

Entitlement Issue to underpin next phase of exploration in Western Australia and Proposed Change of Company Name to Tempest Minerals Limited

Key Points

- Pro-rata 1-for-2 non-renounceable Entitlement Offer priced at \$0.016 per share to raise gross proceeds of \$1.178 million.
- Offer price represents a 15.10% discount to the 5-day VWAP price of \$0.0189 and 17.37% discount to the 10-day VWAP price of \$0.0194.
- Li3 to conduct infill geochemical sampling, RAB and RC drilling as part of the Company's strategy for unlocking the broader potential of the Warriedar Project.
- Proposed change of name to Tempest Minerals Limited to reflect updated focus of activities of the Company.

Entitlement Offer

Lithium Consolidated Ltd (Li3 or the Company) is pleased to announce that it will undertake a non-underwritten non renounceable 1-for-2 pro-rata Entitlement Offer (**Offer**) of shares (**New Shares**) to raise up to \$1.178 million to progress the next phase of exploration at its 100%-owned Warriedar Project in the Murchison region of Western Australia.

The Offer is available to all shareholders with registered addresses in Australia and New Zealand and provides the opportunity to subscribe for 1 New Share for every 2 shares held at an offer price of \$0.016 per New Share.

The Company has appointed RM Corporate Finance Pty Ltd (RM) as Lead Manager to the Offer. For managing the Offer, RM will receive a 1.5% management fee based on the total maximum proceeds of the Offer, a maximum of 3.75 million shares (deemed price of \$0.016) (subject to both their level of performance and shareholder approval) and will receive 4.5% for placement of any Shortfall arising from the Offer.

The proceeds from the Offer (assuming it is fully subscribed) is proposed to be allocated in the following manner:

Proposed use of funds	Funds raised under Offer
Exploration – Western Australia	\$743,133
Corporate & Overheads and working capital	\$350,000
Estimated costs of the Issue (including legal fees, Share Registry fees, ASX fees and other miscellaneous costs associated with the Offer)	\$85,000
Total (maximum raising)	\$1,178,133

However, in the event that circumstances change, or other better opportunities arise the Directors reserve the right to vary the proposed uses to maximise the benefit to Shareholders.

Additional Entitlement Offer details

New Shares issued under the Offer will rank equally with existing shares on issue and the Company will apply for official quotation of the New Shares.

Option-holders are not entitled to participate in the Offer without first exercising their options to be registered as a shareholder (in Australia and New Zealand) on the Record Date, in accordance with the terms and conditions of the options.

The Company will welcome applications for shareholders to apply for New Shares in addition to shareholders' existing entitlements and will retain the right to place the Shortfall on the same terms in the three months following the completion of the Offer.

The proposed timetable for the Offer is as follows:

Announcement of Offer and lodgement of Offer Document, s708AA(2)(f) and Appendix 3B with ASX	25 June 2020
Ex Date	29 June 2020
Record Date for the Issue	30 June 2020 at 7.00pm (Brisbane time)
Dispatch of Offer Document and Acceptance Form	3 July 2020
Opening Date of Offer	3 July 2020 at 9.00am (Brisbane time)
Last day to extend the Closing Date of the Offer	16 July 2020
Closing Date of Offer	21 July 2020 at 5.00pm (Brisbane time)
New Shares quoted on a deferred settlement basis	22 July 2020
Announcement of results of the Offer	24 July 2020
Issue Date of New Shares	28 July 2020
Normal trading in Shares begins	29 July 2020

Name Change and Issue of Incentive options to Directors and Officers

The Company advises it intends to seek shareholder approval to change the Company's name to **Tempest Minerals Limited**. The Company believes the new name is reflective of the move to a broader business strategy which will take advantage of our wider multi-commodity skill sets and project potential.

Shareholder approval will also be sought for Li3 Directors and officers to be issued incentive options with full details to be provided in the Notice of Meeting.

It is anticipated that the General Meeting will be held in August 2020, with the Notice of Meeting to be lodged and the dispatch to shareholders to follow.

The Board of the Company has authorised the release of this announcement to the market.

About Li3

Li3 is an Australian based mineral exploration company with a diversified portfolio of projects in Zimbabwe, Mozambique and Western Australia. In June 2020, Li3 announced the intent to focus on its 100% owned Western Australian projects and that the Company had entered into a Sale Agreement for the Zimbabwe and Mozambique Projects with London listed African Premier Minerals.

The Company has an experienced board and management team with a history of exploration, operational and corporate success.

Li3 leverages the team's energy, technical and commercial acumen to execute the Company's mission - to maximize shareholder value through focussed, data-driven, risk-weighted exploration and development of our assets.

Contact

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Forward-looking statements

This document may contain certain forward-looking statements. Such statements are only predictions, based on certain assumptions and involve known and unknown risks, uncertainties and other factors, many of which are beyond the company's control. Actual events or results may differ materially from the events or results expected or implied in any forward-looking statement.

The inclusion of such statements should not be regarded as a representation, warranty or prediction with respect to the accuracy of the underlying assumptions or that any forward-looking statements will be or are likely to be fulfilled. Li3 undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date of this document (subject to securities exchange disclosure requirements).

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