

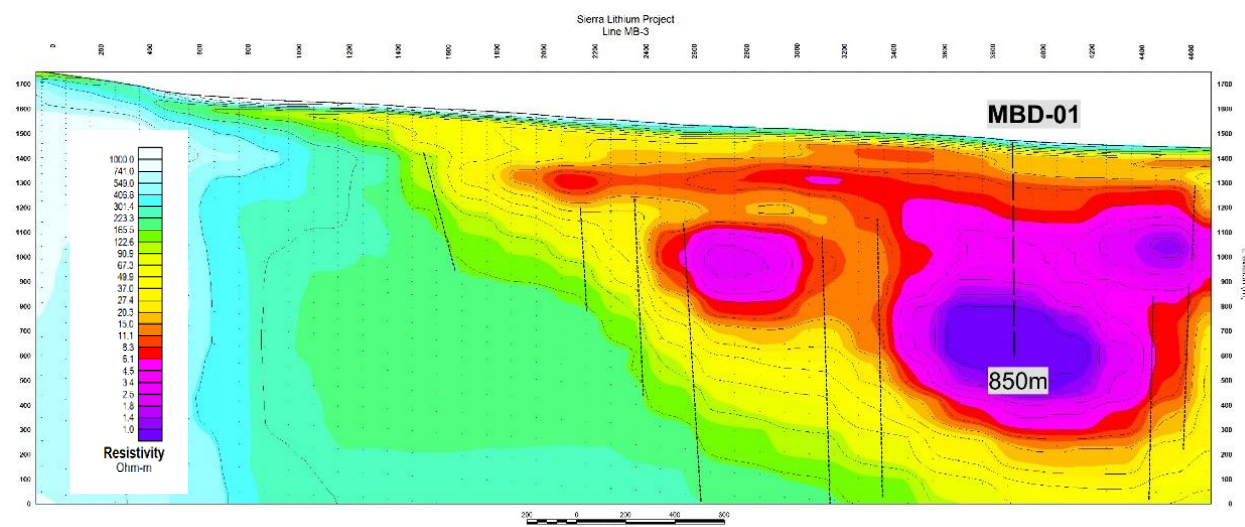
For immediate release
16 April 2018

Drilling for lithium brine to begin at Big Smoky South

Having achieved the target depth for its drill hole at Columbus Salt Marsh and now awaiting assays of brine samples, Reedy Lagoon Corporation Limited (ASX:RLC) is proceeding to drill for lithium brine at its wholly owned Big Smoky South project located in Clayton Valley, Nevada near North America's only producing lithium brine operation.

The drill rig at the hole recently completed on the Company's Columbus Salt Marsh project, is expected to move off that site over the next few days and will mobilise immediately to drill hole MBD-01 on the Big Smoky South project.

The drill program at Big Smoky South will investigate a highly conductive zone extending from 600 metres to more than 850 meters below surface shown on the MT Survey profile below.

