

ASX Release
25 August 2022



Askari Metals Acquires Myrnas Hill Lithium Project ~ Bolsters Pilbara Lithium Portfolio ~

**** Myrnas Hill is located ~ 50km from Pilgangoora (ASX: PLS) ****

***** Myrnas Hill is located adjacent to KZR / SQM JV at DOM's Hill Lithium Project and KZR Pear Creek Lithium Project *****

****** Similar geological setting with target host rocks strongly analogous to that of the nearby world class Pilgangoora and Wodgina Lithium Mines ******

******* Myrnas Hill sits exclusively within the LCT pegmatite "Goldilocks Zone" *******

Highlights:

- Askari Metals has expanded its lithium portfolio through the acquisition of the Myrnas Hill Lithium Project located in the Pilbara region of Western Australia
 - Highly prospective for Lithium-Tin-Tantalum (Li-Sn-Ta) mineralisation
 - Located approximately 50km from the world-class Pilgangoora Lithium Mine (ASX: PLS) – similar geological setting with target host rocks strongly analogous to that of the nearby world-class Pilgangoora and Wodgina Lithium Mines
 - Located adjacent to KZR / SQM JV at DOM's Hill Lithium Project and KZR Pear Creek Lithium Project – recent exploration success by KZR has identified broad highly anomalous soil sample results and high-grade rock chip sample results
 - Sits exclusively within the LCT Pegmatite "Goldilocks Zone"
- The Myrnas Hill Lithium Project (E45/4907) covers an area of approximately 50km² within the highly prospective region of Pilbara, Western Australia, known for delineating some of the world's largest lithium deposits
- Initial exploration will include a comprehensive data review and a Sentinel Satellite Imagery program ahead of a planned soil sampling and rock sampling program to define the outcropping pegmatites which remain untested by exploration with no lithium-focused drilling completed
- The Myrnas Hill Lithium Project is located less than 30 km north-west of Global Lithium Resources Limited (ASX:GL1) Archer Lithium Deposit (Marble Bar Lithium Project) near Marble Bar containing 10.5MT @1.0% Li₂O
- Askari Metals is positioning itself to be a prominent landholder in the Pilbara region with a plan to becoming an emerging lithium explorer with high-quality assets within a 70km radius of world-class Lithium and Tantalum producers Pilbara Minerals Limited (ASX: PLS) Pilgangoora and Mineral Resources Limited (ASX: MRL) Wodgina
- Askari Metals is well funded to achieve its exploration objectives



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Board of Directors and Senior Management
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Technical Director - Lithium - Mr Chris Evans
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Technical Director - Mr David Greenwood
Company Secretary / CFO - Mr Paul Fromson
VP Exploration and Geology - Mr Johan Lambrechts

Projects

Yarrie Lithium Project (Li)	100% owned
Barrow Creek Lithium Project (Li)	100% owned
Myrnas Hill Lithium Project (Li)	100% owned
Springdale Copper-Gold Project (Cu/Au)	100% owned
Horry Copper Project (Cu)	100% owned
Callawa Copper Project (Cu)	100% owned
Burracoppin Gold Project (Au)	100% owned
Mt Maguire Gold & Base Metal Project (Au)	100% owned

Askari Metals Limited [ASX: AS2] ["Askari Metals" or "Company"], an Australian based exploration company with a portfolio of battery metals (Li +Cu) and precious metals (Au + Ag) projects across Western Australia, Northern Territory and New South Wales, is pleased to announce that the Company has entered into a binding acquisition agreement with Raiden Resources Limited ["Raiden"] [ASX: RDN] to acquire 100% of the Myrnas Hill Lithium Project (E45/4907), located in the highly prospective Pilbara region of Western Australia. The Myrnas Hill Lithium Project is considered highly prospective for Lithium-Tin-Tantalum (Li + Sn + Ta) mineralisation.

