



Alpha **HPA**

The Manager Companies - ASX Limited
20 Bridge Street
Sydney NSW 2000

ASX: **A4N**
ASX Announcement
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(1 page)

EXPANSION OF IP LICENCING RIGHTS

The Board of Alpha HPA Limited ('Alpha' or 'the Company') is pleased to advise that it has reached agreement with its Licensor to expand and consolidate Alpha's process Intellectual Property (IP) rights to the aluminium extraction and refining technology on which the HPA First Project process flow sheet has been developed.

Under the expanded License conditions:

- Alpha secures the exclusivity of the process IP License for the production of all aluminium bearing products, extinguishing the Licensor's previous potential future right to issue a second commercial License.

and;

- Alpha secures the right to apply the IP globally (previously limited to Australian and North American production centres).

Under the expanded arrangements, Alpha will pay the following consideration to the Licensor.

An initial payment of:

- \$2.0M cash (plus GST), and
- The issue of \$1.0M (plus GST) as fully paid ordinary shares at a 5-day VWAP price of \$1.1326 per share.

A second variable payment, to be made on Monday, 2 October 2023 is linked to the Licensor share option holding of 5 million options, exercisable at \$0.35 expiring 30 September 2023.

The second variable payment will be:

- \$2.0M cash (plus GST) if no options have been exercised;

or

- \$2.0M cash (plus GST) minus the amount of $(XX \times (SP - \$0.35))$ if some or all the options have been exercised. Where SP = closing share price on day of exercise and XX = the number of options exercised. Noting the second payment would have a minimum value if zero (ie: cannot be negative).

Managing Director, Rimantas Kairaitis commented: "*Alpha is delighted to have secured global exclusive Licensee rights to the process IP. Over the last 5 years, Alpha's engineering and marketing teams, together with the Licensor, have added significant value to the process IP and demonstrated its value to its application across a wide and valuable range of end-uses. The right to now apply the IP globally creates the opportunity for Alpha to look ahead to further expansions beyond Australia and North America.*"

For further information, please contact:

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