

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

EUROZ

Analyst	Date	Price Target
Andrew Clayton	31 st August 2020	\$0.27/sh

Morila Acquisition – A company maker

Key points

- Mali Lithium Ltd ('MLL') is acquiring an 80% interest in Morila from Barrick and AngloGold for between US\$22 – US\$27m.
- Morila, located in Mali, has produced >7.4moz over the past 20yrs.
- It is currently producing ~ 50koz pa from tailings processing. This is expected to cease in May'21.
- The tailings operation is forecast to produce ~ 26.3koz from Nov'20 to ~ May'21 and generate ~ US17m of after tax cash should the deal close at the end of Oct'20 as anticipated.
- A current inferred resource of 1.3moz @ 1.26 g/t Au sits below the existing Morila pit (within a US\$1,250/oz pit shell).
- Acquisition includes a 4.5-5.0mtpa CIL plant with all the associated infrastructure. Estimated replacement value of >US\$300m.
- Acquisition cost of US\$24 per resource oz (assume mid point) is well below the average of recent transactions @ ~US\$82/oz.
- If you net of the expected cashflow it reduces the acquisition cost to ~US\$7/oz – an outstanding deal.
- Applying average transaction cost per resource oz (US\$/oz) implies a share price of >\$0.35/sh without any value on the infrastructure.
- Mining at Morila ceased in 2010 except for a limited cut back in 2014. Three satellite open pits were mined in 2019 and extensive mineralisation drilled outside the Morila.
- MLL's strategy is to simple;
 - Continue tailings operations and use cashflow to fund confirmatory, infill and extensional drilling of Morilla and its satellite deposits.
 - If successful, continue production through restart of satellite pits and longer term re start mining at Morila.
- Goulamina Lithium asset has a rsc of 109mt @ 1.45% Li₂O. DFS due in two months. We value this asset at \$26m based on average share price in the past year. Peak market value of >\$100m in Jan'17.
- Recent unrest in Mali with the President resigning and dissolving parliament has impacted sentiment. Mining companies remain unaffected but the situation is fluid.
- We have a conservative valuation of \$0.27/sh based on a A\$62 per resource oz metric for the current 1.3moz rsc, plus operating CF from current production.
- We initiate coverage with Speculative Buy and a Price Target of \$0.27/sh. We think this is an outstanding opportunity for MLL. Buying an asset of a major is often highly accretive and transformational for juniors – think NST. Ultimately, if MLL becomes a mid cap gold producer then a >\$300m valuation is possible.

Mali Lithium Limited	Year End 30 June	
Share Price	\$0.17	A\$/sh
Issued Capital		
Fully paid Ord	317	m
Opt @ \$0.15/sh	32.9	m
opts @ \$0.40/sh	2	m
Total Dil FP Ord	351.9	m
Market Capitalisation	\$54	m
Enterprise Value	\$52	m
Cash	\$2	m
Debt	\$0	m
Year Low - Hi	\$0.04 - \$0.19	
Avg Daily volume	0.4m/day	

Directors

A. Cowden	Ex Chairman
M.Hepburn	NE Dir
B.Borg	NE Dir
E.Hughes	CFO and Co Sec

Major Shareholders

Top 20	36%
Board and Mgt	4%

Company Details

Ph: (08) 6149 6100
 18/100 - 104 Railway Rd, Subiaco WA 6008
www.malilithium.com/

Share Price Chart



Disclaimer

Mali Lithium Limited has retained Euroz to advise on financing the acquisition and provision of working capital. Euroz Securities will receive a fee for these services.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Transaction

MLL has executed a binding agreement to acquire 100% shares of Morila Ltd, a Jersey registered company (Jersey Co) from Barrick and AngloGold. Jersey Co holds the AngloGold and Barrick 80% interest in Morila SA.