Commenting on the acquisition opportunity, Executive Director, Mr Gino D'Anna stated:

"The acquisition of the Myrnas Hill Lithium Project bolsters the Company's presence in the Pilbara region of Western Australia. Sitting exclusively within the LCT Pegmatite "Goldilocks Zone", the Myrnas Hill project is considered highly prospective for lithium pegmatite mineralisation. Exploration success by others around the Myrnas Hill project has demonstrated the fertility of this project area and we are very excited by the opportunity to commence exploration immediately. Myrnas Hill is highly complementary to our district-scale Yarrie Lithium Project, and we see this as a terrific opportunity to expand our footprint in areas that have a high chance of exploration success.

The Pilbara region in Western Australia hosts the some of the world's largest and highest grade hard-rock lithium projects and has developed a reputation for being the leading jurisdiction for hard-rock lithium exploration, development and production. The Myrnas Hill Lithium Project is situated in between the DOM's Hill Lithium Project which is a JV between Kalamazoo Resources and Chilean-based mining giant SQM and the Pear Creek Lithium Project which is owned by Kalamazoo Resources. Myrnas Hill is also located less than 30km north-west of the Global Lithium Resources' Archer Lithium deposit and within 50km of the giant Pilgangoora and Wodgina Lithium mines."

The figure below depicts the location of the Myrnas Hill Lithium Project as well as surrounding projects, identifying the LCT Pegmatite "Goldilocks Zone" with regional magnetic data. Myrnas Hill (E45/4907) is shown in bright yellow outline located in between the DOM's Hill Project and the Pear Creek Project.

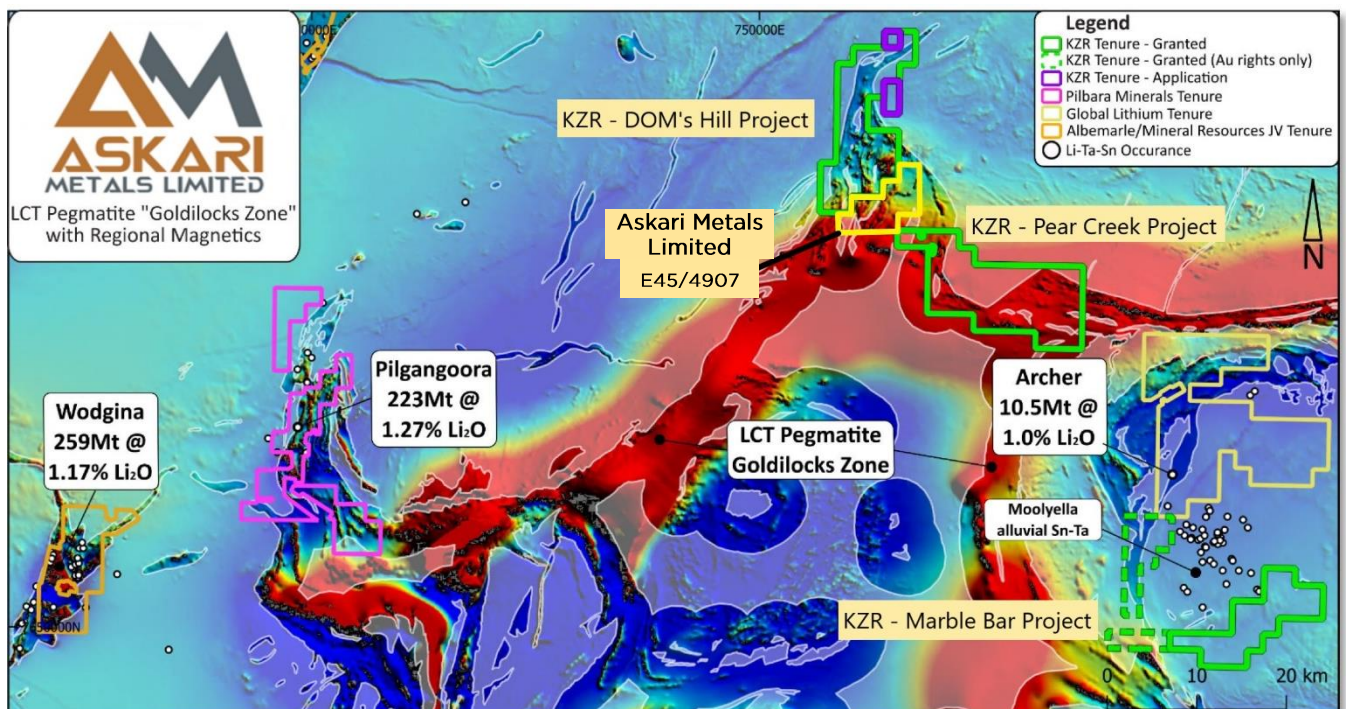


Figure 1: Location map of the Myrnas Hill Lithium Project, Pilbara region of Western Australia

