



BALAMA PRODUCTION IMPROVEMENTS

Syrah Resources Limited (**ASX: SYR**) ("Syrah" or "Company") is pleased to advise that the production improvement plan for the Balama Graphite Operation is delivering strong results. Significant improvement in graphite recoveries and consistently high product quality have been achieved, post the resumption of production (refer to ASX announcement 8 November 2018). These outcomes provide confidence for ongoing production performance.

- Achieved average graphite recoveries of 74% in November versus 53% in Q3 2018 and 54% in September
- Continuing high grade consistency, with average fixed carbon content in November > 95%
- Achieved targeted 98% fixed carbon production in coarse flake (refer to ASX announcement 12 November 2018)
- On track to achieve full year 2018 production target of 101kt – 106kt of graphite concentrate
- Actions continue in the supply chain to reduce inventory levels, in particular at Port of Nacala

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