



**A multi-generational,
global industrial minerals
producer & supplier**

AGM PRESENTATION

NOVEMBER 2023

**Stage 1 Production Ramp Up and Advancing Stage 2 at the
World Class Wickepin Kaolin Operation**





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Corporate Structure at 22 November 2023

SHARES ON ISSUE	407,669,935
MARKET CAPITALISATION @ 12.0c PER SHARE	\$48.9m
UNLISTED OPTIONS ¹	32,500,000
PERFORMANCE RIGHTS	27,500,000

¹ Weighted average option exercise price is \$0.35 and expiring between Nov-24 to Jan-28

CASH AT BANK 30/09/2023	\$4.4m
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Substantial Shareholders²

TOP 20 SHAREHOLDERS	71.0%
BOARD & FOUNDERS	28.01%
NO. OF SHAREHOLDERS	1,357

^{1,2} At 22 November 2023

Board & Management



John White

Non-Executive Chairman



Alf Baker

Executive Director



Cathy Moises

Non-Executive Director



Patrick Walta

Non-Executive Director



Andrew Sorensen

Chief Executive Officer



Michael Kenyon

Chief Financial Officer &
Company Secretary



Wickepin Kaolin Operation: Overview

World Class Deposit

- Discovered by Rio Tinto in 1980's (acquired by WA Kaolin in 1999)
- **Ore Reserve:** 64.9mt¹ of ultra bright, high purity kaolinised granite
- **Mineral Resource:** 643.0mt² of ultra bright, high purity kaolinised granite (includes ore reserve)
- The mineralised zone is **free dig, open cut, a low strip ratio** with overburden thickness varying from 2-9 metres and is between 15-35 metres in thickness
- Access to ports in Fremantle (220 km) and Bunbury (230 km)
- **2-stage ramp up strategy**
 - Stage 1 – production rate 200,000tpa
 - Stage 2 – production expanded to 400,000tpa

Long-life supply of superior quality Kaolin, with a global competitive advantage through proximity to the dominant Asian end user market

¹ CSA Global Report No. R310.2020 – 29th September 2023 (ASX announcements 10 and 11 October 2023)

² CSA Global Report No. R313.2023 – 29th September 2023 (ASX announcements 10 and 11 October 2023)

* Refer slide 8 for information and disclaimer relating to Estimates and Production Targets



Wickepin location and tenement map

FY 2023 Highlights

- **Production**

- Phase 1 - Commissioning commenced early 2022
- Phase 2 – Operational Improvements

- **Strengthening Balance Sheet**

- \$6.79m Capital Raising
- \$7m Sale of Kwinana Property
- \$7.7m Placement with largest offtaker Stanco, to become 15% shareholder of WA Kaolin

- **Offtake & Customer Support**

- Expanded offtake agreement with Stanco
- Malaysian office opened

- **Updated ORE & MRE (post FY23)**

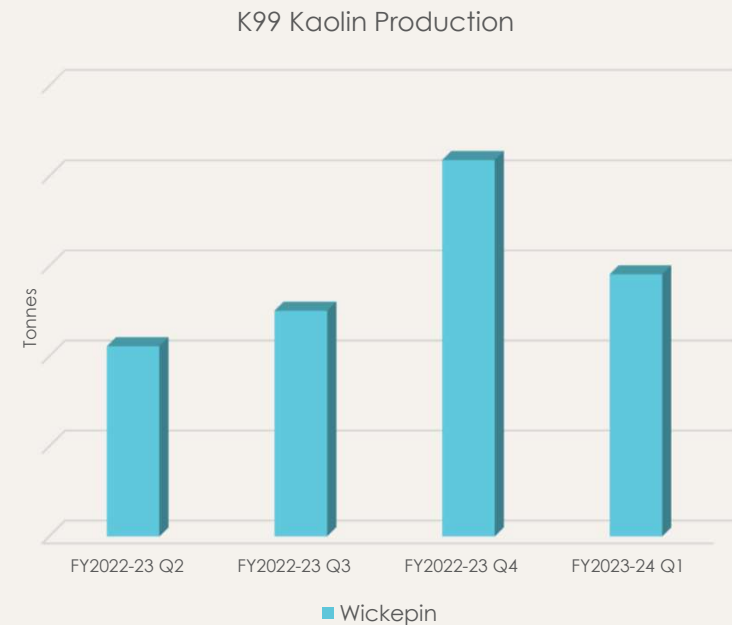
- Ore Reserve Estimate updated from 30.5Mt to 64.9Mt¹
- Increase of 113%



