

27 September 2017

PAYNES FIND GOLD PROJECT SALE UPDATE

Further to the ASX announcement dated 15 August 2017, European Lithium Limited (**ASX:EUR**) (the **Company**) advises it has agreed to amend the end date on the sale agreement with Cervantes Gold Pty Ltd (**ASX:CVS**) (**CVS**) for the sale of its Paynes Find Gold Project (**Transaction**) from 30 September 2017 to 16 October 2017.

The total consideration payable in relation to the Transaction remains unchanged and comprises \$500,000 cash (of which \$170,000 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 "we are in regular communication with CVS to complete the Transaction next month." He added, "the remaining cash proceeds received from the Transaction will be used towards progressing the Company's flagship Wolfsberg Lithium project."

Tony Sage
Non-Executive Chairman
European Lithium Limited

END