
DEMERGER OF FIREFINCH'S LITHIUM ASSETS

LIVE INVESTOR BRIEFING

Firefinch Limited (**ASX: FFX**) (**Firefinch** or **the Company**) has today released the Notice of Meeting containing information regarding the proposed demerger of Leo Lithium Limited (**Leo Lithium**) from Firefinch. Leo Lithium has today lodged a prospectus for an initial public offering of its shares (**Prospectus**).

The demerger and Leo Lithium offer will result in two independent ASX listed companies; Firefinch and Leo Lithium. The separation of Firefinch's lithium and gold projects will allow shareholders to retain exposure to the projects but in separate and focussed entities.

Firefinch shareholders will have the opportunity to vote on the demerger at the General Meeting on **Tuesday, 31st May 2022**. If the demerger proceeds, eligible Firefinch shareholders¹ will be entitled to receive at no cost 1 share in Leo Lithium for every 1.4 existing shares held in Firefinch at the demerger record date (**Monday 6th June 2022**).

Eligible Firefinch shareholders² will also be able to participate under the Prospectus in the up to A\$80 million pro-rata priority offer at A\$0.70 per Leo Lithium share. The record date for the pro-rata offer is **5.00pm AWST Thursday 5th May 2022**.

Firefinch will also subscribe for up to A\$20 million (which is in addition to the pro-rata priority offer) to maintain its interest at 20%, reflecting the conviction Firefinch has in Leo Lithium.

Firefinch Directors unanimously recommend that Firefinch shareholders vote in favour of the Demerger Resolution.

Firefinch will be hosting a live investor briefing to provide an update on the Demerger and Offer later today. Following a short presentation there will be an interactive investor Q&A.

Video Conference Details

Date: Friday, 29th April 2022

Time: 10am AWST (Perth); 12pm AEST (Sydney, Melbourne, Canberra)

Registration: https://us06web.zoom.us/webinar/register/WN_2gukeDAvR8OglyqZ_dKjbg

Detailed information relating to the demerger is included in the following documents which are being lodged with the ASX and posted on Firefinch's website today.

- Notice of Meeting and Short Form Prospectus
- Leo Lithium Investor Presentation
- Proxy Form – General Meeting
- Prospectus
- Shareholder letter / postcard

Subject to ASX approval, it is expected that Leo Lithium shares will commence trading on the ASX from **16th June 2022**.

¹ Please refer to the Notice of Meeting for further information regarding Firefinch shareholders eligible to receive Leo Lithium shares pursuant to the demerger.

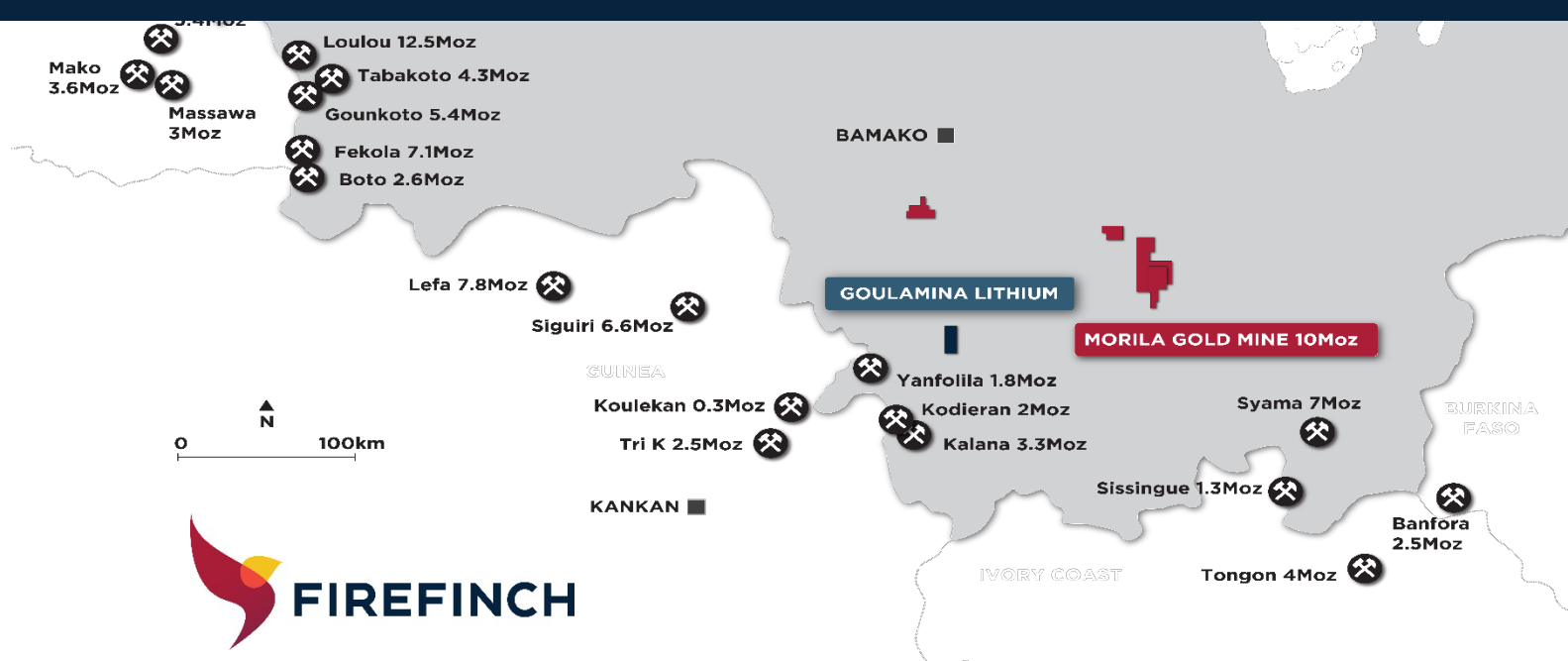
² Please refer to the Prospectus for further information regarding Firefinch shareholders eligible to participate in the pro-rata offer.

