

Pilgangoora resource upgraded
Works approval for Tabba Tabba in May

Recommendation

Strong BUY

High Risk

Price

3.9c

Valuation

17.3c

- PLS has increased its Resource estimate for Pilgangoora; from 10Mt Inferred to 6Mt Indicated plus 16Mt Inferred, and the exploration target up, from 15 – 25Mt to 25Mt – 30Mt.
- PLS has re-submitted its Works Permit application. Approval is expected in May. The plant is ready to shift to site and first product now expected June.
- The revised Pilgangoora Resource estimate increases our confidence, increase our earlier years cashflow due to the higher Li₂O grade and extends the mine life.
- Our risked valuation on PLS increases from 11c to 17.3c.

Snapshot

Market Cap	\$24.1m
Shares on Issue	617.6m
Cash on hand (31 Dec 2014)	\$2.2m
52 Week High	6.5c
52 Week Low	1.0c
1 month / 6 month VWAP	4.1c / 4.7c

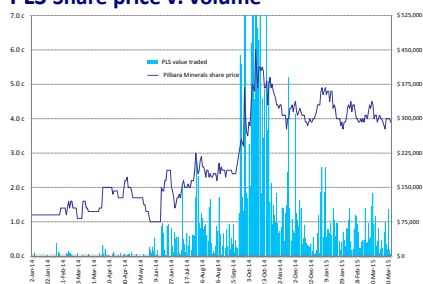
Tabba Tabba works approval is imminent

In Beer & Co's view, the PLS share price is not reflecting the value in the company as production from Tabba Tabba has been delayed by the delay in the Works Permit, which was expected in December and is now expected in May 2015, a delay of 6 months.

We understand that the tailings dam has needed to be re-designed and this has been done and the amended application has been re-submitted.

We expect first product in June.

PLS Share price v. volume



Pilgangoora Resource upgraded

Pilgangoora now has 6Mt in Indicated Resources, while total Resources is up from 10Mt to 22Mt (for Li₂O). The Li₂O grade of the Indicated Resources is now 1.38% compared with 1.01% in Resources previously.

The Exploration Target is also larger.

Valuation revised up, as we expected

Our valuation has increased by over 60%, from 10.8c to 17.3c, with many contributing factors, including higher average ore value due to higher grades, lower oil prices, slightly lower risk due with Indicated resources and others.

Significant upside to Beer & Co's risked valuation of 17.3c/share

Beer & Co sees significant further potential to increase our risked valuation, especially after Tabba Tabba is operating and generating cash.

Beer & Co confirms our Strong BUY, High Risk recommendation.

Pilbara Minerals acquired a 50% stake in the Tabba Tabba project in October 2013.

PLS published a feasibility study on Tabba Tabba in February 2014 and has since raised equity to bring it into production.

In May 2014, PLS announced the acquisition of 100% of Pilgangoora, 55km from Tabba Tabba in the the Pilbara region.

Author : Pieter Bruinstroop
pbruinstroop@beerandco.com.au

This report was produced by Beer & Co Research, an independent research and advisory firm.
It is intended for wholesale investors ONLY.

If you do not wish to receive our research, please email to info@beerandco.com.au with "unsubscribe". If you wish to receive, free of charge, Beer & Co research, please register at <http://beerandco.com.au/all-research/>

Works Permit expected for Tabba Tabba

A Brief History

Beer & Co initiated research on PLS in September 2014 (see link below).

http://beerandco.com.au/wp-content/uploads/2014/09/PilbaraMinerals_2014Sept16.pdf

At that time, we expected that approvals would be granted in October (ie. in about 6 weeks from the date of our report) and that first product would be shipped in December 2014 (see p. 16 of our September 2014 report).

PLS announced

- the acquisition of the Tabba Tabba project on 24 October 2013;
- a Feasibility Study on Tabba Tabba on 19 February 2014; and
- the acquisition of Pilgangoora on 2 April 2014.

Figure 1 : PLS share price v. market

Higher classification,
more mineral, but lower
overall grade



Source : IRESS, Beer & Co

Figure 1 start form 1 September 2013, before the acquisition of Tabba Tabba was announced. It shows that the PLS share price

- had effectively no reaction to the acquisition of Tabba Tabba, the announcement of the results of the feasibility study, nor the acquisition of Pilgangoora;
- appeared to respond to imminent production.

