

Target Market Determination

Made by: Premier1 Lithium Limited (ACN 637 198 531) (**Company**)

Effective Date: 12 November 2024

Product: Free-attaching options in connection with an entitlement offer and placement under a prospectus dated 12 November 2024

Important information about this document

This target market determination (**TMD**) has been prepared by the Company in relation to the following offers pursuant to the Company's prospectus (available at <https://premier1lithium.com.au/investors/asx-announcements/>) dated 12 November 2024

(Prospectus):

- (a) a non-renounceable pro-rata offer to Eligible Shareholders on the basis of five (5) New Shares for every six (6) Shares held on the Record Date at an issue price of \$0.008 per New Share, together with one (1) New Option for every three (3) New Shares subscribed for and issued;
- (b) an offer to Eligible Shareholders who have subscribed for their full Entitlement to apply for New Shares and New Options not subscribed for by other Eligible Shareholders pursuant to the Entitlement Offer at the same issue price and on the same terms as the Entitlement Offer;
- (c) an offer of approximately 8,728,705 Placement Options to Placement Participants, on the basis of one (1) Placement Option for every three (3) Placement Shares subscribed for and issued under the Placement; and
- (d) an offer of: (i) New Options to the Underwriter (or its nominee/s) in respect of any New Shares subscribed for in accordance with the Underwriting Agreement, on the basis of one (1) New Option for every three (3) New Shares subscribed for and issued; (ii) the Sub-Underwriter Options,

(collectively, the **Offers**).

Capitalised terms used, but not defined, in this TMD have the meaning ascribed to them in the Prospectus.

Any recipient of this TMD should carefully read and consider the Prospectus in full and consult their professional adviser if they have any questions regarding the contents of the Prospectus. Any recipient of this TMD who wants to acquire Quoted Options under the Offers will need to complete the Application Form. There is no cooling off period in respect of the issue of the Quoted Options. This TMD is not a disclosure document for the purposes of the Corporations Act, and therefore has not been lodged, and does not require lodgement, with ASIC.

This TMD does not take into account what you currently have, or what you want and need, for your financial future. It is important for you to consider these matters and read the Prospectus before you make an investment decision. The Company is not licensed to provide financial product advice in relation to the Quoted Options.

Details

TMD requirement	Determination
Investment Objective	<p>The Company expects that an investment in Quoted Options will be suitable to investors who wish to gain exposure to equities in a small/mid-cap minerals exploration company listed on the ASX.</p>
Investment Timeframe	<p>The target market of investors will take a short to medium term outlook on their investment. The Company will apply for quotation of the Quoted Options subject to compliance with the requirements of ASX and the ASX Listing Rules.</p> <p>To the extent the Quoted Options are quoted on ASX's official list, subject to any restriction or escrow arrangements imposed by ASX or under Australian securities laws, the Quoted Options will be freely transferable from the date of issue, subject to any restriction or escrow arrangements imposed by ASX or under Australian securities laws.</p> <p>However, investors (particularly those with a short-term outlook for their investment) should be aware that, to the extent the ASX conditions to quotation are not satisfied, the Quoted Options will be unquoted Options. Should that occur, the Quoted Options will not be transferable without the prior written approval of the Company.</p> <p>Option holders will also have an ability to exercise Quoted Options and trade the underlying Shares issued on exercise (irrespective of whether or not the options are quoted), however, investors should be aware that such a dealing is only likely to be commercially viable in the event the trading price of the Shares exceeds the exercise price of the Quoted Options both at the date of exercise and sale.</p> <p>Investors with a medium-term outlook will benefit from an ability to exercise Quoted Options within the approximately 3 year term of the Quoted Options and increase their shareholding and exposure to the potential upside in the Company's Shares into the future.</p> <p>Given the need to pay the exercise price in order to acquire the underlying Shares, investors in the target market are those who are in a financial position that is sufficient for them to invest their funds over approximately a 3 year time horizon, during which time their ability to liquidate their Quoted Options may be limited on exercise of the Quoted Options by the trading price of the underlying Shares.</p>
Investment Metrics	<p>While the Company does not have an established eligibility framework for investors based on metrics such as age, expected return or volatility, it is expected that the target market of investors will be able to withstand potential fluctuations in the value of their investment. The Quoted Options offer no guaranteed income or capital protection.</p>
Risk	<p>The Company considers that, while the issue price of the Quoted Options is free, an investment in the Company offered in connection with the Prospectus (for example, through the exercise of the Quoted Options) should be considered highly speculative, such that an</p>

