



Syrah enters into memorandum of understanding with Ford and SK On

Highlights

- Syrah enters into a non-binding memorandum of understanding with Ford and SK On
- Ford and SK On will jointly supply lithium-ion batteries for Ford's electric vehicle programs with large-scale battery manufacturing facilities planned in Tennessee and Kentucky
- Syrah, Ford and SK On will evaluate a strategic arrangement, including natural graphite active anode material ("AAM") supply, relating to the Vidalia AAM facility in USA.

Syrah Resources Limited (ASX:SYR) ("Syrah") announces it has entered into a non-binding memorandum of understanding ("MOU") with Ford Motor Company ("Ford") and SK On., Ltd ("SK On") to evaluate a strategic arrangement, including natural graphite active anode material ("AAM") supply to the BlueOval SK joint venture, relating to Syrah's vertically integrated Vidalia AAM facility in Louisiana, USA ("Vidalia").

BlueOval SK is a joint venture between Ford and SK On., a subsidiary of South Korea-based SK Innovation, that will supply lithium-ion batteries for Ford's electric vehicle programs, including for a future full-size EV pickup truck. Through the BlueOval SK joint venture, Ford and SK On are jointly developing large-scale battery manufacturing facilities in Tennessee and Kentucky in the USA.

Under the MOU, Syrah, Ford and SK On will continue testing and qualifying Vidalia AAM and use commercially reasonable efforts to finalise, by no later than 31 December 2022, a binding offtake agreement between Syrah and the BlueOval SK joint venture for AAM from an expanded production facility at Vidalia and with an offtake commencement date of no later than 2028.

Syrah is developing Vidalia as a vertically integrated natural graphite AAM supply alternative for USA battery supply chains with construction of a 11.25ktpa AAM facility expected to be completed in the June 2023 quarter and start of production targeted in the September 2023 quarter.

This release was authorised on behalf of the Syrah Board by

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About Syrah Resources

Syrah Resources (ASX code: SYR) is an Australian Securities Exchange listed industrial minerals and technology company with its flagship Balama Graphite Operation in Mozambique and a downstream Active Anode Material Facility in the United States. Syrah's vision is to be the world's leading supplier of superior quality graphite and anode material products, working closely with customers and the supply chain to add value in battery and industrial markets.

About Ford Motor Company

Ford Motor Company (NYSE: F) is a global company based in Dearborn, Michigan. The company designs, manufactures, markets and services a full line of Ford trucks, utility vehicles, and cars – increasingly including electrified versions – and Lincoln luxury vehicles; provides financial services through Ford Motor Credit Company; and is pursuing leadership positions in electrification; mobility solutions, including self-driving services; and connected vehicle services. Ford employs approximately 186,000 people worldwide. For more information regarding Ford, its products and Ford Motor Credit Company, please visit corporate.ford.com.

About SK On., Ltd.

SK On., Ltd. is a wholly-owned subsidiary and the battery business of SK Innovation Co., Ltd. It is one of the world's largest battery manufacturers owning a global battery supply network centred on production bases in key markets, such as North America, Europe, and Asia. Established as South Korea's first oil refining company in 1962, SK Innovation engages in diverse areas of business, including exploration and production, batteries, and information and electronics materials. It also owns SK Energy, South Korea's No. 1 refining company; SK Global Chemical, the leader in the domestic petrochemical industry; SK Lubricants, a global lubricants company; SK Incheon Petrochem, a refining and chemical company; SK Trading International, a trader of crude oils and petrochemicals; and SK IE Technology, a global information and electronic material solution company.

Forward Looking Statement

This document contains certain forward looking statements. The words "expect", "anticipate", "estimate", "intend", "believe", "guidance", "should", "could", "may", "will", "predict", "plan", "targets" and other similar expressions are intended to identify forward looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward looking statements. Forward looking statements, opinions and estimates provided in this document are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions.

Forward looking statements, including projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. This document contains such statements that are subject to risk factors associated with the mineral and resources exploration, development and production industry. It is believed that the expectations reflected in these statements are reasonable, but they may be affected by a range of variables which could cause actual results or trends to differ materially, including but not limited to the following risks: dependence on commodity prices, availability of funding, impact of inflation on costs, exploration risks, including the risks of obtaining necessary licences and diminishing quantities or grades of reserves, risks associated with remoteness, environmental regulation risk, currency and exchange rate risk, political risk, war and terrorism and global economic conditions, as well as earnings, capital expenditure, cash flow and capital structure risks and general business risks. No representation, warranty or assurance (express or implied) is given or made in relation to any forward looking statement by any person (including the Company). In particular, no representation, warranty or assurance (express or implied) is given that the occurrence of the events expressed or implied in any forward looking statements in this document will actually occur. Actual results, performance or achievement may vary materially from any projections and forward looking statements and the assumptions on which those statements are based. The forward looking statements in this document speak only as of the date of this document. Subject to any continuing obligations under applicable law or any relevant ASX listing rules, the Company disclaims any obligation or undertaking to provide any updates or revisions to any forward looking statements in this document to reflect any change in expectations in relation to any forward looking statements or any change in events, conditions or circumstances on which any

such statement is based. Nothing in this document will under any circumstances create an implication that there has been no change in the affairs of Syrah since the date of this document.