

Sonora Project Snapshot:



One of the larger deposits in the world

Feasibility Study estimated Sonora contains 8.8Mt of lithium carbonate resources



Among the lowest cost producers in the world

The Project is predicted to produce battery grade lithium carbonate at an average operating cost of US\$4,000/t



Battery grade products

Bacanora has been producing samples at its own pilot plant continuously for the last four years



100% offtake agreements for the mine's production

Hanwa has a 10 year offtake for 50% of Stage 1 production and Ganfeng has offtake for 50% of Stage 1 and up to 75% of Stage 2 production



Strong economic potential of two stage open-pit operation at Sonora: Stage 1

17,500 tpa for 4 years; Stage 2 - 35,000 tpa

Feasibility Study in Numbers:

Stage 1:

Initial Construction Capital Cost of

\$420M

Av. Operating costs

\$4,000/t Li₂CO₃
(\$3,418 net of K₂SO₃ credits)

Pre-tax

NPV8 of **\$1.25B**

NPV0 of **\$3.4B**

(based on \$11,000/t Li₂CO₃)

Post Tax

NPV8 of **\$802M**

NPV0 of **\$2.37B**

(based on \$11,000/t Li₂CO₃)

Pre-tax IRR

26%

Post-tax IRR

21%

Simple Payback Stage 1

4 years

K₂SO₃ production

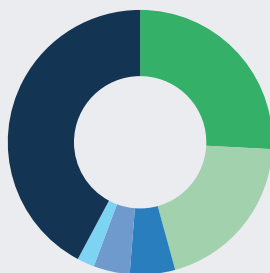
Up to **30,000 tpa**



ADDITIONAL INVESTMENT: Zinnwald Lithium plc.

- 44% equity investment in Zinnwald Lithium PLC (m/c ~£15m)
- 35km from Dresden on the Czech Republic border in an historic granite hosted Sn/W/Li belt
- Historically mined for tin, tungsten and lithium over the past 300 years
- NI 43-101 FS confirmed strong economic potential:
 - NPV of €428 million; Pre-tax IRR of 27.4%; Average LOM annual EBITDA €58.5 million
- Total Mineral Reserves (Proven and Probable) of 31.20 million tonnes of ore at a grade of 3,004 ppm containing 94 kt of contained lithium

MAJOR SHAREHOLDERS



GanfengLithium (25.83%)

M&G Investment Funds (19.90%)

Hanwa Co., LTD (5.53%)

Igneous Capital Limited (4.43%)

D&A Income Limited (2.12%)

Other (42.19%)

BACANORA
lithium

Bacanora Lithium plc

Peter Secker

Janet Blas

E: info@bacanoralithium.com

www.bacanoralithium.com

Financial PR

Tavistock

Jos Simson | Emily Moss

T: +44 (0) 20 7920 3150

www.tavistock.co.uk