

18 October 2017

PAYNES FIND GOLD PROJECT SALE UPDATE

Further to the ASX announcement dated 27 September 2017, European Lithium Limited (ASX:EUR, FRA:PF8, VSE:ELI) (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 28 November 2017; and
- This extension was provided in consideration for the payment of \$25,000 from CVS to the Company by 20 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.

Tony Sage
Non-Executive Chairman
European Lithium Limited

END