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SHAREHOLDER UPDATE WILCONI COBALT PROJECT

JUNE 2019

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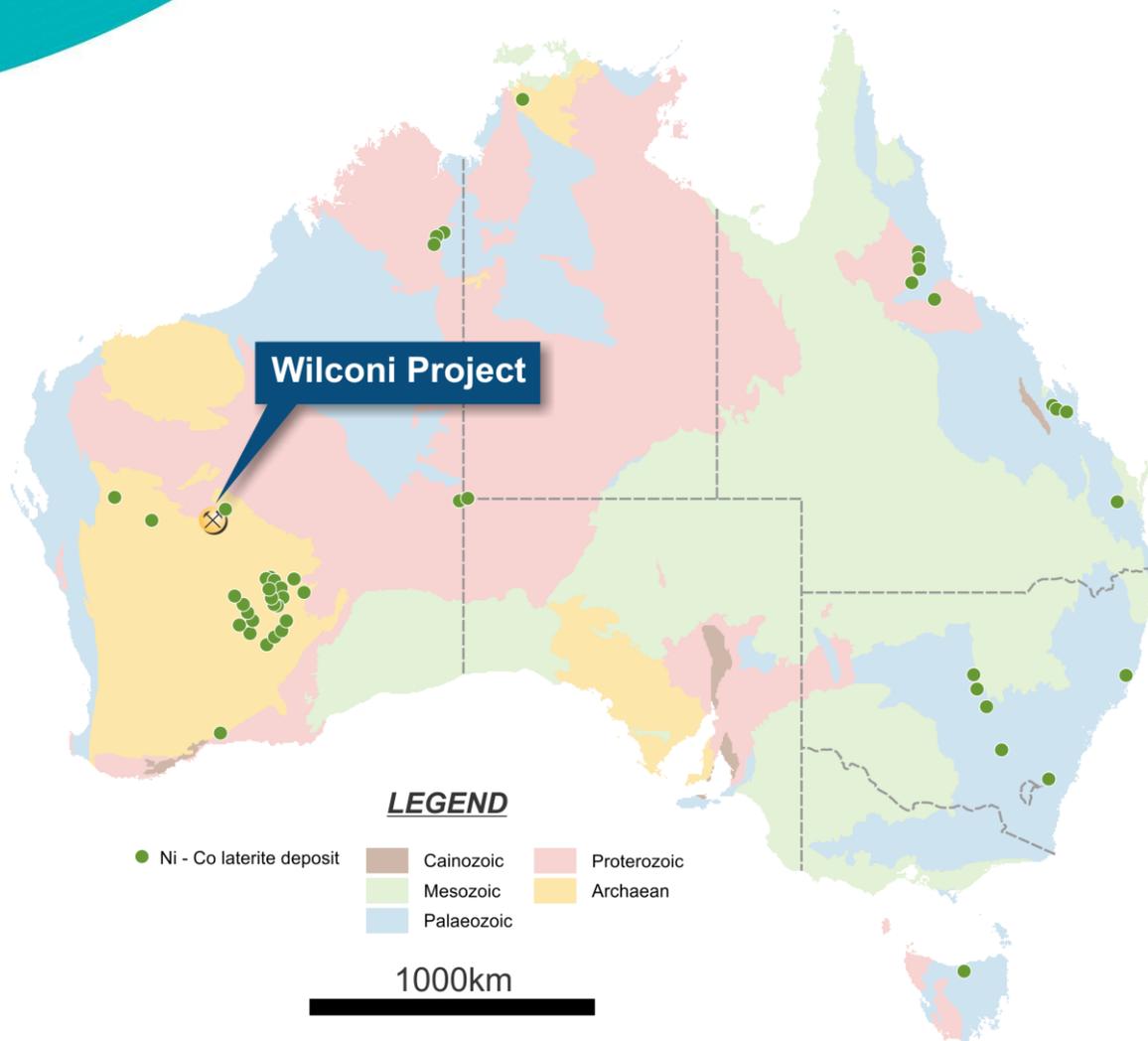
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Minerals Strategy & Processing

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- A-Cap have remodelled the Wilconi resource as a **cobalt deposit** with nickel as a by-product.
- Wilconi Cobalt Project focus:
 - i. Production of cobalt and nickel sulphates materials for supply to the global electric vehicle (EV) market through establishment of key strategic and partner relationships; and
 - ii. Establishing a cost effective atmospheric leaching technique for the Wilconi laterite ore as opposed to high pressure leaching (HPAL) and aiming towards more environmental sustainable processes.



Project Potential

WILCONI COBALT PROJECT



- A-Cap's focus at the Wilconi Cobalt Project will be to define the following Exploration Target*:

- 60 to 70 million tonnes @0.08 – 0.1% Co & 0.7 – 0.8% Ni

*The potential quantity and grade of the Exploration Target is conceptual in nature, there has been insufficient exploration to estimate a mineral resource and it is uncertain if further exploration will result in the estimation of a mineral resource. Refer ACB:ASX announcement dated 21 Dec-18.