This announcement has been approved for release to the ASX by the Board.

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Firefinch (ASX: FFX) is a Mali focussed gold miner and lithium developer. Firefinch has an 80% interest in the Morila Gold Mine (**Morila**) and it currently owns 100% of the Goulamina Lithium Project (**Goulamina**).

The Morila Gold Mine is one of the world’s great open pit gold mines, having produced over 7.5Moz of gold since 2000 at grades that were among the highest in the world, earning it the moniker “Morila the Gorilla”. Firefinch acquired Morila for just US\$28.9 million in late 2020 with the strategic intent to rapidly increase production; initially targeting 70-90kozpa of gold from a combination of satellite pits, stocks and tailings, and thereafter growing production to 150-200kozpa of gold by mining the Morila Superpit. Morila’s current Global Resource is 2.5 million ounces of gold (Indicated: 27.4Mt at 1.49g/t gold for 1.3Moz and Inferred: 23.2Mt at 1.56g/t gold for 1.2Moz). However, Morila’s geological limits have not been tested. Exploration is therefore a major focus at the existing deposits and multiple targets on the 620km² of surrounding tenure.

Goulamina is one of the world’s largest undeveloped high quality spodumene deposits. In partnership with Ganfeng, Firefinch will bring the project into production. A 50/50 incorporated joint venture has been established, with Ganfeng contributing US\$170 million in development funding, comprising US\$130 million in equity funding and US\$40 million in debt funding. All permits are in place and the Definitive Feasibility Study Update confirmed Goulamina as a long life, large scale and low-cost open pit project expected to produce 726,000 tonnes of spodumene concentrate at an average cash cost of US\$312/t. Goulamina has high grade, low impurity Ore Reserve of 52Mt at 1.51% Li₂O for 0.79Mt contained Li₂O comprising 8.1 million tonnes of Proven Ore Reserves at 1.55% Li₂O and 44.0 million tonnes of Probable Ore Reserves at 1.50% Li₂O. Goulamina has a Mineral Resource of 109Mt at 1.45% Li₂O for 1.57Mt contained Li₂O comprising 8.4 million tonnes at 1.57% Li₂O in the Measured category, 56.2 million tonnes at 1.48% Li₂O in the Indicated category and 43.9 million tonnes at 1.45% Li₂O in the Inferred category. The Company is in the process of demerging Goulamina into a new ASX listed entity, Leo Lithium.

Firefinch is a responsible miner. We support positive social and economic change through contributing to the communities in which we operate. We seek to buy local, employ local and back local socio-economic initiatives, whilst operating in a manner that safeguards the environment and places our team’s safety and wellbeing as our first priority.

The Company confirms that it is not aware of any new information or data that materially affects the Mineral Resources at Goulamina and Morila and the production estimates for Goulamina. The Company also confirms that all material assumptions and parameters underpinning the Mineral Resource estimates and production estimates continue to apply and have not materially changed. Please refer to ASX Announcements of 8th July 2020, 20th October 2020 and 6th December 2021 (Goulamina), 8th February 2021 and 31 March 2022 (Morila Resource and Ore Reserves), 7th September 2020 and 28th April 2021 (Morila Tailings), 24th November 2020, 3rd May 2021, 10th August 2021 and 25th March 2022 (N’Tiola, Viper, Domba, Koting, Morila Pit 5), and 17th January 2022 and 28th January 2022 (Morila Gold Production and Production Targets).