

Li3 | African Projects Sale Agreement Completion

Lithium Consolidated Ltd (Li3) is pleased to announce the completion of the sale of the Zimbabwe and Mozambique projects to Premier African Minerals Limited (Premier).

Key Points

- Premier purchases African assets
- Consideration for the sale settled by issue of Premier shares
- Exposure to upside through holding equity in Premier
- Li3 to focus on domestic exploration

Sale Agreement

As announced on 11 June 2020¹, Li3 entered into a conditional Sale and Purchase Agreement ("Agreement") with Premier. Premier has completed its due diligence enquiries and has satisfied both the purchase consideration of AUD\$150,000 plus the payment of inspection fees for the claims in Zimbabwe through the issue of 124,512,702 Premier shares to Li3 issued at a deemed issue price of 0.0744p ("Consideration Shares"), the issue price being the daily volume weighted average price during the five days trading days immediately prior to completion.

Premier has advised Li3 that it expects the Consideration Shares to be admitted to trading on AIM on or around 10 August 2020.

Premier is listed on the London Alternative Investment Market (AIM) under the ticker (PREM) and are an African focussed resources company with complimentary projects in Zimbabwe, Namibia and Mozambique with exposure to commodities including: Lithium, Gold and Tungsten².

Commenting on the completion of the sales agreement, Non-executive Chairman Brian Moller said:

"The completion of this sale agreement closes a significant chapter in Li3's history. We will observe the future of these excellent projects under the guidance of Premier. With the strong interest in our recently closed entitlement offer, Li3 will be focussing on progressing our domestic gold and base metal projects".

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

References

1. Li3 ASX Announcement 11 June 2020 - Li3 enters Sale Agreement with Premier for African Projects
2. Premier African Minerals website: <https://www.premierafricanminerals.com/>

About Li3

Li3 is an Australian based mineral exploration company with a diversified portfolio of projects in Western Australia. In December 2019, Li3 secured 510km² of projects in Western Australia highly prospective for gold and base metals.

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.

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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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