

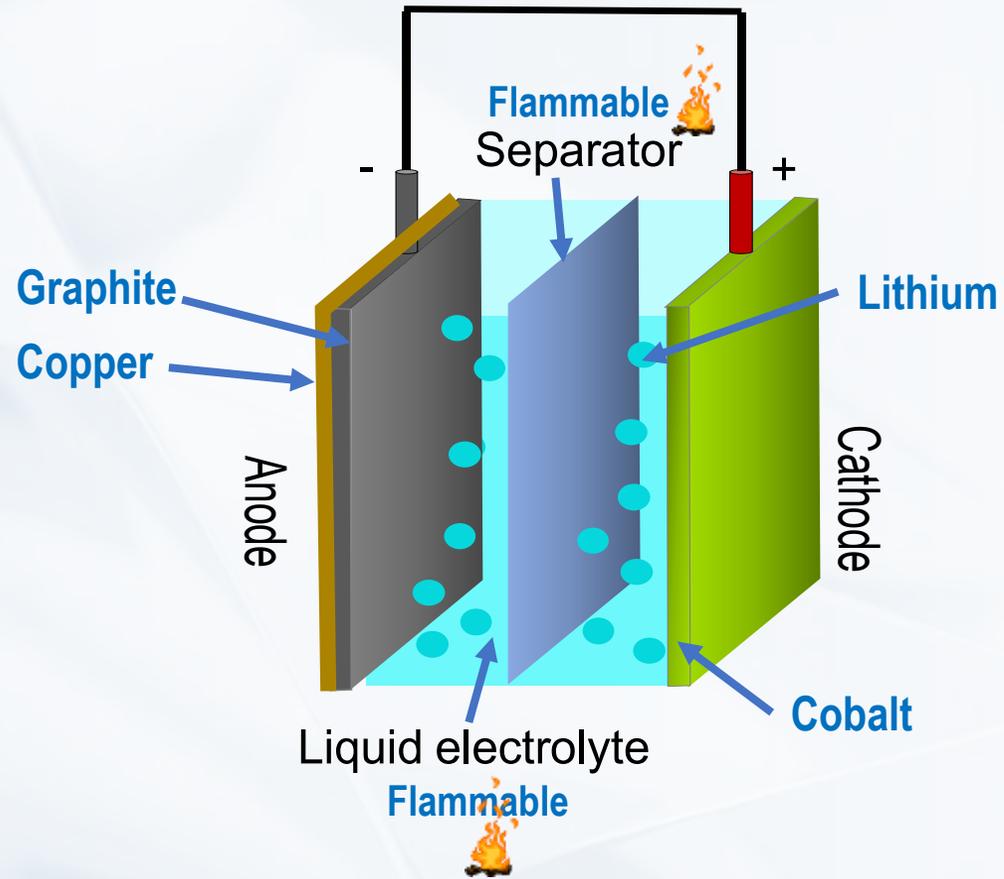
Altech Group

Grid Battery of the Future

Iggy Tan
Managing Director

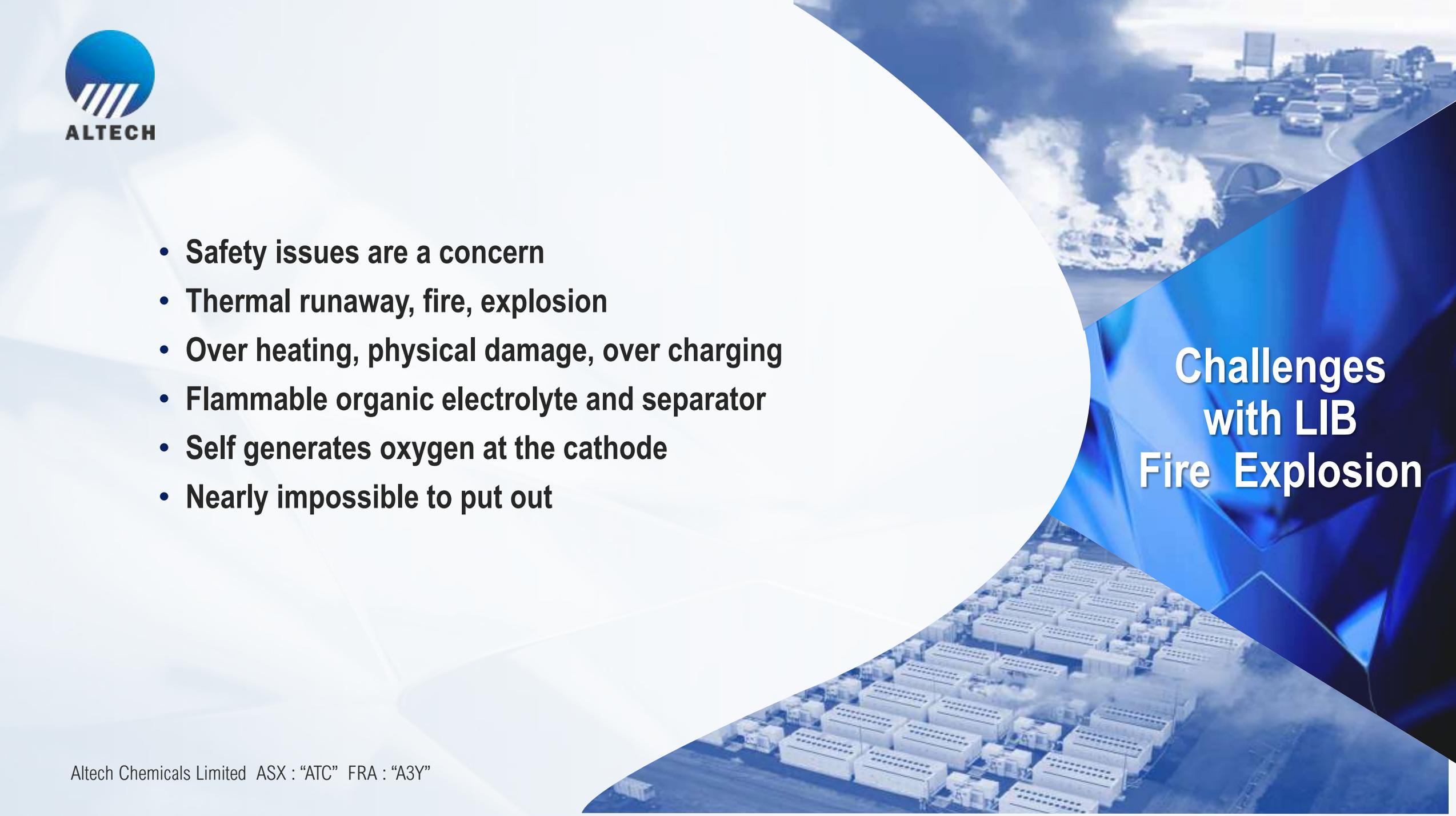


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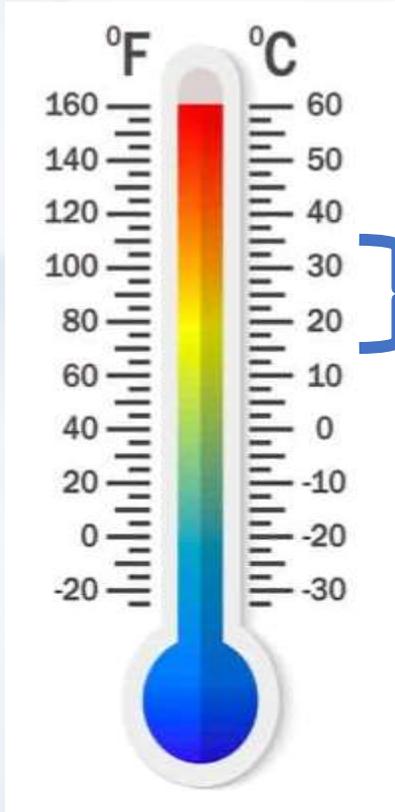


Lithium-ion Battery

- **Safety issues are a concern**
- **Thermal runaway, fire, explosion**
- **Over heating, physical damage, over charging**
- **Flammable organic electrolyte and separator**
- **Self generates oxygen at the cathode**
- **Nearly impossible to put out**



Challenges with LIB Fire Explosion



- Temperature range +15°C to +35°C
- Narrow operating range
- Liquid electrolyte viscous – slows lithium reactions
- @ 0°C capacity reduced to 70%
- Unsuitable in cold and desert climates

**Challenges with
LIB
cold/desert
