Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/09/01 Amended 01/01/11

Name of entity	**Lithium Australia NL**
ABN	**29 126 129 413**

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	George Bauk
Date of last notice	16 May 2016

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Direct Indirect 1, Indirect 2 & Indirect 3
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	**Indirect 1** Totode Pty Ltd <GABAGAT Investments A/C> of which George Bauk is a beneficiary **Indirect 2** Totode Pty Ltd <Hindmarsh Investments A/C> of which George Bauk is a beneficiary **Indirect 3** Bodi Bauk of which George Bauk is guardian
Date of change	11 May 2016
No. of securities held prior to change	**Direct** nil ordinary fully paid shares **Indirect 1** 259,750 LIT 129,875 LITAQ **Indirect 2** 560,500 LIT 280,250 LITAQ 2,025,000 performance rights (as approved by shareholders at the 15 July 2015 general meeting) 1,250,000 20 cent options expiring 1 July 2019 1,500,000 30 cent options expiring 1 July 2019 **Indirect 3** 100,000 LIT 50,000 LITAQ
Class	*LIT*
Number acquired	

+ See chapter 19 for defined terms.

Number disposed	300,000
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	(1)-(3) Value – $0.2566 / Consideration $76,976.28
No. of securities held after change	**Direct** nil ordinary fully paid shares **Indirect 1** 259,750 LIT 129,875 LITAQ **Indirect 2** 260,500 LIT 280,250 LITAQ 2,025,000 performance rights (as approved by shareholders at the 15 July 2015 general meeting) 1,250,000 20 cent options expiring 1 July 2019 1,500,000 30 cent options expiring 1 July 2019 **Indirect 3** 100,000 LIT 50,000 LITAQ
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Sale of shares

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	N/A
Nature of interest	N/A
Name of registered holder (if issued securities)	N/A
Date of change	N/A
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	N/A
Interest acquired	N/A
Interest disposed	N/A
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	N/A
Interest after change	N/A

Part 3 – +Closed period

Were the interests in the securities or contracts detailed above traded during a +closed period where prior written clearance was required?	No
If so, was prior written clearance provided to allow the trade to proceed during this period?	N/A
If prior written clearance was provided, on what date was this provided?	N/A

+ See chapter 19 for defined terms.