** This announcement is authorised by the executive board on behalf of the Company **

Geology and Mineralisation

The Myrnas Hill Lithium Project is situated in the east Pilbara Granite-Greenstone Terrane. The predominant rock type in the tenement area is Archean Granite with varying amounts of late-stage pegmatite fractionates. In the Pilbara region, late-stage granites may be highly fractionated and act as the source for intrusion of rare metal pegmatites into the surrounding stratigraphy. These pegmatites may include spodumene bearing systems, as well as tin and tantalum mineralisation. These are the targeted minerals as well as the potential for Gold.

Granites of the Yule granitoid complex are dated between 2927 Ma. and the formation of the Fortescue group at 2719 Ma. [Smithies, 2002]. These younger granites are key targets as source rocks in exploration for LCT (Lithium-Caesium-Tantalum) pegmatites. There are no active or historic lithium mines within the tenement area, however there are extensive tin-tantalum-lithium workings located south of the Myrnas Hill Lithium Project on the eastern bank of Beabea Creek (historic White Springs alluvial workings) and extensive alluvial sampling was undertaken by Bamboo Creek Gold.

The figure below outlines the geology of the Myrnas Hill project.

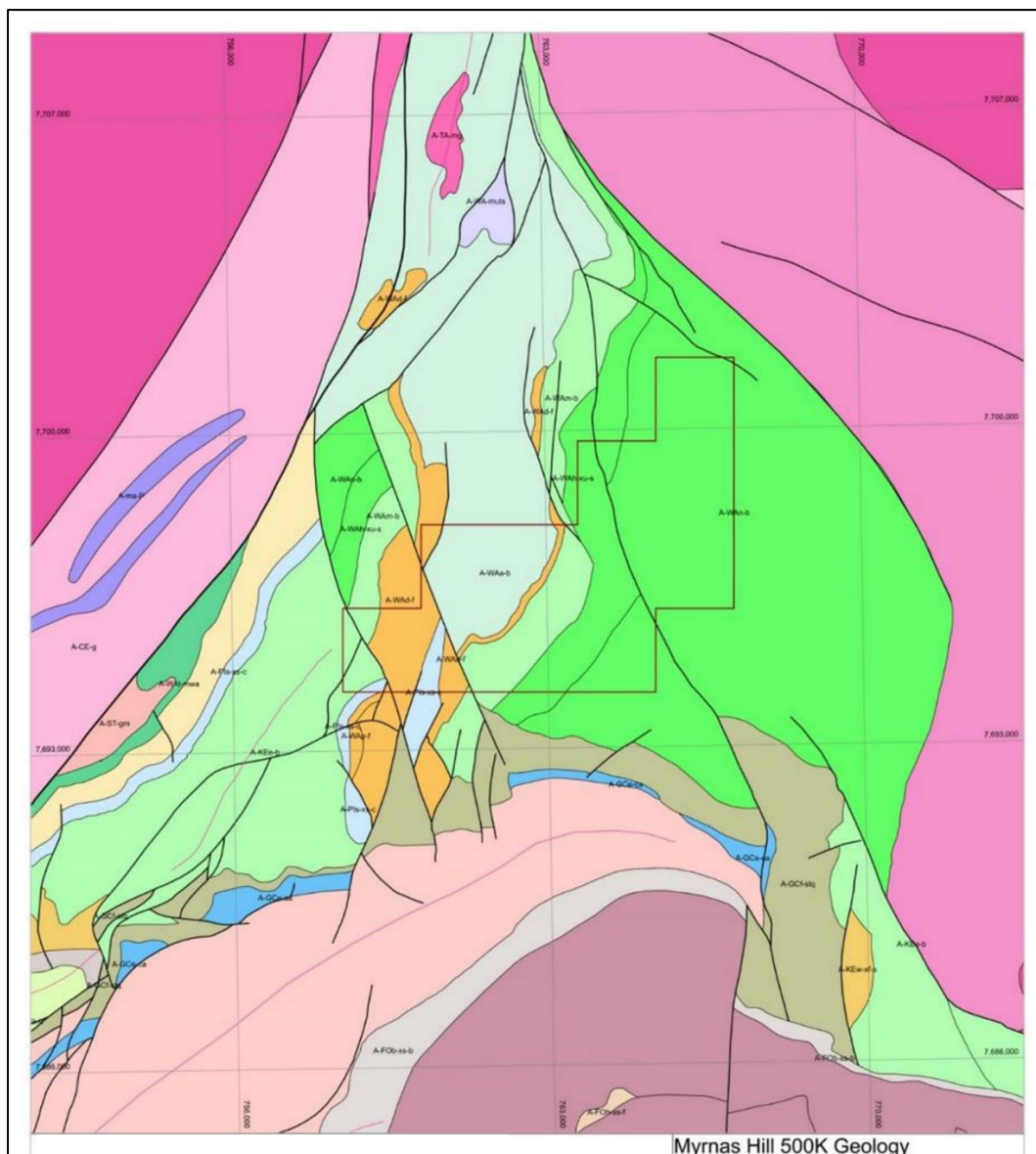


Figure 2: Geology map of the Myrnas Hill Lithium Project, Pilbara region of Western Australia

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Exploration potential

Large lithium deposits in spodumene bearing pegmatites are a product of leucocratic late-stage granites in the east Pilbara terrain. Lithium bearing pegmatites have been found largely within mafic sequences in contact with granitic intrusives at Pilgangoora, Wodgina and Mt Francisco in the eastern Pilbara.

From the Western Australian Geological Survey, the current mapping suggests that there is strong potential for lithium bearing deposits to occur within the Myrnas Hill exploration licence area. The project is considered early stage but can be accelerated quite rapidly through desktop initial targeting and aerial reinterpretation of geophysics/hyperspectral mapping and ground exploration activities. No exploration drilling into hard rock has ever been carried out anywhere within the Project area.

Planned Exploration

