

**ASX RELEASE**

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**ASX CODE**

PNN

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**BOARD****Stephen Ross**

Non-Executive Chairman

**Mena Habib**

Managing Director

**James Moses**

Non-Executive Director

**PROJECTS****Argentina**

Salta Lithium Project

**Brazil**Lítio Niobium-Tantalum-REE  
Project**Australia**Eyre Peninsula Kaolin-Halloysite-  
REE ProjectMusgrave Nickel-Copper-Cobalt-  
PGE Project

West Arunta Nb-REE Project

## Power issues Default Notice to Ultra Lithium for loan repayment

Power Minerals Limited (ASX: **PNN**, **Power** or **the Company**) advises that it has issued a default notice to Ultra Lithium Inc. (TSXV: ULT) (**Ultra Lithium**) for the full repayment of the amounts outstanding under a convertible loan agreement (**CLA**) between the two companies (original CLA ASX announcement 16 May 2023) (**Default Notice**).

Power issued a cash notice under the CLA on 1 July 2024 (**Cash Notice**), under which Power demanded that Ultra Lithium repay AUD \$1,098,246 within 10 business days of receipt of the Cash Notice (**Debt**). The Debt has not been repaid during this time period.

As the Debt has not been repaid by Ultra Lithium during this time period, PNN has issued the Default Notice, notifying Ultra Lithium that it is now in default under the CLA and outlining PNN's rights generally to recover the Debt, enforce the security interests held against Ultra Lithium's Argentinian and Canadian mineral projects and be indemnified in relation to enforcement actions under the CLA.

Power Minerals and Ultra Lithium entered into a binding term sheet on 11 May 2023 (**BTS**) which contemplated the entry into the CLA. Power attempted to complete the BTS transaction, however as per PNN ASX announcement dated 19 July 2023, Power confirmed that it had identified key matters of concern, which, in conjunction with Ultra Lithium's lack of substantive engagement in respect of the BTS transaction, had caused serious concerns as to whether the BTS transaction would complete.

Under the CLA, Power advanced an interest-bearing loan of AUD \$1.13 million to Ultra Lithium on 12 May 2023. The loan, together with accrued interest, was repayable on demand by the Company at any time by the issue of shares in Ultra Lithium Inc. or in cash at any time after 30 June 2024. On 25 October 2023, Power received a part payment of AUD \$150,000 under the CLA.

The Debt specified in the Cash Notice was for AUD \$1,098,246, which already accounted for the part payment of AUD \$150,000 received in October 2023. As at the date of the Default Notice, the Debt was an amount of AUD \$1,102,542, which includes additional interest of AUD \$4,295.89 accrued from 1 July 2024 to 16 July 2024.

**Authorised for release by the Board of Power Minerals Limited.**

**-ENDS-**

**For further information please contact:**

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Additional information is available at [www.powerminerals.com.au](http://www.powerminerals.com.au)

**About Power Minerals Limited**

Power Minerals Limited is an ASX-listed lithium-focused exploration and development company, committed to the systematic exploration and development of its core asset, the Salta Lithium Brine Project in the prolific lithium triangle in the Salta Province in Argentina. It is currently undertaking a JORC Mineral Resource expansion drilling campaign at Salta, and is focused on expediting development of the Project to a potential, future lithium producing operation. Power also has a portfolio of other assets in key, demand-driven commodities including; kaolin-halloysite-REE, nickel-copper-cobalt and PGEs plus copper-gold.

**Forward looking Statements**

This announcement contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. You are cautioned that such forward looking statements involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company and which may cause actual results, performance or achievements to differ materially from those expressed or implied by such statements. Forward looking statements are provided as a general guide only, and should not be relied on as an indication or guarantee of future performance. Given these uncertainties, you are cautioned to not place undue reliance on any forward looking statement. Subject to any continuing obligations under applicable law the Company disclaims any obligation or undertaking to disseminate any updates or revisions to any forward looking statements in this announcement to reflect any change in expectations in relation to any forward looking statements or any change in events, conditions or circumstances on which any such statement is based.