

ASX Release
4 April 2022

BINDING OFFTAKE WITH LEADING U.S. FERTILISER COMPANY

Highlights

- **50,000tpa Binding Offtake Agreement signed with Gavilon Fertilizer, LLC, a leading wholesale distributor of crop nutrients in the USA**
- **7-year term with pricing based on USA market price data**
- **Agrimin has now committed its minimum target of 70% of planned Sulphate of Potash (“SOP”) production under long-term binding offtakes to support project funding**

Agrimin Limited (ASX: AMN) (“Agrimin” or “the Company”) is pleased to announce that has signed a Binding Offtake Agreement with Gavilon Fertilizer, LLC (“Gavilon”) for the supply of 50,000tpa of SOP produced from the Mackay Potash Project for sale and distribution in the USA (see **Table 1**).

Gavilon is a leading wholesaler of NPK bulk blending grade fertilisers and has one of the largest distribution systems throughout major agricultural growing areas across the USA, including on railroads, rivers and ports. Gavilon imports and manages a wide portfolio of essential plant nutrition products, soluble fertilisers and enhanced efficiency fertilisers in bulk.

Agrimin has now secured offtake agreements for a total of 315,000tpa of SOP, representing 70% of the Mackay Potash Project’s planned production capacity of 450,000tpa¹. In May 2021, Agrimin signed a 10-year Binding Offtake Agreement with Sinochem Fertilizer Macao Limited for the supply of 150,000tpa² and in January 2022, Agrimin signed a 7-year Binding Offtake Agreement with Nitron Group, LLC for the supply of 115,000tpa³.

Mark Savich, CEO of Agrimin said: “Gavilon is another Tier 1 offtaker for Agrimin and we look forward to partnering with them to successfully market and sell Agrimin’s low carbon, organic SOP throughout the USA.

“The USA represents an important SOP market and we are delighted to secure an offtake partner which has one of the largest and most efficient wholesale fertiliser distribution networks in the country.

“We have now committed our minimum target of 70% of planned SOP production under long-term offtakes, which is a significant milestone as we advance our Tier 1 Mackay Potash Project to a final investment decision.”

¹ Refer to the ASX Release on 21 July 2020 for full Definitive Feasibility Study details. All material assumptions underpinning the production target and forecast financial information derived from the production target still apply and have not materially changed. The production target and financial information must be read in conjunction with the Cautionary Statement on page 3 of this ASX Release.

² Refer to the ASX Release on 17 May 2021 for details of the Binding Offtake Agreement signed with Sinochem Fertilizer Macao Limited.

³ Refer to the ASX Release on 25 January 2022 for details of the Binding Offtake Agreement signed with Nitron Group, LLC.

Table 1. Key Terms of the Binding Offtake Agreement

Terms			
Counterparty	Gavilon Fertilizer, LLC		
	 GAVILON <i>Thrive On</i>		
Quantity	50,000 tonnes per annum during steady-state production, with 30,000 tonnes and 40,000 tonnes during ramp-up in Years 1 and 2, respectively.		
SOP Specifications	Component	Chemical Formula	Typical %
	Potassium Oxide	K ₂ O	51
	Sulphur Trioxide	SO ₃	46
	Chloride	Cl	< 0.5
	Physical Parameter	Description	
	Appearance	White	
	Solubility	Soluble fertiliser suitable for soil application	
	Particle Size	2-4 mm granular	
Pricing	Market price, having regard to a USA granular SOP reference prices, less netback costs and a marketing fee.		
Duration	7 year term from commencement of commercial production.		
Delivery	Minimum 12,500 tonne bulk shipment volume per delivery.		
Jurisdiction	Exclusive sale and distribution rights in the United States of America only.		
Conditions Precedent	Agrimin making a final investment decision to develop the Mackay Potash Project and the commencement of commercial production by 30 June 2026.		

ENDS

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This ASX Release is authorised for market release by Agrimin's Board.

About Agrimin

Based in Perth, Agrimin Limited is a leading fertiliser development company focused on the development of its 100% owned potash projects in Western Australia. Agrimin is aiming to be a global supplier of specialty potash fertilisers to both traditional and emerging value-added markets. Agrimin's shares are traded on the Australian Securities Exchange (ASX: AMN).

About Gavilon

Gavilon Fertilizer, LLC, a subsidiary of The Gavilon Group, LLC, is a wholesale distributor of crop nutrients around the world, offering custom solutions to local agricultural input suppliers to meet the ever-changing needs at the farm gate. The Gavilon Group, LLC connects producers and consumers of feed, food and fuel, linking agricultural supply with demand through its global supply chain network. The company provides origination, storage and handling, transportation and logistics, marketing and distribution, and risk management services to customers and suppliers across the globe. The Gavilon Group employs 2,000 people at nearly 300 facilities and offices worldwide. For more information, please visit www.gavilonfertilizer.com

Forward-Looking Statements

This ASX Release may contain certain “forward-looking statements” which may be based on forward-looking information that are subject to a number of known and unknown risks, uncertainties, and other factors that may cause actual results to differ materially from those presented here. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. Forward-looking information includes exchange rates; the proposed production plan; projected brine concentrations and recovery rates; uncertainties and risks regarding the estimated capital and operating costs; uncertainties and risks regarding the development timeline, including the need to obtain the necessary approvals. For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other ASX Releases. Readers should not place undue reliance on forward-looking information. The Company does not undertake any obligation to release publicly any revisions to any forward-looking statement to reflect events or circumstances after the date of this ASX Release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.