

18 April 2024

ASX Announcement

Investor Update – Kaolin DSO and Feasibility Study

Corella Resources Ltd (**ASX:CR9**) ("**Corella**" or the "**Company**") is pleased to provide an update on the advancements made in our kaolin operations, which serve as a pivotal step towards our long-term High Purity Alumina (HPA) strategy.

Key Points:

- Feasibility study for full-scale kaolin processing operation advancing
- Tender responses for OEM bulk testwork and engineering program expected in April
- 1t direct ship ore (DSO) sample customer product testing underway for potential accelerated early cashflow start-up option
- Regional critical minerals exploration program underway across granted tenement package
- Initial field investigations completed and rock chip samples sent for testing

A kaolin Feasibility Study commenced in February following successful completion of kaolin characterisation testwork¹ with an extremely pure product at >99% kaolinite with very low impurities and high brightness suitable for multiple end uses including the high priced pharmaceutical market.

Tender request with three leading global engineering and Original Equipment Manufacturer (OEM) firms initiated in March for a bulk scale testwork and engineering program, crucial for advancing the study to a +/-15% Capex estimate. Submissions expected in April for evaluation.

Interim unprocessed direct ship ore (DSO) accelerated start-up option being rapidly progressed on the back on multiple customer product requests. One-tonne DSO bulk sample already dispatched to a prospective customer, following previous successful smaller scale product testwork. Further DSO samples provided to three additional customers for testing in March, with responses expected in April.

In preparation for DSO operations, a mining lease application is progressing, including extensive landholder engagement and negotiations. These efforts are scheduled to advance throughout April and into May.

Our continuing, overarching strategy aims to propel the company towards production and cash flow in 2024 with the DSO option a key part of this. Cash flow from the DSO operation would facilitate ongoing funding for kaolin wash plant Feasibility Study to produce high quality Corella Tampu Kaolin, anticipated to yield significantly high product margins.

Upcoming Exploration Program

Following the discovery of two distinct styles of rare earth element mineralisation at Tampu², exploration activities for critical minerals across the granted tenements package is ongoing with a mineral prospectivity review and further field trip completed in March. Rock samples from the field trip are scheduled for analytical testing in April marking another crucial step in our ongoing exploration program.

ASX release authorised by the Board of Directors of Corella Resources Ltd.

ENDS

¹ Refer to ASX Announcement "Characterisation of Tampu Kaolin Confirms Quality" released on 13 February 2024

² Refer to ASX Announcement "Rare Earth Results and Tenement Expansion" released on 15 January 2024

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No New Information

Except where explicitly stated, this announcement contains references to prior exploration results and Mineral Resource estimate, all of which have been cross-referenced to previous market announcements made by the Company. The Company confirms that is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of the estimate of Mineral Resource, that all materials assumptions and technical parameters underpinning the results and/or estimate in the relevant market announcements continue to apply and have not materially changed.

Forward-Looking Statements

This document may contain certain forward-looking statements. Forward-looking statements include but are not limited to statements concerning Corella Resources Ltd's (Corella) current expectations, estimates and projections about the industry in which Corella operates, and beliefs and assumptions regarding Corella's future performance. When used in this document, the words such as "anticipate", "could", "plan", "estimate", "expects", "seeks", "intends", "may", "potential", "should", and similar expressions are forward-looking statements. Although Corella believes that its expectations reflected in these forward-looking statements are reasonable, such statements are subject to known and unknown risks, uncertainties and other factors, some of which are beyond the control of Corella and no assurance can be given that actual results will be consistent with these forward-looking statements.