



Syrah to issue Series 3 convertible note to AustralianSuper

Syrah Resources Limited (ASX: SYR) ("Syrah" or "Company") has elected to issue a proposed A\$28 million (US\$22 million¹) convertible note tranche to AustralianSuper Pty Ltd as trustee for AustralianSuper ("AustralianSuper").

On 10 December 2020, the Company announced an agreement with AustralianSuper, to subscribe to convertible notes totalling A\$56 million (US\$43 million¹), with issue, at Syrah's option, in two tranches:

- A\$28 million (US\$22 million¹) before 31 March 2021 ("Series 2 Note"); and
- A\$28 million (US\$22 million¹) before 30 June 2021 ("Series 3 Note")².

Syrah's option to issue the convertible notes aimed to provide incremental liquidity to manage the optimal timing of a restart decision for Balama Graphite Operations ("Balama"). In March 2021, Syrah elected not to issue the Series 2 Note with consideration of the Company's strong balance sheet position, ramp-up progress at Balama and strengthening natural graphite market conditions.

Syrah has elected to issue the Series 3 Note to support the orderly ramp-up of production at Balama under various market scenarios and maintain project momentum for the proposed expansion of production capacity at the Company's Active Anode Material Facility in Vidalia, USA ("Vidalia").

Electric vehicle, anode material and natural graphite market conditions are constructive, supporting the ramp-up of production at Balama towards an initial target of 15kt per month. Syrah continues to be disciplined in its ramp-up at Balama by considering market demand and leading indicators. Initial Detailed Design for the expansion of production capacity at Vidalia has improved the definition of costs in the Bankable Feasibility Study ("BFS"). Estimated capital costs for the construction of a 10ktpa AAM facility at Vidalia remain consistent with the BFS with the full proposed contingency being maintained.

Syrah's cash position as at 30 June 2021, which will include proceeds from the Series 3 Note, is expected to be US\$81 million.

This ASX release was authorised on behalf of the Syrah Board by

Shaun Verner, Managing Director

Investor Relations Contact:

Viren Hira

Contact: +61 3 9670 7264

Email: v.hira@syrahresources.com.au

Media Enquiries Contact:

Nathan Ryan

Contact: +61 420 582 887

Email: nathan.ryan@nwrcommunications.com.au

¹ A\$ proceeds converted into US\$ based on the USD/AUD exchange rate of 0.77 as of 10 June 2021.

² Syrah's ordinary shareholders reapproved the issue of the Series 3 Note at the Annual General Meeting on 21 May 2021.

About Syrah Resources

Syrah Resources (ASX code: SYR) is an Australian Stock Exchange listed industrial minerals and technology company with its flagship Balama Graphite Operation in Mozambique and a downstream Active Anode Material Facility in the United States. Syrah's vision is to be the world's leading supplier of superior quality graphite products, working closely with customers and the supply chain to add value in battery and industrial markets.

Forward Looking Statement

This document contains certain forward - looking statements. The words "expect", "anticipate", "estimate", "intend", "believe", "guidance", "should", "could", "may", "will", "predict", "plan", "targets" and other similar expressions are intended to identify forward - looking statements. Forward - looking statements in this document include statements regarding: the timetable and outcome of the equity offer and the use of the proceeds thereof; the capital and operating costs, timetable and operating metrics for the Balama Project; the viability of future opportunities such as spherical graphite, future agreements and offtake partners; future market supply and demand; and future mineral prices. Indications of, and guidance on, future earnings and financial position and performance are also forward - looking statements. Forward - looking statements, opinions and estimates provided in this document are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions.

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