



Dear Shareholder,

Margosa Graphite Limited ("**Margosa**" or the "**Company**") is pleased to provide an update to its shareholders. 2024 started with a busy schedule of travel and visits to the United Kingdom and the United Arab Emirates (UAE) to meet potential investors, interested parties and future partners. The visits generated a considerable amount of interest in Margosa's Mine to Many Markets (MTM2™) strategy.

Potential Acquisition of Equity in ISO Accredited Chemical Manufacturing Company

Testament to Margosa's continued efforts to progress and pave the way to opportunity and value, a Letter of Intent (LOI) was delivered to a UK-based, Chemical Manufacturing organization in March 2024, expressing the Company's sincere commitment to a collaborative approach by formalising a relationship through the acquisition of controlling equity. The conditions precedent for progressing the acquisition are centred on the success of Margosa's current capital funding activity, an accurate valuation and completion of due diligence. Margosa's interest in collaboration has been built over the course of the last 12 months in recognition of the organisation's Intellectual Property, skills, credibility, and experience to assist Margosa in achieving its strategic goals and the ability to conduct research and development and material testing in support of a collaborative MtM2™ approach. The organization has been assessed and approved to the management systems, standards and guidelines of ISO 9001:2015 and is affiliated with the Graphene Institute – The University of Manchester and the Graphene Engineering Innovation Centre (GEIC).

Margosa's Managing Director, Mr John Shackleton stated, *'a relationship with an organisation held in such high regard by global graphite and graphene exerts really does create a potent market differentiator. It will allow Margosa to communicate extreme value as it not only brings credibility of science and academia to our table, it also provides reach into global markets and opens the doors to immediate offtake'*

Potential Equity Investment by Abu Dhabi Global Market (ADGM) Conglomerate and Prospective Clients

Margosa engaged with several organisations during the visit to UAE in February 2024. Margosa's Managing Director, Mr John Shackleton and Chief of Strategy & Sustainability, Jon McNish presented to various leaders from a conglomerate of 17 companies positioned in the Abu Dhabi Global Market (ADGM), the UAE Crown Prince's Strategic Advisor, 3 US-based Hedge Fund managers and a representative from a leading US Maritime and Aerospace technology provider. On completion of Margosa's visit the Founder and Group Executive Chairman of the ADGM Conglomerate, issued an LOI to Margosa recognising that both company's future focused mindset has created the conditions for value-creating discussions to continue pending a transaction. Additionally, since leaving Abu Dhabi, Margosa has continued discussions with the US-based Hedge Fund Managers that have requested a site visit to the Ridee Ganga Project in Sri Lanka.

Margosa's A/CFO & CoSec & Non-Executive Director, Mr Craig Pentland stated at the last MGA Board Meeting that, *'the UAE-based entity has a truly global network, and they understand critical minerals and the value associated with future-focused uses of Margosa's material'*.

Additional shareholder updates will follow in April 2024.

Best regards,



COLIN BELTON

Non-Executive Chairman

On Behalf the Board of Directors