Australian VANADIUM LIMITED

ASX ANNOUNCEMENT **29 JANUARY 2025**

GREEN ENERGY MAJOR PROJECT STATUS GRANTED

KEY POINTS

- **The Australian Vanadium Project (Project) has been selected as a lead agency advice and support project under Western Australian Government's Lead Agency Framework.**
- **The Lead Agency prioritisation framework is designed to focus the efforts of government towards the projects that are aligned with the State's decarbonisation and economic diversification agenda.**

The Western Australian Government has established a Green Energy Major Projects group, through which State Government agencies work together to develop clear assessment pathways and provide high-quality, fit-for-purpose, timely support for proponents and investors, with the aim of enhancing the diversification and decarbonisation of Western Australian industries.

The development of the Project by Australian Vanadium Limited (ASX: AVL, the Company or AVL) will unlock domestic vanadium production, supporting AVL's strategy to deploy vanadium flow batteries to meet Australia's growing need for medium and long duration energy storage.

AVL's Chief Executive Officer, Graham Arvidson comments, *"Being recognised under the Western Australian Government's Lead Agency Framework is a significant development for AVL, highlighting the Project's importance in Australia's energy transition. This recognition strengthens our ability to secure approvals efficiently, drive local job creation and establish Western Australia as a leader in the global critical minerals supply chain. We look forward to collaborating with the government to accelerate project development and deliver lasting benefits to Australia's economy and clean energy future."*

The Project is a fully integrated mining and processing development designed to support Australia's critical minerals and clean energy ambitions. The Project includes an open-cut vanadium mine and concentrator at Gabanintha, near Meekatharra in Western Australia, where AVL will produce a high-grade vanadium concentrate. This will be transported to AVL's proposed processing plant at Tenindewa, near the port city of Geraldton, where it will be refined into high-purity vanadium oxides and an iron concentrate coproduct for export via Geraldton Port.

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Australian Vanadium Limited
Level 2, 50 Kings Park Road
West Perth, WA 6005

Phone: +61 8 9321 5594
Fax: +61 8 6268 2699
Email: info@avl.au

ASX: AVL
ABN: 90 116 221 740

AVL's strategy aligns with the Australian Government's 'Future Made in Australia' plan, which promotes domestic manufacturing and supports the nation's transition to a net-zero economy. By integrating mining and processing within Western Australia, AVL is building a local, value-added vanadium industry, supporting job creation and strengthening Australia's role in global critical minerals supply chains.

AVL remains focused on advancing approvals and progressing project development, delivering long-term value creation for its shareholders and stakeholders.

For further information, please contact:

Graham Arvidson, CEO

+61 8 9321 5594

This announcement has been produced in accordance with the Company's published continuous disclosure policy and has been approved by the Board.

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ABOUT AUSTRALIAN VANADIUM LTD

AVL is a vanadium focused resource company, offering investors a unique exposure to all aspects of the vanadium value chain – from resource through to steel and energy storage opportunities. AVL is advancing the development of its world-class Australian Vanadium Project at Gabanintha. The Australian Vanadium Project is one of the most advanced vanadium projects being developed globally, with 395.4Mt at 0.77% vanadium pentoxide (V_2O_5), containing a high-grade zone of 173.2Mt at 1.09% V_2O_5, reported in compliance with the JORC Code 2012 (see ASX announcement dated 7 May 2024 *'39% Increase in High Grade Measured and Indicated Mineral Resource'*).

VSUN Energy is AVL's 100% owned renewable energy and energy storage subsidiary which is focused on developing the Australian market for vanadium flow batteries for long duration energy storage. VSUN Energy was set up in 2016 and is widely respected for its VFB expertise. AVL's vertical integration strategy incorporates processing vanadium to high purity, manufacturing vanadium electrolyte and working with VSUN Energy as it develops projects based on renewable energy generation and VFB energy storage.

MINERAL RESOURCE ESTIMATE

The Australian Vanadium Project – Mineral Resource estimate by domain and resource classification using a nominal 0.4% V_2O_5 wireframed cut-off for low-grade and nominal 0.7% V_2O_5 wireframed cut-off for high-grade (total numbers may not add up due to rounding).

Zone	Category	Mt	V_2O_5 %	Fe %	TiO_2 %	SiO_2 %	Al_2O_3 %
HG	Measured	30.6	1.14	46.3	12.9	7.4	6.2
	Indicated	74.8	1.11	47.5	12.6	7.0	5.7
	Inferred	67.9	1.06	45.3	12.1	9.0	6.6
	Subtotal	**173.2**	**1.09**	**46.5**	**12.5**	**7.8**	**6.1**
LG	Indicated	61.8	0.55	26.1	7.1	26.6	16.3
	Inferred	142.5	0.48	24.9	6.6	28.9	15.2
	Subtotal	**204.3**	**0.50**	**25.3**	**6.8**	**28.2**	**15.5**
Transported	Inferred	17.9	0.65	31.0	7.3	24.1	14.4
	Subtotal	**17.9**	**0.65**	**31.0**	**7.3**	**24.1**	**14.4**
Total	Measured	30.6	1.13	46.3	12.9	7.4	6.2
	Indicated	136.6	0.85	37.8	10.1	15.8	10.5
	Inferred	228.2	0.66	31.4	8.3	22.6	12.6
	Subtotal	**395.4**	**0.77**	**34.8**	**9.3**	**19.1**	**11.4**

Note: Totals may not add up due to rounding

ASX CHAPTER 5 COMPLIANCE AND CAUTIONARY AND FORWARD-LOOKING STATEMENTS

ASX Listing Rule 5.23

The information in this announcement relating to mineral resource estimates for the Australian Vanadium Project is extracted from the announcement entitled '39% Increase in High Grade Measured and Indicated Mineral Resource' released to the ASX on 7 May 2024. The relevant announcement is available on the Company's website www.avl.au.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements, and that all material assumptions and technical parameters underpinning the estimates in the original 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 announcements.

Forward-Looking Statements

This release may contain certain forward-looking statements with respect to matters including but not limited to the financial condition, results of operations and business of AVL and certain of the plans and objectives of AVL with respect to these items.

These forward-looking statements are not historical facts but rather are based on AVL's current expectations, estimates and projections about the industry in which AVL operates and its beliefs and assumptions.

Words such as "anticipates," "considers," "expects," "intends," "plans," "believes," "seeks," "estimates", "guidance" and similar expressions are intended to identify forward looking statements and should be considered an at-risk statement. Such statements are subject to certain risks and uncertainties, particularly those risks or uncertainties inherent in the industry in which AVL operates.

These statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties, and other factors, some of which are beyond the control of AVL, are difficult to predict and could cause actual results to differ materially from those expressed or forecasted in the forward-looking statements. Such risks include, but are not limited to resource risk, metal price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which we sell our product to, and government regulation and judicial outcomes. For more detailed discussion of such risks and other factors, see the Company's Annual Reports, as well as the Company's other filings.

AVL cautions shareholders and prospective shareholders not to place undue reliance on these forward-looking statements, which reflect the view of AVL only as of the date of this release.

The forward-looking statements made in this announcement relate only to events as of the date on which the statements are made.

AVL will not undertake any obligation to release publicly any revisions or updates to these forward-looking statements to reflect events, circumstances or unanticipated events occurring after the date of this announcement except as required by law or by any appropriate regulatory authority.

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