- Consideration payable is - US\$22 and US\$27m (A\$31-\$38m) subject to adjustment at closing depending on the closing balance of tax credits in Morila SA.
- It is anticipated that these tax credits will be available to offset future VAT and corporate tax payments.
- MLL is required to pay a US\$1m non refundable deposit prior to 20th of Sept'20, this will be offset against the final consideration payable.
- Morila SA will have the liabilities for the eventual closure cost of the mine and rehabilitation of the site and any statutory entitlements of its workforce.
- These liabilities are estimated at US\$6-8m if the mine was closed today. However, if mine life is materially increased those liabilities may be larger at the time of closure. These liabilities were reflected in the acquisition price.

Conditions precedent to closing the transaction are shareholder approval and securing acquisition finance. In addition, a further condition is that the transaction will be acknowledged without objection by the Government of Mali. Prior to the current instability, the transaction had been notified and discussed with mining authorities in Mali. The Vendors can waive this condition at their discretion, but only if, after the Company meets other conditions precedent.

Both parties are targeting closing of the transaction before Oct'31, 2020.

Executive Summary

Mali Lithium Ltd ('MLL') has been operating in Mali since 2011. It was an active gold explorer with its key focus on the Massigui gold project located ~ 50km to the north of Morila. It defined a modest resource of ~ 250koz which was insufficient for a stand-alone operation and subsequently entered in a toll treating/royalty agreement with Morila. This relationship lasted 7 yrs with shallow oxide ore from two deposits, Viper and N'Tolia treated at the mine.

In 2016, MLL acquired 100% of the Bougouni Lithium Project in Southern Mali. Successive drill programs culminated in a maiden resource estimate of 15.5mt @ 1.48% Li₂O. In Jan'17, MLL received an offer to acquire Goulamina for \$107.5m in cash, this was subsequently terminated three weeks later. In Sept'17 a PFS with five different scenarios delivered an NPV10 ranging from \$US\$85.6m to US\$637m with capex ranging from US\$86m to US\$412m. Further drilling increased the global rsc to 109mt @ 1.45% Li₂O with some 64.6mt in the Measured and Indicated category. A DFS is due shortly.

Due to their long standing relationship with the Morila Asset, MLL has been able to negotiate a stunning deal to acquire this asset for US\$22-27m. This asset has been in closure mode for many years and the Govt of Mali wants to see this operation continue.

MLL believe there is a high probability that production can be extended initially, through the development of previously mined satellite deposits (Domba, N'Tolia and Viper) and longer term dewater and cutback the large Morilla open pit.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

On all metrics it looks extremely cheap;

- Acquisition cost of US\$24/oz of rsc versus West African recent transaction avg of US\$28/oz
- Net of forecast CF of US\$17m reduces acquisition cost to US\$7/oz of rsc
- Fully operational 4.5mtpa mill with a replacement value of >US\$300m
- Outstanding exploration upside with near mine targets undrilled.
- Consolidates complementary tenement package to 685 sqkm.

MLL has a simple strategy to continue the tailings operations to generate ~ US\$1.5-2m in free cash per month and use this cashflow to drill both previous satellite deposits and the main Morila open pit with the aim of be in a position to continue production once the tailings finish. This will obviously require exploration success, however, the prize is significant with potential to become long life mid cap 130-150koz pa producer with all the necessary infrastructure in place.

We believe MLL has negotiated an outstanding deal to acquire this non core asset for US\$22m at a time of record US\$ gold prices. We believe if this asset was in a competitive bidding situation, a significantly higher price could have been achieved. Clearly, for Anglo/Barrick, the asset is non core and it's more important that its legacy, having operated for 20yrs, is protected. Barrick continues to operate in Mali at Loulo so government sensitivity would be a key priority.

Valuation

We have adopted a Sum Of The Parts (S-O-T-P) valuation for MLL which is outlined below

Asset Valuation	A\$m	A\$/sh
Morila (80%) Tailings CF	20	0.03
Morila (80%) Rem rsc @ \$62/oz	63	0.10
CIL 4.5mtpa Plant	45	0.07
Goulamina Lithium	26	0.04
Acquisition cost	-35	-0.06
Cash	2	0.00
Unpaid Cap(300m @ \$0.15/sh)	45	0.07
Total	166	0.27

We assume \$1.75m in cashflow per month from the tailings processing until the end of May'21 and use a discount rate of 8% and assign an 80% interest of this.

