



EXPLORATION UPDATE, COPALQUIN GOLD SILVER MEXICO

Highlights

- First drilling campaign for 2021 completed at 3 targets in the Copalquin district, assays pending
- Several holes successfully intercepted the targeted geological structures at El Refugio, La Soledad and Los Reyes
- Soil sampling programs completed within the Cometa Project and Reyes Project areas
- Drill and water supply being set up for next campaign to commence during March 2021 for holes at El Refugio and El Refugio West

Mithril Resources Ltd (ASX: MTH) (**Mithril** or the **Company**) is pleased to provide an update on exploration activities at the Cometa and Reyes Projects in the Copalquin Gold Silver District, Mexico.

Exploration work in the Copalquin District has progressed at a fast pace for the first two months of 2021 with the completion of 12 diamond drill holes and an extensive soil sampling program across 2 project areas with assay results pending.

The Mithril exploration team reported that several holes successfully intercepted the targeted geological structures at El Refugio, La Soledad and Los Reyes.

Progress within the Copalquin District continues with drilling equipment and water supply being established for the next drilling campaign to commence during March 2021 for holes at El Refugio and El Refugio West.

Mithril Managing Director and CEO, John Skeet, commented:

"We are very pleased to be observing native gold and other important minerals in core sections drilled at El Refugio and eagerly await the assays from the external assay laboratory. Our first soil sampling program for 2021 has been completed with results also due for release shortly."

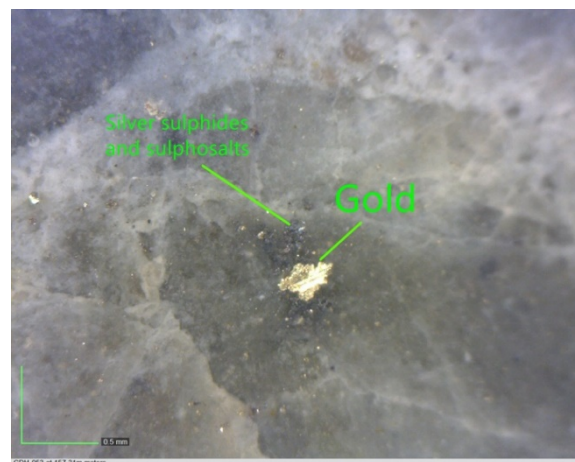


Figure 1: Visible gold and silver minerals in El Refugio drill core from CDH-050 at 234m (left) and CDH-053 at 157.3m (right)

DIRECTORS

John Skeet – Managing Director & CEO
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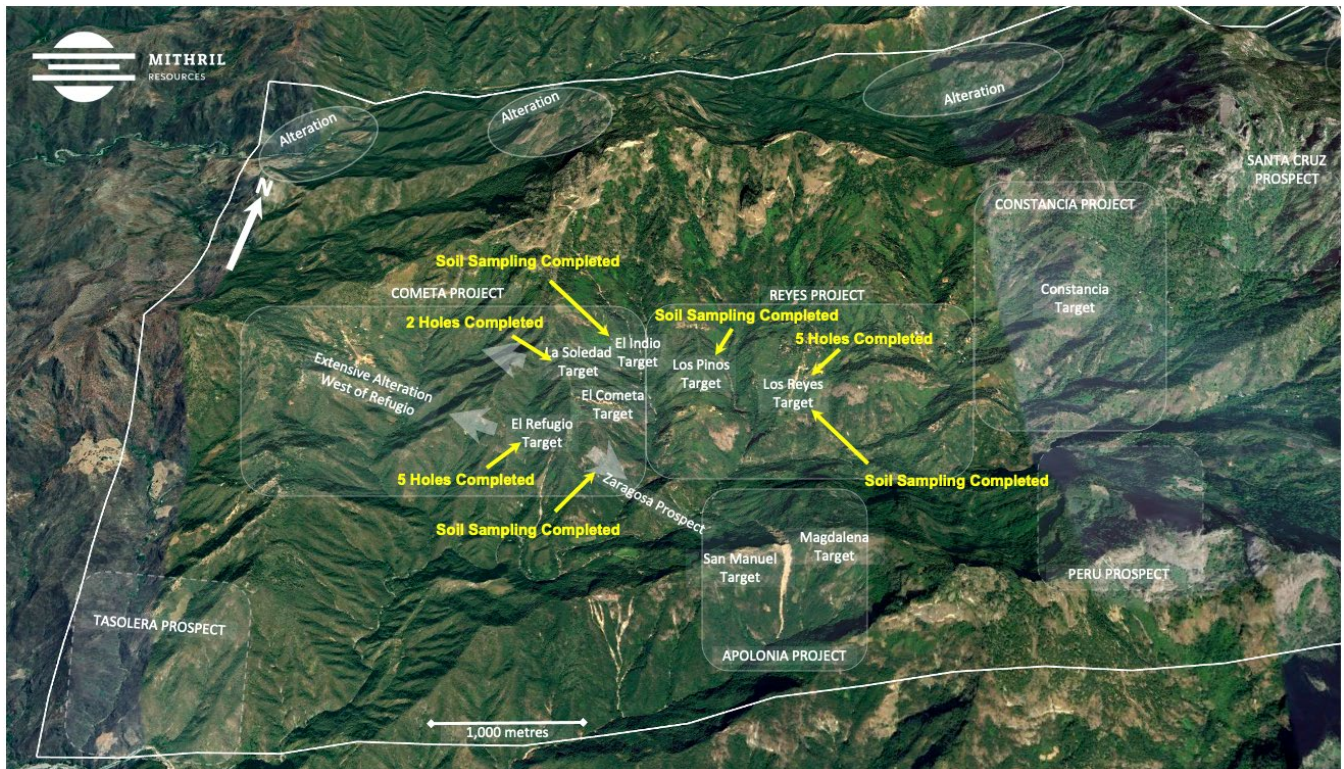


