

15 July 2024

Liontown executes new short-term Offtake Agreement for initial ramp-up volumes

Liontown secures a short-term 10-month offtake with Beijing Sinomine International Trade Co., Ltd. (“BSIT”) to purchase ramp-up volumes

Highlights

- Liontown and BSIT have executed a definitive binding full-form offtake agreement (**Offtake Agreement**)
- The short-term Offtake Agreement is for the supply of up to 100,000 dry metric tonnes (**DMT**) over a 10-month period to commence by 30 September 2024
- Pricing is determined using a formula-based mechanism referencing market prices for battery-grade lithium carbonate
- BSIT is a well-known company operating in the lithium chemicals industry, and is active in both hard-rock lithium mining and refining of spodumene concentrates into battery-grade lithium chemicals

Liontown Resources Limited (ASX: LTR) (“Liontown” or “the Company”) is pleased to announce that it has concluded negotiations with BSIT and executed a full-form offtake agreement (**Offtake Agreement**) for the supply of spodumene concentrate from its flagship 100%-owned Kathleen Valley Lithium Project (**Kathleen Valley**) in Western Australia.

The short-term Offtake Agreement provides for the supply of up to 100,000 dry metric tonnes (**DMT**) of spodumene concentrate over the course of 10 months commencing by 30 September 2024.

The Offtake Agreement with BSIT is in addition to existing long-term offtake contracts with Tesla, LG Energy Solution and Ford, which will be progressively brought into effect over the next 12 months as Liontown ramps-up the Kathleen Valley to full-production.

Anglo Pacific Holdings Pty Ltd. acted as the adviser to the Buyer.

Liontown’s Managing Director and CEO, Tony Ottaviano, said:

“Securing a near-term offtake with an established lithium refiner to sell initial volumes over the ramp-up period, de-risks sales during our ramp-up of the plant towards nameplate capacity. This complements our existing long-term offtakes, which we will progressively bring into effect over the next 12 months as we increase production towards nameplate to support our offtake commitments.”

This announcement has been approved for release by the Managing Director, Tony Ottaviano.

Further Information

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About Liontown Resources

Liontown Resources (ASX:LTR) is an emerging Tier-1 battery minerals producer. Our aim is to be an ESG leader and a globally significant provider of battery minerals for the rapidly growing clean energy market. As we transition from explorer to producer, we are committed to incorporating the right approach and foundation from the outset and ESG principles underpin all decisions. We currently control two major lithium deposits in Western Australia and aim to expand our portfolio through exploration, partnerships and acquisitions. In addition, we look to participate in downstream value-adding where control of the deposit provides a strong competitive advantage. To learn more, please visit: www.ltresources.com.

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Schedule 1 – Material terms of Offtake Agreement

Parties:	LRL (Aust) Pty Ltd (a wholly owned subsidiary of Liontown Resources Limited) (Seller) and Beijing Sinomine International Trade Co., Ltd. (a wholly owned subsidiary of Sinomine Resources Group) (Buyer)
Supply Term:	10 months, commencing between 1 July and 30 September 2024
Product	Spodumene Concentrate
Quantity:	100,000 dry metric tonnes
Pricing:	Pricing is determined using a formula-based mechanism referencing market prices for battery-grade lithium carbonate
Payment:	Irrevocable letter of credit
Long-stop Date:	Buyer can terminate the Offtake Agreement if it has not commenced by the long-stop date of 31 December 2024