

ALLIANCE MINERAL ASSETS LIMITED

(Company Registration Number: ACN 147 393 735)

(Incorporated in the Australia on 6 December 2010)

BINDING TERMS SHEET - UPDATES

Capitalised terms shall, unless otherwise defined or unless otherwise required by the context, shall bear the meanings as ascribed in the 3 June Announcement (as defined herein).

1. INTRODUCTION

The board of directors (“**Board**” or “**Directors**”) of Alliance Mineral Assets Limited (the “**Company**”) refers to the announcement of the Company dated 3 June 2016 in relation to the binding conditional terms sheet (“**Binding Terms Sheet**”) entered into with Lithco No. 2 Pty Ltd (“**Lithco**”) (“**3 June Announcement**”) and the announcements dated 25 July 2016, 17 August 2016 and 30 September 2016 in relation to the extension of time to obtain the Required Approvals and to enter into the Binding Definitive Agreements (each an “**Extension Announcement**”).

2. UPDATE ON THE BINDING TERMS SHEET

- 2.1 The Board wishes to update Shareholders that the Company has been informed by Lithco that Tawana Resources NL (“**Tawana**”) has entered into an option agreement with Lithco to acquire Lithco. Pursuant to the terms of the option agreement, Tawana may, subject to obtaining approval of its shareholders, exercise the option to acquire Lithco at any time prior to 31 December 2016 by issuing 50,000,000 Tawana shares.
- 2.2 Tawana is a mineral exploration company which is listed on both the Australian Securities Exchange and on the Johannesburg Stock Exchange.
- 2.3 In addition, the Board would like to update Shareholders that as the Binding Definitive Agreements include provisions regulating, *inter alia*, the operations and management of the Joint Venture, the Company and Lithco are still negotiating the terms of the Binding Definitive Agreements and hence, to-date, no Binding Definitive Agreements have been entered into. The Company endeavours to enter into the Binding Definitive Agreements by 31 January 2017.

3. CAUTIONARY STATEMENT

- 3.1 In Tawana's announcement regarding the acquisition of the option over Lithco (the “**Tawana Announcement**”), information regarding the Project was also included therein. The Company understands that Lithco, in the course of spending the Expenditure Commitment during the Earn-in Period, has undertaken exploration drilling on the Project, and has shared its drilling data with Tawana during negotiations of the option agreement. Details of such drilling data can also be obtained from the Government of Western Australia, Department of Mines and Petroleum.
- 3.2 The Company wishes to clarify that more finalised details of the exploration drilling commissioned by Lithco will be released by Company as and when it has been shared with the Company. To date the Company has not shared with Tawana any non-publicly available information. The contents, projections and assumptions contained in the Tawana Announcement solely reflect the views of Tawana and the Company assumes no responsibility for the same.
- 3.3 As a company listed on both the Australian Stock Exchange and the Johannesburg Stock Exchange, the contents of the Tawana Announcement and any subsequent announcements made by Tawana regarding the Project are not subject to the review of the Company.

Shareholders and potential investors of the Company are therefore advised to exercise caution in trading shares of the Company. Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts about the action they should take.

- 3.4 The Company will comply with the requirements of the Listing Manual of the Singapore Exchange Securities Trading Limited (Section B: Rules of Catalist) in disseminating material information about the Project.
- 3.5 Shareholders may access the Tawana Announcement at <http://www.asx.com.au/asxpdf/20161024/pdf/43c789pgk63f08.pdf>.

4. FURTHER ANNOUNCEMENTS AND UPDATES

The Company will provide further updates on any material developments, including but not limited to the Binding Definitive Agreements, and will disseminate such information in a timely manner.

BY ORDER OF THE BOARD

Suen Sze Man
Executive Director
3 November 2016

This announcement has been prepared by Alliance Mineral Assets Limited (the "Company") and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Ms Gillian Goh, Director, Head of Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.