

MEDIA RELEASE

LPI.AX

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MARICUNGA DUE DILIGENCE UPDATE

Lithium Power International Limited (ASX: LPI) (“LPI” or “the Company”) provides this update on the announcement dated 20 July 2016 on the Maricunga Joint Venture (“JV”).

LPI has an exclusive and binding agreement regarding the formation of a JV with the Chilean-based company Minera Salar Blanco (“MSB”).

This agreement is for LPI to earn up to 50% of all assets in the Maricunga lithium project held by MSB and/or its controlled entities, as detailed in the Company’s previous announcements.

LPI is in the process of conducting technical and legal due diligence, and to date is satisfied with the progress of the transaction and continues to share an open and constructive dialogue with the MSB.

MSB has advised LPI that it is moving forward with the finalisation of the necessary JV structure and processes in order to complete this transaction.

Following recent discussions between both parties, we remain very encouraged and committed to finalising this transaction and delivering further value for our respective shareholder groups.

The Company will provide shareholders with further updates in due course.

-ENDS-

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