



BALAMA PRODUCTION UPDATE

In the context of the current Share Purchase Plan, Syrah Resources Limited (**ASX: SYR**) ("Syrah") advises production for the month of September is expected to be approximately 15kt of natural flake graphite, compared to the estimate of 18kt at the start of the month (refer to ASX announcement 4 September 2018).

This is expected to result in a third quarter production forecast of 39-40kt versus second quarter of 21.2kt, an increase of approximately 85% .

Production during the latter part of September was primarily impacted by later than expected sourcing and fitting of filter cloths, which are routine consumables. Causes of the procurement delay have been addressed and this is not expected to be a recurring issue. Further details will be provided with Syrah's September Quarterly Activities Update to be released on 15 October 2018.

For further information contact Investor Relations:

Nova Young

Contact: +61 422 575 530

Email: n.young@syrahresources.com.au

About Syrah Resources

Syrah Resources Limited (ASX code: SYR) is an Australian-based industrial minerals and technology company. Syrah has completed construction the Balama Graphite Project (Balama) in Mozambique, with first production of natural flake graphite achieved in November 2017. Balama transitioned to operations with sales and shipments to a global customer base including the battery anode producers, from the start of 2018. Balama will be the leading global producer of high purity graphite. Balama production is targeted to supply traditional industrial graphite markets and emerging technology markets. Syrah is also developing a downstream Battery Anode Material plant in Louisiana, USA and has successfully completed extensive product certification test work with several major battery producers for the use of Balama spherical graphite in the anode of lithium ion batteries. For further information, visit www.syrahresources.com.au