As the time to production has drifted, so has the PLS share price.

Final submission made

The delay in the final approval, to start work on site, is related to tailings storage.

As the ore is benign, and no chemical are used in the concentration process, which is a gravity concentration process using spirals, the original design did not use a lining in the tailings storage.

PLS has since re-designed tailings storage, at an extra cost of \$0.25m, to have the dams lined with HDPE linings.

The revised plans, with the re-design, have been lodged and approval is expected in May, leading to first product by June

Expect a positive response

In our view, PLS's promises are, at the present, just promises that a tough / cynical market is not prepared to buy.

The promises will become reality in about 2 months when PLS produces saleable product, which then makes the larger value in Pilgangoora more real.

Pilgangoora Resource Upgraded

PLS have been making announcements of goods drilling results at Pilgangoora (see Beer & Co research notes of 18 October 2014, 28 October 2014, 10 December 2014 and 13 January 2014, as per links below).

http://beerandco.com.au/wp-content/uploads/2014/10/PilbaraMinerals_2014Oct20.pdf

http://beerandco.com.au/wp-content/uploads/2014/10/PilbaraMinerals_2014Oct28.pdf

http://beerandco.com.au/wp-content/uploads/2014/12/PilbaraMinerals_2014Dec10.pdf

http://beerandco.com.au/wp-content/uploads/2015/01/PilbaraMinerals_2015Jan13.pdf

On 9 March 2015, PLS announced an upgraded Resource estimate for Pilgangoora, as we had been expecting. Figure 2 shows the previous Resource estimate, to compare with the upgraded estimate in Figure 3.

Figure 2a : Maiden JORC Resource for Pilgangoora

		Ta ₂ O ₅ grade	contained Ta ₂ O ₅	Li ₂ O grade	Contained Li ₂ O
Inferred Resource	10,400 kt	240 ppm	5,503k lb		
	8,600 kt			1.01 %	87 kt

Source : PLS ASX announcement, 17 June 2014, Beer & Co

Figure 2 : Initial Exploration Target for Pilgangoora

			Li ₂ O grade		Ta ₂ O ₅ grade	
Northern area	5 Mt - 10 Mt		1.2 % - 1.5 %		200 ppm - 300 ppm	
Central & Southern	10 Mt - 15 Mt		1.2 % - 1.5 %		200 ppm - 300 ppm	
TOTAL	15 Mt - 25 Mt		1.2 % - 1.5 %		200 ppm - 300 ppm	

Source : PLS ASX announcement, 17 June 2014, Beer & Co

Figure 3a : Updated Resource estimate for Pilgangoora, March 2015

Category		Ta ₂ O ₅ grade	contained Ta ₂ O ₅	Li ₂ O grade	Contained Li ₂ O
Indicated	Ta ₂ O ₅	5.99 Mt	235 ppm	1,410 t	3.1 Mlb
	Li ₂ O	4.69 Mt			1.38 %
Inferred	Ta ₂ O ₅	15.71 Mt	220 ppm	3,450 t	7.6 Mlb
	Li ₂ O	11.93 Mt			1.07 %
TOTAL	Ta ₂ O ₅	21.70 Mt	224 ppm	4,860 t	10.7 Mlb
	Li ₂ O	16.62 Mt			1.16 %

Source : PLS ASX announcement, 17 June 2014, Beer & Co

Figure 3b : Updated Exploration Target for Pilgangoora, March 2015

				<u>Li₂O grade</u>		<u>Ta₂O₅ grade</u>	
Northern area	10 Mt	-	15 Mt	1.2 %	-	1.5 %	200 ppm - 250 ppm
Central & Southern	15 Mt	-	20 Mt	1.2 %	-	1.5 %	200 ppm - 250 ppm
TOTAL	25 Mt	-	35 Mt	1.2 %	-	1.5 %	200 ppm - 250 ppm

Source : PLS ASX announcement, 17 June 2014, Beer & Co

Comparing Figure 2 with Figure 3 shows :

- The Resource estimate has doubled;
- The tantalite grade is slightly lower, but the lithia grade is higher so that the value per tonne of ore has increased from \$121/t to \$125.6/t, both of which are high values, especially for near surface material;
- The Exploration Target is 40% to 65% larger, with the same lithia grade but the upper end of the tantalite range has been reduced, so the mid-point is consistent with the Resource grade.