climates**



- **Li-ion degrades with each charge/discharge**
- **Detrimental side reactions, dendrites, anode, cathode**
- **Most EV guarantee 8 years of battery life (70%)**
- **Degrade faster outside operating temps**
- **Grid storage lifespan 7-10 years expected¹**
- **Long term storage costs for grid is critical**

Challenges with LIB Battery Lifespan

1. Life Prediction Model for GridConnected Li-ion Battery
Energy Storage System Kandler Smith, Aron Saxon, Matthew Keyser, and Blake Lundstrom
National Renewable Energy Laboratory May 24-26, 2017

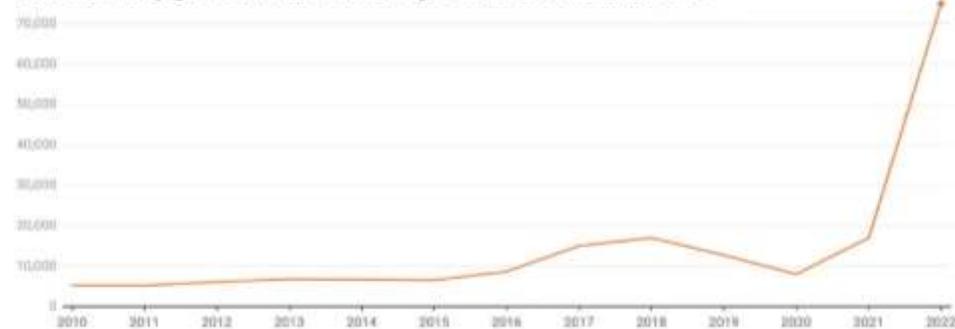
Economy | Climate Crisis

'Insane' lithium price bump threatens EV fix for climate change

The price of the metal used in batteries for electric cars has risen six-fold since the start of the year.

