CINOVEC
A GLOBALLY SIGNIFICANT LITHIUM & TIN PROJECT IN THE HEART OF EUROPE

INVESTOR PRESENTATION
July 2019
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COMPETENT PERSON
The Exploration information in this presentation is based on information compiled by Mr Widenbar who is a recognised geologist and consultant to European Metals. Mr. Widenbar has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Widenbar consents to the inclusion in this presentation of the matters based on his information in the form and the context in which it appears.
Cinovec is a globally significant lithium project due to its:

**Size**
The largest lithium resource in Europe.

**Cost**
Potential low cost producer - bottom half of the cost curve.

**Flexibility**
Ability to produce either battery grade lithium hydroxide or carbonate.

**Location**
In the heart of Europe within close proximity to numerous potential end users.

EMH plans to sustainably supply a minimum 25,267 tpa lithium hydroxide or 22,500 tpa lithium carbonate into the European battery market – low cost, long term.
“Europe battery production is a strategic imperative for clean energy transition and the competitiveness of its automotive sector.”

“The immediate objective is to create a competitive manufacturing value chain in Europe with sustainable battery cells at its core.”

“Strategic Action Plan for Batteries: Secure access to raw materials for batteries from resource-rich countries outside the EU and facilitate access to European sources of raw materials.”

https://ec.europa.eu/growth/industry/policy/european-battery-alliance_en
# Potential European Supply Sources

<table>
<thead>
<tr>
<th>Country</th>
<th>Company</th>
<th>Deposit</th>
<th>Stage</th>
<th>Total Resource (Mt)</th>
<th>Li₂O (%)</th>
<th>LCE (Mt)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Czech Republic</td>
<td>European Metals</td>
<td>Cinovec</td>
<td>DFS</td>
<td>695.9</td>
<td>0.42(^1)</td>
<td>7.17</td>
</tr>
<tr>
<td>Serbia</td>
<td>Rio Tinto</td>
<td>Jadarc</td>
<td>PFS</td>
<td>135.7</td>
<td>1.86</td>
<td>6.24</td>
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<tr>
<td>Spain</td>
<td>Infinity Lithium</td>
<td>San Jose</td>
<td>PFS</td>
<td>111.3</td>
<td>0.61</td>
<td>1.68</td>
</tr>
<tr>
<td>Germany</td>
<td>Deutsche Lithium</td>
<td>Zinnwald</td>
<td>DFS</td>
<td>40.4</td>
<td>0.75(^2)</td>
<td>0.75</td>
</tr>
<tr>
<td>Portugal</td>
<td>Savannah Resources</td>
<td>Mino do Barroso</td>
<td>DFS</td>
<td>20.1</td>
<td>1.04</td>
<td>0.71</td>
</tr>
<tr>
<td>Finland</td>
<td>Keliber</td>
<td>Several</td>
<td>DFS</td>
<td>10.0</td>
<td>1.16</td>
<td>0.29</td>
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<tr>
<td>Austria</td>
<td>European Lithium</td>
<td>Wolfsberg</td>
<td>DFS</td>
<td>10.98</td>
<td>1.0</td>
<td>0.27</td>
</tr>
</tbody>
</table>

Source: Relevant company presentations.

Note 1: Cinovec ore readily concentrated to 2.7% Li₂O due to magnetic susceptibility.

Note 2: Zinnwald resource based on higher cut off grade and mining method assumptions cf Cinovec.
• Large 1.68 M t/a underground mining operation.
• Underground crushing and conveyor to surface milling.
• Slurry pipeline to beneficiation plant.
• Wet magnetic separation of lithium concentrate.
• Production of lithium hydroxide or carbonate via gypsum & sodium sulphate roast, water leach, purification and product precipitation / crystallization route.
• By product gravity recovery of tin and tungsten.
• Production of potash and sodium sulphate final products.
• Potential for recovery of a pure silica product.
• Tailings disposal in adjacent abandoned coal pits.
CINOVEC – THE DEPOSIT

