

29 October 2024

ASX: DRR

PORTFOLIO UPDATE: THACKER PASS LITHIUM PROJECT

Deterra Royalties Limited (ASX:DRR) (“**Deterra**”, or “the Company”) is pleased to note the recent update from Lithium Americas Corporation (“LAC”), project operator of the Thacker Pass Lithium Project (“Thacker Pass”, or “the Project”) located in Nevada, USA¹. Deterra holds a 4.8% gross revenue royalty over Thacker Pass (reducing to 1.05% gross revenue royalty, after expected exercise of a partial royalty buyback, which would see US\$13.2 million paid to Deterra).

KEY HIGHLIGHTS¹

- LAC announced the closing of a US\$2.26 billion loan from the U.S. Department of Energy’s (“DOE”) Loan Programs Office under the Advanced Technology Vehicles Manufacturing Loan Program.
- The DOE Loan will help finance the construction of Thacker Pass, targeted to produce an initial 40,000 tonnes per year of battery-quality lithium carbonate (“Phase 1”).
- The DOE Loan will be supplemented by the investment agreement with General Motors Holdings LLC to establish a joint venture for the purpose of funding, developing, constructing and operating Thacker Pass.
- General Motors will acquire a 38% asset-level ownership stake in Thacker Pass for US\$625 million in total cash and letters of credit.
- LAC is targeting to make the final investment decision and issue full notice to proceed by the end of the year.

Julian Andrews, Managing Director and Chief Executive Officer of Deterra, commented:

“We are delighted with today’s update regarding Thacker Pass. The completion of the U.S. DOE Loan is a substantial derisking event which, when coupled with the JV Agreement with General Motors, will see capex for Phase 1 largely secured.”

“Royalties over multi-billion-dollar development projects in Tier 1 jurisdictions are rare. We believe the support of General Motors and the U.S. Department of Energy highlights the strategic importance of Thacker Pass in meeting growing domestic requirements in

¹ Source: Lithium Americas Corporation announcement dated 28 October 2024

the U.S., and we look forward to further updates as Lithium Americas advances toward becoming North America's largest lithium operator."

This document was approved and authorised for release by Deterra's Managing Director.

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