Lithium prices have spiked sky-high

Price of battery-grade lithium carbonate per metric ton in U.S. dollars



Prices for 2010-2021 are annual averages from the U.S. Geological Survey. Price for 2022 is from S&P Global Commodity Insights on May 4, 2022.

Chart: Canary Media
Source: U.S. Geological Survey

Challenges with LIB Lithium Prices

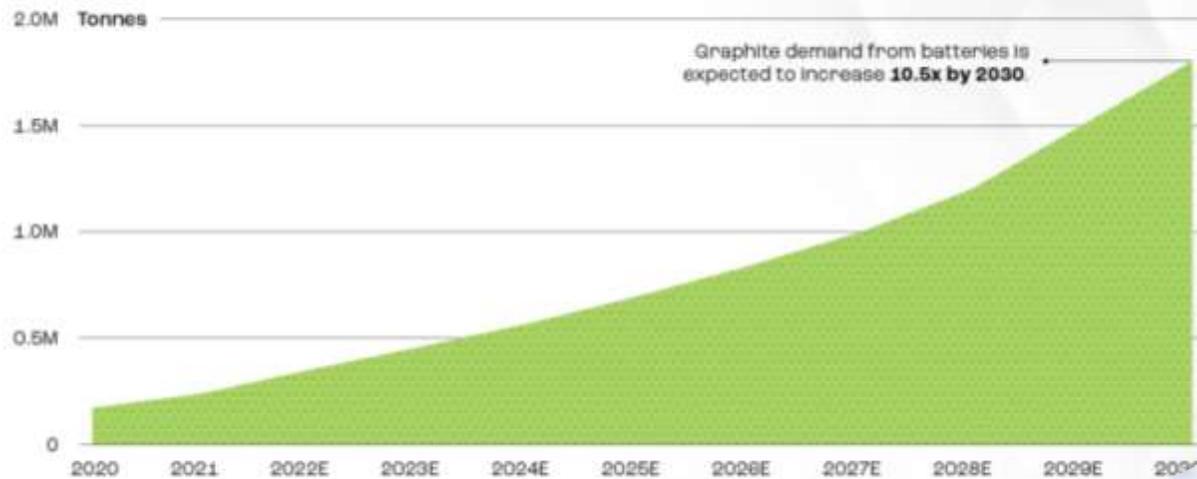
- **Ethical mining issues**
- **Demand is expected to surge to 220,000 mt by 2025**
- **63% increase since 2017**
- **Precarious supply chain – 70% from DRC**



Challenges with LIB Ethical Cobalt Supply

- 2019 China produced 90% LIB anode material
- Political supply chain risk
- Environmental & social governance

Graphite Demand from Li-ion Batteries 2020–2030E



Source: BloombergNEF

Challenges with LIB Graphite Supply

The looming copper crunch and why recycling can't fix it

Nelson Bennett - Business in Vancouver | July 25, 2022 | 11:28 am Intelligence Canada Europe USA Copper

- Copper is a high priced metal
- EV vehicle requires 2.5 times more copper ICE
- There simply aren't enough copper mines being built
- Not enough copper needed for 27 million EVs

**Challenges
with LIB
Looming Copper
Crunch**

Fire Proof ?

Large Temp Range ?

> 15 years life ?

&

Lithium Free?

Cobalt Free?

Graphite Free?

Copper Free?

**Challenges
with LIB**

Is such a battery even possible ?

Introducing

SAS Batteries



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Sodium Alumina Solid State Batteries



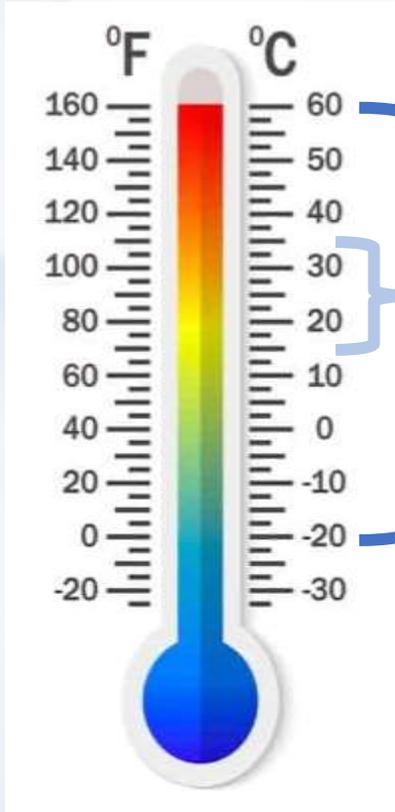


- Does not contain flammable organic electrolyte
- Does not contain plastic separator
- Replaced with ceramic tube (solid state)
- Thermal runaway not in the chemistry
- Does not generate oxygen (cathode)
- Safe in flooding and sensitive environments