Selected lithium drill intercepts

<table>
<thead>
<tr>
<th>Hole</th>
<th>From</th>
<th>To</th>
<th>Width (m)</th>
<th>Li$_2$O (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>CN-17</td>
<td>22</td>
<td>224</td>
<td>202</td>
<td>0.62</td>
</tr>
<tr>
<td>CIW-22</td>
<td>123</td>
<td>387.5</td>
<td>264.5</td>
<td>0.54</td>
</tr>
<tr>
<td>CN-81</td>
<td>1</td>
<td>224</td>
<td>223</td>
<td>0.52</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Hole</th>
<th>From</th>
<th>To</th>
<th>Width (m)</th>
<th>Li$_2$O (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>CIW-25</td>
<td>9.5</td>
<td>373</td>
<td>361.5</td>
<td>0.43</td>
</tr>
<tr>
<td>CIW-26</td>
<td>173.75</td>
<td>410</td>
<td>236.25</td>
<td>0.49</td>
</tr>
<tr>
<td>CN-86</td>
<td>81.8</td>
<td>230.9</td>
<td>149.1</td>
<td>0.48</td>
</tr>
</tbody>
</table>
CINOVEC – THE DEPOSIT

• Historic underground mine for tin and tungsten, closed in 1993.
• Over 83,000 m historic diamond drilling, 21.5 km historic drive development, EMH confirmation drilling 9,477 m, further drilling commenced in October 2018.
• The upper portion of a granite cupola has been mineralized.
• Lithium is hosted in lithium mica (zinnwaldite) disseminated in granite.
• Total indicated and inferred resource:
  • 7.17 Mt of lithium carbonate equivalent.
  • 262,600 tonnes of tin.
  • 91,910 tonnes of tungsten.

<table>
<thead>
<tr>
<th>Resource Category</th>
<th>Mt</th>
<th>Li (%)</th>
<th>Li₂O (%)</th>
<th>LCE (Mt)</th>
<th>Sn (%)</th>
<th>Sn (t)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indicated</td>
<td>372.4</td>
<td>0.206</td>
<td>0.44</td>
<td>4.05</td>
<td>0.04</td>
<td>139,080</td>
</tr>
<tr>
<td>Inferred</td>
<td>323.5</td>
<td>0.183</td>
<td>0.39</td>
<td>3.12</td>
<td>0.04</td>
<td>123,520</td>
</tr>
<tr>
<td>Total</td>
<td>695.9</td>
<td>0.195</td>
<td>0.42</td>
<td>7.17</td>
<td>0.04</td>
<td>262,600</td>
</tr>
</tbody>
</table>

Global Resources Cinovec November 2017
• Excellent infrastructure in place to support development of Cinovec
• Adjacent to a main road and near large industrial centres, car and chemical plants in Germany and Czech Republic
• Processing location 2 km from existing rail line in industrial estate and adjacent to primary coal mining and power producing areas in the Czech Republic
• Good water supply and other infrastructure.
• 22 KV transmission lines close by mine and processing site
CZECH REPUBLIC

- Central location in Europe
- Over 90% of its exports are to European and central asian countries with 32% to Germany alone
- Stable political and economic environment – Member of the European Union.
- Excellent infrastructure, communication network and power
- Relatively low corporate income tax rate of 19%
- Population is approx. 10.6 million
- Long tradition of silver, uranium, tin and coal mining
- Established mining code
CINOVEC – LITHIUM HYDROXIDE PROCESS

