

Letter to Shareholders – Ballard Priority Offer

Delta Lithium Limited (ASX: DLI) (Delta or the Company) is pleased to confirm that Ballard Mining Limited's (Ballard) Priority Offer is now open.

Investors should refer to the Prospectus lodged by Ballard on 30 May 2025 (**Prospectus**) for further information regarding Ballard and the IPO Offer (including the Priority Offer and the Other Offer) (as those terms are defined in the Prospectus).

Ballard is offering Delta shareholders in eligible jurisdictions that hold shares in Delta as at 5:00pm (AWST) on Friday, 6 June 2025 priority to subscribe for an aggregate of 20,000,000 fully paid ordinary shares in Ballard (**Ballard Share**) at \$0.25 per Ballard Share under the Priority Offer, being \$5 million of the total amount to be raised under the IPO Offer (before costs).

Delta advises that the following letter (as annexed to this announcement) will be despatched to eligible Delta shareholders.

This announcement has been authorised for release by the Board of Delta Lithium Limited.

For further information, please contact:

Delta Lithium

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About Delta Lithium

Delta Lithium (ASX: DLI) is an exploration and development company focused on bringing high-quality, lithium-bearing pegmatite deposits, located in Western Australia, into production. With a strong balance sheet and an experienced team driving the exploration and development workstreams. Delta Lithium is rapidly advancing its Lithium and Gold Projects. The Mt Ida Lithium/Gold Project sits on existing Mining Leases with an approved Mining Proposal. Delta Lithium is pursuing a development pathway for both the Lithium and the Gold at Mt Ida to unlock maximum value for shareholders.

Delta Lithium also holds the highly prospective Yinnetharra Lithium Project. Delta currently possess rights to over 3,00km² of prospective ground in the Gascoyne region and is undertaking systematic exploration of this tenure. The strategy is to focus multiple teams on these high priority targets, follow up with drilling and grow the Yinnetharra resource which will feed into subsequent studies.

Not an Offer

This announcement is not a prospectus, product disclosure statement or other disclosure document under the *Corporations Act 2001* (Cth), or other offering document under Australian law or any other law. This announcement, and the information contained in it, is provided for information purposes only and is not an offer or solicitation or an invitation or recommendation to subscribe for, acquire or buy securities of Ballard, or any other financial products or securities in any place or jurisdiction, and has not been lodged with the Australian Securities and Investment Commission (ASIC).

This announcement does not constitute investment advice and has been prepared by Delta without taking into account the recipient's investment objectives, financial circumstances or particular needs. Each recipient must make his/her own independent assessment and investigation of Ballard and its business and assets. This announcement is in summary form and does not purpose to be exhaustive. This announcement should be read in conjunction with Delta's periodic disclosure announcements, which are available to download at <https://deltalithium.com.au/>, including the Notice of Meeting and Short-Form Prospectus lodged by Delta on 30 May 2025, as well as the Prospectus lodged by Ballard on 30 May 2025.

Investment Risk

An investment in Ballard Shares is subject to investment and other known and unknown risks, some of which are beyond the control of Ballard. Those risks and uncertainties include factors and risks specific to Ballard such as (without limitation) the status of exploration and mining tenements and applications and the risks associated with the non-grant or expiry of those tenements and applications, liquidity risk, risks associated with the exploration or developmental stage of projects, funding risks, operational risks, changes to government fiscal, monetary and regulatory policies, the impact of actions of governments, the potential difficulties in enforcing agreements and protecting assets, alterations to resource estimates and the imprecise nature of resource and reserve statements, any circumstances adversely affecting areas in which Ballard operates, fluctuations in the production, volume and price of commodities, any imposition of significant obligations under environmental regulations, fluctuations in exchange rates, the fluctuating industry and commodity cycles, the impact of inflation on operating and development costs, taxation, regulatory issues and changes in law and accounting policies, the adverse impact of wars, terrorism, political, economic or natural disasters, the impact of changes to interest rates, loss of key personnel and delays in obtaining or inability to obtain any necessary government and regulatory approvals, insurance and occupational health and safety. Further information regarding the risks associated with an investment in Ballard Shares are disclosed in the Notice of Meeting and Short-Form Prospectus lodged by Delta on 30 May 2025, as well as the Prospectus lodged by Ballard on 30 May 2025. Investors are encouraged to read the Prospectus in full before deciding whether to subscribe for Ballard Shares. Neither Delta nor Ballard guarantee any particular rate of return or the performance of Ballard, nor do they guarantee the repayment of capital from Ballard or any particular tax treatment.

