



MARGOSA
GRAPHITE LIMITED

BOARD CHANGE

20 January 2023

Dear Shareholders

Margosa Graphite Limited ("Margosa" or the "Company") announces that in line with ensuring the organisation is built on the foundations of good governance and has the requisite expertise and industry knowledge, the Board has appointed Mr Colin Belton as Margosa's Non-Executive Chairman and moved Mr John Shackleton to the position of Managing Director with immediate effect.

Since being appointed as a Non-Executive Director with Margosa, Mr Belton moved quickly to provide direction and support to management and immediately travelled to Sri Lanka to meet Margosa's partners, employees and to understand the organisation's position. Mr Belton's extensive experience in-country has already assisted in accelerating Margosa's journey toward the monetization trajectory enabling alignment with the organisation's strategic axis. Testament to this is his understanding of the Industrial Mining License application process, having successfully navigated this process previously. Importantly this will include the requirement to ensure Margosa correctly meets the Sri Lankan legal framework and Mining licensing laws related to foreign ownership and the shareholders are adequately protected within this framework. Mr Belton has already gained the respect of the Board and management in a short period of time.

Mr Belton was delighted to be elected as the new Non-Executive Chairman and said he 'looked forward to directing and supporting Margosa in its pursuit to become a world leader in the production of high-grade crystalline vein graphite.'

Mr Shackleton has spearheaded the operational activity in Sri-Lanka, having relocated there with his family in March this year. His dedication and tenacity have ensured the safety and security of Margosa's people through a period of troubles, continued exemplary relationships with government departments and officials and importantly the ongoing harmonious relationship with Margosa's partners. Mr Shackleton's move to Managing Director will enable Margosa's operational excellence endeavours and ensure they are achieved as he applies his extensive 'on-the-ground' mining experience to position Margosa to start 2023 on the right foot for what should be an exciting year for the organisation.

Mr Shackleton welcomed Mr Belton as the Non-Executive Chairman and said, 'This move showcases Margosa's pursuit of sustainable good governance and I'm excited as the new Managing Director to drive and support us on the journey. Mr Belton's immediate hands-on approach to fully understand the business is how newly appointed Board Members should approach such appointment.

The Company will follow up this announcement shortly with a company update as we head into the 2023 year.

Colin Belton – Non-Executive Chairman
John Shackleton – Managing Director

On Behalf the Board of Directors
Margosa Graphite Ltd