

LINDIAN SECURES \$9.0M PRIVATE PLACEMENT AT 26 CENTS PER SHARE

- Commitments received for non-brokered placement of \$9.0 million at 26 cents per Share, a ~10.5% premium to Lindian's last closing price of 23.5c on 24 March 2023
- ~32.7M fully paid ordinary shares to be issued to two new investors, one investing \$7.5 million and the other \$1 million, for a total of \$8.5 million
- \$500,000 investment commitment received from Executive Chairman Asimwe Kabunga, on same terms and conditions, subject to shareholder approval
- Funds will be deployed to commence acquisition of key equipment and long lead time items for the Stage 1 concentrate processing plant at the fully permitted Kangankunde Rare Earths Project in Malawi, and working capital
- Lindian has received significant interest from rare earths industry participants interested in funding Kangankunde's future development and in securing off-take, with parties undertaking site visits
- Phase 2 drilling program at Kangankunde to commence shortly and metallurgical test work continues with results expected soon

Lindian Resources Limited (ASX:**LIN**) ('**Lindian**' or the '**Company**') is pleased to confirm that it has received commitments for a private placement of \$8.5 million (before costs) through a non-brokered private placement of 32,692,307 new fully paid ordinary shares at A\$0.26 per share ('Placement').

The commitments received are from two new investors with one investing \$7.5 million and the other \$1 million. In connection with the Placement, the Company will also issue a total of 16,346,153 unlisted options exercisable at \$0.35 per share and expiring three years from the date of issue to the Placement participants, on the basis of 1 Option for every 2 new Shares subscribed for under the Placement.

In addition, the Company has received a binding commitment from Executive Chairman Asimwe Kabunga for an additional \$500,000 investment on the same terms and conditions, subject to shareholder approval, taking the total Placement value to \$9.0 million.

Lindian is rapidly progressing its plans for a Stage 1 Rare Earths concentrate processing facility at its fully permitted, Kangankunde Rare Earths project in Malawi. This Placement will allow the Company to fast-track the securing of key equipment and long lead time items that underpin the Company's plan of Stage 1 being operational during 2024. A more comprehensive update on Stage 1 will be provided in due course.

Lindian also confirms that it has has received significant interest from rare earths industry participants interested in participating in the Project including funding and off-take, which has included hosting participants at site keen to view first-hand the scale of the project and the unique high-grade, non-radioactive mineralisation. The interest is not yet subject of any formal agreement and there is no guarantee of a formal agreement. Lindian will update the market further at the appropriate time.



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Lindian Executive Chairman Asimwe Kabunga stated: "Lindian has been able to secure funds from two supportive new investors on exceptionally favourable terms. This Placement is at a healthy premium to the last closing price of our shares and reflects the appeal of the Kangankunde asset and its status as one of the world's most outstanding rare earths projects.

I am extremely pleased at the progress we are making and the encouragement we have received for Lindian's plans to become the world's leading rare earths mine operator as further demonstrated by this Placement.

I am also pleased to confirm that we are making very good headway sourcing capital to fully fund the planned Stage 1 concentrate processing facility through to first revenue, as well as project acquisition costs and predevelopment works for mine development. Parties have conducted site visits as part of this process and we are encouraged by the level of interest from industry participants, financiers and off-takers. We are being diligent and considered to ensure that we secure the most non-dilutive deal for shareholders and the best outcome for all stakeholders, most importantly the local community and the government of Malawi."

Chief Executive Officer Alistair Stephens added: "This funding allows the Company to complete our drill programs, metallurgical testwork and resource statement that will underpin Kangankunde's status as one of the largest rare earths projects in the world, unique for its scale, grade and non-radioactivity. Concurrently, we are rapidly advancing the Stage 1 Rare Earths concentrate processing plant which we expect will deliver significant revenue and act as the feasibility program for development of the much larger Stage 2 expansion. In this context, Lindian is uniquely placed and we look forward to providing more details on our development programs as we rapidly advance towards first production.

