
LATROBE MAGNESIUM RECEIVES \$12.8M R&D REBATE FROM ATO

Latrobe Magnesium Limited (LMG) advises that it has today, 27 May 2024, received into its bank account the foreshadowed payment of \$12.8m from the ATO in respect of the 2023 R&D incentive payment. The amount received includes interest of some \$300,000.

John Lee

Director & Company Secretary

27th May 2024

About Latrobe Magnesium

Latrobe Magnesium is developing a magnesium production plant in Victoria's Latrobe Valley using its world first patented extraction process. LMG intends to extract and sell magnesium metal and cementitious material from industrial fly ash, which is currently a waste resource from Yallourn brown coal power generation.

LMG has completed a feasibility study validating its combined hydrometallurgical / thermal reduction process that extracts the metal. The demonstration plant has produced MgO in the middle of May 2024 with the full plant being commissioned in the 3rd quarter of calendar year 2024.

A commercial plant will then be developed, with a capacity of 10,000tpa magnesium, shortly thereafter with completion targeted the 1st quarter of calendar year 2026. The plant will be in the heart of Victoria's coal power generation precinct, providing immediate access to feedstock, infrastructure, and labour.

LMG has sold its 10,000tpa of refined magnesium production under long-term contracts to USA customers. Currently, Australia imports 100% of the 8,000 tonnes annually consumed.

Magnesium has the best strength-to-weight ratio of all common structural metals and is increasingly used in the manufacture of car parts, laptop computers, mobile phones, and power tools.

The LMG project is at the forefront of environmental benefit – by recycling power plant waste, avoiding landfill and promises to be a low CO₂ emitter. LMG adopts the principles of an industrial ecology system.