



**POSITIONED FOR A NICKEL SULPHIDE DISCOVERY
DRILLING IN JUNE 2021**

**CORPORATE PRESENTATION
17 MAY 2021**

ALLAN RITCHIE - CEO

**ASX: ADD
WWW.ADAVALERESOURCES.COM**

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Competent Person Statement

The information in this release that relates to "exploration results" for the Project is based on information compiled or reviewed by Mr David Dodd of MSA, South Africa. Mr Dodd is a consultant for Adavale Resources Limited and is a member of the SACNASP. Mr Dodd has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration as well as to the activity that is being undertaken to qualify as a Competent Person under the ASX Listing Rules. Mr Dodd consents to this release in the form and context in which it appears.

RIGHT TIME, RIGHT METAL, RIGHT PLACE, RIGHT TEAM



Drilling on schedule for June 2021

Outlook for nickel prices strong as demand is predicted to increase



Exposure to the global transition to electric vehicles and the solid Battery Metals thematic particularly energy storage through nickel sulphide

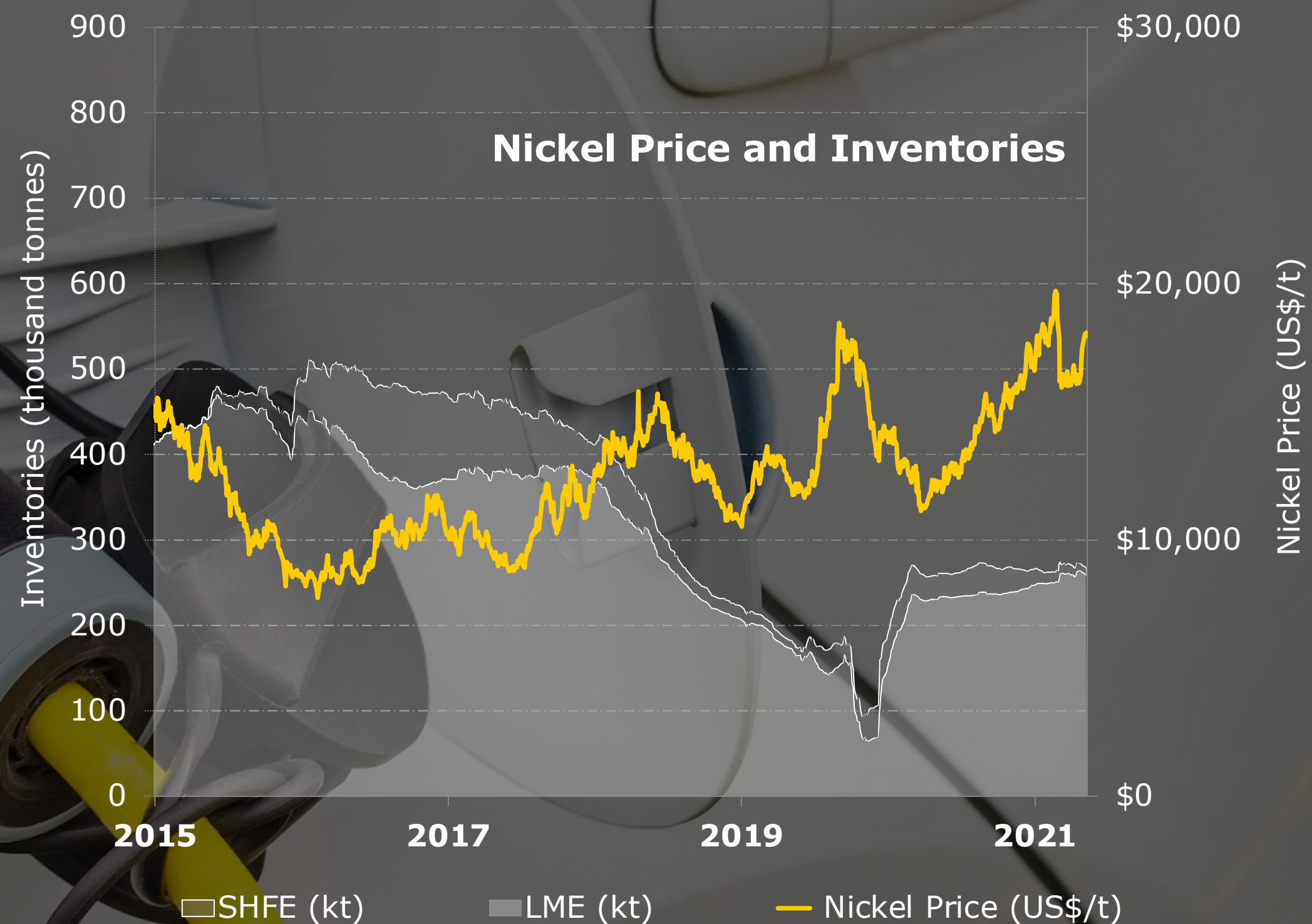


Tenements located next door to one of the world's largest and richest undeveloped nickel sulphide resource, Kabanga Nickel Deposit

Significantly improved political environment in Tanzania through new leadership with a focus on foreign investment and mining



