

CLEANSING NOTICE

ACCELERATED NON-RENOUNCEABLE ENTITLEMENT OFFER

Salt Lake Potash Limited (ASX:SO4) (Company) is pleased to announce that it is undertaking an underwritten placement (Placement) and accelerated non-renounceable entitlement offer (Entitlement Offer) to raise approximately \$98.5m (before costs).

Under the Entitlement Offer, eligible shareholders will be invited to subscribe for 1 fully paid ordinary shares (**New Shares**) for every 3.2 existing shares in the Company held as at 5.00pm (WST) on 11 August 2020 at an issue price of \$0.50 per New Share (**Entitlement Offer**).

The Entitlement Offer includes an institutional component (**Institutional Entitlement Offer**) and a retail component (**Retail Entitlement Offer**).

The Placement will also be conducted at \$0.50 per New Share.

The Company will offer the New Shares under the Entitlement Offer for issue without disclosure to sophisticated and professional investors under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (**Corporations Act**) as notionally modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84 (**Instrument 2016/84**).

Further details of the Placement and the Entitlement Offer are set out in the announcement and the investor presentation that has been lodged with ASX today. The Company expects to release and dispatch to eligible shareholders the offer booklet for the Retail Entitlement Offer on 14 August 2020.

Notice under section 708AA(2)(f) of the Corporations Act

In respect of the Entitlement Offer, the Company advises:

1. the New Shares will be offered without disclosure to sophisticated and professional investors under Part 6D.2 of the Corporations Act;
2. this notice is given under section 708AA(2)(f) of the Corporations Act, as modified by the Instrument 2016/84;
3. as at the date of this notice, the Company has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - (b) section 674 of the Corporations Act;

4. as at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) or 708AA(9) of the Corporations Act, which is required to be set out under section 708AA(7) of the Corporations Act;
5. the potential effect that the issue of the New Shares will have on the control of the Company, and the consequences of that effect, will depend on a number of factors, including investor demand and existing shareholders. Nevertheless, given:
 - (a) the size and pricing of the Entitlement Offer (the number of New Shares to be issued pursuant to the Entitlement Offer is approximately 110,401,824 New Shares, and the total number of shares on issue on completion of the Capital Raising will be approximately 550,360,363 shares);
 - (b) that the Entitlement Offer is structured as a pro-rata issue and is fully underwritten; and
 - (c) the current level of holdings of substantial holders in the Company (based on substantial shareholder notices provided to the Company and lodged with ASX prior to the date of this notice),

the issue of New Shares under the Entitlement Offer is not expected to have any material effect or consequence on the control of the Company.

ENQUIRIES

Tony Swiericzuk (CEO & Managing Director)

Richard Knights (Investor Relations)

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

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.