

# ASX Announcement / Media Release

23 December 2022

## Update on Vidalia offtake agreement

Syrah Resources Limited (ASX:SYR) (“Syrah” or “Company”) refers to its announcements on 23 December 2021 and 29 December 2021 regarding its offtake agreement (“Agreement”) with Tesla, Inc. (“Tesla”) to supply natural graphite active anode material (“AAM”) from its vertically integrated AAM production facility in Vidalia, USA (“Vidalia”).

The AAM specifications in the Agreement have been updated and accordingly, the condition to the offtake obligation in the Agreement relating to agreement of final specifications of AAM by 31 December 2022 has been fulfilled. The final specifications are aligned with Syrah’s planned AAM product from Vidalia that informed the final investment decision on the expansion of Vidalia’s production capacity to 11.25ktpa AAM.

The offtake obligation remains conditional on Syrah achieving final qualification of AAM by no later than 31 May 2025. The Agreement may also be terminated if production has not started by 31 May 2024. Start of production of the 11.25ktpa AAM Vidalia facility is targeted in the September 2023 quarter.

Further to the 8ktpa AAM offtake obligation from the 11.25ktpa AAM Vidalia facility, Tesla has exercised its option to offtake an additional 17ktpa AAM from Vidalia at a fixed price and for an initial term of no less than four years, subject to the expansion of Vidalia’s production capacity to 45ktpa AAM. Syrah will work towards finalising the detailed terms of this additional offtake obligation in an offtake agreement.

A Definitive Feasibility Study (“DFS”) on the expansion of Vidalia’s production capacity to at least 45ktpa AAM, inclusive of 11.25ktpa AAM, is underway. Detailed engineering, procurement, and construction phases for the subsequent expansion of Vidalia will follow the DFS sequentially, subject to Syrah Board approval and customer and financing commitments.

**This release was authorised on behalf of the Syrah Board by**

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## About Syrah

Syrah (ASX code: SYR) is an Australian Securities Exchange listed industrial minerals and technology company with its flagship Balama Graphite Operation in Mozambique and a downstream Active Anode Material Facility in the United States. Syrah's vision is to be the world's leading supplier of superior quality graphite and anode material products, working closely with customers and the supply chain to add value in battery and industrial markets.

## Forward Looking Statement

This document contains certain forward looking statements. The words "expect", "anticipate", "estimate", "intend", "believe", "guidance", "should", "could", "may", "will", "predict", "plan", "targets" and other similar expressions are intended to identify forward looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward looking statements. Forward looking statements, opinions and estimates provided in this document are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions.

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