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Our ref 47649721.1

29 March 2022

To Creditors

**Salt Lake Potash Limited ACN 117 085 748
And affiliated entities as set out in attached Schedule of Entities
(All Administrators Appointed) (All Receivers and Managers Appointed)
(Collectively referred to as “the Companies”)**

I refer to our previous correspondence relating to the Companies and in particular our Circular to Creditors dated 12 November 2021.

We provide the following update on the status of the Companies:

Sale process undertaken by KordaMentha, the Receivers and Managers (“the Receivers”)

From our discussions with the Receivers, we understand that they have progressed the sale process and undertaken the following key tasks:

- Engaged Macquarie as the Investment Bank;
- Engaged GR Engineering Pty Ltd as a technical expert;
- Commissioned a Restart Work Plan (“RWP”);
- Prepared marketing materials;
- Entered into confidentiality agreements with in excess of 20 interested parties; and
- Undertaken the preparation of a data room, information memorandum, and financial model.

Despite the progress made by the Receivers, there have been some delays to the sales process caused by:

- A delay in receiving the RWP which was commissioned to identify key challenges of the Lake Way project and opine on their materiality and solutions; and
- Development of an updated Dynamic Pond Model, which is the basis for the Lake Way Operations pond management and harvesting.

The above delays impacted on the ability of the Receivers to finalise the preparation of the data room, information memorandum and financial model. Accordingly, the Receivers were only able to commence the formal sales process on or around mid-March 2022.



29 March 2022

Extension to the Convening Period

Due to the delays faced by the Receivers, they requested that the Administrators seek Orders from the Supreme Court of Western Australia (“the Court”) granting a further extension to the convening period to maximise the opportunity for the sale of the Companies and the project. The Court had previously made orders that pursuant to section 439A(6) of the Corporations Act 2001, the convening period for the Companies was extended up to and including 31 March 2022.

As Administrators of the Companies, we are of the view that it is in the best interests of creditors for a further extension of the convening period. Accordingly, we wrote to the Committee of Inspection members on 18 March 2022 and 24 March 2022, advising them of these matters and informing them that we were in the process of filing an application to the Court requesting a further extension to the convening period.

Court Order to Extend the Convening Period

We confirm that on 28 March 2022, the Court made orders that pursuant to section 439A(6) of the Corporations Act 2001, the convening period for the Companies is extended up to and including 31 July 2022 (“the Orders”). The Administrators have the power to convene a meeting of creditors at an earlier date should they consider it to be appropriate in all of the circumstances.

A copy of the Orders made and further information in relation to our Application including previous updates provided in relation to the Companies may be assessed on KPMG’s website at <https://home.kpmg/au/en/home/creditors/salt-lake-potash.html>.

Creditor queries

Should you have any queries in relation to the above, please contact our office at saltlakepotash@kpmg.com.au or on 1800 845 118.

Yours faithfully

Martin Jones
Joint and Several Administrator



Annexure A

| Schedule of Entities | |
|-------------------------------------|-------------|
| Company name | ACN |
| Salt Lake Potash Limited | 117 085 748 |
| Australia Salt Lake Potash Pty Ltd | 164 369 420 |
| Irve Holdings Pty Ltd | 633 114 619 |
| Two Lake Holdings Pty Ltd | 633 114 637 |
| SO4 Fertiliser Holdings Pty Ltd | 633 114 628 |
| Piper Preston Pty Ltd | 142 962 409 |
| Irve Developments Pty Ltd | 634 354 215 |
| Two Lake Developments Pty Ltd | 634 354 233 |
| SO4 Fertiliser Developments Pty Ltd | 634 354 224 |