

**ASX Announcement
16 November 2017**

Kalia Limited

is an exploration company focused on copper, gold and energy metals

Directors

Non-Executive Chairman
The Hon David Johnston
Managing Director
Mr Terry Larkan
Executive Director
Mr Nick Burn

Operations

Chief Financial Officer
Ms Anna MacKintosh

Issued Capital

Ordinary Shares
1,940,847,391
Unlisted Options
58,000,000

Share Price

16 November 2017
\$0.015

ASX Code

KLH

Further Contact:

T: +61 8 6555 0322
F: +61 8 9325 1238
external.relations@kaliagroup.com

PO Box 6337
East Perth WA 6892

Legal Action

Kalia Limited (ASX: KLH) (“Kalia” or “the Company”) announces that it and the subsidiary, Kalia Holdings Pty Ltd, have been named as second and third defendants in an action brought by Central Exploration Pty Ltd, Central Area Ltd and RTG Mining (ASX: RTG) in the Supreme Court of Western Australia.

The matter relates to the alleged breach of a Deed of Settlement on activity relating to the Panguna Mine in the Autonomous Region of Bougainville, Papua New Guinea. Bougainville Copper Limited (ASX: BOC) have stated that they hold the rights to the Panguna Mine and are undergoing a licensing renewal process.

Kalia is focussed on developing the potential of the northern region of Bougainville Island where the Company and its representative landowner joint venture partner, Toremana Resources Limited, have applied for two Exploration Licences in the highly prospective Mount Tore area. The applications are not impacted by the action.

Kalia does not yet fully understand why the proceedings have been brought against it, but intends to defend the proceedings as required.

The Company will continue to keep the market informed of any developments in respect of this matter.