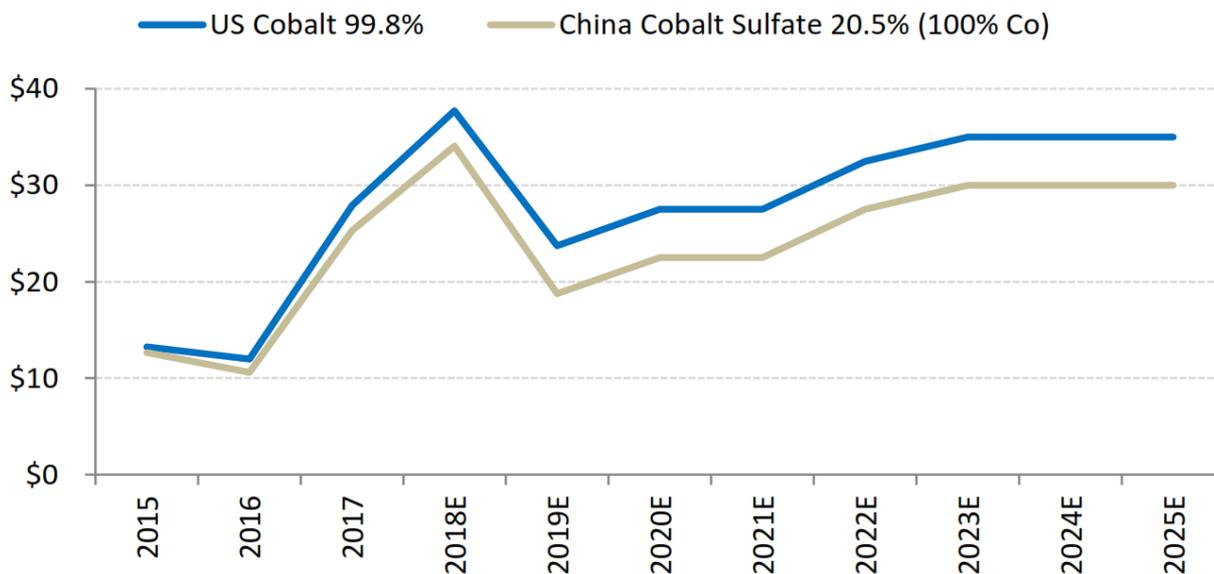
- Project upside is substantial, with additional tonnes to be drilled into:
 - Strike extensions of known Cobalt zones
 - Deeply oxidised “keels” demonstrated by earlier historical drill intercepts (below):
 - PDW 238A 30m @ 0.13% cobalt from 64m
 - PDW 031 47.2m @ 0.09% Co from 61m
 - PDW 072 9.5m @ 0.11% Co from 75m

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Cobalt Market

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Cobalt Price Forecast

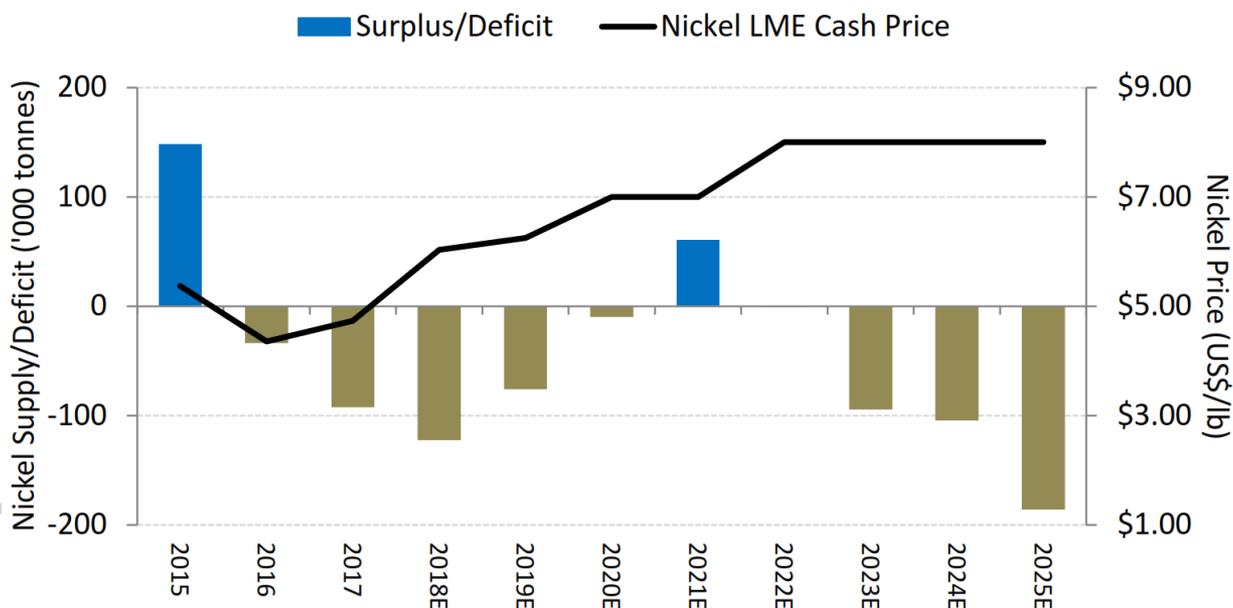


Source: CRU, Metals Bulletin, Company reports, RBC Capital Markets estimates

“We expect prices to bottom in 2019 and reflect marginal cost through 2021. Longer-term we see prices returning to \$35-40/lb as market enters deficit in early-2020s”. *

Cobalt Market

Expected long-term deficit in nickel market as EV-based demand rises



“Expect long-term deficit in nickel market as demand growth driven by EV adoption offsets gradual new supply addition, supporting higher long-term prices”. *

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Tenements

WILCONI COBALT PROJECT

The Wilconi farm-in joint venture agreement covers twenty-eight mining tenements, comprising:

