Proposed issue of securities

Announcement Summary

Entity name
LAKE RESOURCES N.L.

Announcement Type
New announcement

Date of this announcement
2/9/2021

The Proposed issue is:
☞ A bonus issue

Total number of +securities proposed to be issued for a bonus issue

<table>
<thead>
<tr>
<th>ASX +security code</th>
<th>+Security description</th>
<th>Maximum Number of +securities to be issued</th>
</tr>
</thead>
<tbody>
<tr>
<td>New class-code to be confirmed</td>
<td>Options over ordinary shares exercise price $0.75 expiry date 15 June2022</td>
<td>110,416,119</td>
</tr>
</tbody>
</table>

Ex date
7/9/2021

+Record date
8/9/2021

+Issue date
9/9/2021

Refer to next page for full details of the announcement
Part 1 - Entity and announcement details

1.1 Name of Entity
LAKE RESOURCES N.L.

We (the entity named above) give ASX the following information about a proposed issue of securities and, if ASX agrees to quote any of the securities (including any rights) on a deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

If the securities are being offered under a disclosure document or PDS and are intended to be quoted on ASX, we also apply for quotation of all of the securities that may be issued under the disclosure document or PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of securities issued under the disclosure document or PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

1.2 Registered Number Type

<table>
<thead>
<tr>
<th>Registered Number Type</th>
<th>Registration Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>ABN</td>
<td>49079471980</td>
</tr>
</tbody>
</table>

1.3 ASX issuer code
LKE

1.4 The announcement is
☑ New announcement

1.5 Date of this announcement
2/9/2021

1.6 The Proposed issue is:
☑ A bonus issue
Part 2 - Details of proposed bonus issue

Part 2A - Conditions

2A.1 Do any external approvals need to be obtained or other conditions satisfied before the bonus issue can proceed on an unconditional basis?
☑️ No

Part 2B - Issue details

Class or classes of securities that will participate in the proposed issue and class or classes of securities proposed to be issued

ASX security code and description
LKE : ORDINARY FULLY PAID

Is the proposed security a 'New class' (securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?
☑️ New class

Will the proposed issue of this security include an offer of attaching securities?
☑️ No

If the entity has quoted company options, do the terms entitle option holders to participate on exercise?
☑️ No

Details of securities proposed to be issued

ISIN Code (if Issuer is a foreign company and securities are non CDIs)

Have you received confirmation from ASX that the terms of the proposed securities are appropriate and equitable under listing rule 6.1?
☑️ No

ASX security code
New class-code to be confirmed

+Security description
Options over ordinary shares exercise price $0.75 expiry date 15 June2022

+Security type
Options

Issue ratio (ratio to existing holdings at which the proposed securities will be issued)
The quantity of additional +securities to be issued: 1
For a given quantity of +securities held: 1

What will be done with fractional entitlements?
Maximum number of +securities proposed to be issued (subject to rounding): 110,416,119
Fractions rounded down to the nearest whole number or fractions disregarded

Will all the +securities issued in this class rank equally in all respects from their issue date? Yes

Options details

<table>
<thead>
<tr>
<th>+Security currency</th>
<th>Exercise price</th>
<th>Expiry date</th>
</tr>
</thead>
<tbody>
<tr>
<td>AUD - Australian Dollar</td>
<td>AUD 0.7500</td>
<td>15/6/2022</td>
</tr>
</tbody>
</table>

Details of the type of +security that will be issued if the option is exercised
LKE : ORDINARY FULLY PAID

Number of securities that will be issued if the option is exercised: 110,416,119

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.

Part 2C - Timetable

2C.1 +Record date
8/9/2021

2C.3 Ex date
7/9/2021

2C.4 Record date
8/9/2021

2C.5 +Issue date
9/9/2021
2C.6 Date trading starts on a normal T+2 basis
10/9/2021

2C.7 First settlement of trades conducted on a deferred settlement basis and on a normal T+2 basis
14/9/2021

Part 2D - Further Information

2D.1 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the bonus issue? ☒ No

2D.2 Countries in which the entity has security holders who will not be eligible to participate in the proposed bonus issue
Refer prospectus

2D.3 Will the entity be changing its dividend/distribution policy as a result of the proposed bonus issue?
☒ No

2D.4 Details of any material fees or costs to be incurred by the entity in connection with the proposed bonus issue
nil

2D.5 Any other information the entity wishes to provide about the proposed bonus issue
nil