A team of experts with a proven track record of mine development in Tanzania and Africa



CORPORATE

ASX Code

ADD

Shares on Issue

286,813,995

Options

(@ \$0.06, Exp Dec 2022)

17,500,000

52 Week Range

\$0.011 - \$0.087

Share Price

(14th May 2021)

\$0.065

Market Capitalisation

\$18.7m

Cash

(31st Mar 2021)

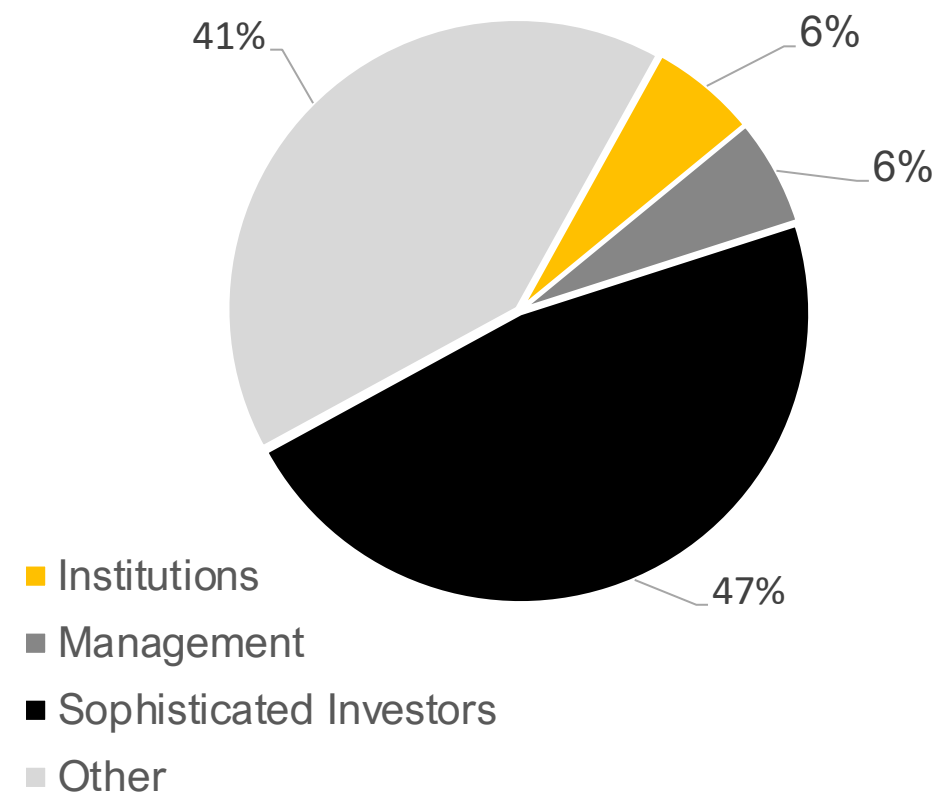
\$1.84m

Debt

Nil

Top 20 Shareholders

35%



BOARD AND MANAGEMENT

Grant Pierce
Chairman

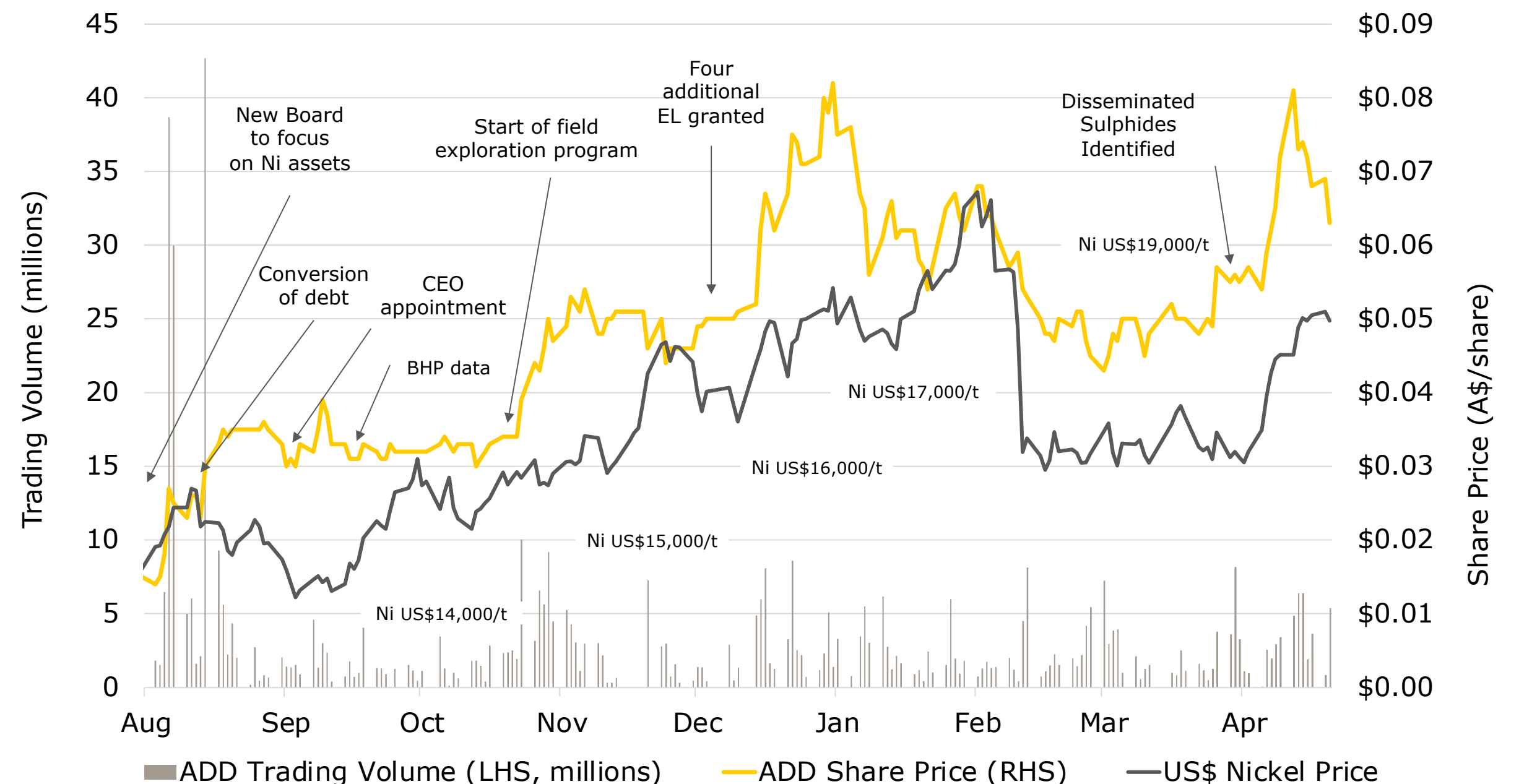
Allan Ritchie
Chief Executive Officer

Rod Chittenden
Non-Executive Director

Geoff Brayshaw
Chief Financial Officer

Steven Georgiadis
Non-Executive Director

Julian Rockett
In-house Counsel and
Company Secretary



3 DECADES OF TANZANIAN MINE BUILDERS + BEST OF BREED CONSULTANTS



Grant Pierce – Chairman

- Mining engineer with 30yrs experience in Australia and Africa.
- Member of the team that built Tanzania's first modern gold mine, (ASX:RSG) Golden Pride Project and was Operations Manager of the mine for its first 6 years.
- Other senior roles include Executive General Manager (Tanzania) Barrick Gold (NYSE:GOLD) & Exec-Director of ASX:EGR leading to the Company receiving the Epanko Graphite Projects' Environmental Certificate and Mining Licence.



Allan Ritchie – Chief Executive Officer

- A career spanning 30+ years as an investment banker
- Leadership roles in the energy & resources sectors for private and publicly listed companies (ASX:ADD), (ASX:HCD), (00689.HK)..
- Held senior banking roles at Westpac, ANZ, HSBC and BNP Paribas in Australia, London, New York and Asia Pacific.



Rod Chittenden – Non-Executive Director

- Metallurgist with 40+ years of experience across Africa, Australia and Sth America, both in executive and project development roles.
- Worked 9+ years in Tanzania and recently led the team on the Nachu Graphite Project for (ASX:MNS) from discovery through to BFS and Environmental permits.