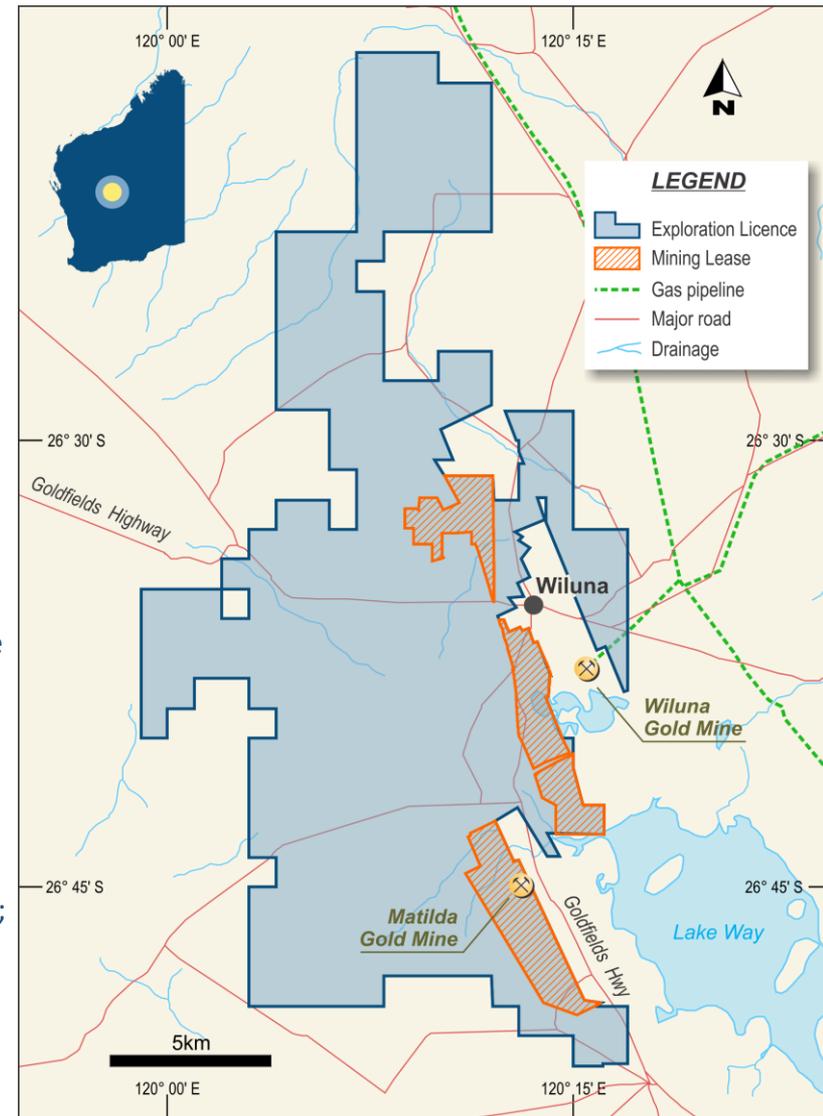
- 12 Granted Mining Leases 81sq kms*
- 8 granted Exploration Licences;
- 6 pending Exploration Licence applications;
- 1 Prospecting Licence; and
- 1 Retention Licence

totalling 800sq kms*

- JV with Blackham Resources Limited (Blackham) provides for A-Cap to acquire a 75% Farm-in interest in the cobalt, nickel and associated reserved minerals of the Wilconi Cobalt Project.

Deal Summary for 75% JV Interest:

- A\$3m Cash paid on completion 29 January 2019 - 20%;
- A\$500,000 Cash Payment within 24 months of first earn in payment;
- A\$5m in-ground expenditure & completion of DFS over 36 months – 35%;
- A\$1m Cash Payment & A\$1.5m of A-Cap shares within 36 months – 20%; and
- Blackham can elect to convert its 25% Participating interest to a 5% Net Profit Royalty after earn-in period.



*Source: Surface area of Wilconi tenements – granted by the WA Department of Mines and Petroleum

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Historical Work

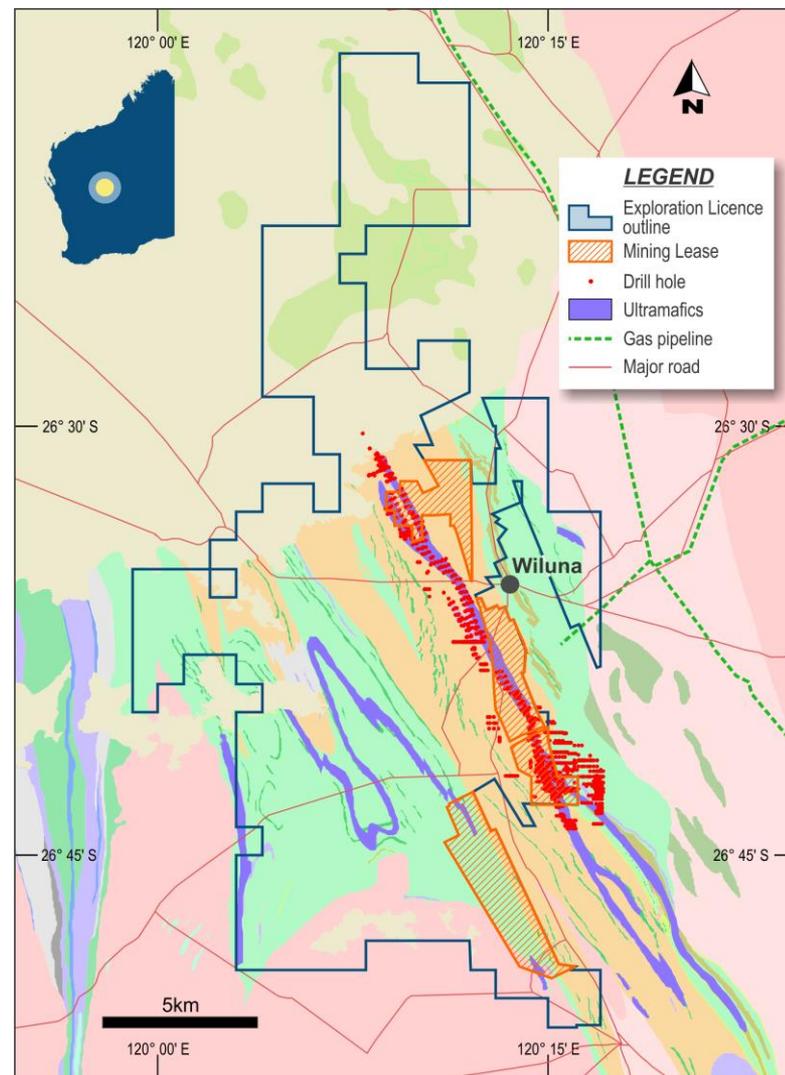
WILCONI COBALT PROJECT

Drilling on the resource was done by several previous operators and joint-ventures from 1968 to 2008.

The historic lateritic resource estimate was based upon 1,594 drillholes (972 aircore, 552 RC and 70 diamond core holes) and 21,266 nickel assays and 20,593 cobalt assays.

