

Monday 25 May 2020

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Successful Completion of Placement and Institutional Entitlement Offer

Kalium Lakes Limited (ASX: KLL) (**Kalium Lakes** or **Company**) is pleased to announce the successful completion of its oversubscribed placement to sophisticated and institutional investors (**Placement**) and the institutional component of its 5 for 7 accelerated non-renounceable pro-rata entitlement offer (**Institutional Entitlement Offer**) of new fully paid ordinary shares in Kalium Lakes (**New Shares**) as announced on Thursday, 21 May 2020 (**Entitlement Offer**).

The Placement and Institutional Entitlement Offer raised a total of \$48.8 million at \$0.15 per New Share (**Offer Price**). The Placement and Institutional Entitlement Offer saw strong support from both existing shareholders and new investors and will result in the addition of a number of new high quality institutional investors to Kalium Lakes' share register.

In undertaking the Placement, the Company, together with Morgans Corporate Limited (**Lead Manager**), sought to prioritise the participation of existing shareholders of the Company who are sophisticated and institutional investors (to the extent, where possible, to maintain their pro-rata holding). As far as the Company is aware and save as detailed in the ASX announcement and the prospectus dated 21 May 2020, no New Shares will be issued to any persons referred to in Listing Rule 10.11 without one of the following applying: (i) the issue being approved by shareholders in accordance with Listing Rule 10.11; (ii) the issue being made in accordance with an exception in Listing Rule 10.12; and (iii) the issue being made in accordance with a waiver granted by ASX from Listing Rule 10.11. Refer to the ASX announcement and the prospectus dated 21 May 2020 for further details.

New Shares issued under the Placement and Institutional Entitlement Offer will rank equally with existing shares on issue. The New Shares are expected to be allotted on Monday, 1 June 2020 and will trade on the ASX on a normal settlement basis on Monday, 1 June 2020.

Significant Institutional and Sophisticated Investors Funding Received

Kalium Lakes' Chairman, Mal Randall, commented: "The interest received from sophisticated and institutional investors to participate in the funding for the Beyondie Sulphate of Potash Project was particularly strong and well oversubscribed.

"A good mix of new and existing investors participated in the offer and these investors continue to recognise the quality of the Project, the long mine life, the low operating cost and the attractive financial metrics.

"On behalf of the Board and our many dedicated employees, I again thank our shareholders, lenders and contractors for their ongoing support."

Retail Entitlement Offer

The retail component of the Entitlement Offer seeks to raise approximately A\$12.2 million through a 5 for 7 non-renounceable pro-rata entitlement offer of new fully paid ordinary shares in Kalium Lakes' (**Retail Entitlement Offer**).

Eligible retail shareholders at the Record Date of 5.00pm (WST) on Monday, 25 May 2020, with a registered address in Australia or New Zealand (**Eligible Retail Shareholders**) will be invited to participate in the Retail Entitlement Offer at the Offer Price. The Retail Entitlement Offer will open on Tuesday, 26 May 2020 and close at 5.00pm (WST) on Tuesday, 9 June 2020.

Further information is available in the prospectus lodged by the Company with the ASX on Thursday, 21 May 2020 (**Prospectus**). A copy of the Prospectus will be despatched to Eligible Retail Shareholders on or around Tuesday, 26 May 2020. The Prospectus and the accompanying personalised entitlement and acceptance form (**Application Form**) will contain instructions on how to apply. Payments are due by no later than 5.00pm (WST) on Tuesday, 9 June 2020.

Importantly, the Retail Entitlement Offer is underwritten by Morgans Corporate Limited and sub-underwritten by various sub-underwriters (including Greenstone Resources II (Australia) Holdings L.P. acting through Greenstone Management (Delaware) II LLC in its capacity as a general partner (**Greenstone**)).

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Key dates

Key dates are outlined in the timetable below. All dates and times are references to Perth, Australia.

Event	Date
Announcement of results of Institutional Entitlement Offer and Placement	Monday, 25 May 2020
Record Date for the Entitlement Offer	5.00pm (WST) Monday, 25 May 2020
Despatch of Prospectus and Entitlement and Acceptance Form	Tuesday, 26 May 2020
Retail Entitlement Offer opens	Tuesday, 26 May 2020
Settlement of Institutional Entitlement Offer and Placement	Friday, 29 May 2020
Issue Shares for Institutional Entitlement Offer and Placement	Monday, 1 June 2020
Reinstatement to trading and normal trading of New Shares for the Institutional Entitlement Offer and Placement	Monday, 1 June 2020
Retail Entitlement Offer closes	5:00pm (WST), Tuesday, 9 June 2020
Announcement of results under Retail Entitlement Offer	Thursday, 11 June 2020
Settlement of Retail Entitlement Offer and Shortfall	Monday, 15 June 2020
Issue and allotment of New Shares issued under the Retail Entitlement Offer and Shortfall Shares	Tuesday, 16 June 2020
Normal trading of New Shares issued under the Retail Entitlement Offer and Shortfall Shares expected to commence on ASX	Wednesday, 17 June 2020

Note: The timetable above is indicative only and may be subject to change. Kalium Lakes reserves the right to amend any or all of these dates and times without notice, subject to the Corporations Act, the ASX Listing Rules and other applicable laws. In particular, Kalium Lakes reserves the right to extend the closing date of the Entitlement Offer, to accept late applications under the Entitlement Offer (either generally or in particular cases) and to withdraw the Entitlement Offer without prior notice. Any extension of the closing date will have a consequential effect on the issue date of new shares.

Further Information

Further information regarding the Placement and Entitlement Offer is contained in the Prospectus and investor presentation released to the ASX on Thursday, 21 May 2020. The Prospectus will be mailed to Eligible Retail Shareholders.

Morgans Corporate Limited is acting as Lead Manager to the Placement and Entitlement Offer. Foster Stockbroking is acting as co-manager.

Nothing in this announcement constitutes legal, tax or other advice. You should seek appropriate professional advice before making any investment decision.

If you have any questions in relation to the Entitlement Offer, please contact the Kalium Lakes' Shareholder Information Line on 1300 850 505 (within Australia) or +61 3 9415 4000 (outside Australia) from 6.30am to 5.00pm (WST), Monday to Friday. For other questions, you should consult your broker, solicitor, accountant, financial adviser, or other professional adviser. *** ENDS *** *This announcement was approved and authorised for release by the Board of Kalium Lakes Limited.*

Kalium Lakes Limited



ABN: 98 613 656 643
ASX: KLL



Board of Directors:

Mal Randall
Brett Hazelden
Stephen Dennis
Dale Champion
Mark Sawyer
Brent Smoothy

Non-Executive Chairman
Managing Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director



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Christopher Achurch
Gareth Widger



Share Registry

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