
5 December 2019

Market Update

Kazakhstan Potash Corporation Limited (ASX: KPC) would like to announce that the \$30 million Convertible Note as approved by shareholders at the Annual General Meeting on 29 May 2017 and was issued by KPC to China-Asia Resources Fund on 5 June 2017 has now expired on 25 November 2019. After amicable negotiation, an agreement is reached by both parties as follows:

KPC and the CAR Fund will enter into a new Convertible Note agreement totaling \$30 million. The new CAR Fund Convertible Note will be for a four (4) years period at a conversion price of \$0.02 per share. KPC will issue 900 million fully paid ordinary shares in lieu of the interest of the four years loan. In addition, another 600 million fully paid ordinary shares will be issued to CAR Fund for entering into the New Convertible Note agreement.

The Board of KPC will seek shareholder approval at a General Meeting which will called in due course.