Agincourt Resources Limited commissioned Snowden Mining Industry Consultants to prepare Wiluna Nickel Laterite Resource Statement in June 2005 (refer ASX: ACB announcement 20 December 2018)

Approximately 7kms of prospective ultramafic source rocks underlay laterite on granted mining leases



Source: Agincourt Resources Ltd: Wiluna Nickel Laterite Resource. Snowden's Project No. 5155 June 2005

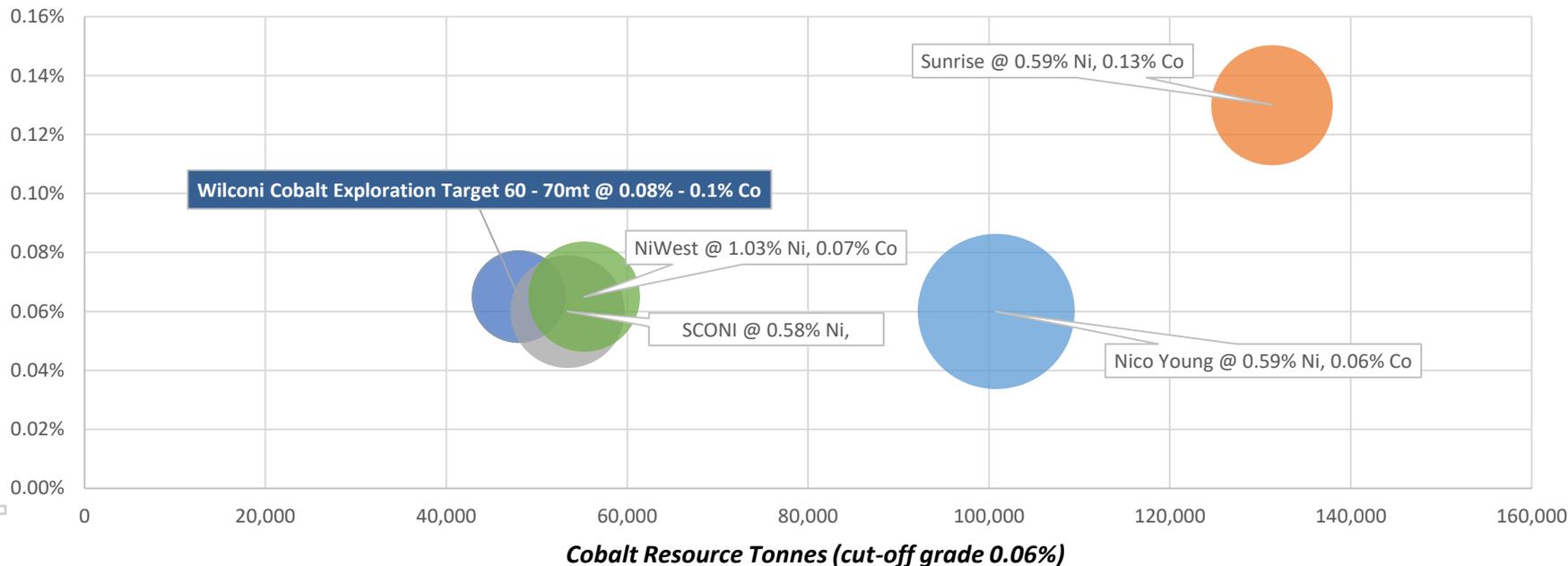
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Cobalt Market

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Cobalt Laterite Peers - Resource Grade Cut-off 0.06%

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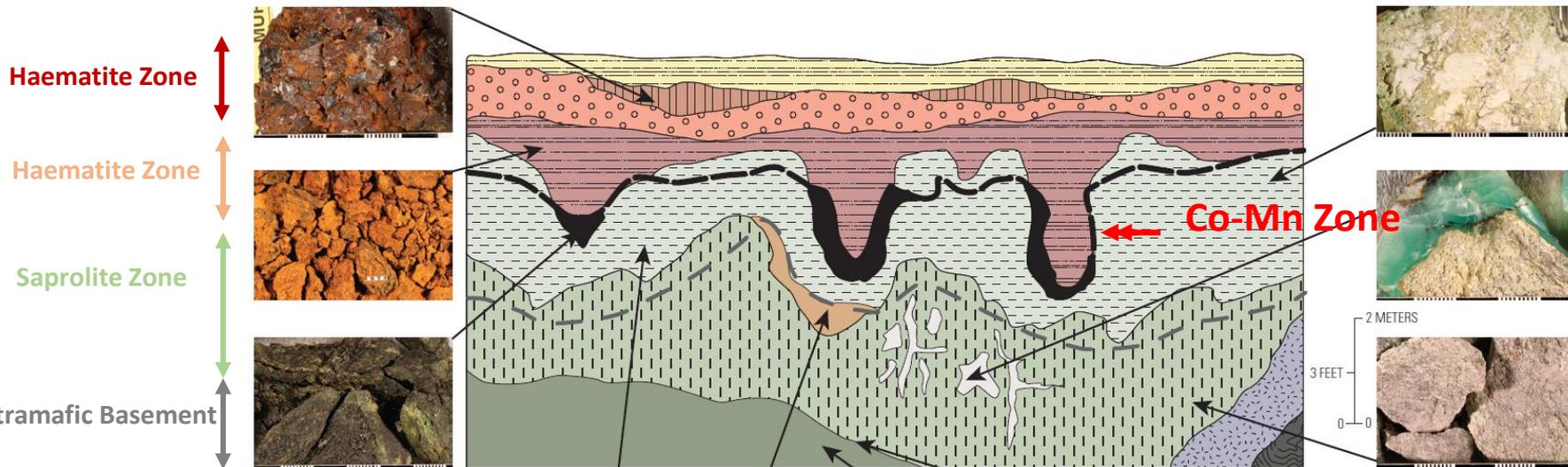


The potential quantity and grade of the Exploration Target is conceptual in nature, there has been insufficient exploration to estimate a mineral resource and it is uncertain if further exploration will result in the estimation of a mineral resource. Refer ACB:ASX announcement dated 21 Dec-18

Laterite Geology

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EXPLANATION

- Quarternary**
 - Unconsolidated sediment
- Tertiary**
 - Remnants of ferruginous duricrust
 - Concretionary and fragmental laterite
 - Limonite (Ferruginous zone)
 - Smectite
 - Mn-oxide
- Archean**
 - Serpentinized komatiite peridotite
 - Gabbro
 - Greenstone basalt
 - Mg discontinuity
- Ferruginous saprolite**
- Saprolite**
- Silicate- and magnesite-rich veins**

