

- Define** expand resource quality & quantity through use of historical data & additional drilling
- Develop** build on historical resource development, mining & process studies to optimise mining, processing & production capacity
- Deliver** fast track production, anticipated operations to commence 2019/20

Wolfsberg Lithium Project - Austria

Advanced project, opportunity to build on historical resource development, mining and process studies

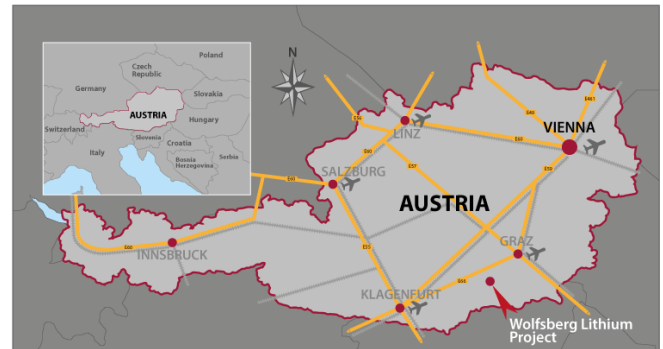
- ★ Substantial exploration & development work by previous owners includes:
 - 17,000m drilling / 1,400m of decline, drives & crosscuts
 - Deposit is split into two zones:
- Zone 1:** drilling down dip to max depth of 450m. Lithium bearing pegmatite veins up to 5.5m wide intersected & ore body remains open along strike to the northwest & down dip.
- Zone 2:** exploration target, demonstrated to be the southern limb of an anticline of which the northern limb (Zone 1), has been the focus of exploration to date

- ★ The resource is currently declared compliant to JORC (2012):

Type	Million Tonnes	Grade % Li ₂ O at 0.75% Li ₂ O cutoff
Inferred	3.7	1.5

A programme to verify the Minerex data by twin hole drilling and underground channel sampling is currently in progress. Following Minerex data verification the resource will be remodelled and reclassified.

- ★ Located 270km SW of Vienna, Austria
- ★ Good local infrastructure & sources of energy nearby
- ★ 22 original & 32 overlapping exploration licences to form a secure pattern & a mining licence over 11 mining areas issued by the Austrian Mining Authority
- ★ The 5 year term of the exploration licences was extended by the Mining Authority to 31 December 2019 & is renewable. The mining licence is held in perpetuity subject to fulfilling the terms of the mining licence.



Wolfsberg Lithium Project location map

Estimated Development Timeline* Operations targeted to commence in 2019/20 Potential for fast track production**

Work Programme	Q3-16	Q4-16	Q1-17	Q2-17	H2-17	H1-18	H2-18	2019	2020
Re-listing on ASX	[Progress bar]								
PFS	[Progress bar]								
DFS	[Progress bar]								
Baseline/EIS/Permitting	[Progress bar]								
Construction	[Progress bar with ** markers]								
Operations	[Progress bar with ** markers]								

Project History

<p>2016 European Lithium listed on ASX (code EUR). Capital raising to fund pre-feasibility study successfully completed.</p>	<p>2011 Karntner Montanindustrie GmbH (KMI) obtained a mining licence for the project. KMI sells project. Project acquired by KMI in 1991 from Austrian Government.</p>	<p>1981 Discovered by Minerex (Austrian Gov. company). Pre-feasibility study completed in 1987.</p>
---	--	--

Lithium Carbonate

Current Applications

Chemical	Technical
Batteries	Glass
Lubricants	Ceramics
Air treatment	Aerospace
Aluminium smelting	Steel and iron casting
Pharmaceuticals	

New Markets

<p>Electric vehicles</p>	<p>Li-Al alloys for aircraft</p>	<p>Fixed energy storage</p>
--------------------------	----------------------------------	-----------------------------

LCE in batteries

- Lithium ion has captured nearly 100% of the consumer electronics market.
- Tesla/Panasonic battery 'gigafactory' aim to be built by 2017 & to produce up to 500,000 batteries per annum by 2020. Other 'gigafactories' in construction.
- Amount used in: Smart Phones (2-3g), Laptops (30-40g), tablets (20-30g), Toyota Prius (3.6kg), Tesla roadster (40kg), London bus (200kg).

