

ASX Release
13 December 2018

MACKAY SOP PROJECT MINING LEASE UPDATE

Highlights

- The Government of Western Australia has announced a proposed reduction to Mining Lease rents for minerals extracted from brine deposits
- Agrimin intends to submit its Mining Lease application for the Mackay SOP Project once the reduced rental rate comes into effect in the new year
- The new rental rate will result in a significant annual saving and further de-risks the Project's development pathway

Agrimin Limited (ASX: AMN) ("Agrimin" or "the Company") is pleased to advise of a decision by the Government of Western Australia ("the State") to reduce the rental rate for Mining Leases that relate to the extraction of minerals from brine deposits. The new rental rates are expected to come into effect in the new year, at which time the Company intends to apply for a Mining Lease for the Mackay Sulphate of Potash ("SOP") Project.

The Company has been engaging with the State regarding rental rates prior to lodging its Mining Lease application due to the large scale of the Mackay SOP Project area. Under the proposed amendments, the Company's Mining Lease will now be charged at a new rental rate of \$2.32 per hectare for the first five years and \$4.64 per hectare onwards. This is a substantial cost saving from the current rate of \$18.70 per hectare and indicates the State's commitment to supporting this new industry.

In November 2017, Agrimin signed a Native Title Agreement for the Mackay SOP Project with Tjamaru Tjamaru (Aboriginal Corporation) RNTBC, the native title registered body corporate for the Kiwirrkurra people. This agreement is the major approval needed for a Mining Lease application to be granted for the Project.

Mark Savich, CEO of Agrimin commented: "This decision acknowledges the importance of a new SOP industry to Western Australia and we recognise the support the State is providing by arriving at this outcome."

"The development of the Mackay SOP Project will include a large investment in regional infrastructure extending from Lake Mackay to Wyndham, and will create long-term employment and economic opportunities for several of the State's most remote communities."

"This rental reduction is an important milestone in facilitating the successful development of the Mackay SOP Project which has potential to become the world's largest and lowest cost supplier of seaborne SOP."

ENDS

Contacts

Investor Relations:

Mark Savich
Chief Executive Officer
T: +61 402 746 757
E: msavich@agrimin.com.au

Media:

Michael Vaughan
Fivemark Partners
T: +61 422 602 720
E: michael.vaughan@fivemark.com.au

Or visit our website at www.agrimin.com.au

About Agrimin

Based in Perth, Agrimin Limited is a leading fertilizer development company focused on the development of its 100% owned Mackay SOP Project. The Project is situated on Lake Mackay in Western Australia, the largest undeveloped SOP-bearing salt lake in the world. Agrimin is aiming to be a global supplier of high quality SOP fertilizer to both traditional and emerging value-added markets. Agrimin Limited's shares are traded on the Australian Stock Exchange (ASX: AMN).

Forward-Looking Statements

This ASX Release may contain certain "forward-looking statements" which may be based on forward-looking information that are subject to a number of known and unknown risks, uncertainties, and other factors that may cause actual results to differ materially from those presented here. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. Forward-looking information includes exchange rates; the proposed production plan; projected brine concentrations and recovery rates; uncertainties and risks regarding the estimated capital and operating costs; uncertainties and risks regarding the development timeline, including the need to obtain the necessary approvals. For a more detailed discussion of such risks and other factors, see the Company's Annual Reports, as well as the Company's other ASX Releases. Readers should not place undue reliance on forward-looking information. The Company does not undertake any obligation to release publicly any revisions to any forward-looking statement to reflect events or circumstances after the date of this ASX Release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.