



Balama shipping update

Syrah Resources (ASX: SYR) (“Syrah” or “Company”) advises due to scheduling changes by a shipping services provider, approximately 12kt of natural graphite sales from its Balama Graphite Operation (“Balama”) in Mozambique planned to ship from Nacala in late September 2021 has been delayed to October 2021, highlighting the impact of container shipping market disruption on Balama product shipments.

Natural graphite sales in the September 2021 quarter, which were already constrained by shipping availability, were expected to be approximately 29kt prior to the scheduling delay and are now expected to be approximately 17kt. Weighted average sales price for the September 2021 quarter is expected to be higher than the June 2021 quarter.

Syrah expects container shipping constraints impacting its sales and operations to ease through the December 2021 quarter, with additional vessel capacity and container equipment for East Africa being added. The Company continues to work closely with its shipping service providers to urgently secure increased container shipping capacity and meet strong customer orders for the December 2021 quarter.

Syrah is experiencing strong demand and forward contracting for Balama products, with the Company’s sales order book currently underpinning 45kt of natural graphite sales in the December 2021 quarter, with additional spot sales demand evident.

Balama is producing high quality products from campaign operations with excellent recovery and costs. Natural graphite production at Balama is expected to be lower in the September 2021 quarter compared to the June 2021 quarter due to container shipping disruption. Operational performance at Balama following the restart decision in February 2021 demonstrates that the Company is well positioned to increase production, while maintaining product quality, recovery and cost focus, to meet customer demand.

The outlook for electric vehicle (“EV”) and anode demand remains strong with monthly global EV sales at 0.5 million units in August 2021 (over 100% growth pcp)¹, Chinese anode production at ~60kt in August 2021 (over 50% growth pcp)² and supportive policy being announced by Governments and industry.

Syrah’s cash position as at 30 September 2021 is expected to be US\$74 million.

This release was authorised on behalf of the Syrah Board by

Shaun Verner, Managing Director

¹ Source: MarkLines.

² Source: ICCSino.

Investor Relations Contact:

Viren Hira

Contact: +61 3 9670 7264

Email: v.hira@syrahresources.com.au**Media Enquiries Contact:**

Nathan Ryan

Contact: 0420 582 887

Email: nathan.ryan@nwrcommunications.com.au**About Syrah Resources**

Syrah Resources (ASX code: SYR) is an Australian Securities Exchange listed industrial minerals and technology company with its flagship Balama Graphite Operation in Mozambique and a downstream Active Anode Material Facility in the United States. Syrah's vision is to be the world's leading supplier of superior quality graphite and anode material products, working closely with customers and the supply chain to add value in battery and industrial markets.

Forward Looking Statement

This document contains certain forward - looking statements. The words "expect", "anticipate", "estimate", "intend", "believe", "guidance", "should", "could", "may", "will", "predict", "plan", "targets" and other similar expressions are intended to identify forward - looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward - looking statements. Forward - looking statements, opinions and estimates provided in this document are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions.

Forward - looking statements, including projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. This document contains such statements that are subject to risk factors associated with the mineral and resources exploration, development and production industry. It is believed that the expectations reflected in these statements are reasonable, but they may be affected by a range of variables which could cause actual results or trends to differ materially, including but not limited to the following risks: dependence on commodity prices, availability of funding, impact of inflation on costs, exploration risks, including the risks of obtaining necessary licences and diminishing quantities or grades of reserves, risks associated with remoteness, environmental regulation risk, currency and exchange rate risk, political risk, war and terrorism and global economic conditions, as well as earnings, capital expenditure, cash flow and capital structure risks and general business risks. No representation, warranty or assurance (express or implied) is given or made in relation to any forward - looking statement by any person (including the Company). In particular, no representation, warranty or assurance (express or implied) is given that the occurrence of the events expressed or implied in any forward - looking statements in this document will actually occur. Actual results, performance or achievement may vary materially from any projections and forward - looking statements and the assumptions on which those statements are based. The forward - looking statements in this document speak only as of the date of this document. Subject to any continuing obligations under applicable law or any relevant ASX listing rules, the Company disclaims any obligation or undertaking to provide any updates or revisions to any forward - looking statements in this document to reflect any change in expectations in relation to any forward looking statements or any change in events, conditions or circumstances on which any such statement is based. Nothing in this document will under any circumstances create an implication that there has been no change in the affairs of Syrah since the date of this document.