The current resource of 1.3moz or 1moz (attributable) is assigned a value of \$62/oz which is the average EV per resource oz of five companies exploring in West Africa. We note there are some companies with no defined resource with market capitalisation of \$100m or more.

We value Goulamina Li asset at \$26m which is value the market was ascribing to MLL as its key asset over the past year. Historically, the asset has been valued at >\$100m and it did receive a takeover bid valuing this asset at ~ \$100m in 2017.

We value the current 1.3moz Morila resource at \$62/oz (avg of West Africa transactions on a rsc/oz basis), net off the acquisition cost of US\$24.5m (mid point) and assumes \$45m will be raised at \$0.15/sh to fund the acquisition.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage



West Africa Gold Deals

In the past few years there has been a number of West African gold deals; some just buying the asset: Segula, Massawa, Mako and other acquiring the company; ERX.

Whilst relatively simplistic, EV/rsc oz is probably the best metric to evaluate the deal that MLL has done.

Target	Seller	Acquirer	Region	Status	Date	Transaction Value (US\$m)	Sale %	TV/Rsc	TV/Res	Resource (100%)			Reserve (100%)		
								(US\$/oz)	(US\$/oz)	Ore	Grade	Au (koz)	Ore	Grade	Au (koz)
Segula	Newcrest Mining	Roxgold	Cote D'ivoire	Completed	Feb 2019	100%	30	70	na	5.8	2.3	430	na	na	na
Toro Gold		Resolute Mining	Senegal	Completed	Jul 2019	100%	274	220	295	20.4	1.9	1,244	14.1	2.05	928
Massawa Gold Project	Barrick Gold	Teranga Gold	Senegal	Completed	Dec 2019	100%	430	119	165	29.3	4.0	3,610	20.9	3.94	2,600
Sadiola	Anglogold / IAMGOLD	Allied Gold	Mali	Pending	Dec 2019	82%	105	16	45	135.4	1.81	7,900	59.5	2	2,860
Namdini	Cardinal Resource	Norgold	Ghana	Pending	Jul 2020	100%	266	38	53	194	1.2	6,990	138.6	1.13	5,054
Toega Gold Project	B2Gold	West African Resources	Burkina Faso	Completed	Apr 2020	100%	45	40	na	17.53	2.01	1,130	na	na	na
Exore Resources	n/a	Perseus Mining	Cote D'ivoire	Pending	Jun 2020	100%	39	74	na	6.65	2.5	530	na	na	na
Morila Gold Mine	Barrick/ Anglogold	Mali Lithium	Mali	Pending	30-Sep	80%	24.5	24	557	32	1.26	1300	4.1	0.7	55
Mean								82	140						

The highest value deals per resource oz were the operating mine at Mako that was acquired by RSG @ >US\$200/oz and the Massawa transaction between Barrick Gold and Terranga Gold with the operating Sabodala mill 30km away @ US\$119/oz.

The most direct comparison is with Allied Gold Corporation who acquired the Sadiola operation from Anglo/IAMGold for US\$105m. This has a 4.9mtpa CIL plant that has been treating tailings for the past few years at a rate of 2mtpa @ 0.8 g/t Au producing ~ 50-55koz. Tailings were slated to be exhausted at end of Mar'20. The acquisition cost was US\$16/oz of resource and US\$45 per reserve oz. However, the bulk of the resource/reserve is sulphide ore that will require significant capital expenditure to become a mine. This deal has been delayed due to the political instability following the overthrow of the country's president.

The difference with MLL is it should generate net, after tax, cashflow of -US\$17m over the remainder of the tailings retreatment and if this is netted off the acquisition cost, MLL is acquiring 1.3moz rsc or 1moz attributable @ -US\$7/oz -an exceptional deal.

It is also worth noting that some of the deal were concluded when the US\$ Gold price was well below current prices. This makes the MLL transaction even more compelling.

