

ASX ANNOUNCEMENT

27 May 2020

MD'S ANNUAL GENERAL MEETING ADDRESS

Fellow Shareholders,

I welcome you all to the Argosy Minerals Annual General Meeting for the year ended 31 December 2019.

Alex would usually make this address, but he is not able to attend in person today due to travel restrictions.

2019 and thus far during 2020 have been a challenging period, firstly for us all during this pandemic, and also for the lithium sector. However, we have achieved significant milestones throughout and just recently (and my personal highlight) our maiden export shipment of high-quality >99.5% lithium carbonate product from our industrial scale pilot plant – this being a momentous accomplishment that has not been achieved by any other company other than the four major LCE producers in Chile and Argentina, noting that some of our development peers are large multi-national companies such as Posco, Eramet and Sentient, who have been developing their projects for well over 10 years and not achieved the success we have.

Noting the above comment and the tough lithium markets over the past 18-24 months, during which time many hard-rock spodumene operators have failed or scaled back considerably, we believe the milestones achieved to date reinforce the Company is genuinely and continues delivering on its 'fast-track' lithium development strategy.

A brief summary of the major Company milestones accomplished during the reporting period and to date:

- ◆ first export shipment of high quality >99.5% Li_2CO_3 product - joining the exclusive list of international LCE product exporters;
- ◆ Sales and Purchase Agreement executed with Mitsubishi Corporation RtM Japan Ltd;
- ◆ received permitting approvals from Salta Province regulatory authorities, for the construction of an initial ~2,000tpa commercial lithium carbonate processing plant module – as part of the staged scale-up development of the Rincon Lithium Project;
- ◆ non-binding Heads of Agreement executed with Mitsubishi Corporation RtM Japan Ltd for the supply of 2,000tpa of lithium carbonate product for a term of 3-years with an option to extend for a further 2-years;
- ◆ undertaken high purity lithium hydroxide (LiOH) processing works producing 56.84% LiOH content value (that corresponds to a purity of 99.61% lithium hydroxide monohydrate);
- ◆ regulatory approval/permit applications works continuing for enlarged commercial scale (~10,000tpa) project development;
- ◆ successfully proving the chemical process technology to enable similar exceptional product quality results in both the ~2,000tpa operation and scaled up ~10,000tpa plant operation;
- ◆ continued progress with Asian and European LCE end-users and strategic parties for potential commercial scale off-take and investment;



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- ◆ purchased the Tonopah Lithium Project in Nevada, USA. The project lies ~4km from Albemarle's Silver Peak lithium brine operation – only lithium carbonate producer in USA; and
- ◆ added many new shareholders – welcome to you!

Argosy remains confident that these completed milestones and achievements will prove successful to demonstrate the long-term sustainability and enable our progress toward commercial scale development at the Rincon Lithium Project.

Once we get past the worst of the current pandemic, and consumerism and global growth re-emerge with the numerous government stimulus packages, we see very positive signs emerging for the EV/ battery/lithium industries, and with supply chains gaining greater global recognition for their clean/green attributes, we are confident in our strategy and ability to continue project development and secure associated funding, especially given the promising longer-term market fundamentals and sustainable lithium price forecasts.

Key objectives for Argosy during 2020 include;

- ◆ our key focus and priority - implementing a funding solution and commence construction works for the ~2,000tpa Li_2CO_3 processing plant and associated development;
- ◆ re-commencing lithium carbonate production operations from the industrial scale pilot plant (when safe and responsible to resume) to deliver high-quality $\geq 99.5\%$ lithium carbonate product into the Sales Agreement;
- ◆ seek approvals for development of the 10,000tpa commercial scale operation; and
- ◆ formulate and enact the most effective work programme and development strategy for the Tonopah Lithium Project in Nevada, USA.

As a committed shareholder myself, I'm very excited about our prospects for 2020 and beyond.

I would like to thank the very hard working Puna Mining team ably lead by our own Mr Lithium – Pablo Alurralde, our local management team, fellow directors, and associates at this time. We have a strong and dedicated team and we'll continue going strong for a long time to come.

Jerko Zuvela
Managing Director

This announcement has been authorised by Jerko Zuvela, the Company's Managing Director

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

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.