Valuation Upgraded

Our valuation of PLS is increased from 11c to 17.3c for a number of reasons, as shown in Figure 4.

Figure 4 : Beer & Co's valuation of PLS rises from 11c to 16.5c

<u>Was</u>	<u>Other</u>	<u>Tabba Tabba</u>	<u>de-risk</u>	<u>Grades</u>	<u>Mine life</u>	<u>Oil price</u>
10.8 c	11.1 c	12.1 c	13.2 c	16.1 c	16.2 c	17.3 c

Source : Beer & Co estimates

Figure 5 shows the asset based detail of Beer & Co revised valuation of PLS.

It shows that the value of PLS's 50% of the Tabba Tabba project, is about 1c of our 16.5c valuation. Tabba Tabba is a joint venture with globally renowned metallurgical engineering company, Nagrom, having the other 50%.

Figure 5 : Detail of Beer & Co's valuation of PLS

	discount rate = 12.0 %	risk :	30-Jun-14		3-Apr-15	
			100%	Product	per share	
Tabba Tabba Resources		85 %	\$ 4m	\$ 4m	0.4 c	0.6 c
Tabba Tabba Extensions		65 %	\$ 2m	\$ 1m	0.1 c	0.2 c
Strelly		45 %	\$ 1m	\$ 0m	0.1 c	0.1 c
fanking credits		50 %	\$ 1m	\$ 0m	0.0 c	0.1 c
Pilgangoora Indicated		50 %	\$ 91m	\$ 45m	5.2 c	7.5 c
Pilgangoora Inferred		40 %	\$ 65m	\$ 26m	3.0 c	4.5 c
Pilgangoora Extension		20 %	\$ 7m	\$ 1m	0.2 c	0.3 c
fanking credits		20 %	\$ 65m	\$ 22m	2.6 c	4.0 c
Corporate		100 %	(\$6m)	(\$6m)	(0.6c)	(0.6c)
Cash / debt		100 %	(\$0m)	(\$0m)	(0.0c)	(0.1c)
cash raised		100 %	\$ 9m	\$ 9m	1.0 c	0.8 c
TOTAL			\$ 238m	\$ 104m	11.8 c	17.3 c
Shares on issue			330.3m	FPO shares	91.8m options	
			287.3m	issued 2014	91.8m op. ex'd	
			47.7m	CNs converted		
			119.7m	new equity		

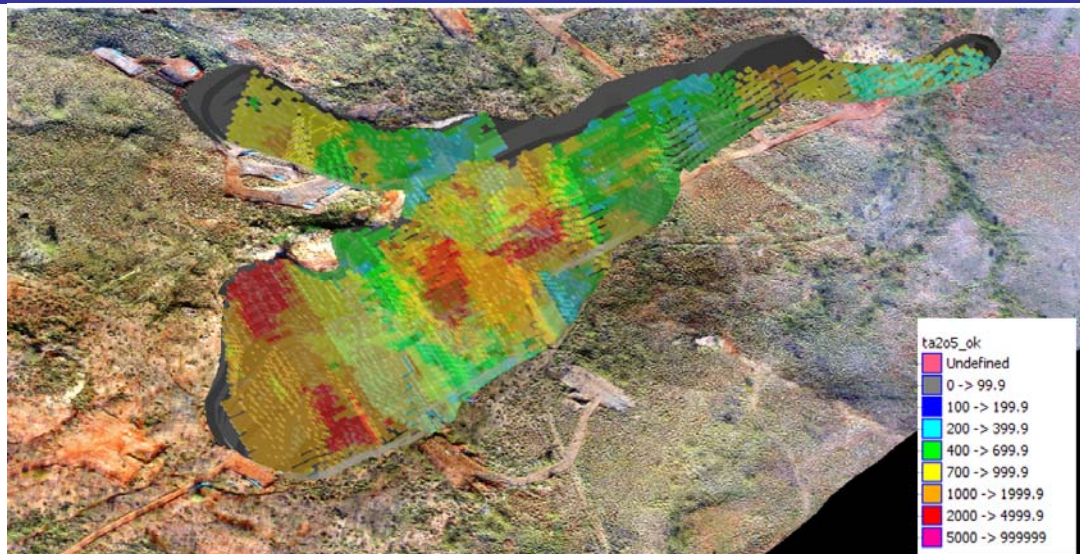
Source : Beer & Co estimates

PLS has 100% of the much larger Pilgangoora project.