MICA CONCENTRATE → ROAST → LEACH → FILTER → RESIDUE TO TAILINGS

LIMESTONE → GYPSUM → WATER

SODIUM SULPHATE → SODIUM SULPHATE REMOVAL

IMPURITY REMOVAL → EVAPORATION

SODIUM CARBONATE → LITHIUM CARBONATE PRECIPITATION

LITHIUM CARBONATE → LITHIUM CARBONATE CONVERSION & PURIFICATION

DECOMPOSITION → POTASSIUM SULPHATE

GLASERITE CRYSTALLIZER → LITHIUM HYDROXIDE CRYSTALLISATION → BATTERY GRADE LITHIUM HYDROXIDE

LIME → BATTERY GRADE LITHIUM CARBONATE

CONVERSION & PURIFICATION
<table>
<thead>
<tr>
<th><strong>ANNUAL PRODUCTION</strong>&lt;sup&gt;2&lt;/sup&gt;</th>
<th>25,267 tpa battery grade LiOH.H₂O</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>PROJECT LIFE</strong></td>
<td>21 years</td>
</tr>
<tr>
<td><strong>TOTAL JORC RESOURCE</strong>&lt;sup&gt;3&lt;/sup&gt;</td>
<td>7.17 Mt LCE (4.05 Mt indicated, 3.12 Mt inferred)</td>
</tr>
<tr>
<td><strong>CONSTRUCTION CAPITAL COSTS</strong></td>
<td>$482.6 million</td>
</tr>
<tr>
<td><strong>OPERATING COSTS ( without credits )</strong></td>
<td>$4,876/t LiOH.H₂O</td>
</tr>
<tr>
<td><strong>OPERATING COSTS ( with credits )</strong></td>
<td>$3,435/t LiOH.H₂O</td>
</tr>
<tr>
<td><strong>LITHIUM HYDROXIDE PRICE ASSUMPTION</strong></td>
<td>$12,000/t battery grade LiOH.H₂O</td>
</tr>
<tr>
<td><strong>AFTER TAX ECONOMICS</strong></td>
<td>$1,108 million (NPV 8% Discount)</td>
</tr>
<tr>
<td><strong>INTERNAL RATE OF RETURN</strong></td>
<td>28.8%</td>
</tr>
</tbody>
</table>

<sup>1</sup> The initial public report for the production target and forecast financial information was released on 16 June 2019

<sup>2</sup> The annual production is stated as 100% lithium hydroxide

<sup>3</sup> The resource was updated 28 November 2017

The Company confirms that all material assumptions underpinning the production target and forecast financial information continue to apply and have not materially changed.
Key activities for the next 12 months:

- Complete drilling and upgrade resource model to include Measured Resources for calculation of proven ore reserve.
- Begin and complete DFS engineering.
- Progress EIAs for mining and processing.
- Complete locked cycle testwork & flowsheet optimisation.
- Operate pilot plant for production of marketing samples.
- Commence variability testwork.
- Progress strategic partner discussions – in active discussion with Czech and German companies.
CORPORATE SNAPSHOT

12 MONTH SHARE PRICE

ASX & AIM CODE

<table>
<thead>
<tr>
<th>CDI’s</th>
<th>146.6M</th>
</tr>
</thead>
<tbody>
<tr>
<td>MARKET CAP</td>
<td>29.3M @ GBP 0.20</td>
</tr>
<tr>
<td>SHARE HOLDER STRUCTURE</td>
<td></td>
</tr>
<tr>
<td>Cadence Minerals plc</td>
<td>19.2%</td>
</tr>
<tr>
<td>Held by Directors (inc Cadence Minerals plc)</td>
<td>28.6%</td>
</tr>
</tbody>
</table>

*all data as at 4 July 2019 at 7:00am (GMT)
<table>
<thead>
<tr>
<th>Name</th>
<th>Nationality</th>
<th>Position</th>
<th>Experience Details</th>
</tr>
</thead>
</table>
| KEITH COUGHLAN        | (AUS)       | Managing Director            | 30 years stockbroking & funds management experience  
Previously Chair of Talga Resources  
Currently NED of Southern Hemisphere Mining of Calidus Resources Limited |
| DAVE REEVES           | (AUS)       | Non Executive Chairman       | Qualified Mining Engineer  
25 years experience in Australia & Africa  
Honours degree from UNSW  
Grad Dip Applied Finance & Securities Investment, SIA |
| RICHARD PAVLIK        | (CZ)        | Executive Director           | GM of Geomet s.r.o. CZ  
30 yrs Czech mining experience  
Previously Chief Engineer & Head of Surveying & Geology for OKD & New World Resources |
| KIRAN MORZARIA        | (GB)        | Non Executive Director       | CEO & Director of EMH’s largest shareholder, Cadence Minerals in UK  
Bachelor of Engineering & MBA Finance  
Operational & Management experience in Mineral Resource Industry |
| GRANT HARMAN          | (AUS)       | Metallurgical Consultant     | Previously Manager Lithium Chemicals for Talison Lithium  
Held roles with UGL, SNC Lavalin, CleanTeq & Ausenco |
| PAVEL REICHL          | (CZ)        | Consulting Geologist         | Certified Professional Geologist  
Member of American Institute Professional Geologists  
Fellow of Society of Economic Geologists  
Competent Person for Australasian Code  
Qualified Person for AIM Guidance Notes |
SUMMARY

- Cinovec is located in the heart of Europe.
- Cinovec is the largest lithium resource on the continent.
- European industry requires substantial supplies of lithium.
- A minimum 25,267 t/a lithium hydroxide or 22,500 t/a lithium carbonate will be produced for more than 20 years for supply to Czech & European industry.
- Low risk, conventional technologies will be used in the process.
- Significant employment opportunities will be created.
- Economic benefits will multiply for the Czech Republic due to local sourcing of lithium for batteries & electric vehicles.
CONTACT

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