Fire Proof



**SAS Batteries
Fire Explosion
Proof**



- Temperature range -20°C to $+60^{\circ}\text{C}$
- Large operating range
- No liquid electrolyte – solid ceramic electrolyte
- Operates around 300°C internally
- Fully insulated – touch on outside
- Ideal in cold and desert climates

Large Temp Range ✓

SAS Batteries
Cold Desert
Climates

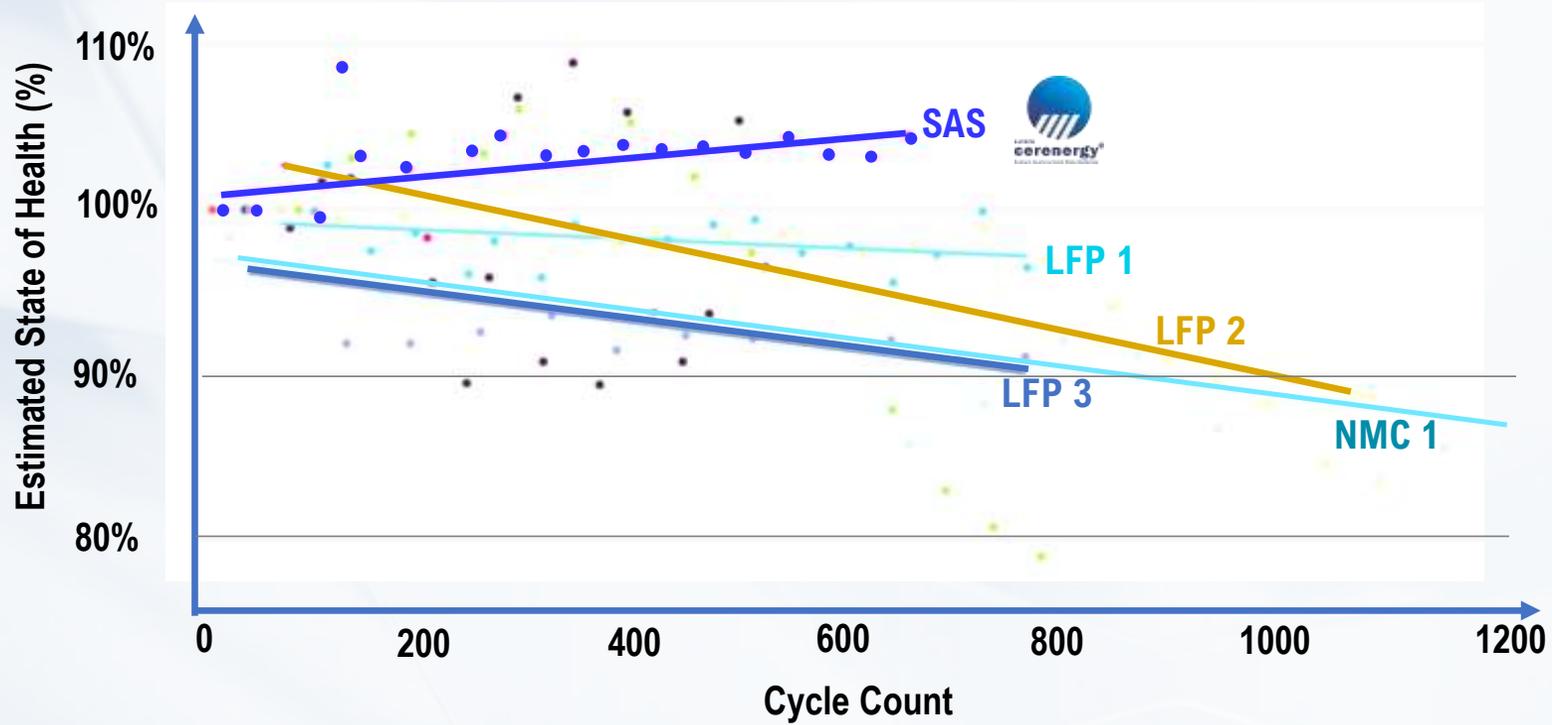


- No sodium degradation with each charge
- Solid electrolyte, no side reactions
- 4,500 cycles and over fifteen years life
- Extended shelf life

> 15 years life



**SAS Batteries
Ultra long
battery lifespan**



**SAS Batteries
Ultra long
battery lifespan**



- Sodium is next reactive to lithium
- Common salt is cheap and available
- Not exposed to rising lithium prices

Lithium Free



SAS Batteries
uses common
salt (sodium)



