
MLBV SALE COMPLETED AND NET TRANCHE 1 CONSIDERATION RECEIVED

- **MLBV Sale has now completed**
 - **Net Tranche 1 cash consideration of US\$116.3 million received**
 - **Tranche 1 Distribution to be paid in January 2025**
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Leo Lithium Limited (ASX:LLL) (**Leo Lithium** or the **Company**) provides the following update on the sale of the Company's remaining 40% shareholding in Mali Lithium BV (**MLBV**), and therefore its remaining interest in the Goulamina Lithium Project, to GFL International Co., Ltd (**Ganfeng**) (**MLBV Sale**).

MLBV Sale completed

Leo Lithium confirms that the MLBV Sale completed on 26 November 2024 (**Completion**) and the Company has received the net Tranche 1 cash consideration of US\$116.3 million. The Company has converted the net proceeds into Australian dollars.

The total amount of Mali capital gains tax payable on the sale is US\$44.7 million which has been deducted from the gross consideration payable of US\$161 million and has been paid directly to the Mali Government by Ganfeng. This amount of taxation is in line with the previous estimates detailed by Leo Lithium to the market. Certain procedural matters required to finalise and register the MLBV share transfer will occur post-Completion.

Under the terms of the MLBV Share Sale Agreement a Tranche 2 payment of US\$171.2 million is payable by 30 June 2025 (**Tranche 2 Consideration**). Interest will accrue on the unpaid Tranche 2 Consideration from Completion until the payment date at a rate of Secured Overnight Finance Rate +2%.

The Company anticipates that the US\$116.3 million net Tranche 1 payment, the US\$10.5 million deposit and the A\$11.5 million Firefinch Limited contribution will be distributed to shareholders in January 2025 (**Tranche 1 Distribution**). Further details of the Tranche 1 Distribution will be provided during the first week of December 2024.

Half year financial results

As a consequence of Completion occurring, the Company is now in a position to finalise and publish its financial results for the half-year ended 30 June 2024. It is anticipated that these results will be published in early December.

Conclusion of remaining MLBV Sale agreements

As previously advised, the termination of the MLBV Shareholders' Deed and the MLBV Administrative Services Agreement will become effective from Completion.

The TPSF Deed has now been signed and also becomes effective from Completion¹.

This announcement has been approved for release to the ASX by the Board.

For Enquiries

Simon Hay
Managing Director Leo Lithium Limited
info@leolithium.com
+61 8 6314 4500

Shane Murphy
FTI Consulting
shane.murphy@fticonsulting.com
+61 420 945 291

LinkedIn: <https://www.linkedin.com/company/leo-lithium-ltd/>

Website: <https://leolithium.com>

Subscribe to email alerts: <https://leolithium.com/subscribe/>

¹ TPSF means Trailing Product Sales Fee. For further details on the TPSF Deed see the Leo Lithium ASX announcement dated 1 July 2024 titled "Notice of Annual General Meeting" available at www.asx.com.au. It is noted that the final TPSF Deed calculates revenue by reference to a basket of 3 independent spodumene indices rather than the Offtake Agreement between Lithium du Mali SA and Ganfeng.