If you apply the avg transaction per resource oz this would imply a A\$118m value plus the market value for Goulamina implies a >\$0.40/sh.

We also note that there are some companies operating in West Africa with significantly higher market capitalisation than MLL with no current defined resource - ie OKU, CHZ, PDI.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Africans Expl/Dev Company		Price A\$/sh	M Cap A\$m	Net Cash A\$m	EV A\$m	Resource koz	Reserve koz	EV:Rsc A\$/oz	EV:Rsv A\$/oz
Cardinal Reso Ltd	CDV	0.72	380	-33	413	6,990	5,100	59	81
Tietto Minerals	TIE	0.54	287	74	213	2,150	0	99	na
Orecorp Ltd	ORR	0.48	143	26	117	3,072	2,400	38	49
Oklo Resources Ltd	OKU	0.28	141	23	118	0	0	na	na
Chesser Resources	CHZ	0.19	74	8	66	0	0	na	na
Exore Resources Ltd	ERX	0.11	62	11	50	530	0	95	na
Predictive Disc Ltd	PDI	0.07	55	9	47	0	0	na	na
Mako Gold	MKG	0.12	31	14	17	0	0	na	na
Golden Rim Resources	GMR	0.01	24	2	23	1,400	0	16	na
Average								62	65

The long term Opportunity

The ultimate prize is for MLL to become a mid cap gold producer with annual production of 130-150koz pa. Whilst we acknowledge this will require lots of things to go right, MLL has all the building blocks in place to ultimately achieve this. Most importantly, it has an operating mill that removes much of the capex and time hurdle of developing an operation.

The strategy for MLL to achieve this is simple

- Continue tailings operation and generate cashflow
- Undertake resource estimates for Morila, Domba, Viper and N'Tiola pit and the Koting discovery
- Commence infill and extensional drilling at Morila and its satellites
- Complete ore reserve estimates, mine design and scheduling of production to determine capital and operating costs

If studies are successful, MLL will

- recommend open pit mining at satellite pits to potentially increase production and displace tailings production
- recommence open pit mining at Morila to further increase production.

In conjunction, MLL will explore already generated targets on both leases.

All going well, we believe that in Q1 CY'21, some of the satellite pits could be back in operation. Mining at Morila main pit will take longer with de watering, pit wall cut backs etc. This is probably more like a 9-12 month time post acquisition.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Current operations

Current operations consist of hydraulic mining and processing of tailings at a rate of ~5.5mtpa. The average grade is ~ 0.55-0.6 g/t Au. Recovery from the tailings averages between 50-60% to generate ~50koz pa.

The operations generate modest free cash of US\$1.5-2.0m per month at US\$1,700/oz and is slated to finish at the end of May'21. MLL estimate ~ 30koz will be produced from the closing of the transaction to the end of the tailings.

We forecast free after tax cashflow of ~US\$17m over this period.

Strategic and Valuable Infrastructure

The processing plant is a conventional Carbon in Leach ('CIL') facility and commenced operating in 2000 with a t'put of up to 4.5mtpa treating fresh rock. The plant was upgraded in 2004 when a secondary crusher was added to increase the t'put to the SAG mill and again in 2014 when the SAG mill was made redundant with the addition of tertiary crushing and screening.

The plant is the only processing plant for 200km and to replace this would be in the order of >US\$300m. For comparison, Perseus Mining Ltd is in the process of building the 3.5mtpa Yaoure plant for US\$265m.

Upon acquisition, the workforce is expected to number around 135 staff and up to 300 contractors, comprising operational, administrative, maintenance, security and support staff.



Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Morila Ore body

The majority of the Morila deposit lies 70-130m below surface where it comprises a relatively flat lying 300-400m wide and up to 100m thick zone of mineralisation with the main portion of the orebody related to the flat lying Morila Shear Zone.

The mine itself is one large open pit, some 1.1km long and 600m wide and - 210m deep. Some of the waste rock was placed in the pit. Tailings are deposited in the pit after retreatment and water levels are - 35km below the crest of the pit.