- **No cobalt is used in the SAS battery**
- **Cathode is sodium chloride and nickel**
- **In sodium aluminum chloride medium**
- **Different chemistry**
- **No exposure to cobalt supply chain issues**

Cobalt Free



**SAS Batteries
Cobalt Free**



- **No graphite or copper in SAS battery**
- **Self forming anode at (-) terminal of sodium when charging**
- **Sodium anode dissolves on discharge**
- **Not exposed to graphite and copper supply chain issues**

Graphite Free ✓

Copper Free ✓

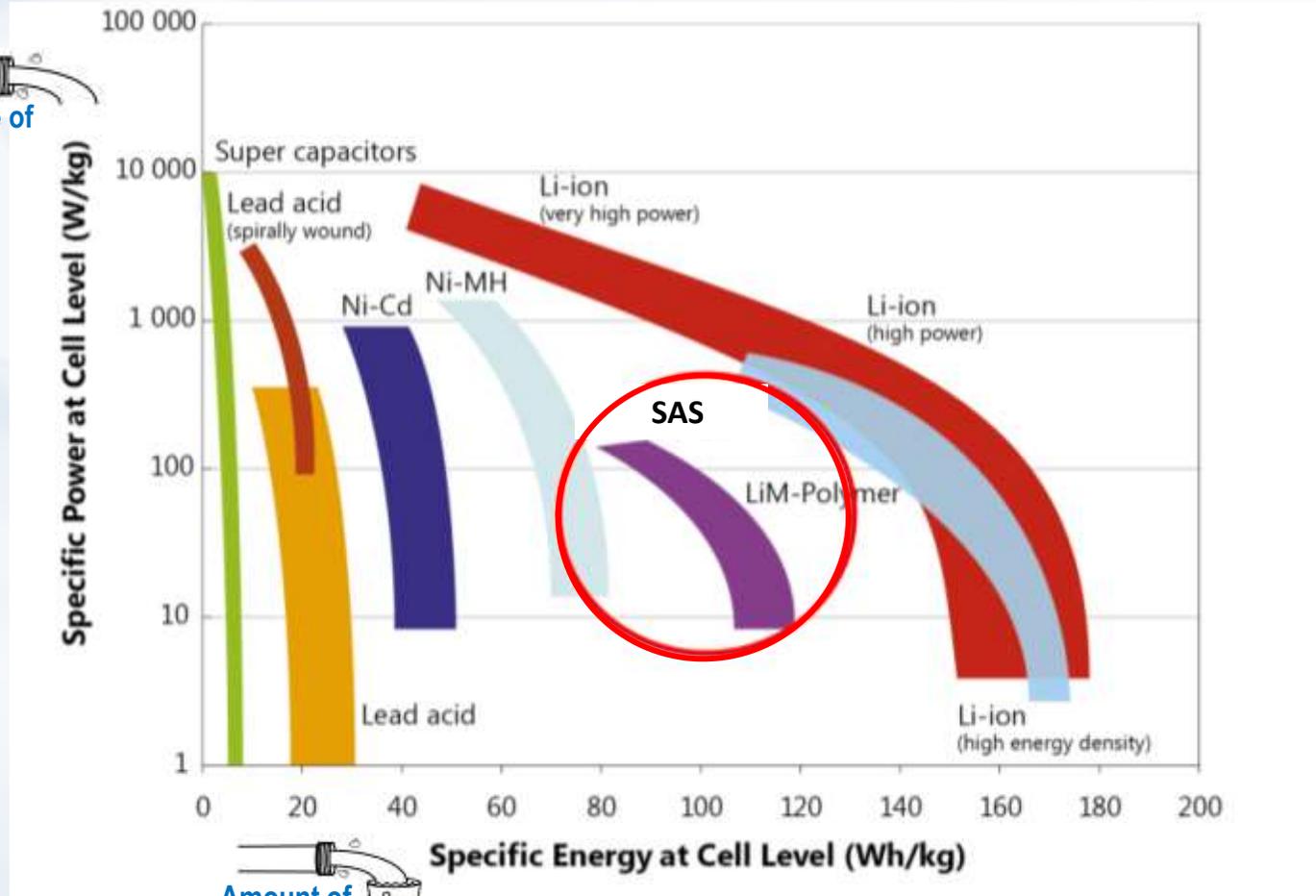
**SAS Batteries
No graphite
copper anodes**

SAS Batteries Ideal for Grid Storage Market



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Sodium Alumina Solid State Batteries

Flow rate of water

Amount of water



Energy % Power Comparisons



- **SAS batteries equivalent to LFP lithium-ion batteries**
- **Volume and weight less critical**
- **Grid, back up, peak shaving, renewable integration**
- **Grid storage growing at 28% CAGR**
- **US\$ 4.4b in 2021 to grow to US\$15b in 2025**
- **20 GW in 2020 expected to grow 3,000 GW in 2050**