Tabba Tabba

Figure 4 shows we have revised our valuation of Tabba Tabba upwards, by 1.0c/PLS share. Our 17 February 2015 note reduced our valuation of Tabba Tabba by 1.0c with the updated Resource estimate, which had been 572,000lb of contained Ta₂O₅ in 213kt of ore at 1,220ppm and was revised to 666,000lb of contained Ta₂O₅ in 318kt of ore at an average grade of 950ppm.

Figure 6 : Tabba Tabba mine plan



Source : Pilbara Minerals

Figure 6 shows the revised mine plan that based on the updated Resource.

The increased volume in the Resource is in the north-east, which is the entrance to the high grade areas of the pit. The strip ratio is much lower than for the resource overall, and we have reduced the strip ratio from the overall ratio of 10 to 2 for some of the early production.

De-Risking

The revised resource for Pilgangoora now has a significant indicated component. The cashflows generated from this portion has a slightly lower risking than our projected cashflows from Inferred Resources.

Figure 4 shows that this has added just over 1c to our valuation.

This indicates that progressive de-risking as the projects are developed could add significant value.

Grades

Comparing Figure 2 with Figure 3 shows that while the tantalite grade is slightly lower, the lithia grade is significantly higher, and the value per tonne of ore has increased from \$121/t to \$125.6/t.

Figure 4 shows that this higher Resource estimate has added 3c to our valuation.

Mine Life

Comparing Figure 2 with Figure 3 shows that the estimate of total Resources has increased from 10.4Mt to 21.7Mt for tantalilte mineralisation, and from 8.6Mt to 16.6Mt for lithia mineralisation.

Also, the Exploration Target has increased from an average of 20Mt to 30Mt.

Our assumed mining inventory is now 27Mt, which is mined at an assumed rate of 1.0Mt/yr.

The longer mine life, at a discount rate of 12%, adds little value, as shown in Figure 4.

However, it add significant value if it facilitates an increase in the rate of production.

Oil Price

Our previous valuation assumed a price for Tapis of \$110/bbl.

Reducing our estimate for the oil price to \$70/bbl boosted our valuation buy 1c/share, as shown in Figure 4.

Conclusions

Finance

As indicated in Figure 5, Bee & Co expects that PLS will need to raise more equity to bring the Pilgangoora project into production. We assume :

- The \$1.5m Convertible Note is converted into shares
 - The conversion ratio is a 25% discount to VAWP in September 2015 and November 2015
 - We assume that the share price at that time is about the current price, so 47.74m new shares are issued
- PLS raises \$3.0m in new equity in June 2016 to develop the Pilgangoora project
 - We assume that this equity is issued at 2.5c, requiring 120m new shares
- PLS has 91.777m options on issue which can be exercised at 3.0c, in March 2017

Final Comments

Beer & Co's risked base case valuation of PLS is now 17c/share, or more than 4x the current share price.

There is significant upside to our valuation from

- Successful project delivery and project de-risking;
- Increased production rates, at some later time, at Pilgangoora; and
- Less equity being issued for the Convertible Notes and the new equity raising we project for June 2016, if the share price rises from current levels.

The start of the Tabba Tabba project has been delayed on the permitting process.

In our view, this delay has limited the share price and we expect the share price to respond when Tabba Tabba starts production.

Beer & Co affirms our Strong BUY, High Risk recommendation.

