

01 August 2018

Australian Securities Exchange Announcement

Clarification of Previous Announcement

Further to the Appendix 4C lodged today, the Company wishes to clarify that the Appendix 4C includes estimated outflows for the next quarter, many of which are discretionary in nature (approximately \$1,500,000) and are dependent on the availability of funds.

The Appendix 4C does not allow for estimates of revenues including receipts of R&D grants including the capacity (if needed) to finance R&D spending incurred in the current Financial Year through readily available R&D finance schemes.

Leaf is expecting R&D grants of approximately \$800,000 to be received based on R&D expenditure incurred in FY18 upon lodgement of its R&D application in September. Furthermore, the Company advises that once the current expenditure detailed in the Appendix 4C is incurred, approximately a further \$700,000 should be available from normal R&D financing options.

About Leaf Resources Ltd (ASX: LER)

Leaf Resources is one of the world's leading companies in converting plant biomass into industrial sugars. Our proprietary process for converting biomass-to-functional industrial sugars enable a myriad of downstream technologies for the production of renewable chemicals that will substitute petrochemicals used in manufacturing today. With our project development and continued technical innovation we are building a robust global business centered on renewable carbon containing products to deliver environmental and economic benefits to our shareholders and our planet. More on www.leafresources.com.au

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