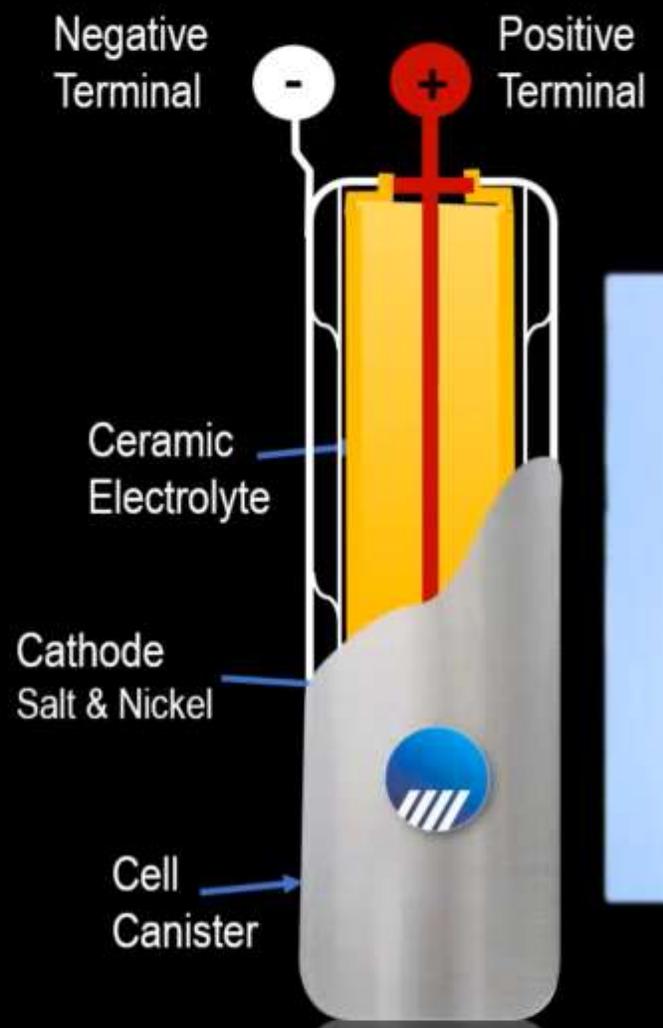
**Grid storage of
the future**

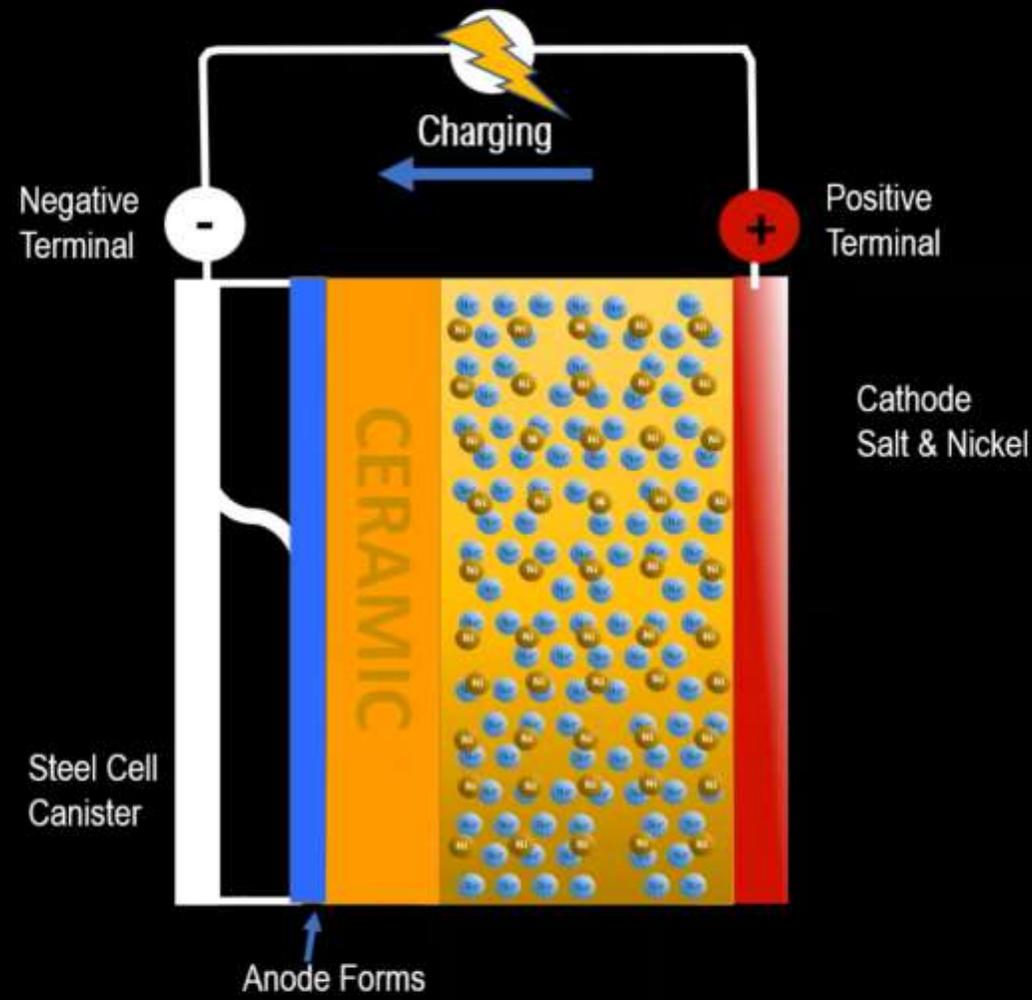
How Does The SAS Battery Works?