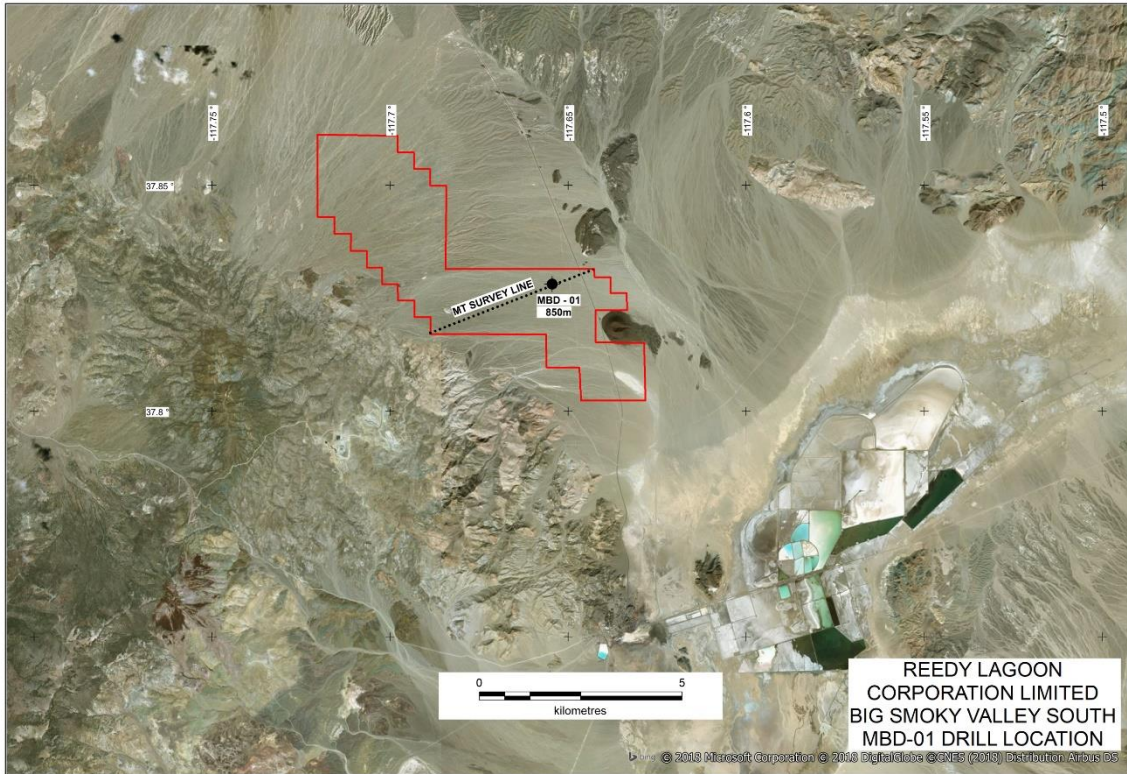


The planned program includes hydrological testing to establish aquifer and brine extraction parameters, as well as brine composition analysis.

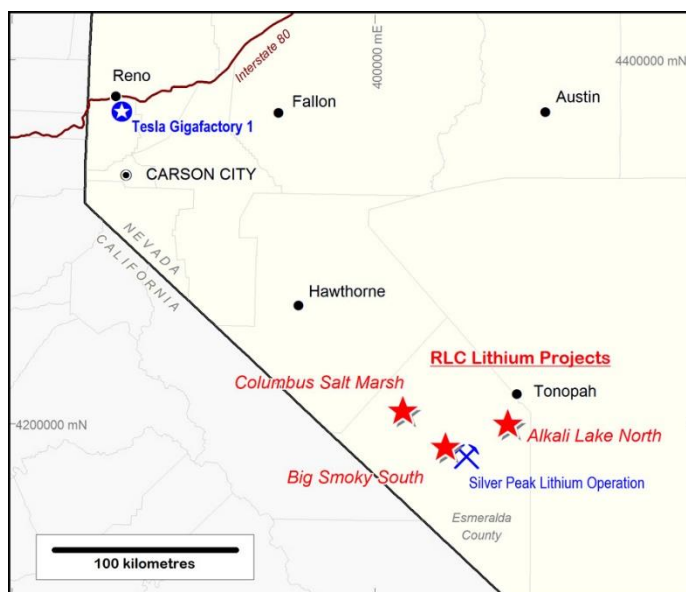
Further reporting of results from the drilling will be released with expected progress as follows:

- Drill and core sample to 850 metres depth – estimate 4 to 5 weeks
- Sample and pump test selected aquifers – estimate one week
- Assays from core samples can be expected 4 weeks from sample delivery

- Assays from brine samples can be expected 4 weeks from sample delivery
- Metallurgical studies on the brine samples will be considered in the event that sufficient brine volumes, flow rates and compositions indicate potential for commercial development.



The Big Smoky South Lithium Brine Project is located 5 kilometres from the Silver Peak evaporation ponds and is one of three lithium brine projects located in Nevada, USA all of which are owned 100% by Reedy Lagoon.



For further information, please visit www.reedylagoon.com.au
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The information in this report as it relates to exploration results and geology was compiled by Mr Geoff Balfe who is a Member of the Australasian Institute of Mining and Metallurgy and a Certified Professional. Mr Balfe is a consultant to Reedy Lagoon Corporation Limited. Mr Balfe has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Balfe consents to the inclusion in this report of matters based on the information in the form and context in which it appears.

Reedy Lagoon Corporation Limited
P O Box 2236, Richmond VIC 3121

Issued shares: 399,720,844
Issued options: 37,710,515 listed (\$0.08; 6/04/2021)
900,000 unlisted (\$0.0375; 31/12/2020)

Share price (last traded): \$0.036

Directors and management:

Jonathan Hamer, Chairman, Non-Executive Director

Geoffrey Fethers, Managing Director, Co. Secretary

Adrian Griffin, Non-Executive Director