



# Latin Resources Limited

## Second quarter update (Q2 2024)

*Developing minerals to provide the planet with environmentally sustainable products*

July 2024



## Corporate update

- The Board of Latin Resources Limited ('Latin Resources' or 'the Company') is pleased to provide an update on Q2 2024 activities
- In Q2 2024, the Company **transitioned from explorer to developer** with drilling concluded following completion of the MRE update
- Conclusion of drilling has significantly reduced cash burn for remainder of 2024, with **surplus funds forecast for end of 2024**
- **Latin is well placed with A\$21M cash at 30 June 2024 and fully funded to a final investment decision ('FID') in Q4 2024**

## DEVELOPMENT

- Technical inputs for **DFS largely complete**
- **Material reduction in strip ratio**
- Resource upgrade (**77.7Mt @ 1.24% Li2O**)
- **DFS to be delivered in Q3 2024**

## COMMERCIAL

- **Offtake offers** shortlisted
- Review of DFS a key condition precedent
- Funding strategy advanced (debt & equity)
- **Final investment decision in Q4 2024**

## ENVIRONMENT

- **Permits progressing to schedule**
- **Water supply** source negotiated
- Community consultation progressed
- **Approvals expected Q3 / Q4 2024**

The **Salinas Lithium Project** is one of the world's **best undeveloped lithium projects** and sources of high quality spodumene concentrate



# CORPORATE

Fully funded to FID in Q4 2024

## CASH

- Cash at bank of A\$21M at 30 June 2024
- Cash burn significantly reduced following completion of MRE

**Fully funded to FID in Q4 2024**

## FUNDING STRATEGY

- Offtake process successful with offers progressing
- Subject to review of DFS in Q3 2024
- Advanced discussions with other debt providers
- Company is focussed on timely, low-cost funding

**Latin will release its funding strategy ahead of FID**



## DEFINITIVE FEASIBILITY STUDY ('DFS')

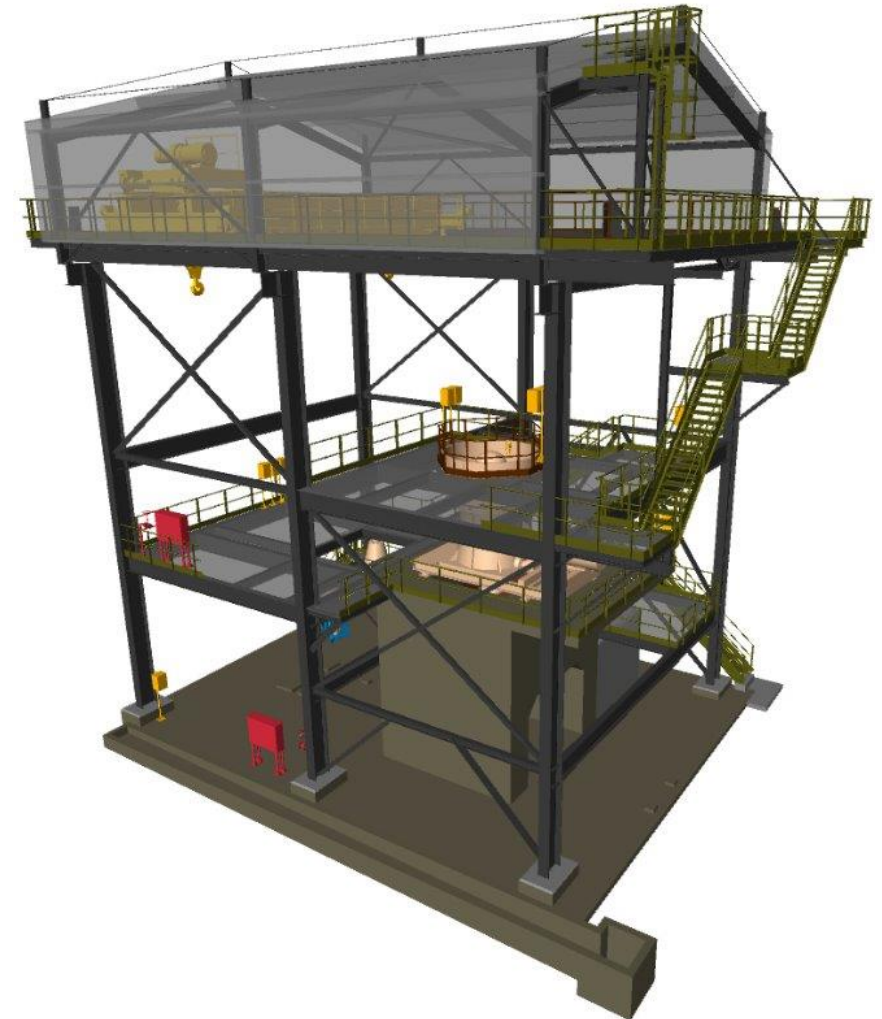
- **Technical inputs largely complete** (metallurgy, mining, flow sheet)
- Material **reduction in strip ratio** from updated mine plan
- Permitting progressing to schedule – **approvals expected Q3/Q4**

DFS will reaffirm Salinas as a **low-capex** and **low-opex** operation

## MINERAL RESOURCE

- Global resource upgraded to **77.7Mt** at **1.24% Li<sub>2</sub>O**
- **95 per cent** classified as **Measured and Indicated**
- Maiden MRE for Planalto prospect (1.5 kms from Colina) Q3 2024

Targeting a **near-term, high-grade global resource > 100Mt**





## OFFTAKE

- **Offtake proposals** shortlisted from > 30 expressions of interest
- **Significant prepaid funding attached to offers**
- Completion of DFS and other conditions precedent prior execution

**Offtake decision to be released prior to FID in Q4 2024**

## FUNDING STRATEGY

- **In discussion with debt and equity providers**
- Progressed with development banks and export credit agencies
- Funding structure to be announced prior to FID in Q4 2024

Latin Resources to deliver a **low-cost of funding** structure for Salinas



# ENVIRONMENT

Excellent progress across permitting, infrastructure and community engagement



## PERMITS AND ENVIRONMENT

- Government visited site in May 2024
- Community consultation progressing
- Permit approvals expected in Q3 / Q4 2024

**Permits progressing to scheduled ahead of FID**

## WATER ACCESS

- Letter issued by State government to allow access
- Permission to source water from nearby Salinas Dam
- Conditional on environmental permit (Q3 / Q4 2024)

**Key infrastructure being secured**

# MILESTONES FOR H2 2024

Transition into a developer through DFS completion, offtake selection and FID in Q4 2024

## DEFINITIVE FEASIBILITY STUDY ✓

- To confirm Salinas as very large with low-capex and low-opex
- Permits granted to allow construction in Q1 2025

## OFFTAKE PROCESS AND FUNDING ✓

- Offtake process progressed to support project finance
- Release of funding strategy ahead of FID in Q4 2024

## FINAL INVESTMENT DECISION ✓

- Board approval to commence construction in Q1 2025
- Subject to approvals and funding strategy



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