



Altech Chemicals
Limited

ASX ANNOUNCEMENT AND MEDIA RELEASE

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ALTECH APPOINTS SEATRAM AS ITS TRANSPORT AND LOGISTICS SERVICES PROVIDER

Highlights

- Memorandum of Understanding (MOU) with Seatram
- For supply of total transport and logistics solution for Altech's proposed high purity alumina (HPA) operation
- Leading international freight forwarder and logistic provider based in Western Australia
- Malaysia-specific logistics experience

Altech Chemicals Limited (Altech/the Company) (ASX: ATC) is pleased to announce that it has executed a Memorandum of Understanding (MOU) to appoint Sea Transport Management (W.A.) (Seatram) as the exclusive transport and logistic services provider for the Company's proposed high purity alumina (HPA) operation.

Seatram is a leading international freight forwarder and logistics provider based in Perth, Western Australia, and under the terms of the MOU Seatram will provide the end-to-end transport and logistics for Altech's proposed high purity alumina (HPA) processing plant, to be located in Johor Bahru, Malaysia.



Seatram will initially design and then provide both the transportation and logistics associated with moving approximately 28,000tpa of beneficiated aluminous clay feed-stock from the Company's kaolin deposit in Meckering, Western Australia to the HPA plant in Johor Bahru, Malaysia. In addition, Seatram will provide the international transportation and logistics for the distribution of the finished HPA product from Johor Bahru, to a global customer-base. Seatram through its Malaysian partner will develop and deliver efficient and cost effective international logistics and transportation solutions for Altech.



Commenting on the appointment of Seatram, Altech's managing director Iggy Tan said, "Our strategy is to appoint key partners early, which ensures that the most advanced and efficient solutions are incorporated into the BFS work. Specifically, Seatram is the expert in providing a total international transport and logistics solution for processing companies".

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About Altech Chemicals (ASX: ATC)

Altech Chemicals Limited (Altech/the Company) is aiming to become one of the **world's leading suppliers of 99.99% (4N) high purity alumina (HPA)** (Al_2O_3). HPA is a high-value product because it is the major source material for scratch-resistant artificial sapphire glass. Sapphire glass is used to produce a range of high-performance electronic applications such as LEDs, semi-conductors, phosphor display screens, as well as new emerging products such as smartphones and tablet devices. The global HPA market is approximately 19,040tpa (2014) and is expected to at least double over the coming decade.



Current HPA producers use an expensive and highly processed feedstock material such as aluminium metal to produce HPA. Altech produces 4N HPA directly from an ore feedstock, aluminous clay, from its Meckering deposit in Western Australia. The Company is now advancing a Bankable Feasibility Study (BFS) to develop a full-scale **4,000tpa HPA production** facility. The Altech process employs conventional and proven "off-the-shelf" plant and technology to extract HPA from its **low-cost** and **low-impurity** aluminous clay feedstock, which results in **lower operating costs**.

Altech is a chemical processing group focused on creating a high-margin product to meet the growing global demand for the next generation of high-performance technologies.

Forward-looking Statements

This announcement contains forward-looking statements which are identified by words such as 'anticipates', 'forecasts', 'may', 'will', 'could', 'believes', 'estimates', 'targets', 'expects', 'plan' or 'intends' and other similar words that involve risks and uncertainties. Indications of, and guidelines or outlook on, future earnings, distributions or financial position or performance and targets, estimates and assumptions in respect of production, prices, operating costs, results, capital expenditures, reserves and resources are also forward looking statements. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions and estimates regarding future events and actions that, while considered reasonable as at the date of this announcement and are expected to take place, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of our Company, the Directors and management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and readers are cautioned not to place undue reliance on these forward-looking statements. These forward looking statements are subject to various risk factors that could cause actual events or results to differ materially from the events or results estimated, expressed or anticipated in these statements.