Figure 2: Copalquin District work completed to date for 2021 with assays pending.

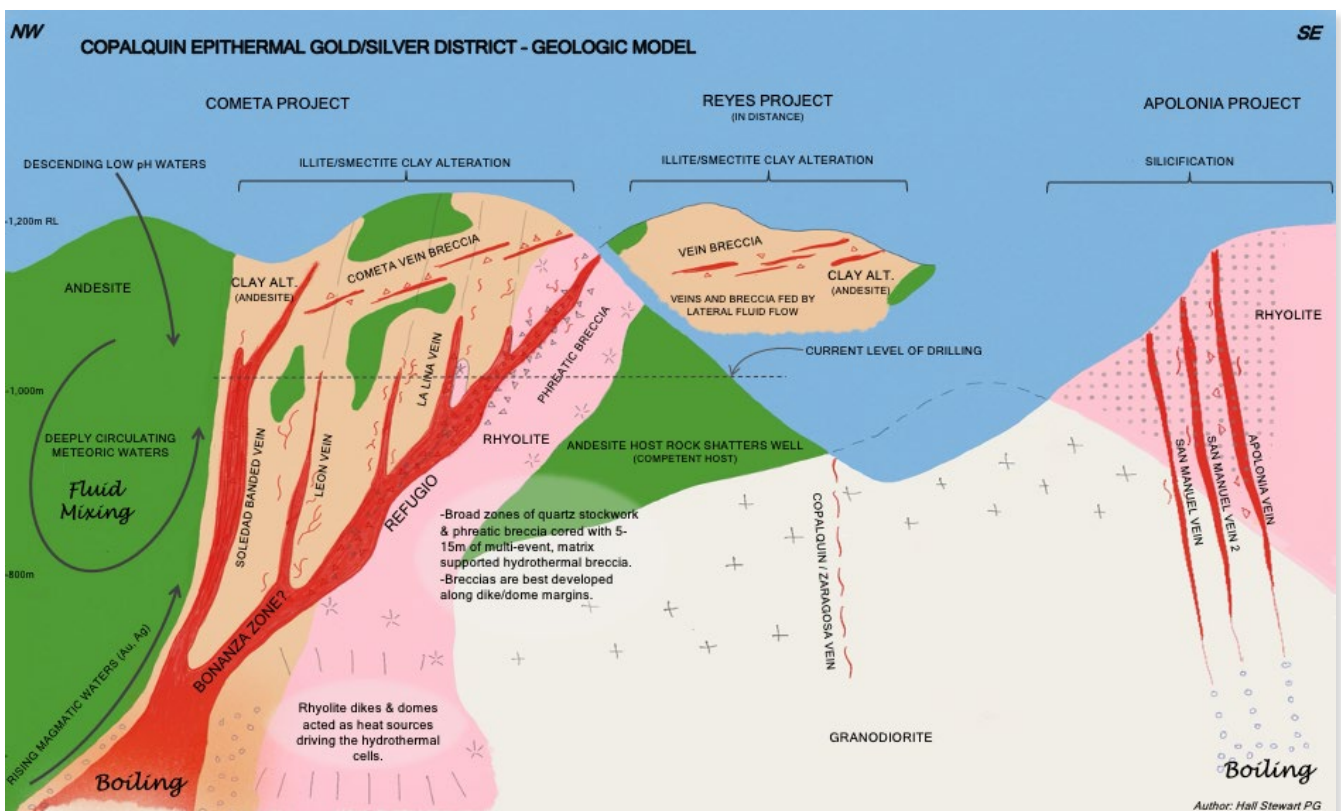


Figure 3: Copalquin District Geologic Model for epithermal gold/silver - geologic model (author: Hall Stewart PG, Chief Geologist)

ABOUT THE COPALQUIN GOLD SILVER PROJECT

The Copalquin mining district is located in Durango State, Mexico and covers an entire mining district of 70km² containing several dozen historic gold and silver mines and workings, ten of which had notable production. The district is within the Sierra Madre Gold Silver Trend which extends north-south along the western side of Mexico and hosts many world class gold and silver deposits.

Multiple mineralisation events, young intrusives thought to be system-driving heat sources, widespread alteration together with extensive surface vein exposures and dozens of historic mine workings, identify the Copalquin mining district as a major epithermal centre for Gold and Silver.



Figure 4: Copalquin District location and some major mining companies operating in the Sierra Madre gold-silver trend and in Mexico.

-ENDS-

Released with the authority of the Board.

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