

FOR RELEASE: 9 OCTOBER 2023

ASX:
MNS

OTCQX:
MNSEF

FSE:
U1P

Full statement from Magnis Energy Technologies Limited provided to The Australian on 6/10/23

Full statement from Magnis Energy Technologies Limited provided to The Australian on 6 October 2023

9 October 2023: On 6 October 2023, The Australian ran the article “Magnis Energy Technologies is still suspended from the ASX but says it’s solvent and raising funds” which included excerpts from a statement provided by our US Managing Director, Hoshi Daruwalla.

In the interests of transparency and to keep our shareholders informed, here is the full statement provided.

“Magnis’ key business interests include 100 per cent ownership of the Nachu Natural Graphite mine in Tanzania and the Active Anode Materials manufacturing plant in the US. It is a majority shareholder of the iM3NY lithium-ion battery cell manufacturing plant in the US. C4V is also a shareholder of this facility.

“BDO has been the auditor of the US-based iM3NY operations for many years. In the 2021-22 financial year, iM3NY completed a new refinancing agreement with Atlas Credit Partners which introduced a new dimension to the audit process.

“Magnis’ 2023 financial results were filed by close of business in the US on 29 September 2023, but unfortunately the time difference impacted the ASX delivery date. As a result, Magnis was placed under a trading halt. The ASX also requested additional information on the audit process which we have promptly provided.

“We acknowledge our responsibility to report our financial results on time. This is the first time our results have been lodged behind schedule and as an ASX-listed company, we will do better to meet our future obligations and timelines.

“iM3NY is the only independent, homegrown cell manufacturing plant in the US, and for Magnis this presents a big growth opportunity, with global potential. The EV market continues to expand, and the need for more battery cells continues to grow which puts iM3NY’s production facility in great demand.

“iM3NY is at an exciting point in its journey and had its first revenues in the last quarter. While cell certification delays have impacted outputs, cell production is now scaling up to meet market needs.

“Magnis and C4V are also currently in advanced negotiations with foreign private institutional companies and governments regarding offtake agreements of the lithium cells produced at the

iM3NY battery plant. These negotiations include an element of a forward purchasing deposit, which is intended to cover the funds needed by the business in the short term. Once these arrangements have been finalised, Magnis will be in a position to assess its funding position and if required, will approach the retail investor market as is common with all ASX listed companies.

“The Nachu mine and Active Anode Materials project require more investment. We’re working to secure more funding and have been encouraged by growing interest from investors in the US and Asia.

“We’re solvent and with the right strategic partnerships in place, additional liquidity infusion and progress happening at iM3NY, we’re seeing solid momentum build.”

FOR FURTHER INFORMATION

Frank Poullas

Executive Chairman

P: +61 2 8397 9888

E: info@magnis.com.au

Suite 11.01, 1 Castlereagh Street,
Sydney NSW 2000

Media: Alexis Carroll

DEC PR

P: +61 450 646 551

E: magnis@decpr.com.au

Level 4, 10 Bond Street
Sydney NSW 2000

TWITTER | twitter.com/magnisenergytec

LINKEDIN | linkedin.com/company/magnis-energy-technologies-ltd

WEBSITE | magnis.com.au

MEDIA ENQUIRIES | media@magnis.com.au

INVESTOR RELATIONS ENQUIRIES | info@magnis.com.au