Morila has been closure mode for many years and the last completed resource estimate was completed a much lower gold prices (US\$400-\$700/oz) and constrained by economic pit designs at that time. (ie any mineralisation outside the economic pit not reported as resource).

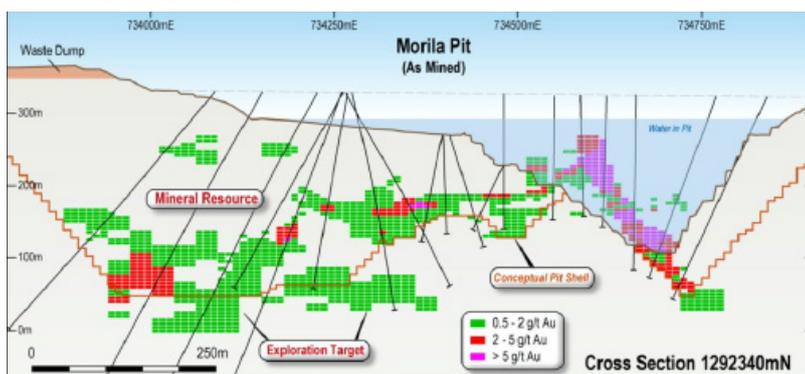
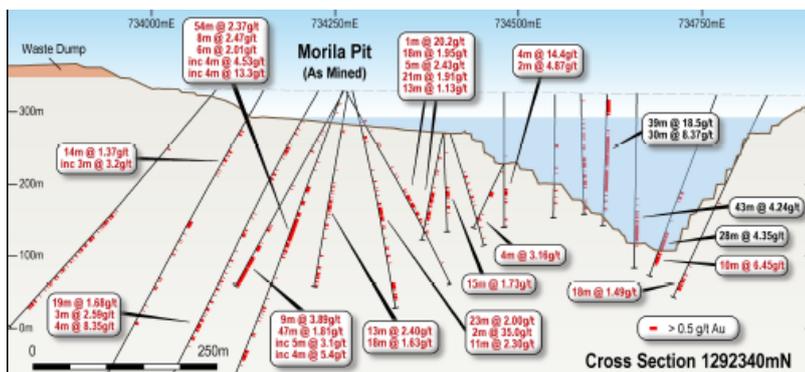
As expected, drilling has been extensive with some 238,000m of drilling comprising of;

- 574 Diamond holes for 118,000m of drilling
- 1,727 RC holes for 70,000m
- 50,000m of RAB drilling.

Drilling has intersected significant mineralisation below the Morila pit. Better intersections include;

- 54m @ 2.37 g/t Au from 178m
- 9m @ 8.37 g/t Au from 90m
- 19m @ 3.04 g/t Au from 135m
- 47m 1.18 g/t Au from 258m
- 13m @ 3.14 g/t Au from 177m

As evidenced by the cross sections below there is significant mineralisation below the current pits.

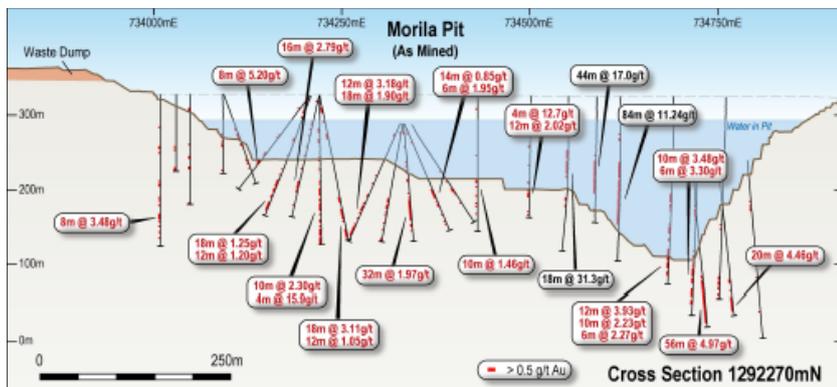


Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage



The last formal resource estimate for Morila was completed in 2008 and constrained within a US\$700/oz pit shell with a 0.7 g/t Au lower cut-off grade.

