



Announcement Summary

Entity name

LITHIUM CONSOLIDATED LIMITED

Announcement Type

New announcement

Date of this announcement

Thursday June 25, 2020

The Proposed issue is:

A standard pro rata issue (including non-renounceable or renounceable)

Total number of +securities proposed to be issued for a standard pro rata issue (including non-renounceable or renounceable)

ASX +Security Code	+Security Description	Maximum Number of +securities to be issued
LI3	ORDINARY FULLY PAID	73,633,336

Ex date

Monday June 29, 2020

+Record date

Tuesday June 30, 2020

Offer closing date

Tuesday July 21, 2020

Issue date

Tuesday July 28, 2020

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

LITHIUM CONSOLIDATED LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

ACN

Registration Number

612008358

1.3 ASX issuer code

LI3

1.4 The announcement is

New announcement

1.5 Date of this announcement

Thursday June 25, 2020

1.6 The Proposed issue is:

A standard +pro rata issue (non-renounceable or renounceable)

1.6a The proposed standard +pro rata issue is:

+ Non-renounceable



Part 3 - Details of proposed entitlement offer issue

Part 3A - Conditions

3A.1 - Are any of the following approvals required for the entitlement offer to be unconditional?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

No

Part 3B - Offer details

Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued

ASX +Security Code and Description

LI3 : ORDINARY FULLY PAID

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

No

If the entity has quoted company options, do the terms entitle option holders to participate on exercise?

No

Details of +securities proposed to be issued

ASX +Security Code and Description

LI3 : ORDINARY FULLY PAID

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Offer ratio (ratio to existing holdings at which the proposed +securities will be issued)

The quantity of additional +securities to be issued

1

For a given quantity of +securities held

2



What will be done with fractional entitlements?

Fractions rounded up to the next whole number

Maximum Number of +securities proposed to be issued

73,633,336

Purpose of the issue

The purpose of the issue is to undertake exploration on the Company's projects, cover the costs of the Issue and to provide working capital.

Offer price details for retail security holders

Issue Currency

AUD - Australian Dollar

Offer Price per +security

AUD 0.01600

Estimated or Actual?

Actual

Oversubscription & Scale back details

Are +security holders allowed to oversubscribe?

Yes

Provide the oversubscription details

Directors discretion.

May a scale back be applied to this event?

No

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

Yes

Part 3C - Timetable

3C.1 +Record date

Tuesday June 30, 2020

3C.2 Ex date

Monday June 29, 2020

3C.4 Record date

Tuesday June 30, 2020

3C.5 Date on which offer documents will be sent to +security holders entitled to participate in the +pro rata issue

Friday July 3, 2020



3C.6 Offer closing date

Tuesday July 21, 2020

3C.7 Last day to extend the offer closing date

Thursday July 16, 2020

3C.9 Trading in new +securities commences on a deferred settlement basis

Wednesday July 22, 2020

3C.10 Last day for entity to announce the results of the offer to ASX, including the number and percentage of +securities taken up by existing +security holders and any shortfall taken up by underwriters or other investors

Friday July 24, 2020

3C.11 Issue date

Tuesday July 28, 2020

3C.12 Date trading starts on a normal T+2 basis

Wednesday July 29, 2020

3C.13 First settlement date of trades conducted on a +deferred settlement basis and on a normal T+2 basis

Friday July 31, 2020

Part 3E - Fees and expenses

3E.1 Will there be a lead manager or broker to the proposed offer?

Yes

3E.1a Who is the lead manager/broker?

RM Corporate Finance Pty Ltd AFSL 315235

3E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Lead Manager fee comprising a 1.5% Management fee based on the maximum subscriptions raised pursuant to the Offer and \$60,000 (plus GST in cash) payable in Shares on the same terms and conditions as the Rights Issue. This fee is to be paid pro-rata to the amount of shortfall placed providing RM Corporate Finance places at least \$500,000. The Company will also pay a 4.5% fee for New Shares placed out of any Shortfall arising from the Offer.

3E.2 Is the proposed offer to be underwritten?

No

3E.3 Will brokers who lodge acceptances or renunciations on behalf of eligible +security holders be paid a handling fee or commission?

No



3E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed offer

Estimated costs of the Issue include legal fees, Share Registry fees, ASX fees and other miscellaneous costs associated with the Offer.

Part 3F - Further Information

3F.1 The purposes for which the entity intends to use the cash raised by the proposed issue

Cash raised by the proposed issue will be used to undertake exploration on the Company's Western Australian projects, cover the costs of the Issue and to provide working capital.

3F.2 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the issue?

No

3F.3 Will the entity be changing its dividend/distribution policy if the proposed issue is successful?

No

3F.4 Countries in which the entity has security holders who will not be eligible to participate in the proposed issue

Only for Australia and NZ.

3F.5 Will the offer be made to eligible beneficiaries on whose behalf eligible nominees or custodians hold existing +securities

Yes

3F.5a Please provide further details

Will be disclosed in the Offer document.

3F.6 URL on the entity's website where investors can download information about the proposed issue

www.li3limited.com

3F.7 Any other information the entity wishes to provide about the proposed issue

No