

15 JULY 2020

## UPDATES ON DEED OF COMPANY ARRANGEMENT

We, Richard Scott Tucker and John Allan Bumbak of KordaMentha, in our capacity as joint and several deed administrators ('**Deed Administrators**') of Alita Resources Limited (subject to Deed of Company Arrangement) ('**Alita**') provide the following update for the period 31 March 2020 to 30 June 2020 ('**Relevant Period**'). This update is in satisfaction of the conditions of the financial reporting relief granted under Instrument 20-0305 as announced on 8 April 2020.

### 1. **Actions taken during the period**

The Deed Administrators have continued to maintain and preserve the assets of the Company during the Relevant Period. The Bald Hill Mine remains on care and maintenance, the Company continues to meet environmental obligations, keep the tenements in good standing and maintain the relevant insurance.

Under the Deed of Company Arrangement ('**DoCA**'), the Class C creditors (SMS, Primero, Qube and Cape) are responsible for the sale of the Company's lithium stockpile. The Class C creditors, with the support of the Deed Administrators and DoCA Proponent, have progressed the sale of the lithium stockpile during the Relevant Period, with completion expected within the next month.

The Deed Administrators and DoCA proponent have worked towards completing the conditions precedent of the DoCA during the relevant period and continue to engage with the Australian Securities & Investments Commission ('**ASIC**') and the Foreign Investment Review Board ('**FIRB**').

### 2. **Actions required to complete the external administration**

The Deed Administrators and DoCA proponent will continue to work towards completing the remaining conditions precedent of the DoCA, which includes the receipt of relief from the requirements of Section 606 of the Corporations Act and FIRB approval.

On satisfaction of the relevant conditions precedent, the Deed Administrators expect to be able to complete the external administration within several weeks once the necessary approvals have been received.

### 3. **Actions proposed to be taken in the next 12 months**

The Deed Administrators will continue to maintain and preserve the assets of the company as outlined above.

On satisfaction of the relevant conditions precedent, the Deed Administrators expect to be able to complete the external administration within several weeks once the necessary approvals have been received.

### 4. **Expected time to complete the external administration**

The Deed Administrators require approval from Australian regulatory bodies and there is no set timeframe for a decision. The Deed Administrators expect to be able to complete the external administration within several weeks once the necessary approvals have been received.

The Company will provide updates as and when there are further material developments.

Authorised by:

Richard Tucker  
Deed Administrator

**Alita Resources Ltd (Subject to Deed of Company Arrangement)**