¹ CSA Global Report No. R310.2020 – 29th September 2023 (ASX announcements 10 and 11 October 2023)

Stage 1 Production – Commissioning & Ramp-up

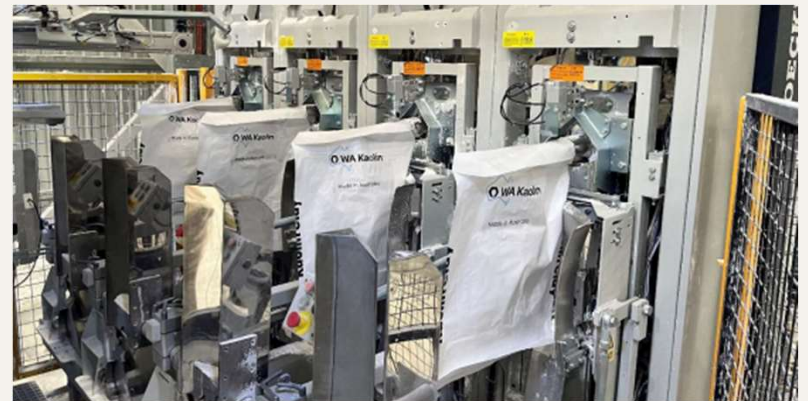
- Production commenced October 2022
- Advancing steadily towards Stage 1 nameplate capacity of 200,000tpa of high-quality kaolin
- Slower than expected ramp-up in FY23 impacted by:
 - delay in gas commissioning of the kiln
 - site power systems
 - customers requiring finer particle size grades
 - Additional classification equipment on order
- Production of 2 out of the 4 main grades of kaolin with a higher particle size specification produced successfully while ramp up of the remaining grades continues
- The drop in output in Q1 of FY2023 was due largely to an extended shutdown of the plant to make modifications to the kiln.
- Transitioned to 24-hour operation



WA Kaolin is an Emerging Globally Significant Kaolin Producer

Stage 1 Production – Operational Improvements

- Production performance improving in Dec 2023 quarter
 - Implementing equipment modifications and installation to reach nameplate across all grades of kaolin
- Engaged Independent Engineering Expert
 - Review Wickepin operations
 - Improve operational efficiency
 - Provide assistance to the Classifier Project
 - Prioritise & assist implementation of recommendations
- Targeted expansion into ceramic and paper markets
- Undercover Ore Store constructed
 - Reduce drying costs
 - Improve operational efficiency
- Commissioning of Haver & Boecker 20kg packaging plant
 - Providing access to premium pricing with higher margin and increased kaolin market



Updated ORE and MRE (post FY23)

- Wickepin Project Ore Reserve Estimate and Mineral Resource Estimate updated by CSA Global
- Ore Reserve Estimate updated from 30.5Mt to 64.9Mt¹, an increase of 113%
- Production mine life increases to 73 years
- The Mineral Resource Estimate of 643.0Mt² (includes the Ore Reserve Estimate)

Resource upgrade confirms Wickepin as globally leading kaolin resource

Table 1. Ore Reserves by JORC Classification

JORC Classification	TONNES (Mt)	ISO BRIGHTNESS (%)	YIELD (%) (<45 µM IN SIZE)	IN SITU KAOLIN (MT)
Proved Probable	15.8 49.1	81.9 82.2	49.9 50.7	7.9 24.9
Total	64.9	82.2	50.5	32.8

Source: CSA Global Report No. R310.2020 – 29th September 2023

Table 2. Inferred Mineral Resources (<45 µm), WA Kaolin Project

	KAOLINIZED GRANITE (MT)	ISO BRIGHTNESS (%)	YIELD (%)	KAOLIN (MT)
Total	643.0	75.8	44.0	283

Source: CSA Global Report No. R313.2023 – 29th September 2023

Estimates and production targets

The Mineral Resources and Ore Reserves referred to in this presentation were previously reported in announcements released to the ASX on 10 and 11 October 2023. WA Kaolin confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and that all material assumptions and technical parameters underpinning the estimates, production target or forecast financial information derived from a production target continue to apply and have not materially changed.