MLL has undertaken a review and validation of that Resource Estimate and build its own JORC 2012. resource model and estimation. For conservatism, MLL constrained the resource to within a conservative pit optimisation shell @ US\$1,250/oz and the total resource was classified as Inferred pending further data verification and modelling. A 0.5 g/t Au cut-off grade was used for this resource.

Category	Tonnes (Million tonnes)	Grade (g/t gold)	Contained Ounces Gold (Millions)
Inferred	32.0	1.26	1.30
Total	32.0	1.26	1.30

Key resource parameters include;

- Resource extends over a strike length of 1.2km and includes drilling up to 500m below surface
- Morila deposit was drilled out on 70m x 35m spacing initially with infill completed on 30m x 30m and further reduced to 20m x 20m spacing.
- Geological interpretations by Mine Geology and grade boundaries using a 0.7 g/t cut-off. These were then refined using Indicator Kriging to form shells from which the block model was created.
- A Datamine block model was used for the estimate with a block size of 1m x 10m by 5m, based on selective mining units (SMU's) in use during mining operations at Morila.

A resource update is underway to incorporate drilling outside current resource and update with current gold prices and for the other satellite pits and the Koting Discovery

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Potential Mining Re start

Depending on the results of the resource/reserve calculations MLL believes that open pit mining could commence from the Morila satellites in conjunction with the tailings processing. Approximately 110koz was mined from three satellite deposits in 2019, hence costs and logistics are well understood. Mineralisation remains open along strike and resource estimates are underway followed by reserves/mine designs.

MLL believes the best near term potential for a re-start of mining at Morila is at the western side of the current pit. Dewatering of the pit would be required, however, MLL would look a staged scenario to expose first benches with near surface ore and drilling access. First pass estimates suggest this would take 4-5 months with capital estimate of US\$3-4m.

Morila also has underground potential with numerous deep, high grade results have been returned including:

- 5m @ 31.5 g/t Au from 487m
- 4.4m @ 60.3 g/t Au from 396m
- 35m @ 2.96 g/t Au from 445m

A resource estimates is also planned on this deeper mineralisation in due course.

In addition, MLL has made four discoveries on its Massingui project and all require follow up drilling. Koting reported 4m @ 11.1 g/t Au from 100m, 12m @ 8.92 g/t Au from 63m.

Longer term potential

Our valuation factors none of the above scenario and assumes just the tailings are treated and a nominal value for the remaining resource and infrastructure acquired.

If sufficient reserves are defined then from the satellites deposits on the Morila ground, at a historical grade of 1.2-1.4 g/t this material would displace the tailings and could see production increase to ~ 70-80koz pa.

Longer term, if the economics justified a cut back at Morila to mined the ore beneath the pit, this could result in production of ~ 130-150koz pa at ~ 4.5mtpa scenario. This will require significant more work and drilling but there is potential to de water and gain access to areas of the pit in a staged approach.

With little exploration work done in the past ten years there is a huge opportunity for MLL to follow up numerous targets previously generated and working under a different gold price environment.

About Mali

Mali is a large country in West Africa, 1.24 sqkm with a population of 20 million, of which 67% are below the age of 25. Mali is a secular stat with 90% of the population following Islam. The country is a democracy reliant on agriculture and minerals. Cotton, rice and millet are major export crops.

Mali is Africa's third largest gold producer with a number of global miners operating in Mali including Barrick, Endeavour, B2Gold, Resoult and AngloGold. Most of the mines, including Morila, are located in southern Mali. It has an established Mining Code and is a member of the West African Economic and Monetary Union (WAEMU) and uses the West African CFA Franc. It has a corporate tax rate of 30% of the Fiscal Result, or 0.75% (1% for the company under the 2012 Mining Code) of the Company's Turnover (Income); the highest amount is paid as corporate tax. Mali has a 6% royalty on gold production.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Recent Events in Mali

In mid August'20, Mali's president, Ibrahim Boubacar Keita, resigned and dissolved the country's government and parliament after being detained by soldiers.