Beer & Co Research

Pilbara Minerals (PLS.ASX)

April 2015

Year ended June		2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Section 1 - P&L								
Sales revenue	\$A m	0	1	10	10	76	118	119
Interest revenue	\$A m	0	0	0	0	1	1	1
Other revenue	\$A m	0	0	0	0	0	0	0
Total Revenue	\$A m	0	1	11	10	77	119	120
Cost of Goods Sold	\$A m	0	(0)	(3)	(7)	(45)	(59)	(60)
Royalties	\$A m	0	0	0	0	0	0	0
Exploration Expense	\$A m	0	0	0	0	0	0	0
Corporate Costs	\$A m	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Other Operating Expenses	\$A m	0	0	0	0	0	0	0
Total Operating Expenses	\$A m	(1)	(1)	(4)	(8)	(46)	(60)	(61)
EBITDA	\$A m	(1)	(1)	6	3	31	59	59
Dep'n & Amort'n	\$A m	0	(0)	(6)	(1)	(2)	(4)	(4)
EBIT	\$A m	(1)	(1)	(0)	2	29	55	55
Interest Expense	\$A m	0	0	0	0	(1)	(1)	(1)
Other	\$A m	0	0	0	0	0	0	0
Pre-Tax Profit	\$A m	(1)	(1)	(0)	2	28	54	54
Tax Expense	\$A m	0	0	(0)	(1)	(8)	(16)	(16)
NPAT	\$A m	(1)	(1)	(0)	1	20	38	38
Reported NPAT	\$A m	(1)	(1)	(0)	1	20	38	38

Section 2 - Key Data

Ordinary shares - year end	m	330.3	618	785	877	877	877	877
Fully diluted shares on issue	m	469.8	757	877	877	877	877	877
Weighted # shares	m	291.5	612	683	831	877	877	877
Earnings per Share		(0.3c)	(0.2c)	(0.0c)	0.2 c	2.2 c	4.3 c	4.3 c
Dividends Per Share		0.0 c	0.0 c	0.0 c	0.0 c	0.4 c	3.1 c	3.5 c

Section 3 - Balance Sheet

Cash	\$A m	1	1	9	5	33	56	64
Receivables	\$A m	0	0	1	1	13	15	15
Other	\$A m	0	0	0	0	0	0	0
CURRENT ASSETS	\$A m	1	1	11	6	46	71	79
Receivables	\$A m	0	0	0	0	0	0	0
P, P & E	\$A m	2	4	1	20	20	18	16
Mining Properties / Exploration	\$A m	4	5	3	3	3	3	2
Other	\$A m	0	0	0	0	0	0	0
NON-CURRENT ASSETS	\$A m	7	9	5	23	23	20	18
TOTAL ASSETS	\$A m	8	10	15	30	68	92	96
Payables	\$A m	0	0	0	1	6	6	6
Debt	\$A m	0	2	0	1	3	3	2
Other	\$A m	0	0	0	0	0	0	0
CURRENT LIABILITIES	\$A m	0	2	0	2	8	9	8
Long Term Debt	\$A m	2	0	10	9	6	3	1
Deferred Tax Liability	\$A m	0	0	0	0	0	0	0
Other	\$A m	0	0	0	0	0	0	0
Provisions	\$A m	0	0	0	0	0	0	0
NON-CURRENT LIABILITIES	\$A m	2	0	10	9	6	3	1
TOTAL LIABILITIES	\$A m	2	2	10	11	15	12	10
NET ASSETS	\$A m	6	8	5	19	54	79	87
Accumulated Profit (Loss)	\$A m	(12)	(13)	(13)	(11)	8	30	38
Reserves	\$A m	1	0	(8)	2	17	20	20
Contributed Equity	\$A m	17	20	26	29	29	29	29
PPE	\$A m	6	8	5	19	54	79	87
Minority Interest	\$A m	0	0	0	0	0	0	0
Total Equity	\$A m	6	8	5	19	54	79	87