Disclaimer

This release may include forward-looking and aspirational statements. These statements are based on Delta management's expectations and beliefs concerning future events as of the time of the release of this announcement. Forward-looking and aspirational statements are necessarily subject to risks, uncertainties and other factors, some of which are outside the control of Delta, which could cause actual results to differ materially from such statements. Delta makes no undertaking to subsequently update or revise the forward looking or aspirational statements made in this release to reflect events or circumstances after the date of this release, except as required by applicable laws and the ASX Listing Rules.

Refer to www.deltalithium.com.au for past ASX announcements.

DLI
MR SAM SAMPLE
123 SAMPLE STREET
SAMPLETOWN VIC 3000

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10 June 2025

Dear Shareholder,

LETTER TO DELTA SHAREHOLDERS – BALLARD MINING LIMITED PRIORITY OFFER

Delta Lithium Limited (ASX: DLI) (**Delta** or the **Company**) is pleased to provide an update on the proposed demerger and initial public offer (**IPO**) of its wholly owned subsidiary, Ballard Mining Limited (**Ballard**).

Demerger and In-specie Distribution of Ballard Shares

As announced on 15 May 2025, the Company confirmed its intention to demerge all of its rights, entitlements and interests conferred by certain tenements comprising the Mt Ida Project insofar as they relate to gold (**Gold Asset**) to Ballard by way of a capital reduction and pro rata in-specie distribution of fully paid ordinary shares in Ballard (**Ballard Shares**) to Delta shareholders (**Demerger**).

The Demerger will result in the in-specie distribution of approximately 63.7 million Ballard Shares, on a pro rata basis, to eligible Delta shareholders (or to the sale agent appointed by Delta in respect of ineligible Delta shareholders) as at the in-specie record date on 5:00pm (AWST) on Friday, 4 July 2025.

Eligible Delta shareholders will receive one Ballard Share for every 11.25 fully paid ordinary shares in Delta (**Delta Shares**) held as at 5:00pm (AWST) on Friday, 4 July 2025. The Demerger is conditional upon receipt of Delta shareholder approval at the general meeting of Delta shareholders on Monday, 30 June 2025.

Refer to the Company's Notice of General Meeting, and accompanying short-form prospectus, from Delta both dated 30 May 2025 for further details in respect to the Demerger.

Ballard IPO and Priority Offer to Delta Shareholders

Ballard lodged its IPO prospectus with the Australian Securities and Investments Commission on 30 May 2025 (**Prospectus**). The Prospectus contains an offer of between 100,000,000 Ballard Shares and 120,000,000 Ballard Shares at an offer price of \$0.25 per Ballard Share to raise between \$25 million and \$30 million (before costs).

The offer under the Prospectus includes a priority offer which is open to "**Eligible Delta Shareholders**", being, a person registered as a Delta shareholder on the Priority Offer Record Date (being, 5:00pm (AWST) on Friday, 6 June 2025), whose registered address in the Delta share register is in Australia, Canada, the European Union, Hong Kong, New Zealand, Singapore, Switzerland, the United Kingdom or the United States, subject to the disclaimers contained in Section 7.10 of the Prospectus.

Eligible Delta Shareholders will be sent a Priority Offer Invitation inviting them to participate in a pro-rata priority offer of up to 20,000,000 Shares on the basis of one Ballard Share for every 35.83 Delta Shares held on the Priority Offer Record Date (**Entitlement**) at an issue price of \$0.25 to raise up to \$5 million (before costs), subject to the minimum Priority Offer Application size (\$2,000 or 8,000 Ballard Shares) (**Priority Offer**).