On behalf of the Company and its management I would also like to thank our major shareholder and Chairman Asimwe Kabunga for his ongoing financial support and strategic leadership."

Project Development Update

With respect to the current works program, the Phase 1 drilling program is nearing its conclusion with assays pending from the remaining ~45 holes including those holes drilled in an area of the carbonatite that was identified historically as having the highest grades. Phase 2 of the Drill Program consisting of two, 1,000-metre core drill holes designed to test the continuity of the mineralization below 300 metres and is expected to commence immediately following Easter break.

As previously advised, metallurgical test work results are due to be reported in the very near term. Assays from the remaining Phase 1 drilling and the two, 1,000 metre core drill holes, metallurgy and Stage 1 project development updates will ensure that there is expected to be consistent news flow through to the delivery of the maiden Mineral Resource Estimate next quarter and through to the end of CY2023.

Details of The Placement

The Placement at \$0.26 per share is at a ~10.5% premium to the last closing price of LIN shares on 24 March 2023, being the last trading day prior to the announcement of this Placement.

Pursuant to the Placement, Lindian, will issue 32,692,307 Shares at an issue price of \$0.26 (ie, 26 cents) to raise \$8.5 million before costs. Completion of the Placement is expected to occur by Friday, 31 March 2023, with trading of the new Shares expected to occur the following business day.

In addition, the participants in the Placement will be issued with a total of 16,346,153 unlisted options exercisable at \$0.35 per share and expiring three years from the date of issue.

Shares to be issued under this Placement are to be issued pursuant to Lindian's available capacity under ASX Listing Rule 7.1A. Options to be issued in connection with this Placement are to be issued pursuant to Lindian's available capacity under ASX Listing Rule 7.1.



The funds being raised pursuant to this Placement will primarily be used to purchase key equipment and long lead items for the Stage 1 concentrate processing plant, which the Company expects to be operational during 2024.

In addition, the Company has received a binding commitment from Executive Chairman Asimwe Kabunga for an additional \$500,000 investment on the same terms and conditions, subject to shareholder approval. Issue of any Shares and Options to the Executive Chairman will occur, subject to shareholder approval, on a subsequent date to be advised.

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

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Forward Looking Statements

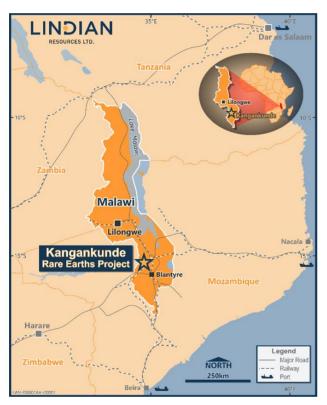
This announcement may include forward-looking statements, based on Lindian's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Lindian, which could cause actual results to differ materially from such statements. Lindian makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of the announcement.



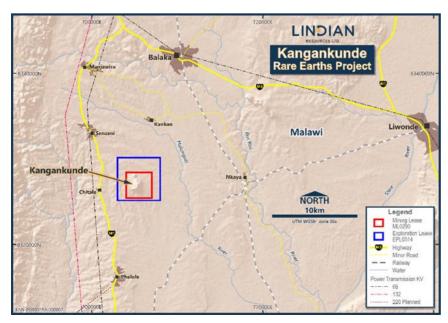
About Lindian

RARE EARTHS

Limited and its 100% owned title to Exploration Licence EPL0514/18R and Mining Licence MML0290/22 (refer ASX announcement ASX:LIN dated 1 August 2022) issued under the Malawi Mines and Minerals Act 2018. The Exploration and Mining Licences have an Environmental and Social Impact Assessment Licence No.2:10:16 issued under the Malawi Environmental Management Act No. 19 of 2017. The Kangankunde Project, located within MML0290, has been subject to significant historic exploration by Lonrho Plc (Lonrho) in the 1970's and the French geoscience Bureau de Récherches Géologiques et Minières (BRGM) in the 1990's. The project has an underground adit (a horizontal drive with cross cuts extending at least 300 metre underground) and exploration sampling by trenching and drilling has identified significant non-radioactive monazite mineralisation over a footprint of at least 800m by 800m.