Section 4 - Cashflow

Net Cashflow from operations	\$A m	(4)	(3)	4	(8)	27	53	53
Net Interest Paid	\$A m	0	0	0	0	(0)	0	0
Taxes Paid	\$A m	0	0	0	0	(0)	(15)	(16)
Change in Working Capital	\$A m	(0)	0	(10)	4	(44)	(26)	(7)
OPERATING CASHFLOW	\$A m	(4)	(3)	(6)	(3)	(17)	13	30
Exploration Expenditures	\$A m	0	1	2	0	0	0	0
Maintenance Capex	\$A m	0	0	0	0	1	1	1
Expansion Capex	\$A m	2	2	0	19	0	0	0
PPE Acquisitions (Total Capex)	\$A m	2	3	2	20	1	1	1
PPE Divestments	\$A m	0	0	0	0	0	0	0
INVESTING CASHFLOW	\$A m	2	3	2	20	1	1	1
Change in Equity	\$A m	2	4	4	3	0	0	0
Dividends Paid	\$A m	0	0	0	0	(16)	(30)	(30)
Change in Debt	\$A m	2	0	8	0	(1)	(3)	(3)
FINANCING CASHFLOW	\$A m	3	4	12	3	(1)	(18)	(33)
Free Cashflow	\$A m	(2)	(0)	(4)	16	(16)	(2)	1
Net Cashflow	\$A m	2	3	9	19	(17)	(4)	(2)

Shareholdings

Neil Biddle	34.438m	5.6%
Vaughan Blank	33.333m	5.4%

Commodity price assumptions

Year ended June	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
AUD/USD	0.883	0.850	0.850	0.850	0.850	0.850
Tantalite \$A / lb	83	83	83	83	83	83
Spodumene \$A / lb	3.0	3.0	3.0	3.0	3.0	3.0

Mine Production, PLS share, '000 pounds

Tabba Tabba Ta2O5	7	126	122	131	130	130
Pilgangoora Ta2O5	0	0	0	256	421	425
Pilgangoora Spodumene	0	0	0	14,626	24,111	24,339

Resources, Reserves and assumed mining inventory

Tabba Tabba Ore Reserves (February 2014)

	Ta ₂ O ₅ grade	contained Ta ₂ O ₅
Proved	32 kt	1,420 ppm
Probable	101 kt	1,249 ppm
Total Reserves	133 kt	1,290 ppm
Pit Design	162 kt	1,240 ppm

Tabba Rabba Mineral Resources (January 2015)

	Ta2O5 grade	contained Ta2O5
Measured	35 kt	1,380 ppm
Indicated	187 kt	1,020 ppm
Inferred	96 kt	660 ppm
TOTAL	318 kt	950 ppm

Beer & Co estimated mining inventory, Tabba Tabba

	Ta2O5 grade	contained Ta2O5
Reserves	133 kt	1,290 ppm
Pit Design	29 kt	1,012 ppm
Other M&I Resources	60 kt	626 ppm
Inferred	96 kt	662 ppm
Along strike	500 kt	600 ppm
Strelly, high grade	500 kt	600 ppm
Strelly, balance	900 kt	450 ppm
TOTAL	2,217 kt	589 ppm

Pilgangoora Mineral Resources

	Ta2O5 grade	contained T	Li2O grade	Contained Li2O
Indicated	Ta2O5	5.99 Mt	235 ppm	1,410 t
	Li2O	4.69 Mt		3.1 Mlb
Inferred	Ta2O5	15.71 Mt	220 ppm	3,450 t
	Li2O	11.93 Mt		1.07% 127,500 t
TOTAL	Ta2O5	21.70 Mt	224 ppm	4,860 t
	Li2O	16.62 Mt		10.7 Mlb
				1.16% 192,300 t

Asset based Valuation

discount rate = 12.0 %	30 June 2014		3-Apr-15	
	risking	100% Product	per share	
Tabba Tabba Resources	\$ 4m	\$ 4m	0.4 c	0.6 c
Tabba Tabba Extensions	\$ 2m	\$ 1m	0.1 c	0.2 c
Strelly	\$ 1m	\$ 0m	0.1 c	0.1 c
fanking credits	\$ 1m	\$ 0m	0.0 c	0.1 c
Pilgangoora Indicated	\$ 91m	\$ 45m	5.2 c	7.5 c
Pilgangoora Inferred	\$ 65m	\$ 26m	3.0 c	4.5 c
Pilgangoora Extension	\$ 7m	\$ 1m	0.2 c	0.3 c
fanking credits	\$ 65m	\$ 22m	2.6 c	4.0 c
Corporate	(\$6m)	(\$6m)	(0.6c)	(0.6c)
Cash / debt	(\$0m)	(\$0m)	(0.0c)	(0.1c)
cash raised	\$ 9m	\$ 9m	1.0 c	0.8 c
TOTAL	\$ 238m	\$ 104m	11.8 c	17.3 c
Shares on issue	330.3m	FPO shares	91.8m options	
	287.3m	issued 2014	91.8m op. ex'd	
	47.7m	CNs converted		
	119.7m	new equity		

