ASX ANNOUNCEMENT

Consolidation of Kali's Pilbara Assets

Kali Metals Limited (**ASX: KM1**) (**"Kali"** or **"the Company"**) is pleased to advise that it has entered into a binding agreement to acquire SQM Australia Pty Ltd's ("**SQM**") 30% equity interest in the DOM's Hill and Pear Creek Project in the Pilbara Region of WA. The transaction consolidates Kali's Pilbara portfolio and provides the foundation for precious and base metal exploration as a 100% owner of these projects.

Highlights

- Kali to acquire SQM's 30% project equity in both the DOM's Hill and Pear Creek Projects, bringing both under Kali's complete control.
- The consolidation builds on Kali's Marble Bar Gold Project, which was previously subject to a 30% equity interest in favour of SQM which, during the re-structure of the Kali Metals – SQM Option and Earn-in Agreement[1], was returned to Kali.
- The terms of the acquisition are as follows:
    - A cash payment of $60,000 on settlement, sourced from existing cash reserves
    - A payment of $140,000 in Kali shares on settlement at a 10-day VWAP prior to and including the execution date (subject to voluntary escrow for 12 months from the issue date)
    - A 1.5% NSR royalty on metals produced
- Whilst the acquisition ends the lithium focused Option and Earn-in Agreement between Kali and SQM, Kali welcomes SQM onto the Kali register.
- Kali is of the view that whilst historical gold and copper mineralisation has already been identified[2], the tenement package remains under-explored for these opportunities.
- Completion of the agreement is conditional only on the receipt of certain transfer forms in respect of the 30% interest registered to Kalamazoo Resources Limited, which is expected to be satisfied shortly. Kalamazoo holds the 30% interest in trust on behalf of SQM.

Managing Director, Paul Adams, commented:

"Kali is very pleased to have reached this agreement with our long-standing Pilbara exploration partner, SQM and we are particularly pleased to welcome SQM as a shareholder".

"The DOM's Hill and Pear Creek Projects were originally prospective for gold and base metals before being included in the SQM Option and Earn in Agreement. Now that this Agreement has come to a close, we are ready to follow up on the gold and base metal opportunities previously identified, in a vastly improved metal price environment".

"Kali now has the ability to leverage the considerable technical knowledge gained over the last four years into exploration for gold and base metals, dovetailing into the gold exploration program at our nearby Marble Bar Gold Project".

Authorised for release by the Board of Kali Metals Limited.

For further information please contact:

Paul Adams
Managing Director
E admin@kalimetals.com.au

Andrew Willis
Investor & Media Relations
E awillis@nwrcommunications.com.au

1. KM1 ASX Announcement 7 October, 2024
2. KZR ASX Announcement 6 October, 2017

About Kali Metals Limited

Kali Metals' (ASX: KM1) portfolio of assets cover 4,029km^2 of exploration tenure prospective for gold, lithium and critical minerals, located in WA (including the Pilbara and Eastern Yilgarn) and the Southern Lachlan Fold Belt (in NSW and Victoria).

Kali Metals has a team of well credentialed professionals who are focused on exploring and developing commercial resources and identifying new strategic assets to add to the portfolio. Kali Metals has a number of prospective gold, lithium and tin Projects within its existing tenure and is committed to generating shareholder value through exploration and development of these assets.

Forward Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Kali's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential", "should," and similar expressions are forward-looking statements. Although Kali believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties, and no assurance can be given that actual results will be consistent with these forward-looking statements.

Annexure A – DOM's Hill and Pear Creek Tenements

E45/4722-I	E45/3856-I
E45/4887	E45/4616-I
E45/4919	E45/5813
E45/5146	E45/6457
E45/6646	
E45/6647	