



SYRAH ACHIEVES FURTHER SALES MILESTONES

Syrah Resources Limited (**ASX: SYR**) ("Syrah" or "Company") is pleased to announce two further sales milestones: the Company's first binding term sales agreement ("Agreement") for coarse flake to China and first sale of 98% fixed carbon grade product.

Binding Term Sales Agreement with Qingdao Freyr Graphite Co., Ltd ("Qingdao Freyr")

- The Agreement is for 6kt of coarse (large) flake natural graphite from Balama over 12 months.
- All other terms of the Agreement are confidential.
- Qingdao Freyr, based in Shandong China, is a manufacturer of expandable graphite.

Production and first sale of 98% fixed carbon grade natural graphite

- Syrah has successfully produced 98% fixed carbon ("FC") grade graphite across all sizes in the flake circuit using standard flotation processes.
- First spot sale of 98%FC to Japanese customer.
- Majority of other suppliers' production of 98%FC flake products requires chemical purification which significantly increases production costs.
- Value in use advantages include reduced acid usage, efficiencies in energy usage and lower environmental footprint.
- Continued higher selling prices expected from a price premium reflecting cost differential and value in use.

Shaun Verner, Managing Director and CEO said, "Syrah's product mix includes a substantial volume of coarse (large) flake natural graphite. This contract with Qingdao Freyr represents more than 10% of planned +50 and +80 mesh flake production over the coming year, and continues to establish Syrah as a major supplier of natural graphite into China

He added, "Syrah's ability to produce 98%FC to meet customer demand through our installed layout without chemical purification provides an outstanding commercial opportunity. Syrah expects growth in pricing premiums to arise through value in use differentials for carbon grade and flake size.

"These developments further cement Syrah's position as the key global supplier of high quality and purity flake graphite for both the battery and expandable graphite markets within the initial year of operation."



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 owns and developed the Balama Graphite Project (Balama) in Mozambique. 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