

5 April 2024

Operational and Financial Update

Avenira Limited (ASX: AEV) ("**Avenira**" or "**the Company**") is pleased to provide the following update in relation to the Company's operations and finances.

Capital Raising

Avenira has completed the capital raising announced on 18 March 2024 to raise gross proceeds of \$1.251 million and net proceeds to AEV of \$1.193 million (**Capital Raising**).

Advanced Lithium Electrochemistry Ltd ("**Aleees**")

The Company provides the following update with respect to the Licence and Technology Transfer Agreement entered into between Avenira and Aleees on 26 September 2023 (**Licence Agreement**).

Aleees and Avenira have agreed to the deferral of the two remaining USD\$750,000 tranches owing under the Licence Agreement until 1 January 2025 and 1 April 2025.

Avenira and Aleees have made no changes to the Licence Agreement other than the deferral of the tranche payment dates referred to above, and there are no new or additional obligations on Avenira as a result of the payment deferrals agreed with Aleees.

The deferral of the Aleees payments has no impact on any current work being undertaken in relation to the Licence Agreement and will not impact any future work programs between Avenira and Aleees.

Reinstatement to Quotation

Avenira confirms that it is in compliance with the ASX Listing Rules and is not aware of any reason for its securities not to be reinstated to quotation.

Avenira confirms that, following the completion of the Capital Raising, it has sufficient working capital to carry out its business objectives referred to below.

In the opinion of the directors there are reasonable grounds to believe that Avenira will be able to pay its debts as and when they become due and payable.

Business objectives for next 12 months

Avenira's primary objective for the next 12 months is to advance the development of the Yellow Phosphorous metal project at Wonarah with strategic partner Sichuan Hebang Biotechnology Corporation Limited (**Hebang**). Upon Avenira receiving the Hebang study which is expected to be received during April 2024, the next key step will be the review of the study work undertaken by Hebang followed by commercial discussions for the development of the Yellow Phosphorous metal project.

As to the Lithium Ferro (Iron) Phosphate (**LFP**) project, Aleees, at its own cost, is undertaking work to improve the strategic value of their LFP product with Avenira as one of the three licensee partners globally supporting this work on an as needed basis.

With regard to the Wonarah Direct Shipping Ore (DSO) Phosphate Project, Avenira will continue to monitor the DSO phosphate rock price and continue to work with offtakers when the market for phosphate rock starts to recover.

Other disclosures

As at 4 April 2024, AEV had \$1.108 million on hand and based on expenditure for the March Quarter, had approximately 1.21 quarters funded (based on Section 8 calculations in Appendix 5B).

Avenira does not expect to have the level of operating cash outflows in the remaining 2024 quarters as it has revised its expenditure programs to significantly reduce its operating cash outflows with expenditure focused on the advancement of the Yellow Phosphorous metal project.

Avenira expects that additional capital will be required to fund its operations after the September 2024 quarter. The Company will in due course assess the most suitable method for raising that additional capital including liaising with key investors and is confident that it will be able to raise further capital upon the release of the study on the development of the Yellow Phosphorous metal project.

Avenira expects to be able to continue its operations and to meet its business objectives on the basis of the above disclosures and given that it has a successful track record in raising capital as and when required.

This announcement was authorised for release by the Board of Directors.

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