Raw materials review continues

Lithium Australia continues the review of its Raw Materials Division given the current lithium market conditions.

HIGHLIGHTS
- Lithium Australia agrees to sell Exploration Licence 27/562 ("Emu Lake").
- Issue of shares in Metal Hawk Limited subject to successful IPO.
- Lithium Australia retains lithium rights.

Rationalisation of the Raw Materials division continues

Lithium Australia (ASX: LIT) advises that pursuant to an Option Agreement with Metal Hawk Limited ("Metal Hawk") and subject to successful initial public offer (IPO) Lithium Australia has agreed to the sale of its Emu Lake tenement E27/562. The Emu Lake tenement is located approximately 70km northeast of Kalgoorlie (Figure 1). Lithium Australia will retain the lithium rights.

Metal Hawk is currently undertaking an IPO on ASX. Upon a successful ASX listing, Metal Hawk will issue Lithium Australia 300,000 MHK shares at a deemed issue price of $0.20. Details of the IPO can be found on the Metal Hawk website (metalhawk.com.au).

![Figure 1 Location of Emu Lake Project](image-url)
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About Lithium Australia NL
Lithium Australia aims to ensure an ethical and sustainable supply of energy metals to the battery industry (enhancing energy security in the process) by creating a circular battery economy. The recycling of old lithium-ion batteries to new is intrinsic to this plan. While rationalising its portfolio of lithium projects/alliances, the Company continues with R&D on its proprietary extraction processes for the conversion of all lithium silicates (including mine waste), and of unused fines from spodumene processing, to lithium chemicals. From those chemicals, Lithium Australia plans to produce advanced components for the battery industry globally, and for stationary energy storage systems within Australia. By uniting resources and innovation, the Company seeks to vertically integrate lithium recycling, extraction and processing.

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