

## **KANGANKUNDE ACQUISITION**

### **FIRST TRANCHE PAYMENT COMPLETED**

Lindian Resources Limited (ASX: LIN) (**Lindian** or **the Company**) is pleased to confirm that it has completed the first tranche payment in accordance with the agreed terms to acquire a 100% interest in Rift Valley Resource Developments Limited (Rift Valley) - a Malawi company that owns the globally significant Kangankunde Rare Earths Project (the Kangankunde Project).

The amount of US\$2.5m (Tranche 1) constitutes a non-refundable deposit, payable to the vendors as all legal and regulatory requirements in Malawi have now been complied with. The payment was made in accordance with Sale Agreement terms (*refer ASX Announcement 1 August 2022*) with the acquisition subject to Lindian shareholder approval.

The Tranche 1 payment marks another important step forward for the Company and its development plans for Kangankunde. It is the first of four tranche payments totalling US\$30m, with a further US\$27.5 million payable in three tranches within 48 months from the Signature Date.

The parties have appointed an escrow agent to hold all of the shares in Rift Valley, pending the payment of the purchase price by Lindian. Lindian has the right, but not the obligation, to make the remaining payments sooner, in order to accelerate the acquisition of 100% of Rift Valley.

**Lindian Chairman, Asimwe Kabunga said:** *“This first tranche payment is an important milestone for Lindian, following a multi-year period of engagement with key stakeholders to secure 100% of the Kangankunde Rare Earths Project. With the formal completion of the Tranche 1 payment, Lindian has demonstrated its ability to execute on a successful acquisition through long-term negotiations that balance the objectives and requirements of the vendors, project investors, regulators, policy makers and community representatives. As advised, the transaction remains subject to shareholder approval, while we look forward to updating the market with our ongoing development plans at Kangankunde - widely regarded as one of the most mineral-rich rare earths deposits in the world.”*

**This ASX announcement was authorised for release by the Lindian Board.**

**For further information, please contact:**

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