

## AUSTRALIAN INSTITUTIONAL PLACEMENT

Salt Lake Potash Limited (SO4 or the Company) is pleased to advise that it has received binding commitments for a successful share placement to existing and new institutional shareholders and investors to raise A\$20.0 million.

### HIGHLIGHTS

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- SO4 will issue 58.8 million new ordinary shares at A\$0.34 each to raise gross proceeds of A\$20 million (Placement).
- The Placement further strengthens SO4's share register with strong demand from existing institutional shareholders.
- The funds will enable SO4 to continue to deliver the Lake Way Project to schedule, with commissioning expected in December 2020 and first production in Q1 2021.

#### **TONY SWIERICZUK, Chief Executive Officer**

*"We are very pleased to have completed this capital raising with the support of our existing shareholders and to bring in a number of new institutional investors. These funds will enable us to continue the rapid development of Lake Way as we progress towards project financial close."*

#### **ENQUIRIES**

**Tony Swiericzuk | Richard Knights**

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*This announcement has been authorised for release by the Board of Directors*

## **PLACEMENT**

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The Company has agreed to place approximately 58.8 million shares to a number of existing and new institutional shareholders and sophisticated investors at A\$0.34 each to raise A\$20.0 million before costs, further confirming the continued support for SO4 and the Lake Way Project.

The Placement funds will be used primarily on Lake Way Project development, including Process Plant procurement and construction and ongoing operation of Stage 1 & 2 Evaporation Ponds. The funds will enable SO4 to continue to deliver the Lake Way Project to schedule for commissioning in December 2020 and first production in Q1 2021.

SO4 has been working closely with its debt partner Taurus to progressively de-risk the project since the release of the Bankable Feasibility Study and the initial Taurus investment. The teams are working collaboratively to finalise the Facility Agreement.

SO4 Directors and management intend to subscribe for a total of 3.5 million shares in the Placement, including 2,250,000 shares by Chairman, Mr Ian Middlemas and 505,883 shares by Managing Director and CEO, Mr Tony Swiericzuk, subject to shareholder approval.

Euroz Securities Limited and Canaccord Genuity (Australia) Limited acted as Joint Lead Managers to the Placement, and MST Access acted as Co-Manager to the Placement.

The issue price of A\$0.34 represents a 10.9% discount to the 10 day VWAP of \$0.382 on ASX.

The Placement will be completed in two tranches as follows:

- (a) 56,067,647 shares will be issued on 24 April 2020 under Listing Rule 7.1 (26,722,306 shares) and Listing Rule 7.1A (29,345,341 shares). Following the issue of these shares the Company will have 16,011,812 remaining issue capacity under Listing Rule 7.1 and no remaining issue capacity under Listing Rule 7.1A.
- (b) 2,755,883 shares to be subscribed for by Directors will be issued during June 2020 following shareholder approval. A notice of general meeting will be sent to shareholders shortly.

### **Forward Looking Statements**

*This announcement may include forward-looking statements. These forward-looking statements are based on Salt Lake Potash Limited's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Salt Lake Potash Limited, which could cause actual results to differ materially from such statements. Salt Lake Potash Limited makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of that announcement.*