¹ CSA Global Report No. R310.2020 – 29th September 2023 (ASX announcements 10 and 11 October 2023)

² CSA Global Report No. R313.2023 – 29th September 2023 (ASX announcements 10 and 11 October 2023)



Strengthening Balance Sheet

\$7m Sale of Kwinana Property (settled post-FY 23)

- Debt reduction: The existing debt of \$5m secured by property paid out
- New debt facility: Unsecured \$3m debt facility established with the purchaser of the property
- Favourable lease back terms for use of property over next 3 years
- Net improvement to cash position of \$5 million

\$6.79m Capital Raising

- \$5.0m Placement
- \$1m Converting Loan
- \$0.79m Share Purchase Plan

\$7.7m Equity & Offtake Agreement with Stanco International

- Largest offtaker, Stanco to invest \$7.7m at \$0.17
- \$5m paid up until November 2023, three remaining tranches until February 2024
- Expanded offtake agreement

Bolstering balance sheet provides the working capital for the ramp up of operations to full production, contributing to the long-term growth of the Wickepin Project.



People are our greatest asset

Our workforce are the backbone of our company.

- Our employees and the support of the local wheatbelt communities are key to our long term success.
- We love to play our role in the community which includes supporting these organisations and events.



Wickepin District Sports Club

Corrigin Bowls Club



Looking ahead to FY 2024

- Execute throughput and yield initiatives in the next three quarters continuing ramp up.
- Install and commission new US sourced classifiers to reach nameplate capacity of finer grades in 2024.
- Focussed on achieving positive operating cash-flow
- WA Kaolin to continue to solidify and expand customer relationships, utilising **strong competitive advantage** through proximity to end users in Asia

Wickepin operations represent a long-life supply of superior quality product, that will supply the growing global Kaolin market for decades to come





Contact Us

Andrew Sorensen | CEO

P +61 8 9439 6300

E asorensen@wakaolin.com.au

P wakaolin.com.au

Investor Relations

Andrew Willis

E awillis@nwrcommunications.com.au

WAK Ramping Up to 400,000 tpa and beyond

Pilot Operations



K99 Proof of Concept Plant Kwinana, WA

- Pilot Plant Production
- 5t/hour
- Growing market with small commercial sales to key customers
- Reverting to R&D Activities

✓ COMPLETED

2023 Stage 1 Ramp Up



K99 Commercial Scale Wickepin, WA

- 25t/hour
- Production capacity of 200 ktpa Kaolin¹
- Improved logistics further lowers Opex
- All production under existing offtakes and LOIs
- Forecast positive cashflow in H2 FY24

UNDERWAY

Stage 2 Ramp Up



K99 Capacity Expansion Wickepin, WA

- 50t/hour
- Production capacity of 400ktpa kaolin¹
- Further reduction of Opex through economies of scale
- Planned entry into the high premium paper market (via unique processing circuit R&D)
- Estimated 12-month build, targeted outstanding funding to be completed via cashflow from operations
- Very strong demand from customers to accelerate Stage 2 timeline
- Stage 2 budget \$16m, to date \$4m has been spent

Future Scale Up



Further K99 Expansion Wickepin, WA

- After Stage 2 ramp up completion Wickepin will represent just 2% of global output
- Continued opportunity to build market share, particular in Asia, due to material shipping cast competitive advantage
- WAK intends to implement further 200ktpa modular increases to cater for product demand growth

¹ Based on 24 hours / 7 days a week

Tenement Map

