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HEADS OF AGREEMENT SIGNED WITH WORLD LEADER IN EMISSIONS SYSTEMS, LODGE COTTRELL LIMITED

Esperance Minerals Limited ("**ESM**") is pleased to announce that it has entered into a binding Heads of Agreement ("**HOA**") with Lodge Cottrell Limited ("**Lodge Cottrell**") and Greenenz Group Limited NZ ("**Greenenz**"). This Agreement represents the culmination of a successful 12-month commercial trial of Greenenz Technology by ESM and a recent visit by Lodge Cottrell to Utah to inspect the pilot facility.

Lodge Cottrell is a global leader in green environmental business and is the world's oldest specialist in air pollution management.

Lodge Cottrell serves customers throughout Europe, USA, Turkey, Russia and CIS, the Middle East, Asia Pacific and Africa having implemented over 4000 systems. Lodge Cottrell is a subsidiary of the large engineering conglomerate, KC Green Holdings, listed on the South Korean Stock Exchange.

Under the terms of the HOA, Lodge Cottrell will provide Esperance with the full range of services relating to the design, manufacture, and where possible, the operation of the e-waste processing plants commissioned by Esperance following (and subject to) successful project feasibility studies and ESM relisting on the ASX.

Esperance is now working closely with Lodge Cottrell to finalise the design of a globally compliant emissions system for the e-waste processing plants, as well as developing the requisite detailed manufacturing specifications to enable streamlined efficient assembly of multiple plants.

Summary of the HOA

The HOA is subject to certain conditions including:

- The HOA will operate for an initial period of six (6) months (with ESM having the option to renew for a further term of six (6) months if required).
- The HOA will be superseded by a full-form Master Service Level Agreement between ESM and Lodge Cottrell which will expand the umbrella terms in the HOA to cover specific deliverables as they relate to the respective ESM Projects.
- ESM anticipates the number of individual projects will be no less than six (6) in the initial roll-out and execution phase, with an objective to extend to a further thirty (30) projects.
- The Plant and associated equipment (currently in Utah) will be relocated to Lodge Cottrell's preferred premises to conduct further due diligence and Research and Development to confirm and comprehensively document the manufacturing protocols that will allow for the Plant to be manufactured on scale and within commercial delivery periods;
- Lodge Cottrell will prepare indicative pricing as relates to the provision of the first two ESM Projects; and
- Lodge Cottrell, ESM and Greenenz will agree project contract terms and conditions for the first 6 ESM Projects, one of which is expected to be located in the UK, and at least one of which is expected to be located in Australia.

Commenting on the HOA, ESM director Anthony Karam said:

"I am delighted that Esperance has secured an agreement with one of the world's leading environmental engineering firms, Lodge Cottrell. Partnering with a renowned specialist market leader on our projects will enhance the underlying Greenenz Technology and significantly strengthen Esperance's offering to our investors. We are very excited to be working with Lodge Cottrell and look forward to completing the Greenenz Transaction in the near future."

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