



For immediate release

14 May 2018

Exploration Update – Nevada Lithium Brine Drilling

BIG SMOKY SOUTH PROJECT

Drilling of MBD-01 at the Big Smoky South project has stopped at a depth of 401 metres after intersecting a thick sequence of lake sediments which the Company interprets as being beneath the geological horizons that are prospective for lithium bearing brines.

Pump testing and sampling of four selected zones was attempted in the part of MDB 01 already completed, including in a zone of volcanic ash layers intersected between 59 and 100 metres down hole depths from surface. However, fluid flow rates were too low to allow effective sampling.

As a result of its drilling the Company has generated a significant amount of technical data relevant to understanding the location and geology of lithium brines in Nevada. The Big Smoky South project remains prospective for lithium bearing brines and further work is planned to assist with ongoing drill target selection. This work is likely to include geophysical surveys designed to build on the structural information drill hole MBD-01 has provided and to improve drill hole targeting.

RLC has 3 lithium brine projects in Nevada, USA : Columbus Salt Marsh, Big Smoky South and Alkali Lake North. Recent drilling at Columbus Salt Marsh (CBD—01) intersected significant volcanic ash and tuff but assay of brine samples collected were uniformly low (ASX release 23 April 2018). Permitting is in place for drilling at Alkali Lake North.

For further information, please contact:

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or visit our Website at www.reedylagoon.com.au

Competent Person's Statement:

The information in the section headed "Nevada Lithium Brine Projects" of 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 the report of the 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): \$0.019

Directors and management:

Jonathan Hamer, Chairman, Non-Executive Director

Geoffrey Fethers, Managing Director, Co. Secretary

Adrian Griffin, Non-Executive Director