The Priority Offer will operate as follows:

- (a) each Eligible Delta Shareholder's maximum entitlement under the Priority Offer is calculated pro rata to their shareholding in Delta as at the Priority Offer Record Date. Eligible Delta Shareholders may apply for all or part of their Entitlement; and
- (b) Eligible Delta Shareholders may apply for Ballard Shares in excess of their Entitlement but there is no guarantee that Eligible Delta Shareholders applying for Ballard Shares in excess of their Entitlement will be issued such excess Ballard Shares applied for.

Any Ballard Shares not taken up pursuant to the Priority Offer will form part of the Other Offer (as defined in the Prospectus). Eligible Delta Shareholders and new investors may apply for additional Ballard Shares under the Other Offer. Please refer to Section 6 of the Prospectus for further information of how to apply for Ballard Shares under the Other Offer.

Priority Offer Application Form

The Priority Offer opens at 9:00am (AWST) on Tuesday, 10 June 2025 and is expected to close at 5:00pm (AWST) on Thursday, 19 June 2025. Subject to the important notice at the end of this letter, as an Eligible Delta Shareholder you are entitled to submit an application to participate in the Priority Offer. You may also apply for additional Ballard Shares in excess of your Entitlement.

You may obtain a copy of the Prospectus and the Priority Offer Application Form via the website below. You will need to enter your Delta Holder Identification Number (HIN) or Securityholder Reference Number (SRN) and postcode to access your personalised Priority Offer Application Form:

www.computersharecas.com.au/bm1priorityoffer

In order to participate in the Priority Offer, Eligible Delta Shareholders should follow the instructions set out in the Priority Offer Application Form. The closing date for the Priority Offer is **5:00pm (AWST) on Thursday, 19 June 2025**.

Before deciding whether to invest in Ballard, investors should read the Prospectus in its entirety and consider the risk factors detailed in Section 4 of the Prospectus.

This announcement has been authorised for release by the Delta board of directors.

Yours sincerely,

Peter Gilford
Company Secretary
Delta Lithium Limited

IMPORTANT NOTICE REGARDING ELECTRONIC PROSPECTUS

The Prospectus may be viewed at www.computersharecas.com.au/bm1priorityoffer.

If you are accessing the electronic version of the Prospectus for the purpose of making an investment in Ballard, you must be an Australian resident and must only access the Prospectus from within Australia. The *Corporations Act 2001* (Cth) prohibits any person passing onto another person the Priority Offer Application Form unless it is attached to a hard copy of the Prospectus, or it accompanies the complete and unaltered version of the Prospectus. Ballard reserves the right not to accept a Priority Offer Application Form from a person if it has reason to believe that when the person was given access to the electronic Priority Offer Application Form, it was not provided together with the electronic Prospectus and any relevant supplementary or replacement prospectus or any of those documents were incomplete or altered. Other than as otherwise stated in the Prospectus, no document or information included on Ballard's website is incorporated by reference in the Prospectus.

Key Offer Dates

The indicative timetable for the Demerger and the IPO is detailed below:

Event	Indicative Date
Priority Offer Record Date	5:00pm (AWST) on Friday, 6 June 2025
Priority Offer Opens	Tuesday, 10 June 2025
Other Offer Opens	Thursday, 12 June 2025
Priority Offer Closes	Thursday, 19 June 2025
Other Offer Closes	Friday, 27 June 2025
Last day for lodgement of Proxy Form	Saturday, 28 June 2025
General Meeting	Monday, 30 June 2025
Effective date of Capital Reduction and In-specie Distribution	Tuesday, 1 July 2025
Last day to submit an Election to opt-out of the Sale Facility	5:00pm (AWST) on Wednesday, 2 July 2025
Record date for Capital Reduction and In-specie Distribution	Friday, 4 July 2025
In-specie Distribution of Ballard Shares to Eligible Delta Shareholders	Wednesday, 9 July 2025
Issue Ballard Shares under the IPO	
Dispatch holding statements	Thursday, 10 July 2025
Ballard Mining to be admitted to the Official List	Monday, 14 July 2025

The dates specified above are indicative only and may vary subject to the *Corporations Act 2001* (Cth), ASX Listing Rules and other applicable laws.

Forward-looking Statements

This document contains forward-looking statements which involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this document. No obligation is assumed to update forward-looking statements if these believes, opinion and estimates should change or to reflect other future developments.