Proposed issue of securities

Announcement Summary

Entity name
LAKE RESOURCES N.L.

Announcement Type
New announcement

Date of this announcement
22/8/2022

The Proposed issue is:
Ø A placement or other type of issue

Total number of +securities proposed to be issued for a placement or other type of 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>Unlisted options</td>
<td>1,500,000</td>
</tr>
</tbody>
</table>

Proposed +issue date
26/8/2022

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
ABN

1.3 ASX issuer code
LKE

1.4 The announcement is
☑ New announcement

1.5 Date of this announcement
22/8/2022

1.6 The Proposed issue is:
☑ A placement or other type of issue
**Part 7 - Details of proposed placement or other issue**

**Part 7A - Conditions**

7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?
- ☑ No

**Part 7B - Issue details**

<table>
<thead>
<tr>
<th>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)?</th>
<th>Will the proposed issue of this +security include an offer of attaching +securities?</th>
</tr>
</thead>
<tbody>
<tr>
<td>☑ New class</td>
<td>☑ No</td>
</tr>
</tbody>
</table>

**Details of +securities proposed to be issued**

<table>
<thead>
<tr>
<th>ISIN Code (if Issuer is a foreign company and +securities are non CDIs)</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?</td>
<td>Will the entity be seeking quotation of the 'new' class of +securities on ASX?</td>
</tr>
<tr>
<td>☑ No</td>
<td>☑ No</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>ASX +security code</th>
<th>+Security description</th>
</tr>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>+Security type</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Options</td>
<td></td>
</tr>
</tbody>
</table>

**Number of +securities proposed to be issued**

1,500,000

**Offer price details**

<table>
<thead>
<tr>
<th>Are the +securities proposed to be issued being issued for a cash consideration?</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>☑ No</td>
<td></td>
</tr>
</tbody>
</table>
Proposed issue of securities

Please describe the consideration being provided for the securities

Incentive for future performance

Please provide an estimate of the AUD equivalent of the consideration being provided for the securities

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 1.5000</td>
<td>22/8/2025</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

1500000

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.

With exception of exercise price and expiry date terms and conditions the same as shareholders approved for the Company Secretary at the Annual General Meeting on 25/12/022 and set out in the Notice of Meeting lodged on 24/12/2021 at

https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02471475-2A1348547?access_token=83ff96335c2d45a094df02a206a39ff4

Part 7C - Timetable

7C.1 Proposed +issue date

26/8/2022

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?

No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15%
**Part 7D - Place of issue and terms of the proposed issue**

7D.1b (i) How many securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

- Yes

7D.1c Are any of the securities proposed to be issued without security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?

- No

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?

- No

7D.3 Will any of the securities to be issued be restricted securities for the purposes of the listing rules?

- No

7D.4 Will any of the securities to be issued be subject to voluntary escrow?

- No

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**Part 7E - Fees and expenses**

7E.1 Will there be a lead manager or broker to the proposed issue?

- No

7E.2 Is the proposed issue to be underwritten?

- No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

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**Part 7F - Further Information**

7F.01 The purpose(s) for which the entity is issuing the securities

- Incentive for future performance

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

- No

7F.2 Any other information the entity wishes to provide about the proposed issue

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