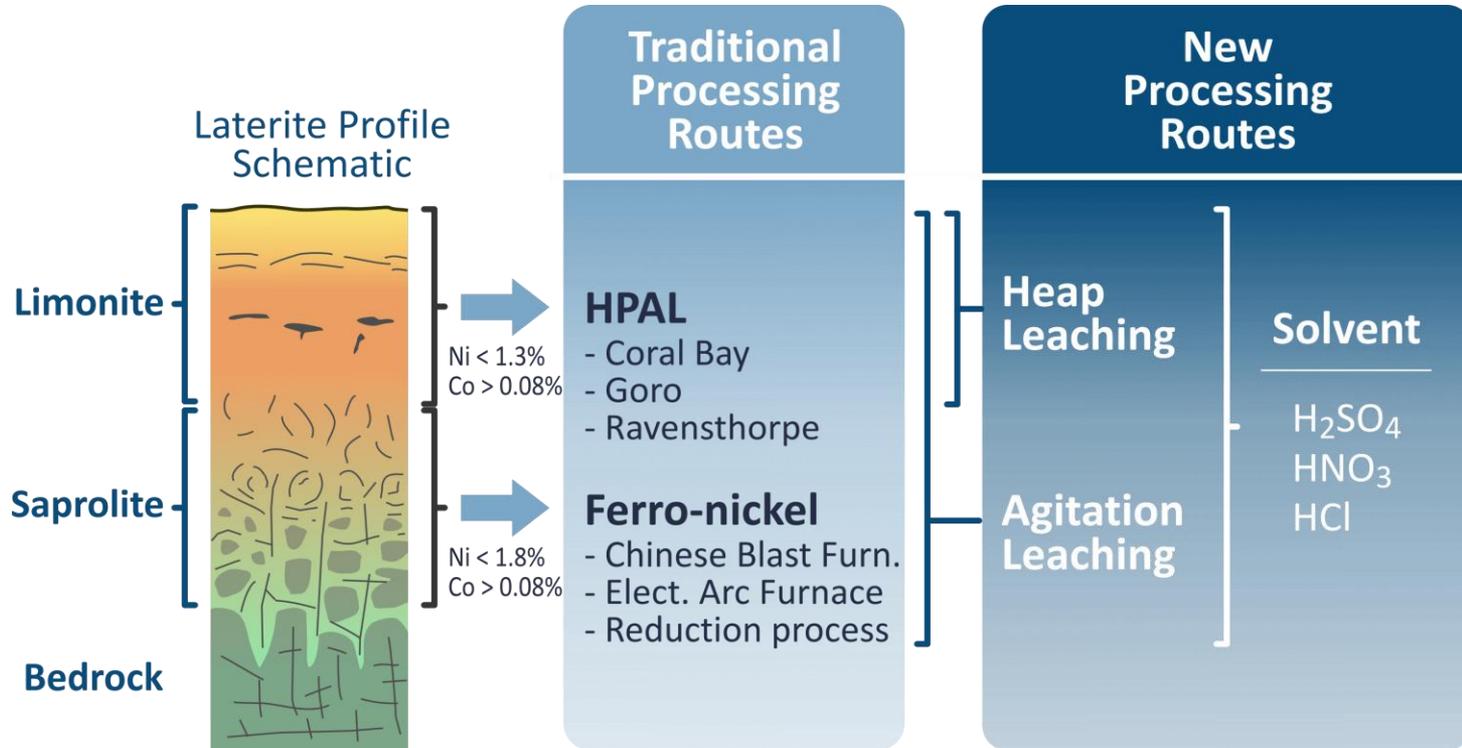
Metallurgy

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Metallurgical Techniques

- Pressure Leaching HPAL
- Heap Leaching
- Agitation Leaching
- DNI
- Ore Sorting



Project Update - Geophysics

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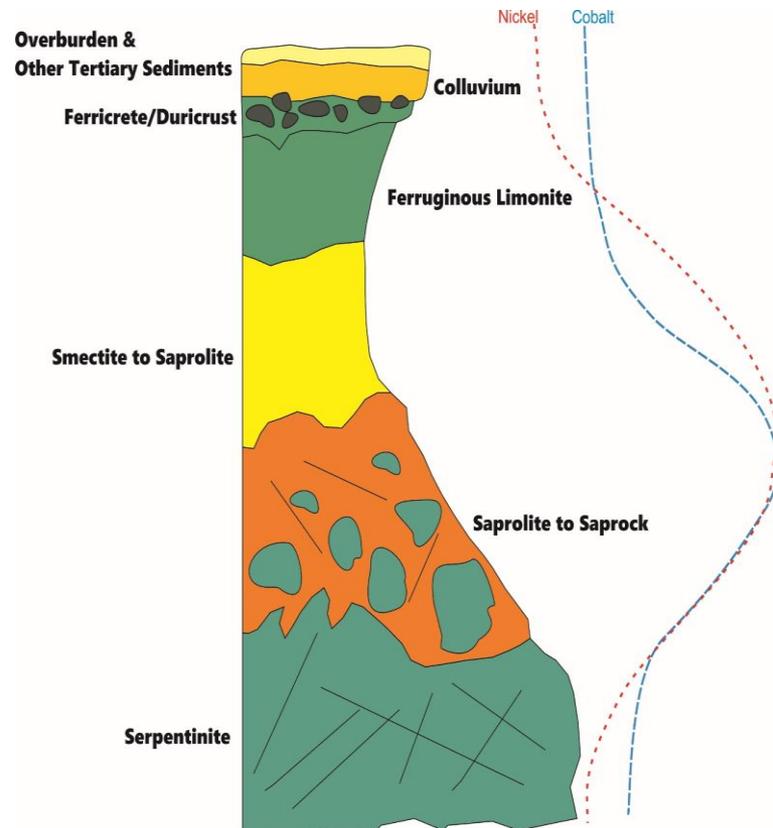
In late 2018, A-Cap contracted Ultramag Geophysics Pty Ltd to investigate the possibility of utilising deep ground penetrating radar (DGPR) to define the characteristics of the Wilconi laterite.

The data has now been processed. A total of 30.5 line-kms of DGPR survey on 35 profiles across the ore zone was completed (nominal 100 metre depth).