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Sodium Alumina Solid State Batteries







Ready to Commercialise



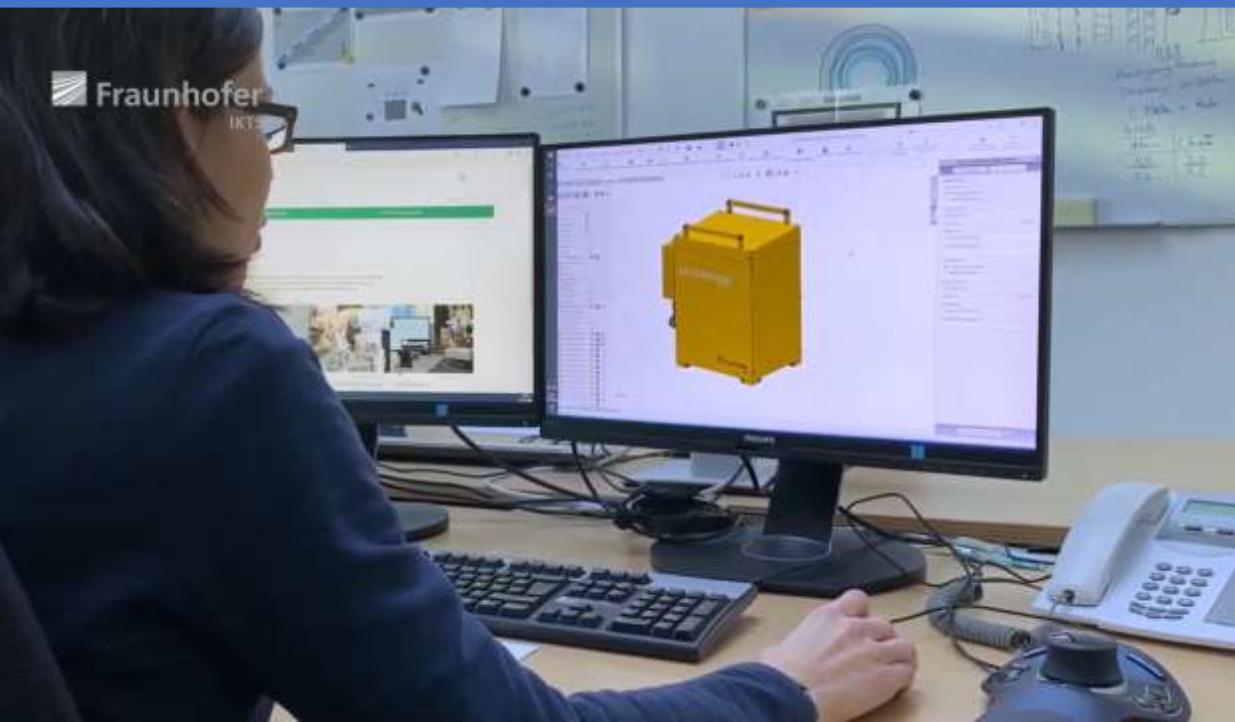
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Sodium Alumina Solid State Batteries



- **IKTS spent EUR 35 m on R&D over 8 years**
- **Operating pilot plant EUR 25 m in Hermsdorf, Germany**
- **Produced operating battery modules**
- **Successful and ready to commercialize**
- **Partner with land, funding, entrepreneurship, project builders**
- **Altech met that criteria and the Joint Venture was formed**

**Well advanced
& ready to
commercialize**





100 MWh
Project, Saxony



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Sodium Alumina Solid State Batteries



- Altech Group (AEH) major 75% shareholder of JV
- 100 MWh project in Saxony, Germany
- 10,000 modules @ 10 KWh per module

Brand	KWh	Chemistry	EUR KWh
Supplier 1	26	NMC	893
Supplier 2	10.4	LFP	1,026
Supplier 3	10.5	LFP	1,198

