

12 March 2024

PILBARA MINERALS SIGNS OFFTAKE AGREEMENT WITH YAHUA

Australian lithium producer Pilbara Minerals Limited (ASX: PLS) (**Pilbara Minerals** or **Company**) is pleased to announce that it has executed a new offtake agreement with Sichuan Yahua Industrial Group Co. Ltd (**Yahua**) for the supply of spodumene concentrate from the Company's 100% owned Pilgangoora Operation.

Yahua is a leading lithium chemicals company and one of the largest lithium hydroxide producers globally. Yahua has strong connections across the lithium supply chain with key customers including Tesla, LG Energy Solutions, LG Chem, and Contemporary Amperex Technology Co., Limited (CATL).

This offtake agreement commences in calendar year 2024 (**CY24**) for a three-year term as detailed below:

- **CY24** - Pilbara Minerals to supply, and Yahua to take, 20kt of spodumene concentrate (with an option for up to an additional 60kt at Pilbara Minerals' election) resulting in a total supply in CY24 of between 20kt to 80kt.
- **CY25** - Pilbara Minerals to supply, and Yahua to take, 100kt of spodumene concentrate (with an option for up to an additional 60kt at Pilbara Minerals' election) resulting in a total supply in CY25 of between 100kt to 160kt.
- **CY26** - Pilbara Minerals to supply, and Yahua to take, 100kt of spodumene concentrate (with an option for up to an additional 60kt at Pilbara Minerals' election) resulting in a total supply in CY26 of between 100kt to 160kt.

Consistent with other existing agreements, all spodumene concentrate volumes will be sold based on the prevailing market price.

This supply to Yahua is separate to Pilbara Minerals' strategic partnership process which continues to be progressed in parallel.

Pilbara Minerals' Managing Director and CEO, Dale Henderson, said:

"We are delighted to have signed this offtake agreement with Yahua, a leading global lithium chemicals producer which has extensive supply chain relationships with major battery materials customers globally.

"This offtake builds-on an established relationship between our companies, having previously completed a number of sales together. The agreement enables Yahua to further expand its supply chain commitments with key global battery customers and builds-out Pilbara Minerals medium-term sales profile whilst preserving long-term optionality as we assess downstream opportunities in-line with our growth strategy.

"We are pleased to formalise this key relationship and support our shared objective to grow our respective positions in the lithium battery materials supply chain."

Yahua's Vice Chairman, Meng Yan, said:

"We are pleased to strengthen our relationship with Pilbara Minerals via this offtake agreement which secures a reliable supply of high quality spodumene concentrate over the medium term. We look forward to working with Pilbara Minerals to further enable our global customers to support the global energy transformation."

Release authorised by Dale Henderson, Pilbara Minerals Limited's Managing Director and CEO.

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About Pilbara Minerals

Pilbara Minerals is the leading ASX-listed lithium company, owning 100% of the world's largest, independent hard-rock lithium operation. Located in Western Australia's resource rich Pilbara region, the Pilgangoora Operation produces spodumene and tantalite concentrates. The significant scale and quality of the operation has attracted a consortium of high quality, global partners including POSCO, Ganfeng Lithium, General Lithium, Yibin Tianyi, Chengxin Lithium and Yahua.

About Yahua

Yahua is a leading lithium chemicals company and one of the largest lithium hydroxide producers globally. Yahua distributes its lithium chemicals across a broad range of customers within the lithium supply chain, within both Chinese domestic and international markets. Founded in 1952, Yahua has two primary business units supplying lithium products and civil explosives. Yahua is listed on the Shenzhen Stock Exchange (SZSE: 002497).

Important Information

This announcement may contain some references to forecasts, estimates, assumptions and other forward-looking statements. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions, it can give no assurance that they will be achieved. They may be affected by a variety of variables and changes in underlying assumptions that are subject to risk factors associated with the nature of the business, which could cause actual results to differ materially from those expressed herein.

Guidance as to production, unit costs and capital expenditure is based on assumptions, budgets and estimates existing at the time of assessment which may change over time impacting the accuracy of those estimates. These estimates are developed in the context of an uncertain operating environment including in respect of inflationary macroeconomic conditions, incomplete engineering and uncertainties surrounding the risks associated with mining and project development including the approvals, construction, commissioning and ramp up of P680 and P1000 which may delay or impact production and have a flow on effect on sales. Actual results may therefore vary significantly depending on these risks and the timing required to address them. All information is provided as an indicative guide to assist sophisticated investors with modelling of the Company. It should not be relied upon as a predictor of future performance.

Information in this announcement regarding production targets and expansions in nameplate capacity of the Pilgan Plant in respect of the P680 and P1000 projects are underpinned by the Company's existing Ore Reserves that have been prepared by a Competent Person in accordance with the JORC Code (2012 Edition) and were released by the Company to ASX on 24 August 2023. The relevant proportions of proven Ore Reserves and probable Ore Reserves are 9% proved Ore Reserves and 91% probable Ore Reserves. The Company confirms it is not aware of any new information or data that materially affects the information included in that release or report and that all material assumptions and technical parameters underpinning the Ore Reserves estimates continue to apply and have not materially changed.