In-house processing of the data by Ultramag and A-Cap's geophysicist was able to correlate important mineralised zones within the lateritic profile

The advantage of using DGPR is twofold:

1. By combining the DGPR lines with drilling, will enable A-Cap to establish continuity between drillholes, thereby reducing the drilling density and hence costs, to achieve a more reliable outcome.
2. One of our prime exploration targets at Wilconi is to define deeper "keels" to the known mineralisation. Such keels are expected to have higher grades of both cobalt and nickel, as well as positively affecting the overall strip ratio of the deposit. This will result in lower operating costs.



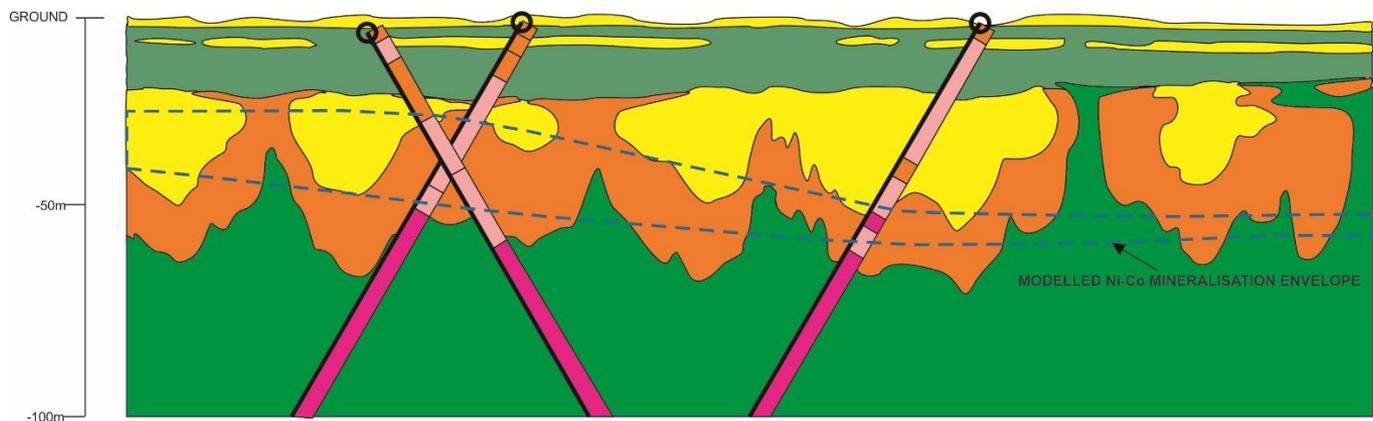
Laterite profile found at Wilconi showing lithologies where nickel and cobalt is typically concentrated

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Project Update - Geophysics

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COLLAR LEGEND

ULTRAMAFIC ROCK

LATERITIC ROCK

MINOR ROCK & TERTIARY SEDIMENTS

DGPR LEGEND

SAPROCK TO ULTRAMAFIC ZONE

SAPROLITE TO SAPROCK ZONE

SMECTITE TO SAPROLITE ZONE

FERRICRETE/FERRUGINOUS LIMONITE

Deep ground penetrating radar profile with drill holes and Co – Ni mineralisation envelope overlain.

Project Update - Metallurgy

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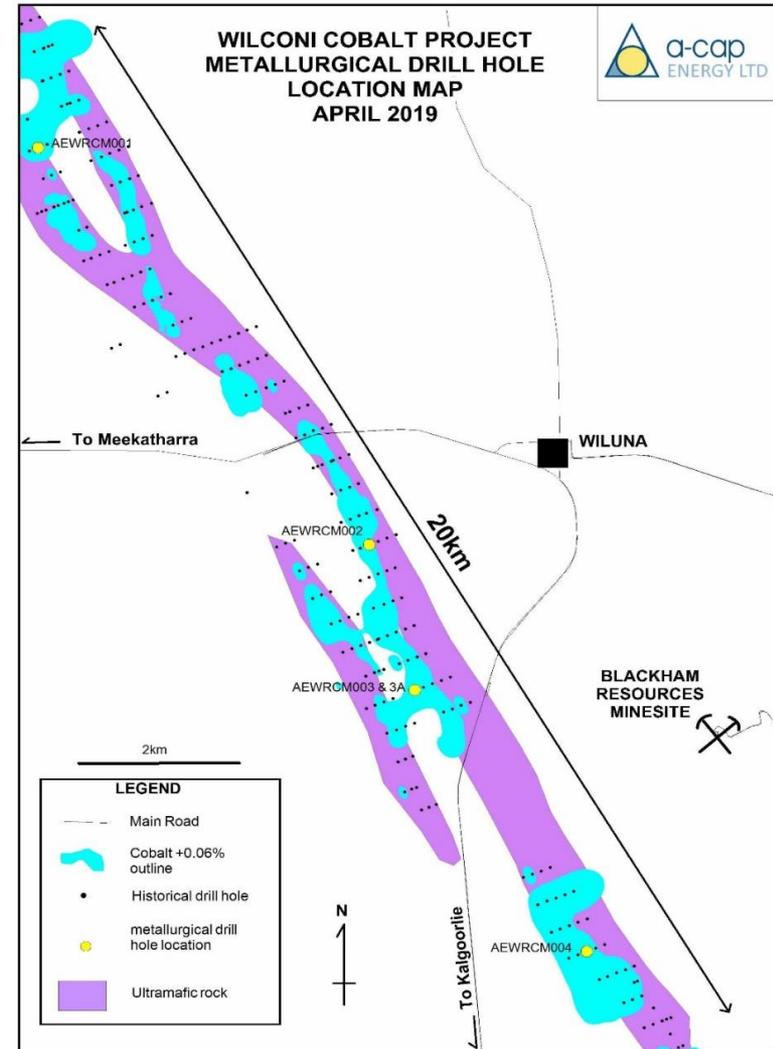
Metallurgical sampling programme to test the amenability of the Wilconi ore to atmospheric leaching utilising several process routes commenced in March 2019.

Results from the first stage of metallurgical drilling have confirmed the widths and grade intersected from the 1995/96 CRA drilling at the Wilconi Co-Ni Project.

