

1 June 2018

ASX ANNOUNCEMENT

RETRACTION OF STATEMENT OF SADISDORF PRODUCTION TARGET

Lithium Australia NL (ASX: LIT) reported a production target in its announcement dated 7 December 2017 which was repeated in Business News and Bulls N Bears on 31 May 2018; and this reference to production target does not comply with chapter 5 of the listing rules.

LIT hereby advises that investors should not rely on the retracted information as a basis for an investment decision about LIT securities.

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Lithium Australia aspires to 'close the loop' on the energy-metal cycle. Its disruptive extraction processes are designed to convert *all* lithium silicates to lithium chemicals, from which advanced components for the battery industry can be created. By uniting resources and the best available technology, Lithium Australia seeks to establish a vertically integrated lithium processing business.

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