



28 January 2022

Proposed LITCF to LITO transition – Update to FAQ

Lithium Australia NL (ASX: LIT) (**'the Company'**) is pleased to provide an update to the Frequently Asked Questions (**FAQ**) announced on 29 December 2021 regarding the proposed one-for-one replacement of listed partly paid shares (**'LITCF'**) into options (**'LITO'**), if approved by shareholders.

Shareholder approval is required for the change of company type. General meetings have been called for fully paid ordinary shareholders (**'LIT Shareholders'**) and LITCF partly paid ordinary shareholders (**'LITCF Shareholders'**). The resolutions and more detailed information are included in the notices of meetings, released on 27 December 2021.

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What is the timetable for this process? (Dates remain subject to change.)

Date	Action
31 January 2022	Shareholders consider proposal for the transition from LITCF to LITO as part of the Company's change of company type
31 January 2022	If approved by shareholders, last day to fully pay up LITCF and change designation to LIT
31 January 2022	If approved by shareholders, LITCF shares are suspended from official quotation by ASX with effect from the close of trade
2 February 2022	Record date
3 February 2022	Prospectus lodged with ASIC and ASX for the offer of the LITO options
28 February 2022	Latest day to issue LITO options pursuant to the Prospectus
3 March 2022	LITO to commence trading

Are LIT shareholders able to apply for LITO?

No. The LITO options are available to eligible LITCF shareholders only.

Do I need to pay any funds for the change from LITCF to LITO?

No. No funds are required for the change from your LITCF holding to your LITO holding.

Do I need to complete an application form as part of the change from LITCF to LITO?



No. A prospectus will be lodged with ASIC, but due to the application on ASIC Corporations Instrument 2017/241, no application form is required for the LITO.

What if I do not want LITO options?

At your discretion, you can fully pay your LITCF Shares before close of business 31 January 2022. The payment procedure is outlined at the Company's website at www.lithium-au.com/LITCF-payment-procedure/. If you fully pay your LITCF Shares before 31 January 2022, you will be issued with LIT Shares and will not be a holder of LITCF Shares on the relevant record date.

Will the LITO options be listed?

The Company intends to seek ASX quotation of the LITOs. The quotation of the LITOs will be subject to the Company offering the options under a prospectus prepared in accordance with Chapter 6D of the *Corporations Act 2001* (Cth) and lodged with ASIC and satisfying the quotation conditions set out in the ASX Listing Rules. Investors are advised that while it is the Company's current intention to seek quotation of the LITOs, it can provide no certainty that quotation will be granted.

If I am issued LITOs, can I exercise these LITOs at any time prior to expiry?

Yes. If you wish to fully pay your LITO, you may do so by completing the option exercise form and sending those funds as outlined in the option exercise form.

Please contact Barry Woodhouse if there are any questions in relation to this matter.

Authorised for release by the Board.

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About Lithium Australia

Lithium Australia aims to ensure an ethical supply of energy metals to the battery industry by creating a circular battery economy that enhances both sustainability and resource security. Reprocessing spent lithium-ion batteries to create new ones is intrinsic to this plan, with the Company operating Australia's only fully integrated mixed-battery recycling business.

Having rationalised its portfolio of lithium projects/alliances, Lithium Australia continues its research into, and the development of, proprietary extraction processes for the conversion of *all* lithium silicates (including mine waste), and of fines generally discarded during conventional spodumene conversion, to lithium chemicals, from which it will produce advanced cathode materials for the battery industry globally.



The Australian federal government has recognised the Company's progress through the awarding of substantial research grants designed to progress the nation's advanced battery capabilities.

By uniting resources and innovation, Lithium Australia seeks to vertically integrate lithium extraction, processing and recycling.

Important Notices

The dates specified in the letter above are indicative only and may vary subject to the Corporations Act, the ASX Listing Rules and other applicable laws.

In accordance with section 734(5)(b) of the Corporations Act 2001 (Cth) ('Corporations Act'), it is noted that:

- the Company will be the offeror of the LITOs;
- a disclosure document will be issued by the Company in accordance with Part 6.2 of the Corporations Act when the LITOs are offered;
- the disclosure document is anticipated to be issued in the coming weeks and will be made available on the Company's website and to LITCF holders; and
- a person should consider the disclosure document in deciding whether to acquire LITOs.