Five batches of two representative 10kg samples of the Wilconi ore will now be lab tested in four separate laboratories to determine metal recoveries for both cobalt and nickel.

Two drillholes (AEWRM001 & AEWRM002) to the north of the 25km strike length of the laterite returned 9m of 0.17% cobalt and 9.5m of 0.146% cobalt. The drillholes were 6.7 kilometres apart. Two drillholes located a further 2 and 6 kilometres to the south (AEWRM003 & AEWRM004) returned 4m of 0.093% cobalt and 8m of 0.158% cobalt.*

The drill intersections are extremely encouraging and confirm the Company's block modelling of the historic resource reported in the ASX announcement dated 21 December 2018.



Metallurgical drillhole locations - Wilconi Co-Ni Project

* Refer ACB:ASX announcement 30 April 2019: Metallurgical Sampling Programme for further information

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Project Update - Metallurgy

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- Four RC drillholes were completed in April 2019 to collect 200kgs of representative samples for metallurgical testwork. The drilling results returned the following results*:

Hole ID	From (m)	To (m)	Interval (m)	Co %	Ni %	Al %	Mg %	Fe %
AERCM001	25	34	9	0.17	0.67	3.83	2.72	20.58
inc.	26.5	32	5.5	0.227	0.73	3.62	3.16	18.91
AERCM002	42	51.5	9.5	0.146	0.82	4.36	4.84	26.6
inc.	45	48.5	3.5	0.31	1.22	4.44	2.52	27.17
AERCM003	26.5	30.5	4.0	0.093	0.78	2.41	1.43	23.68
AERCM003A	29	30	1	0.083	0.63	2.24	1.58	27.25
AERCM004	4.5	12.5	8	0.158	1.01	4.02	0.87	40.93



Drilling at Wilconi in April 2019

Wilconi Advantages

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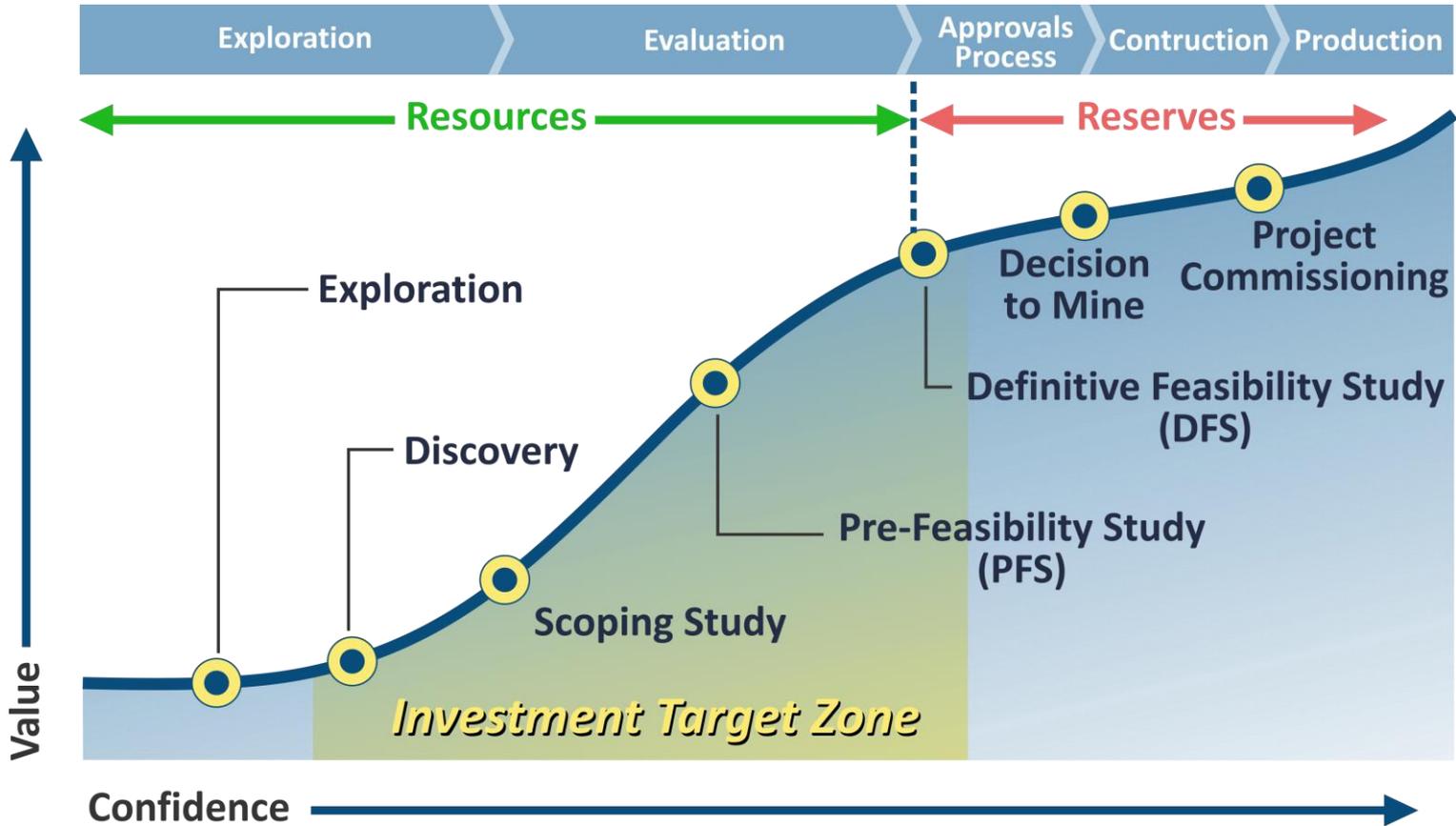
- ✓ The project has significant past drilling to enable A-Cap to value its potential
- ✓ The deposit lies in largely granted mining tenements
- ✓ Infrastructure associated with Blackham's gold mining is in place
- ✓ Environmentally safe with a long history of mining in the area
- ✓ Past work was focussed solely on nickel with a cobalt by-product
- ✓ A-Cap have remodelled the resource as a **cobalt deposit** with nickel as a by-product
- ✓ New and innovative technologies have been developed to allow A-Cap to “tailor make” the pre-feasibility work without the legacy of past mistakes:
 - Geophysics
 - Metallurgy
- ✓ The electric-vehicle (EV) revolution is ushering in a golden age for battery materials, best reflected in a dramatic increase in price for two key battery commodities, lithium and cobalt, over the past 24 months*