Malawi is a country in southern and eastern Africa that parallels the great Lake Malawi, the 5th largest freshwater lake in the world that fills part of the massive rift valley of the Africa continent. Malawi is a peaceful country known ubiquitously as "the warm heart of Africa", with a government and legal system emanated from the English Westminster system (from colonial rule up to 1964). The Malawi economy is currently heavily reliant on agriculture, a small manufacturing sector and foreign aid. Over 80% of Malawians living in rural areas are engaged in traditional subsistence agriculture. The mining industry in Malawi is in its infancy with a new Mining Act introduced in 2019 expected to forge the way for significant expansion and growth. Having seen the impact of mining in neighbouring countries, the Malawi Government has placed mining as the primary growth sector to diversify the Malawi economy and improve living conditions for its people. A growing mining industry is the central plank of the current President's plans for employment. Significant mineral endowment exists in the form of rare earths, uranium, niobium, tantalum, and graphite in a country substantially underexplored.



Kangankunde is located 90 kilometres north of the city of Blantyre, the main economic and commercial centre in Malawi. The town of Balaka, 15 kilometres to the north of Kangankunde, a regional trade centre, has a population of about 36,000 people. The project is located close to the main M1 highway, rail lines to ports and high voltage transmission lines.



Tenure and licences

Lindian Resources Limited will progressively acquire 100% of Malawian registered Rift Valley Resource Developments Limited and its 100% owned title to Exploration Licence EPL0514/18R and Mining Licence MML0290/22 (refer ASX announcement ASX:LIN dated 1 August 2022) issued under the Malawi Mines and Minerals Act 2018. The Exploration and Mining Licences have an Environmental and Social Impact Assessment Licence No.2:10:16 issued under the Malawi Environmental Management Act No. 19 of 2017.



BAUXITE

Lindian Resources Limited has over 1 billion tonnes of **Bauxite** resources (refer company website for access to resources statements and competent persons statements) in Guinea with the Gaoual, Lelouma and Woula projects. Guinean bauxite is known as the premier bauxite location in the world, having high grade and low impurities premium quality bauxite.

Guinea is a country in western Africa located on the Atlantic coast. Most of the country has a humid tropical climate. Its topography varies from coastal plains to inland mountains that account for about 60 per cent of the land area. Several of West Africa's major rivers, in particular the Niger, Senegal and Gambia, all originate from these highlands, making Guinea the 'water tower" of West Africa. Its developing mixed economy is based on agriculture, mining, and trade. Over 80% of its population of ~12 million people are engaged in agriculture. Major crops include rice, bananas, cashews, cocoa and coffee. Its Atlantic shoreline supports a large-scale fishing industry and has developed large commercial harbors, such as Conakry and Kamsar. Guinea is endowed with huge deposits of mineral resources. It has extremely large high-quality deposits of bauxite (nearly one-third of the world's total bauxite resources) and iron ore and is a gold and diamond producer. Mining currently contributes 25% of Guinea's GDP. Thanks to these mineral resources, Guinea has the potential of being one of Africa's richest countries. Guinea, under the name French Guinea, was a part of French West Africa achieved independence in 1958. It remained relatively stable politically until the 1990s when Guinea accommodated several hundred thousand war refugees from neighbouring Liberia and Sierra Leone, and since this time conflicts between those countries and Guinea have continued to flare up over the refugee population since. Recently in September 2021, Lt Col Doumouya, the commander of country's special forces, overthrew the President in a military coup; establishing a National Committee of Reconciliation and Development with himself as chairman, ordering the release of political prisoners, and announcing an 18-month transition to democracy. In recent months, despite the current complex political landscape, tensions in the country have settled and life in Guinea has returned to normality.