* estimated timetable is subject to change

** potential for fast track DMS

Value Drivers

Advanced project with exploration upside

Opportunity to fast track development, production anticipated to commence in 2019/20

Strong supply and demand metrics project upsurge in lithium prices

Prices for carbonate & hydroxide have increased in the last year especially in China & are projected to remain robust as world demand for lithium continues to increase

Developed world project in supportive province

Carinthia on track to be 100% renewable energy region, EU a major importer of lithium with growing EV industry

Next generation commodity

Growing new markets, surging demand for lithium batteries in electric vehicles & storage devices

“European Lithium has potential to deliver significant ROI

Recent Industry News

August 2016

Sichaan Tianqui lithium hydroxide plant

Tianqui announces plans to build a 24,000tpa lithium hydroxide plant costing A\$300 million in Western Australia supplied by spodumene concentrate from its 51% owned Talison mine

August 2016

Albemarle to acquire lithium conversion facilities in China

Albemarle is to acquire the 15,000tpa lithium conversion facilities of Jiangxi Jiangli that currently toll treats spodumene concentrate from Talison which is 49% owned by Albemarle

August 2016

Galaxy Resources takes over General Mining Corporation

Galaxy Resources acquires General Mining in an all share transaction valuing General Mining at A\$216million to take control of the Mt Caitlin spodumene project in Australia

February 2016

Jiangxi Ganfeng increases ownership in Mt Marion

After acquiring 25% ownership of the Mt Marion project from Neometals in Sept 2015, Jiangxi exercised option to acquire a further 18.1% giving it 43.1%. Total paid for both transactions was A\$47million

September 2015

Western Lithium merges with Lithium Americas

Western Lithium acquired Lithium Americas in an all share transaction valuing Lithium Americas at C\$80million. The company was subsequently rebranded as Lithium Americas

July 2014

Albemarle acquires Rockwood

Albemarle Corp. pays US\$6.2billion in cash and stock for Rockwood Holdings the largest lithium producer

July 2014

Panasonic and Tesla sign agreement for Gigafactory

Panasonic and Tesla signed an agreement to develop a 500,000 unit Gigafactory in Nevada

May 2014

Rockwood acquires 49% of Talison

Rockwood acquires 49% of Talison for US\$475million from Sichuan Tianqi which had acquired 100% of Talison through Chendu Tianqi for C\$848million in March 2013

Next Steps

- ★ Verify Minerex data and upgrade JORC (2012) resource
- ★ Expand resource quantity and quality through additional drilling
- ★ Use current technology to optimise mining & processing
- ★ Evaluate downstream processing to battery grade carbonate/hydroxide lithium products
- ★ Determine optimum production capacity
- ★ Introduce products to potential customers
- ★ Select plant locations
- ★ Initiate environmental studies
- ★ Complete PFS by mid 2017
- ★ Evaluate potential for fast track production

Key Lithium Industry Facts

- ★ Lithium market has grown from 71kt LCE in 2002 to 200kt in 2015 largely due to consumer products adopting rechargeable lithium ion batteries
- ★ The use of lithium batteries for electric vehicles and fixed energy storage is projected to increase lithium consumption to 300 kt LCE in 2020 & 400kt in 2025 (source: Stormcrow)
- ★ Most major motor manufacturers launching new EV models whilst government support for EV's especially in major cities is strong eg China, London, Paris
- ★ Emerging technologies i.e larger lithium batteries for fixed energy storage connected to renewables and Li-Al alloys for aircraft will create further demand

Corporate Overview

Capital structure

Ordinary Shares	361.8m
Unlisted Options	208m

Board and Management

Tony Sage	Non-Executive Chairman
Steve Kesler	Chief Executive Officer
Paul Lloyd	Non-Executive Director
Malcolm Day	Non-Executive Director
Amy Fink	CFO & Company Secretary

Major Shareholders

Cape Lambert Resources Limited	13.57%
Exchange Minerals Ltd	8.53%



Contact Us

European Lithium Limited

Steve Kesler - CEO (+44 7500 802509)

steve.kesler@europeanlithium.com