Financial Ratios

Year ended June	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Revenue	\$A m	1	11	10	77	119
EBITDA	\$A m	(1)	(1)	6	3	31
EBIT	\$A m	(1)	(1)	(0)	2	29
NPAT (reported)	\$A m	(1)	(1)	(0)	1	20
Adjusted EPS (cps)		(0.3c)	(0.2c)	(0.0c)	0.2 c	2.2 c
EPS Growth (%)			54 %	94 %	1,890 %	1,314 %
DPS (c)		0.0 c	0.0 c	0.0 c	0.4 c	3.1 c
Dividend Yield (%)		0 %	0 %	0 %	10 %	80 %
PE adj. (x)	x	(6)	(25)	(442)	25	2
EV / EBITDA (x)	x	(7)	(45)	5	14	0
EV / EBIT (x)	x	(7)	(26)	(4,357)	21	0
Gearing (%)		15 %	62 %	32 %	13 %	7 %
Return on Assets		(10%)	(0%)	6 %	42 %	60 %
Return on Equity		(12%)	(1%)	7 %	36 %	48 %
EBITDA Margin (%)		n/a	n/a	62 %	28 %	41 %
Interest Cover (x)	x	n/a	n/a	n/a	n/a	32.6

Important Information

Confidential

This document is for the confidential use of the recipients only and is not to be reproduced without the authority of Beer & Co Pty Ltd. It has been prepared at the request of Pilbara Minerals Limited and Beer & Co Pty Ltd will receive a fee for its preparation.

Disclaimer

The persons involved in or responsible for the preparation and publication of this report believe that the information herein has been obtained from reliable sources and that any estimates, opinions, conclusions or recommendations are reasonably held at the time of compilation. No warranty is made as to the accuracy of the information in this document and, to the maximum extent permitted by law, Beer & Co Pty Ltd and its related entities, their respective directors and officers disclaim all liability for any loss or damage which may be suffered by any recipient through relying on anything contained or omitted from this document.

General Advice

The content is of a general nature and is based on a consideration of the securities alone, and as such is conditional and must not be relied upon without advice from a securities adviser as to the appropriateness to you given your individual investment objectives, financial situation and particular needs. Whilst this document is based on information and assessments that are current at the date of publication, Beer & Co Pty Ltd has not undertaken detailed due diligence on the information provided and has no obligation to provide revised assessments in the event of changed circumstances.

Disclosure

Beer & Co Pty Ltd has been engaged by Pilbara Minerals Limited to prepare this research report and is being paid a fee for its preparation. In the future, Beer & Co Pty Ltd may provide capital raising services to Pilbara Minerals Limited on commercial terms. Directors of Beer & Co or other associate companies may own securities in Pilbara Minerals Limited. Beer & Co Pty Ltd seeks to do work with those companies it researches. As a result, investors should be aware that Beer & Co Pty Ltd may have a conflict of interest that could affect the objectivity of this report.

Analyst Certification

The analyst responsible for this research report certifies that all of the views expressed reflect his personal views about the securities and the issuer.

Report prepared by : Pieter Bruinstroop pbruinstroop@beerandco.com.au

BEER & CO PTY LTD ABN 88 158 837 186,
AUTHORISED REPRESENTATIVE MELBOURNE VENTURE SECURITIES PTY LTD AFSL No. 224 313

Melbourne Office:
Suite 4, Level 2, Bank House
11 - 19 Bank Place,
Melbourne, Vic, Australia 3000
Telephone: (+613) 9600 3599
Facsimile: (+613) 9602 2291
Email: info@beerandco.com.au
Web: www.beerandco.com.au