



ASX ANNOUNCEMENT | 1 August 2019

ALTURA LITHIUM OFFTAKE UPDATE

- *Binding Offtake Agreement (BOA) signed with established Chinese lithium materials producer Guangdong Weihua Corporation*
- *BOA has a five-year term for 50,000 dry metric tonnes (dmt) per annum of lithium concentrate, commencing in August 2019*
- *Agreement reached with Lionergy Limited to reduce existing offtake allocation*

Altura Mining Limited (ASX: AJM) ("Altura" or the "Company") is pleased to provide an update on offtake arrangements for its flagship Altura Lithium Mine located at Pilgangoora in Western Australia.

Altura has continued to diversify its customer base, executing a five-year BOA for 50,000 tpa of 6% grade spodumene concentrate (SC6) with Guangdong Weihua Corporation ("Weihua"), a market-leading Chinese based lithium materials producer.

The first shipment under the BOA of approximately 10,000 dmt is scheduled to load in August, with further deliveries of the remaining 2019 allocation of 40,000 dmt to take place up until February 2020. Pricing will be based on a Li₂O content formula incorporating published reference pricing weighted for lithium carbonate and other process factors.

Lionergy has agreed to a reduction in tonnage covered by their existing offtake obligation which will now provide for a minimum annual allocation of 65,000 dmt (previously 100,000 dmt).

Altura Managing Director James Brown said the offtake agreement with Weihua provided diversity in offtake and an immediate sale point for Altura.

"This new agreement with Weihua continues to diversify and strengthen our existing customer base, which is key when developing a new energy supply chain. Weihua has established operations in China and demonstrated the ability to both mine and process battery pre-cursor materials. We welcome the Weihua partnership and look forward to a successful and long-term relationship."

"Importantly for Altura, our high-quality lithium concentrate remains sought after in the market and we will continue to ensure the consistency and quality of our product to all our offtake partners."

Altura Mining Limited ABN 39 093 391 774

Key Terms of BOA – Guangdong Weihua Corporation

- Minimum of 50,000 dmt per annum of SC6 spodumene concentrate.
- First contract period has a confirmed quantity of 50,000 dmt to be delivered to Weihua by February 2020.
- Term of the BOA expires on 31 December 2024.
- Minimum price of US\$585 dmt (CIF basis) and maximum price of US\$695 dmt (CIF basis) for the first contract period.
- Minimum price of US\$550 dmt (FOB equivalent) and maximum price of US\$950 dmt (FOB equivalent) based on Li₂O content per dmt on 6% Li₂O content for the second and subsequent years.
- Ability for parties to negotiate potential offtake from proposed Altura Stage 2 development.
- Pricing based on a Li₂O content formula incorporating published reference pricing weighted for lithium carbonate.

Lithium Offtake Commitments

Post the negotiation of the above agreements, the current status of Altura lithium offtake commitments is as follows:

| Offtake Partner | Tonnage | Contract Expiry |
|----------------------|--------------------|-----------------|
| Lionergy | 65,000 DMT | September 2023 |
| Ganfeng | 70,000 DMT | December 2021 |
| Shandong Ruifu | 35,000 DMT | June 2024 |
| Guangdong Weihua | 50,000 DMT | December 2024 |
| Total Offtake | 220,000 DMT | |

About Weihua

Guangdong Weihua Corporation (“Weihua”) is listed on the Shenzhen Stock Exchange (002240:SHE) with a current market capitalisation of US\$625M (Bloomberg). Weihua was established in 1997 and listed on the Shenzhen Stock Exchange in May 2008. Currently, Weihua operates 19 subsidiaries, employs approximately 1,900 people, and produces amongst other products new energy materials including lithium materials from their Zhiyuan Lithium processing facility in Sichuan Province – China.

Weihua’s main shareholder is Shenzhen Chengtun Group Co Ltd . Chengtun Group was founded in 1993 and is a diversified holding group involved in mining and new material applications. Chengtun controls Guangdong Weihua Corporation which controls Zhiyuan Lithium Co. Ltd.

Zhiyuan Lithium was established in 2015. Principally engaged in R&D, production and sales of lithium chemicals and products. Its 40,000 (LCE) tpa capacity lithium salt project is located in Deyang City, Sichuan Province. The first phase of the project (13,000 (LCE) tpa capacity) of lithium carbonate and lithium hydroxide were delivered in March 2018. The remaining 27,000 (LCE) tpa capacity is currently being commissioned and is expected to be at full capacity in mid-2020. The annual spodumene concentrate consumption of the plant is approximately 100kt increasing to 300kt upon expansion.

About Altura Mining Limited (ASX: AJM)

Altura is a key player in the global lithium market and is leveraging increasing demand for raw materials for manufacturing lithium ion batteries for electric vehicles and static storage uses. Altura owns and operates the world-class Altura Lithium Project at Pilgangoora in WA's Pilbara region. The mine commenced production in H2 2018, declared Commercial Production in March 2019 and has a production capacity of 220,000tpa of high-quality spodumene concentrate. The Company has completed a Definitive Feasibility Study on a potential Stage 2 expansion, with a Final Investment Decision due following a review of the Stage 1 operations, ramp-up to nameplate production, entering into long-term offtake agreements with customers and securing funding for the expansion.

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