

30 June 2023

Project Development Strategy Update; Prioritisation of Speewah, refocus for Mount Peake

The Board of Tivan Limited (ASX: TVN) ("Tivan" or the "Company") is pleased to provide an update on the Company's development strategy for its vanadiferous titanomagnetite projects, the Speewah Vanadium-Titanium-Iron Project ("Speewah") in Western Australia, and the Mount Peake Vanadium-Titanium-Iron Project ("Mount Peake") in the Northern Territory.

Prioritisation of Speewah

The Company completed the acquisition of 100% of the issued capital of Speewah Mining Pty Ltd ("SMPL"), the owner of the Speewah Project, on 11 April 2023 (refer to ASX announcement of 11 April 2023). The Board noted the strong appeal of the Speewah Project - the quality, size and proximity to port of the Speewah resource, along with its proximity to Darwin – and the strategic commercial opportunity it represents for the Company given its higher vanadium in concentrate grade and scope to upscale throughput (refer to ASX announcement of 20 February 2023).

The Board now recognises the Speewah Project as Tivan's flagship project and is prioritising its development planning as the core mission of the Company. The Tivan Project Team has established the delivery pathway and indicative delivery timeline for Speewah through various engineering and study phases, concluding with a Front-End Engineering and Design Study in support of a final investment decision (refer to ASX announcement of 12 April 2023).

Mount Peake Refocus

Mount Peake remains a key asset for Tivan, but is now expected to play a refocused facilitation role in the commercialisation of Speewah and the TIVAN® mineral processing technology, through providing initial ore samples to be used in the Company's planned TIVAN Pilot Plant Project in Darwin (refer to ASX announcement of 12 April 2023). Development planning work will therefore be limited for Mount Peake in at least the short-term.

Given the priority focus on Speewah, the Board has made the decision to retain the main mineral lease over the Mount Peake Deposit (ML 28431) but to relinquish the ancillary mineral leases ML29855 (Processing), ML29856 (Camp and Airstrip) and ML30686 (Rail Siding), and the two access authorities AA31105 (Haul Road) and AA32037 (Borefield and Pipeline), previously granted to support the Mount Peake development (refer to ASX announcements of 21 November 2018 and 3 December 2018).

There are significant on-going administrative and access costs for the Company associated with retaining these ancillary mineral leases and access authorities; with the focus on Speewah, and now deferred timeframe for any development or mining activity on the ground at Mount Peake, the Board believes it is a prudent decision to relinquish this ancillary tenure and significantly reduce holdings costs for the Company. Tivan has the ability to reapply for the ancillary mineral leases and access authorities if and when required.

Importantly, the Company retains the underlying granted Exploration Licenses at Mount Peake, which allow for on-going exploration and evaluation activity as may be required, including drilling for sourcing ore for the Pilot Plant Project. The Company has also strategically retained the mineral lease covering the Mount Peake deposit (ML28341).

In making the relinquishment decision, the Company has engaged extensively with Mount Peake stakeholders, including the Northern Territory Government, the Central Land Council ("CLC") (the representative body for native title holders) and Stirling Station. The Mount Peake Indigenous Land Use Agreement between the Company, the CLC and Eynewantheyne Aboriginal Corporation RNTBC (the registered native title body corporate for the native title holders of the land at Mount Peake) remains in place, providing the framework for on-going engagement with native title holders (refer to ASX announcement of 11 October 2018).

Tivan remains committed to making a positive impact on communities in central Australia and within the Northern Territory, and will continue to be active in the area, including through its exploration alliance with EARTH AI for the Sandover Lithium Project where initial field work is planned to commence (refer to ASX announcement of 22 June 2023).

For context, the Company details below the carrying value of the relinquished ancillary mineral leases and access authorities, relative to the carrying value of Tivan's project portfolio ¹:

ML29855	\$1,331,821
ML29856	\$273,793
ML30686	\$247,723
AA31105	\$497,299
AA32037	\$328,393
Total	\$2,679,031
Mount Peake/TIVAN technology carrying value ²	\$60,259,030
Tivan project portfolio carrying value ^{2, 3}	\$81,718,531

1. As at 31 May 2023, Company accounts (unaudited)

2. Net of R&D tax rebates received relating to the TIVAN technology development (\$25.6m)

3. Includes Mount Peake carrying value and carrying value of recently acquired Speewah Project (\$20.3m)

The carrying value of the relinquished ancillary mineral leases and access authorities relates primarily to access, permitting and tenement costs, which the Company will no longer incur. The Company intends to consider booking a non-cash impairment of the carrying value of the relinquished tenure of approximately \$2.68 million as at 30 June, which will be evaluated as part of the Company's annual process of reviewing the total project portfolio asset carrying values in preparation of the full year audited financial accounts.

Comment from Executive Chairman

Mr Grant Wilson commented:

“While relinquishing the facilitation leases at Mount Peake is a straight forward decision from an accounting point of view, the process has required a high degree of sensitivity and ongoing engagement with the CLC, the Northern Territory Government and Stirling Station. I am hopeful and expectant that Tivan will be able to continue to meaningfully engage in central Australia with Sandover and confident the relationships and good standing we have established will endure.”

This announcement has been approved by the Board of the Company.

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