

14 November 2017

## STRATEGIC ACQUISITION FOR RINCON PROJECT

### HIGHLIGHTS

- Strategic and highly prospective tenement comprising 196Ha secured to form basis for Mining Group status with our adjoining tenements
- Consolidated position allows scope for expanded lithium brine pumping locations
- Acquisition also includes strategic additional ~20Ha mining easement right at nearby industrial town, as potential site for Stage 2 pilot plant construction, with permits in place

Argosy Minerals Limited (ASX: **AGY**) ("**Argosy**" or "**Company**") is pleased to announce that it has executed a binding Option Agreement with Colorado S.A. for a six month period (ending on 15 May 2018) during which time the Company has the exclusive right to purchase the strategic Mina Tincal Mining Title, comprising 196 hectares within the Salar del Rincon and an additional ~20 hectare mining easement right at the nearby industrial site of Olacapato - where the Company has the option, with permits in place, to locate and construct the Stage 2 pilot plant for the Rincon Lithium Project located in the "Lithium Triangle" in Salta Province, Argentina.



Figure 1. Rincon Lithium Project – Mina Tincal Location Map

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Argosy Managing Director, Jerko Zuvela commented “*This strategic and highly prospective acquisition further confirms Argosy’s intent, ambition, and increasing scale to continue our aggressive development strategy to fast-track toward production of LCE product. We are committed to building a sustainable lithium production Company.*”

Assuming the purchase option is exercised during the exclusive option period, Argosy’s Rincon Lithium Project land area would comprise up to 2,561.9 hectares of significant lithium and associated infrastructure services, and mining easement right landholdings, to be equipped for future Stage 3 development and commercial production operations.