TMD requirement	Determination
	<p>investment in the Company is not appropriate for an investor who would not be able to bear a loss of some or all of the investment. Investors should also have a sufficient level of financial literacy and resources (either alone or in conjunction with an appropriate adviser) to understand and appreciate the risks of investing in Quoted Options as an asset class generally and the more specific risks of investing in an Australian listed minerals exploration company.</p>
Distribution Conditions	<p>The Quoted Options are being offered to Eligible Shareholders who apply for New Shares under the Entitlement Offer and Top-Up Offer, to participants in the Placement under the Placement Options Offer and to the Underwriter and sub-underwriters under the Underwriter Options Offer.</p> <p>The Prospectus includes jurisdictional conditions on eligibility. The Company will also include on its web landing page for the Offers a copy of this TMD and require that persons accessing the page confirm that they meet the eligibility criteria of the expected target market outlined in this TMD.</p> <p>The Company considers that these distribution conditions will ensure that persons who invest in Quoted Options fall within the target market in circumstances where personal advice is not being provided to those persons by the Company.</p>
Review Triggers	<p>The Quoted Options are being offered for a limited offer period set out in the Prospectus, after the conclusion of which the Quoted Options will no longer be available for investment by way of issue. It follows that the TMD will only apply in the period up to the issue of the Quoted Options (Offer Period).</p> <p>To allow the Company to determine whether circumstances exist that indicate this TMD is no longer appropriate to the Quoted Options and should be reviewed, the following review triggers apply for the Offer Period:</p> <ul style="list-style-type: none"> a) a new offer of Quoted Options that requires preparation of a disclosure document is made after completion of the Offer Period; b) any event or circumstance that would materially change a factor taken into account in making this TMD; c) the existence of a significant dealing of the Quoted Options that is not consistent with this TMD. The Company does not consider that an on-sale of the Quoted Options on market is a significant dealing; d) ASIC raises concerns with the Company regarding the adequacy of the design or distribution of the Quoted Options or this TMD; and e) material changes to the regulatory environment that applies to an investment in the Quoted Options.

TMD requirement	Determination														
Review Period	<p>If a review trigger occurs during the Offer Period, the Company will undertake a review of the TMD in light of the review trigger.</p> <p>The Company will otherwise complete a review of the TMD immediately prior to the issue of Quoted Options under the Offer.</p>														
Information Reporting	<p>The reporting requirements of all distributors is set out in the table below:</p> <table border="1" data-bbox="584 533 1386 2018"> <thead> <tr> <th data-bbox="584 533 850 707">Reporting Requirement</th> <th data-bbox="850 533 1121 707">Period for reporting to the Company by the distributor</th> <th data-bbox="1121 533 1386 707">Information to be provided</th> </tr> </thead> <tbody> <tr> <td data-bbox="584 707 850 1218">Whether the distributor received complaints about the Quoted Options.</td> <td data-bbox="850 707 1121 1218"> <ul style="list-style-type: none"> For such time as the duration of the Offers (Offer Period) remains open, within 10 business days after the end of each quarter. Within 10 business days after the end of the Offer Period. </td> <td data-bbox="1121 707 1386 1218"> <ul style="list-style-type: none"> The number of complaints received. A summary of the nature of each complaint or a copy of each complaint. </td> </tr> <tr> <td data-bbox="584 1218 850 1608">A significant dealing of the Quoted Options that is not consistent with this TMD.</td> <td data-bbox="850 1218 1121 1608">As soon as reasonably practicable after the significant dealing occurs, but in any event no later than 10 business days after the significant dealing occurs.</td> <td data-bbox="1121 1218 1386 1608"> <ul style="list-style-type: none"> Details of the significant dealing. Reasons why the distributor considers that the significant dealing is not consistent with this TMD. </td> </tr> <tr> <td data-bbox="584 1608 850 2018">A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD.</td> <td data-bbox="850 1608 1121 2018">Within 10 business days after the end of the close of the Offer Period of Quoted Options (which will occur upon the date the Quoted Options are issued) in accordance with the Prospectus.</td> <td data-bbox="1121 1608 1386 2018">A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD.</td> </tr> </tbody> </table>			Reporting Requirement	Period for reporting to the Company by the distributor	Information to be provided	Whether the distributor received complaints about the Quoted Options.	<ul style="list-style-type: none"> For such time as the duration of the Offers (Offer Period) remains open, within 10 business days after the end of each quarter. Within 10 business days after the end of the Offer Period. 	<ul style="list-style-type: none"> The number of complaints received. A summary of the nature of each complaint or a copy of each complaint. 	A significant dealing of the Quoted Options that is not consistent with this TMD.	As soon as reasonably practicable after the significant dealing occurs, but in any event no later than 10 business days after the significant dealing occurs.	<ul style="list-style-type: none"> Details of the significant dealing. Reasons why the distributor considers that the significant dealing is not consistent with this TMD. 	A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD.	Within 10 business days after the end of the close of the Offer Period of Quoted Options (which will occur upon the date the Quoted Options are issued) in accordance with the Prospectus.	A summary of the steps taken by the distributor to ensure that its conduct was consistent with this TMD.
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Contact details

Contact details in respect of this TMD for the Company are:

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