The military coup appears reminiscent of a similar mutiny in 2012, when mid ranking soldiers were concerned about the inability of senior commanders to stop jihadists and Tuareg rebels taking control in northern Mali. In this case, media reports suggest there appears to be concern around perceived corruption, mismanagement of the economy and a dispute over legislative elections among the general population.

At this stage there has been no blood shed and a civil political transition leading to credible general elections is underway. This is different to the 2012 coup.

At this stage, mining companies' operations remain unaffected but there is no doubt sentiment has taken a hit. Companies operating in Mali (RSG, Hummingbird, OKU) were sold down 10-20% on the news but have recovered to a certain extent since then.

Unfortunately, political risk will be an issue in West Africa and its ultimately the ability of the individual company to manage this risk. Mali has no history of nationalisation of mining assets but has had tax disputes with mining companies in the past.

Directors

Dr Alistair Cowden - Executive Chairman

Alistair has more than 35yrs experience as a mining executive, director and geologist in the mining industry in Australia, Africa, Asia and Europe. He has founded eight public companies including Altona Mining, of which he was Managing Director until it was acquired by Copper Mountain Corporation in 2018 in a \$250m transaction.

Mark Hepburn - Non- Executive Director

Mark is a Corporate and Financial Markets Executive with over 28yrs experience in a range of management and board positions for Institutional Stockbroking and Derivatives Trading desks for major Financial institutions. He has also worked as a corporate executive within mining companies.

Brendan Borg- Non Executive Director

Brendan is a consultant geologist who has specialised in the 'battery materials' sector including lithium, graphite and cobalt mineralisation, participating in numerous successful projects, in an investment and/or operational capacity.

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Mali Lithium Limited

(MLL \$0.17) Speculative Buy - Initiation of Coverage

Directors Shareholdings

	Shares	Listed options	Unlisted Options
A. Cowden Ex Charm	2,500,000	750,000	
M. Hepburn - NE Dir	750,000	75,000	2,000,000
B. Borg - NE Dir	10,750,000	1,075,000	

Top 20 Shareholders

Rank	Shareholder	Shares (m)	Held (%)
1	Brendan Borg	10.8	3.39
2	James Fraser	10.7	3.37
3	Capital DI Limited	9.5	2.99
4	Phillip Perry	9.5	2.99
5	Mem Pty Ltd	8.1	2.54
6	Borg Geoscience Pty Ltd	5.6	1.77
7	Ming Yiu Ko	4	1.26
8	Day Livin Pty Ltd	3.8	1.20
9	Andrew Christie	3.5	1.09
10	Erin Borg	2.6	0.81
11	Alistair Cowden	2.5	0.79
12	Dyzy Family trust	2.5	0.79
13	Power Industries Pty Ltd.	2.5	0.79
14	Tetyana Perry	2.2	0.70
15	Andrew Taylor	2.2	0.69
16	Chitradevi Andy	1.1	0.36
17	Rajan Pandian	1.1	0.36
18	Mark Hepburn	0.8	0.24
19	Christopher Evans	0.4	0.12
20	Noel O'Brien	0.1	0.04
	Total	83.4	26.3

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.

Disclaimer

Copyright & Distribution

The material contained in this communication (and all attachments) is prepared for the exclusive use of clients of Euroz Securities Ltd (ACN 089 314 983) ("Euroz") only. Euroz is the holder of an Australian Financial Services Licence (AFSL 243302) issued by the Australian Securities and Investments Commission ("ASIC") and is a participant of the Australian Securities Exchange Group ("ASX Group").

The information contained herein is confidential and may be legally privileged. If you are not the intended recipient no confidentiality is lost nor privilege waived by your receipt of it. Please delete and destroy all copies, and contact Euroz on (+618) 9488 1400. You should not use, copy, disclose or distribute this information without the express written authority of Euroz.

Disclaimer & Disclosure

Euroz and its associates declare that they deal in securities as part of their securities business and consequently may have a relevant interest in the securities recommended herein (if any). This may include providing equity capital market services to their issuing company, hold a position in the securities, acting as principal or agent, or make a market therein and as such may effect transactions not consistent with the recommendation (if any) in this report.