Competitive pricing EUR 900-1,100 KWh

Estimate SAS pack cost 40-50% cheaper than LFP LIB

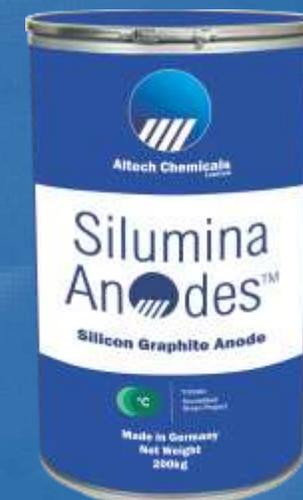
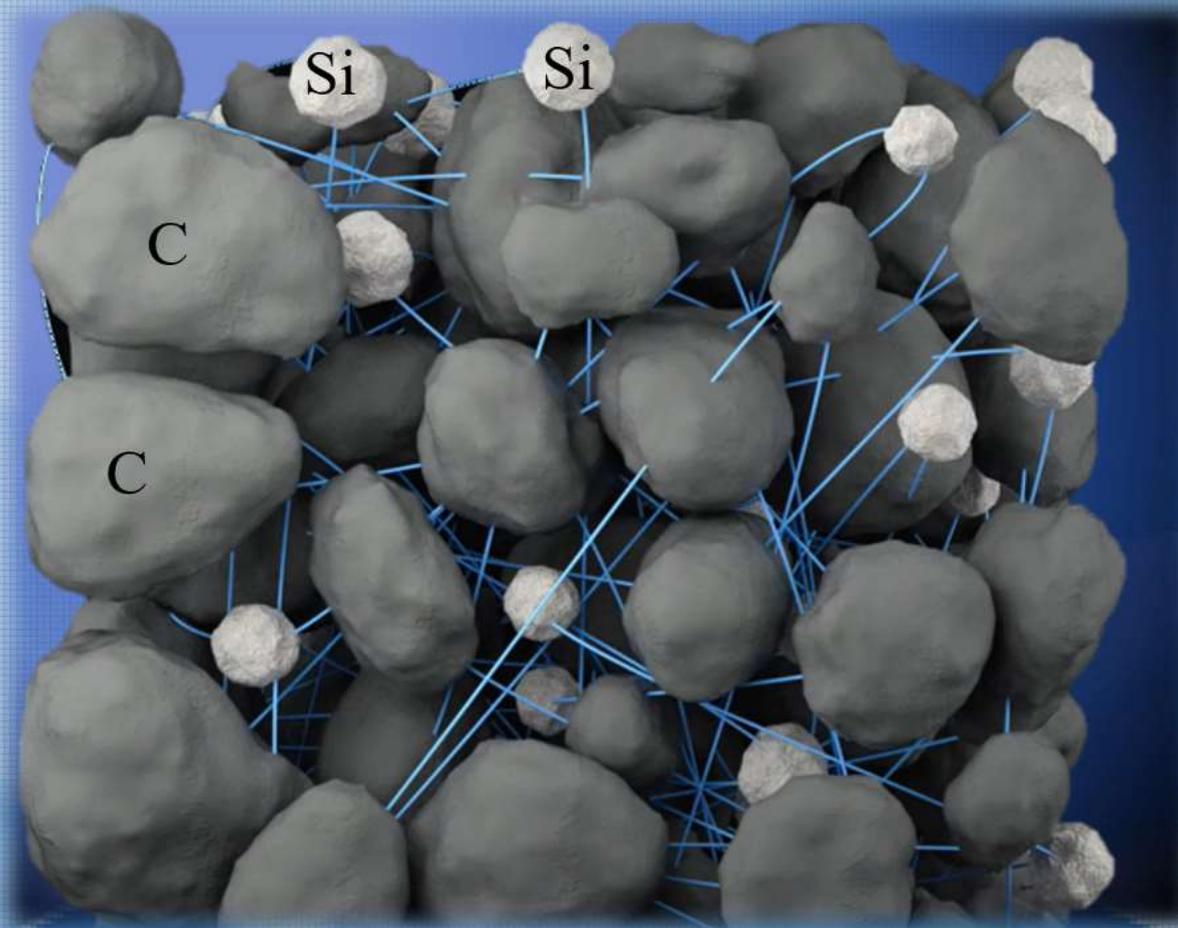
**Altech Majority
75% of Joint
Venture**



**Our vision is to
expand into a
Gigawatt Factory**



Silumina Anode Project – Operating in Tandem



Silumina Anodes™



Forward Looking Statements

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.

The green bonds terms referred to in this ASX announcement are indicative in nature; are non-binding; and contain the general terms of proposed a transaction. Any future commitment for the bonds will be subject to and is contingent upon all internal approvals of the structuring agent as well as the satisfactory completion of detailed due diligence (including but not limited to HPA market, legal and technical due diligence) and legally binding documentation including senior lender and inter-creditor agreements. There is no certainty that the green bond facility will be approved or that a transaction will be concluded based on what is contemplated in the term sheet. The Company makes no representations or warranties whatsoever as to the outcome of the green bond finance process.

Competent Persons Statements – Meckering Kaolin Deposit

The information in this announcement that relates to Mineral Resources and Ore Reserves is extracted from the report entitled “Maiden Ore Reserve at Altech’s Meckering Kaolin Deposit” released on 11 October 2016; the report is available to view on the Company’s website www.altechchemicals.com. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources and Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.