Update Summary

Entity name

TITANIUM SANDS LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

Friday December 4, 2020

Reason for update to a previous announcement

Update to the number and exercise price of the unquoted options following shareholder approval at the Annual General Meeting held on 30 November 2020. Exercise price determined based on the 5 day VWAP prior to the date of the meeting.

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

1.1 Name of +Entity

TITANIUM SANDS LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

Registration Number

ABN

65009131533

1.3 ASX issuer code

TSL

1.4 The announcement is

☑ Update/amendment to previous announcement

1.4a Reason for update to a previous announcement

Update to the number and exercise price of the unquoted options following shareholder approval at the Annual General Meeting held on 30 November 2020. Exercise price determined based on the 5 day VWAP prior to the date of the meeting.

1.4b Date of previous announcement(s) to this update

Tuesday October 27, 2020

1.5 Date of this announcement

Friday December 4, 2020

1.6 The Proposed issue is:

☑ A placement or other type of issue

Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

Yes

7A.1a Conditions

Approval/Condition Date for determination Is the date estimated or ** Approval actual? received/condition met? Monday November 30, 2020 +Security holder approval Actual Yes

Comments

Shareholders approval required for the issue of options to Directors as per the AGM Notice of Meeting announced on 27 October 2020.

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)? New class

Will the proposed issue of this +security include an offer of attaching +securities? ☑ No

Details of +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

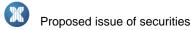
Have you received confirmation from Will the entity be seeking quotation ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1? ☑ No

of the 'new' class of +securities on ASX?

☑ No

ASX +security code +Security description

New class-code to be confirmed Unquoted options exercisable at \$0.044, expiring 29 November 2022



+Security type

Options

Number of +securities proposed to be issued

19,125,000

Reason for the update of 'Maximum Number of +securities proposed to be issued'

Results of the AGM held on 30 November 2020.

Offer price details

Are the +securities proposed to be issued being issued for a cash consideration?
⊗ No

Please describe the consideration being provided for the +securities

To provide a performance linked incentive component in the remuneration package for the Directors on the terms and conditions as per the AGM Notice of Meeting announced on 27 October 2020.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities

Will all the +securities issued in this class rank equally in all respects from their issue date?

☑ Yes

Options details

+Security currency Exercise price Expiry date

AUD - Australian Dollar AUD 0.0440 Tuesday November 29, 2022

Details of the type of +security that will be issued if the option is exercised

TSL: ORDINARY FULLY PAID

Number of securities that will be issued if the option is exercised

One fully paid ordinary share (ASX:TSL).

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.

Refer to AGM Notice of Meeting Schedule 2 announced on 27 October 2020.

Part 7C - Timetable

	Proposed issue of securities
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7C.1 Proposed +issue date

Friday December 4, 2020

Part 7D - Listing	, Rule	requiremen	ts
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7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?
☑ Yes

7D.1a Date of meeting or proposed meeting to approve the issue under listing rule 7.1

Monday November 30, 2020

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?

✓ Yes

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?
⊗ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow? ⊗ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?

⊗ No

7E.2 Is the proposed issue to be underwritten?

⊗ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Part 7F - Further Information

7F.01 The purpose(s) for which the entity is issuing the securities

To provide a performance linked incentive component in the remuneration package for the Directors on the terms and conditions as per the AGM Notice of Meeting announced on 27 October 2020.

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds? $\ensuremath{\mathfrak{C}}$ No

7F.2 Any other information the entity wishes to provide about the proposed issue