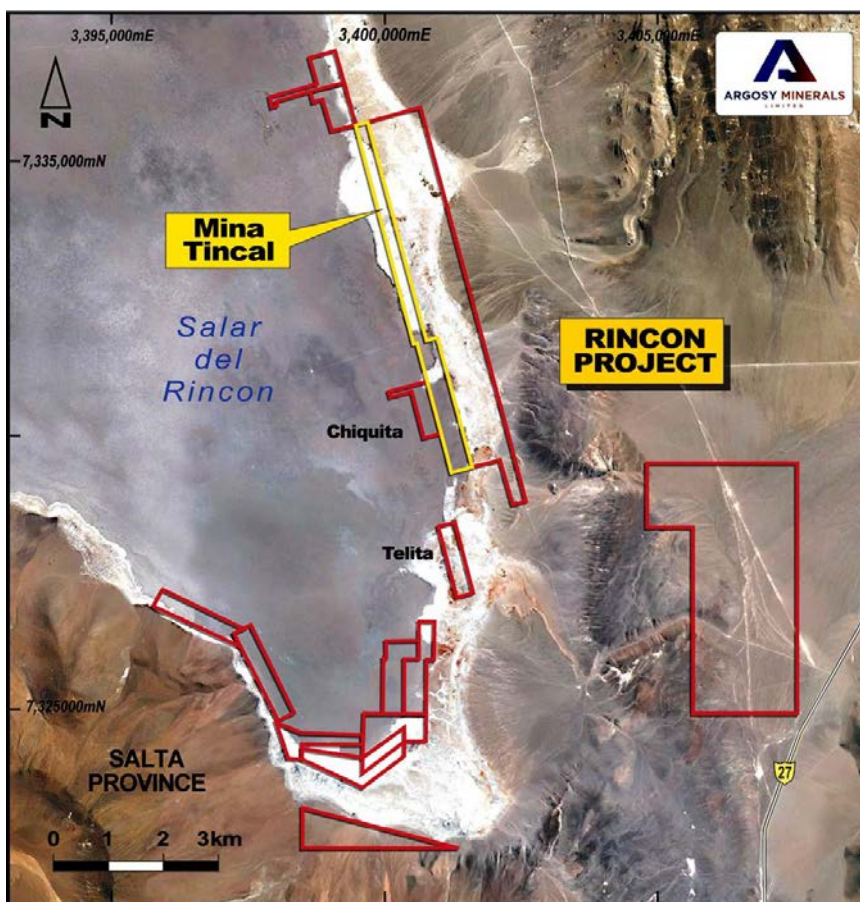


Figure 2. Rincon Lithium Project Location Map, with Mina Tincal

Strategically, Mina Tincal adjoins the Company’s northern tenements into one combined collective group, allowing the Company to apply for “Mining Group” status for the purposes of regulatory applications for exploitation permits, ensuring no land gaps, especially important during lithium brine pumping operations and piping layout into the Stage 2 evaporation ponds currently under construction, and most significantly, increases the overall scale of potential lithium brine pumping capacity.

Argosy will pay an option fee totalling US\$400,000 by 22 November 2017 and successfully completing due diligence works during that time. Argosy can then elect, at any time during the binding and exclusive option period, to purchase the Mining Title (and associated mining easement right) for an additional fee of US\$400,000 to the vendor by 15 May 2018.

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The additional ~20 hectares of the mining easement right - located at the industrial town of Olacapto approximately 25km from the Rincon Project - has regulatory permits in place to locate and construct the Stage 2 pilot plant.

The mining easement provides rights to utilise land associated with the mining title (being outside the mining title), including installation of offices, warehouses, industrial plant and equipment, etc, and to use natural water sources as required for any exploitation purposes, as per Argentina Mining Code authority.

Olacapto has access to natural gas, mains power grid electricity, railway line and significantly, approval to drill for water – all important for the Company to consider the best option for Stage 2 lithium processing and production of LCE product requirements.

Subject to successful completion of due diligence works, Argosy's immediate strategy to advance works on Mina Tincal will involve obtaining any necessary regulatory permits and approvals to continue development works at the Project.

The Company continues to review and assess additional mining concessions prospective for lithium to increase the Rincon Project landholding in preparation for potential Stage 3 development works.

The Company is confident that the Rincon Lithium JV Project has a clear conceptual pathway to lithium production, with historical results and Mr Alurralde's previous operating and production experience from the Project area and over the broader Salar del Rincon justifying the fast-track approach.

All mining titles within Argosy's Rincon Lithium Project are either owned 100% by Puna Mining S.A. – our local joint venture entity, or Argosy has legal, secure, binding and exclusive option rights to fulfil the conditions and complete the 100% acquisitions of the properties.

### Option Agreement – Key Terms

- ▶ Argosy will pay an option fee of US\$400,000 cash to the tenement vendor Colorado S.A. – an unrelated Argentinian company – by 22 November 2017 and successfully completing due diligence works.
- ▶ Argosy has the exclusive right, to 15 May 2018, to purchase and acquire the 100% right, title and interest in the Mina Tincal Mining Title – Mining Licence File Number 62308 and mining easement right (File 4128), for the total purchase price of an additional US\$400,000.
- ▶ The Company will be entitled to conduct all exploration and development activities within the Mining Title and mining easement right.
- ▶ Argosy will be able to terminate the Option Agreement at any time during the option period.

**ENDS**

For more information on Argosy Minerals Limited and to subscribe for regular updates, please visit our website at [www.argosyminerals.com.au](http://www.argosyminerals.com.au) or contact us via [admin@argosyminerals.com.au](mailto:admin@argosyminerals.com.au) or Twitter [@ArgosyMinerals](https://twitter.com/ArgosyMinerals).

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**Forward Looking Statements:** Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

### ABOUT ARGOSY MINERALS LIMITED

Argosy Minerals Limited (ASX: AGY) is an Australian company with an interest in the Rincon Lithium Project in Argentina.

The Company is focused on its flagship Rincon Lithium Project in Argentina – potentially a game-changing proposition given its location within the world renowned "Lithium Triangle" – host to the world's largest lithium resources, and its fast-track development strategy toward production of LCE product.

Argosy is committed to building a sustainable lithium production company, highly leveraged to the forecast growth in the lithium-ion battery sector.

#### Appendix 1: AGY's Argentina Project Location Map



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