

15 August 2017

PAYNES FIND GOLD PROJECT SALE UPDATE

Further to the ASX announcement dated 7 July 2017, European Lithium Limited (**ASX:EUR**) (the **Company**) advises it has agreed to amend the terms of the sale agreement with Cervantes Gold Pty Ltd (**ASX:CVS**) (**CVS**) for the sale of its Paynes Find Gold Project (**Transaction**) as follows:

- The end date for completion of the Transaction has been amended to 30 September 2017; and
- This extension was provided in consideration for the payment of \$100,000 from CVS to the Company by 30 August 2017.

The total consideration payable in relation to the Transaction remains unchanged and comprises \$500,000 cash (of which \$70,000 has been received to date) and \$500,000 in share consideration through the issue of 25,000,000 shares in CVS, at a deemed issue price of 2 cents each, on completion of the Transaction.

EUR's Chairman, Tony Sage, commented "all conditions precedent to settlement of the Transaction have now been satisfied and we look forward to completing the Transaction next month. The \$100,000 payment will be utilized in progressing our flagship Wolfsberg Lithium project."

Tony Sage
Non-Executive Chairman
European Lithium Limited

END