Euroz declares that it may have acted as an underwriter, arranger, co-arranger or advisor in equity capital raisings, and will have received a fee for its services, for any company mentioned within this report during the last 12 months.

You should not act on any recommendation issued by Euroz without first consulting your investment advisor in order to ascertain whether the recommendation (if any) is appropriate, having regard to your investment objectives, financial situation and particular needs. Nothing in this report shall be construed as a solicitation to buy or sell a security, or to engage in or refrain from engaging in any transaction.

Euroz believes that the information and advice contained herein is correct at the time of compilation, however we make no representation or warranty that it is accurate, complete, reliable or up to date, nor do we accept any obligation to correct or update the opinions in it. The opinions expressed are subject to change without notice. No member of Euroz accepts any liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this material.

We cannot guarantee that the integrity of this communication has been maintained, is free from errors, virus interception or interference.

Analyst Certification

We hereby certify that all of the views expressed in this report accurately reflect our personal views about the subject company or companies and its or their securities.

No part of our compensation was, is or will be directly or indirectly, related to the specific recommendations or views expressed by the authoring analyst in this research.

Contact Details

Euroz Securities Limited +61 8 9488 1400

Research Analysts

Jon Bishop - Head of Research	+61 8 9488 1481
Andrew Clayton - Resources Analyst	+61 8 9488 1427
Steven Clark - Resources Analyst	+61 8 9488 1430
Gavin Allen - Industrials Analyst	+61 8 9488 1413
Harry Stevenson - Industrials Analyst	+61 8 9488 1429
Seth Lizee - Associate Research Analyst	+61 8 9488 1414

Institutional Sales

Andrew McKenzie - Executive Chairman	+61 8 9488 1407
Rob Black - Managing Director	+61 8 9488 1423
Jay Hughes - Executive Director	+61 8 9488 1406
Russell Kane - Executive Director	+61 8 9488 1426
Simon Yeo - Executive Director	+61 8 9488 1404
Timothy Bunney - Executive Director	+61 8 9488 1461
Peter Schwarzbach - Executive Director	+61 8 9488 1492
Stacy Kitsantas - Institutional Adviser	+61 8 9488 1486
Jayne Walsh - Institutional Adviser	+61 8 9488 1418

Private Client Advisers

Chris Webster - Head of Private Clients	+61 8 9488 1412
Ben Statham - Executive Director	+61 8 9488 1417
Brian Bates - Executive Director	+61 8 9346 0314
Cameron Murray - Executive Director	+61 8 9488 1440
James Mackie - Executive Director	+61 8 9488 1416
Lucas Robinson - Executive Director	+61 8 9488 1424
Ryan Stewart - Executive Director	+61 8 9488 1441
Tim Lyons - Executive Director	+61 8 9346 0324
Brett Stapleton - Associate Director	+61 8 9488 1435
Giles McCaw - Associate Director	+61 8 9488 1462
Michael Bowden - Associate Director	+61 8 9346 0307
Richard Gardner - Associate Director	+61 8 9488 1444
Paul Berson - Associate Director	+61 8 9346 0314
Paul Cooper - Associate Director	+61 8 9346 0316
Ian Harrison - Investment Adviser	+61 8 9488 1422
Lauren Walker - Investment Adviser	+61 8 9488 1495
Michael Bartley - Investment Adviser	+61 8 9346 0352
Tom Kenny - Investment Adviser	+61 8 9488 1431
Zac Vinten - Associate Adviser	+61 8 9488 1473
Laurence Grescos - Associate Adviser	+61 8 9488 1419
Katrina Ryan - Associate Adviser	+61 8 9488 1453
Brandon Oosthuizen - Associate Adviser	+61 8 9488 1471

Euroz Securities Limited

All information and advice is confidential and for the private information of the person to whom it is provided and is provided without any responsibility or liability on any account whatsoever on the part of Euroz Securities Limited or any member or employee thereof. Refer to full disclaimer at the end of this document.