



5 November 2020

The Manager
The Company Announcements Office
Australian Securities Exchange

Cleansing Notice under section 708A(5)(e) of the *Corporations Act 2001* (Cth)

This notice is given by King Island Scheelite Limited ABN 40 004 681 734 (ASX Code: KIS) (**Company**) under section 708A(5)(e) of the *Corporations Act 2001* (Cth) (**Corporations Act**).

On 2 November 2020, the Company issued a total of 39,327,271 ordinary fully paid shares (**Shares**) for an issue price of A\$0.055 per Share, pursuant to a cash placement (announced 23 October 2020) to certain sophisticated and professional investors.

In accordance with section 708(6) of the *Corporations Act*, the Company provides notice to the ASX that:

1. it has issued the Shares without disclosure to investors under Part 6D.2 of the *Corporations Act*;
2. this notice is being given under section 708A(5)(e) of the *Corporations Act*;
3. as at the date of this notice, the Company has complied with:
 - a. the provisions of Chapter 2M of the *Corporations Act* as they apply to the Company; and
 - b. section 674 of the *Corporations Act*; and
4. the following was disclosed in the Company's September 2020 quarterly activities report released on 20 October 2020 to the market (**Quarterly Report**):

"...KIS is nearing completion of a study to resume underground mining of resources located below and east of the proposed open pit, after the open cut mine reserves have been depleted, thus significantly increasing the life and projected cash flow of the project. The feasibility study is anticipated to be completed in the current quarter...."

During the current quarter the Company is scheduled to produce a Revised Feasibility Study incorporating the underground mine study, the revised metallurgical flowsheet, resulting from the incorporation of the Multi Gravity Separators, optimisation of the open cut mine as well as generally updating costs and revenue estimates...."

As at the date of this notice, the feasibility studies referred to in the Quarterly Report are incomplete and there is no new information that investors and their professional advisors could rely upon with material certainty. Accordingly, the Company has no material update to provide on the draft feasibility studies at this time, but notes for completeness that it continues to anticipate providing an update in the current quarter; and

5. as at the date of this notice, there is no “excluded information” of the type referred to in section 708A(7) of the Corporations Act that investors and their professional advisors would reasonably have expected to find in a disclosure document.

Yours sincerely,

A handwritten signature in blue ink that reads "Ian Morgan". The signature is written in a cursive style with a large initial 'I' and a long, sweeping underline.

Ian Morgan
Company Secretary

This announcement has been authorised for release by the Directors of King Island Scheelite Ltd.