A data review aimed at informing exploration planning activities for the area will commence shortly. Initial review identified the potential for rock and soil geochemical surveys in certain areas, as well as the use of Sentinel satellite imagery to delineate target indicator minerals.

Field based activities are planned to commence upon completion of the review.

ENDS

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About Askari Metals Limited

Askari Metals was incorporated for the primary purpose of acquiring, exploring and developing a portfolio of high-grade battery (Li + Cu) and precious (Au + Ag) metal projects across Western Australia, Northern Territory and New South Wales. The Company has assembled an attractive portfolio of lithium, copper, gold and copper-gold exploration/mineral resource development projects in Western Australia, Northern Territory and New South Wales.

For more information please visit: www.askarimetals.com

Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning Askari Metals Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on the Company's beliefs, opinions and estimates of Askari Metals Limited as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Competent Person Statement

The information in this report that relates to Exploration Targets, Exploration Results or Mineral Resources is based on information compiled by Johan Lambrechts, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr. Lambrechts is a full-time consultant to Askari Metals Limited, who has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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. Lambrechts consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Appendix A: Summary of Transaction Terms

As consideration for acquiring 100% of the Myrnas Hill Lithium Project (E45/4907), Askari will provide to Raiden, subject to a 5-day exclusivity period, so Askari can conduct legal, technical and commercial due diligence, the following consideration:

- Within 5 business days of the expiration of the due diligence and exclusivity period as noted above, subject to Askari being satisfied with the outcome of its due diligence investigations:
 - A\$125,000 in Askari shares (Share Consideration), at a deemed issue price equal to the higher of \$0.45 or the 5-day VWAP of Askari immediately prior to the date on which the Share Consideration is proposed to be issued. The Share Consideration shall be escrowed for 90 business days from the date of issue; and
 - A\$75,000 (Cash Consideration).

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