anticipates receiving the net Tranche 1 payment of US\$116.3 million on 26 November 2024.

A Tranche 2 payment of US\$171.2 million is payable by 30 June 2025 (**Tranche 2 Consideration**). Interest will accrue on the unpaid Tranche 2 Consideration from Completion until the payment date at a rate of Secured Overnight Finance Rate +2%.

The Company anticipates that, subject to Completion occurring, the US\$116.3 million net Tranche 1 payment, the US\$10.5 million deposit and the A\$11.5 million Firefinch Limited contribution will be distributed to shareholders in January 2025 (**Tranche 1 Distribution**). Further details on the Tranche 1 Distribution will be provided following Completion.

Goulamina Services Agreement expires

Leo Lithium and Ganfeng entered into the Goulamina Services Agreement on 29 June 2024 (**GSA**) under which Leo Lithium agreed to provide certain support services to Ganfeng as it assumed management responsibility for Lithium du Mali S.A. under the LMSA Management Agreement.¹ In accordance with its terms, the GSA expired on 13 November 2024 and accordingly Leo Lithium has ceased providing support services to Ganfeng. Leo Lithium and Ganfeng may elect to put further support service arrangements in place on appropriate commercial terms if required.

¹ For further information on the GSA see Leo Lithium Ltd's announcement dated 1 July 2024 titled "Leo Lithium transfers project management to Ganfeng" available at www.asx.com.au.

This announcement has been approved for release to the ASX by the Board.

For Enquiries

Simon Hay
Managing Director Leo Lithium Limited
info@leolithium.com
+61 8 6314 4500

Shane Murphy
FTI Consulting
shane.murphy@fticonsulting.com
+61 420 945 291

LinkedIn: <https://www.linkedin.com/company/leo-lithium-ltd/>

Website: <https://leolithium.com>

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