



MEDIA RELEASE

For immediate release (To be read together with Alliance Mineral Assets Limited announcement dated 6 June 2018)

ALLIANCE MINERAL ASSETS RECORDS 105% INCREASE IN ITS BALD HILL PROJECT LITHIUM ORE RESERVES

- Lithium ore reserves up 105% and tantalum ore reserves increased 43% on improvements in pit design and processing efficiencies yield
- Increase in reserves and extension of mine life paves the way for scaled up production

SINGAPORE, 6 June 2018 - Joint venture partners Tawana Resources NL (TAW:ASX) ("**Tawana**") and Alliance Mineral Assets Limited (SGX:40F) ("**Alliance**") (together, the "**JV Partners**") today announced a significant Reserve upgrade for their producing Bald Hill Lithium-Tantalum Mine ("**Bald Hill Project**" or "**Mine**") in Western Australia.

Lithium ore reserves increased by 105% while tantalum ore reserves increased by 43%. The Reserve upgrade reflects pit design changes resulting from increases to Indicated Resources, following infill drilling completed in the second half of 2017. Infill drilling at Bald Hill is continuing.

The Upgraded Reserves now support a mine life of 9 years at the current processing rate of 1.2Mtpa, extending the life-of-mine of the Bald Hill Project. However, given the large quantity of Inferred Resources awaiting infill drilling, strong market demand and superior economics of increased throughput rates, the JV Partners are actively reviewing options for significant expansion in processing capacity and concentrate production.

Tawana Managing Director, Mark Calderwood said: "The increased Reserves along with the potential for additional Reserves resulting from infill drilling of Inferred material, provide strong support for significantly increasing processing throughput rates. We are actively reviewing the options to best increase throughput in the existing plant and/or add an additional DMS circuit and fines circuit. There has been strong interest from a number of parties to obtain concentrate supply from Bald Hill."

The Bald Hill Project commenced lithium and tantalum concentrate production on 14 March 2018. Mining activity is averaging at approximately 30,000Bm³ per day. The Mine is currently in ramp-up, with the Stage 1 DMS circuit achieving 50% of nameplate throughput for month 1 and 75% for month 2 of

ramp-up, producing a premium and high-quality lithium concentrate. The Tantalum pre-concentrate recoveries from the lithium circuit are also exceeding initial expectations.

Two shipments of lithium concentrate were completed in May 2018, and the next shipment is anticipated to occur in late June or early July 2018 with the exact shipment date and quantity still to be determined

Mr Calderwood added: *“With our revised resource estimates and increased production output, together with more potential extensions to the life-of-mine in the future, we expect the Bald Hill Project to achieve sustainable growth that will create lasting value for shareholders.”*

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About Alliance Mineral Assets Limited

Alliance Mineral Assets Limited (“**Alliance**”) is a potential leading producer of ethically sourced lithium and tantalite concentrate through the development of mineral resources at its Bald Hill Project which encompasses the Bald Hill Mine, processing plant and an extensive tenement portfolio in the Eastern Goldfields of Western Australia.

Listed on the Catalist Board of the Singapore Exchange Securities Trading Limited on 25 July 2014, Alliance, being a joint venture partner of Bald Hill project, shared a complete processing and beneficiation treatment plant, infrastructure and working licenses.

On 10 April 2017, Alliance entered into a lithium rights joint venture agreement and subsequently on 18 April 2017, entered into a Bald Hill Joint Venture Agreement with a wholly-owned subsidiary of Tawana Resources NL for the development, mining and production of the mineral resources at Bald Hill.

About the Bald Hill Project

The Bald Hill Mine is in the southeast of the Goldfields-Esperance Region of Western Australia, approximately 105km south-southeast of Kalgoorlie. Kalgoorlie is the main hub in the region providing access to the Project which can be accessed from Perth by air, rail and road.

The principal road access to the Project is via the (sealed) Coolgardie-Esperance Highway (National Highway 94), and then the Binneringie Road from Widgiemooltha, a distance of 65km of unsealed shire road. The Project is approximately 350km by road from the Port of Esperance.

The Mine currently consists of an open pit, a Dense Media Separation and Spiral Circuits, waste rock dumps, stores, a camp (including administrative and living quarters) and associated infrastructure. Lithium concentrate is hauled via Binneringie Road to the Port of Esperance. Tantalum concentrates will be packed into 205L drums and/or bulka-bags and exported via Fremantle in standard shipping containers.

Each of Tawana and AMAL executed separate offtake agreements in April 2017 (and subsequent variations thereto) for the supply of lithium concentrate from Bald Hill over a five-year term with pricing for 2018 and 2019 of US\$880/t (A\$1,173) (FOB Esperance) for 6% Li₂O concentrates. The offtake agreement provides for an attractive fixed price in US dollars per dry metric tonne for the first 2 years of production, and shipping costs are borne by the offtake party. *Refer to ASX announcement of 26 April 2017 and SGX announcement of 4 May 2017.*

Issued on behalf of **Alliance Mineral Assets Limited** by:

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This press release has been prepared by Alliance Mineral Assets Limited and its contents have been reviewed by PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this press release.

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