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Project Pathway

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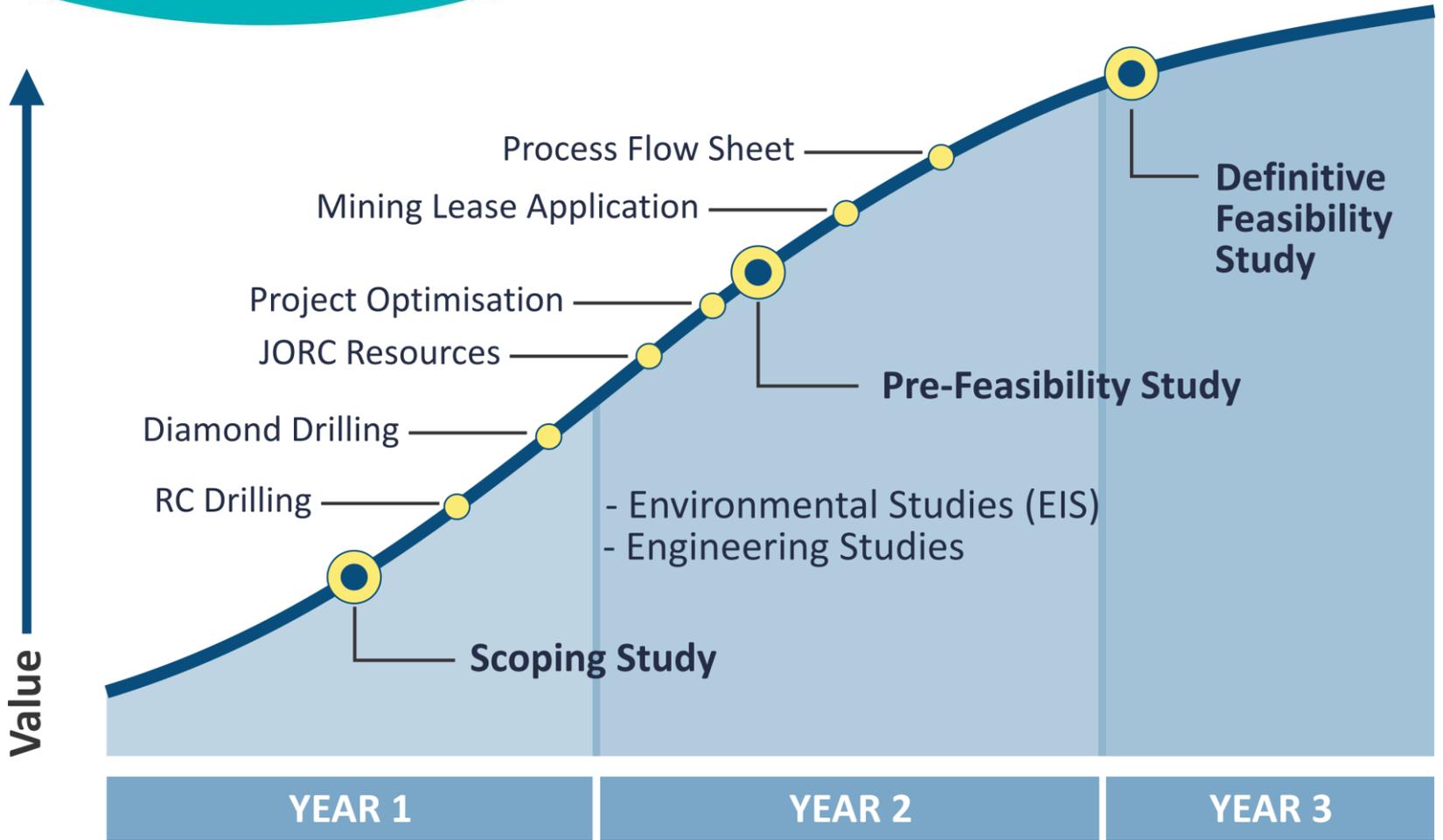
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Detailed Project Pathway

WILCONI INVESTMENT TARGET ZONE

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Competent Person's Statement

Information in this presentation relating to cobalt, nickel and associated metals of the Wiluna Cobalt Nickel Project (Wilconi Project), is based on information compiled by Mr Ingram, a director of A-Cap Energy Limited and a Member of AusIMM. Mr Ingram has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person under the 2012 Edition of the Australasian Code for reporting Exploration Results Mineral Resources and Ore Reserves. Mr Ingram consents to the inclusion of the data in the form and context in which it appears.

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Appendix 1

WILCONI EXPLORATION TARGET

The Wilconi Exploration Target of 60 to 70 million tonnes @0.08 – 0.1% Co & 0.7 – 0.8% Ni is based on :

- Geological and geophysical mapping of the ultramafic source rock unit over a width of up to 1.7km and length of 20km.
- Data from 1594 drill holes typically drilled at 100m centres along lines spaced 400m apart sampled for Ni and Co
- Mapping and drilling has shown continuity of the deposit, but the drilling is widely spaced.
- In-house modelling of the cobalt mineralisation using Micromine software with a specific gravity of between 1.8 and 2.5. Specific gravity data initially from Amdel metallurgical testwork at 2.5, whereas 1.8 from Snowdens Ni Resource estimate
- Exploration data relevant to the definition of the Exploration Target are provided in ASX announcement dated 20th December 2018 (Annexure A Table 1).
- Proposed exploration activities designed to test the validity of the Exploration Target included further geophysics surveys, LiDAR survey, infill drilling, collection of samples for metallurgical testwork and more detailed density testwork. This programme of work is expected to be completed within the next 12 months.

Cautionary Statement : The potential quantity (tonnes) and grade of the Exploration Target is conceptual in nature, there has been insufficient exploration to estimate a mineral resource and it is uncertain if further exploration will result in the estimation of a mineral resource.

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