

Announcement Summary

Entity name

DANAKALI LIMITED

Announcement Type New announcement

Date of this announcement

Wednesday July 8, 2020

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

Total number of +securities proposed to be issued for a placement or other type of issue

ASX +Security Code	+Security Description	Maximum Number of +securities to be issued
DNKAA	OPTION EXPIRING VARIOUS DATES EX VARIOUS	200,000

Proposed +issue date

Friday July 31, 2020

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

DANAKALI LIMITED

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.

1.2 Registered Number Type

ACN

Registration Number

097904302

1.3 ASX issuer code

DNK

1.4 The announcement is

New announcement

1.5 Date of this announcement

Wednesday July 8, 2020

1.6 The Proposed issue is:

C A placement or other type of issue



Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- **Court approval**
- Lodgement of court order with +ASIC
- ACCC approval
- **FIRB** approval
- Another approval/condition external to the entity

C No

Part 7B - Issue details

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)? C Existing class

Will the proposed issue of this +security include an offer of attaching +securities? C No

Details of +securities proposed to be issued ASX +Security Code and Description DNKAA : OPTION EXPIRING VARIOU **ASX +Security Code and Description**

DNKAA : OPTION EXPIRING VARIOUS DATES EX VARIOUS

Maximum Number of +securities proposed to be issued

200,000

Purpose of the issue

Offer of unlisted options to a senior consultant

Offer price details for retail security holders

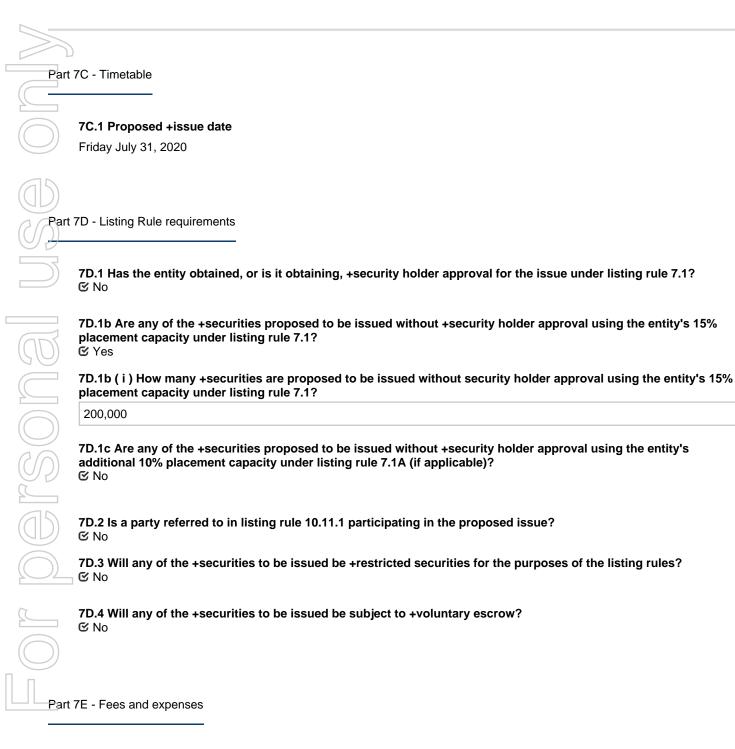
In what currency is the cash	What is the issue price per
consideration being paid?	+security?
AUD - Australian Dollar	AUD

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class? C Yes



Oversubscription & Scale back details

May a scale back be applied to this event? Solution No



7E.1 Will there be a lead manager or broker to the proposed issue? $\ensuremath{\mathfrak{S}}$ No

7E.2 Is the proposed issue to be underwritten? $\ensuremath{\mathfrak{C}}$ No



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

Part 7F - Further Information

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

This Appendix 3B relates to a proposed issue of 200,000 unlisted options. The exercise price to be determined based on 143% of the 30-day VWAP on grant date. Expiry date is 3 years from grant date. The issue of options remains subject to acceptance of the offer by the offeree.