- Previously held key roles in (ASX:PDN) Langer Heinrich and Kayelekera projects, (ASX:NCM) & (NYSE:GOLD).

In-country team - Headed by General Manager with 20 years in Tanzania,

Office team and in the field 2 x Senior Geologists and geo-techs.

Adavale also employ numerous locals in the field and work closely with the community's best interests.



Dave Dodd – Competent Person, Consultant Geologist

- 22+ years experience primarily in nickel sulphide exploration within Africa and is considered a leader in his field.
- Worked at Falconbridge, African Nickel as Executive Geologist and as MD of a junior focussed on nickel projects.
- Involved in over 30 Ni-PGE sulphide projects across Africa, having in multiple jurisdictions.



Stephen Burke – Consultant Geologist

- 20+ years experience primarily in gold, nickel sulphide and other base metal exploration, resource evaluation and mining.
- Worked for Centaur Mining & Exploration Ltd, Goldfields Ltd, Aurion Gold Ltd. prior to founding his own independent consulting firm.
- Technical expertise - magmatic nickel sulphide and Archaean mesothermal gold deposit exploration and resource evaluation.
- Consulted to numerous nickel, gold & base metal explorers, developers and producers in Australia, China, Tunisia and Tanzania.



Gavin Selfe – Consultant Geophysicist

- 25+ years experience, all over Africa and consulted to the following: BHP-Billiton, Anglo American, De Beers, Southern Era, Gem Diamonds, Mano River Resources, Platmin, African Nickel, Taung Gold, and several others.
- Specialties: Detailed geological and structural interpretation of all types of airborne and ground geophysical datasets. Geotechnical surveys for the engineering industry. Interpretation and reporting on all aspects.

Bamboo Rock Drilling Group

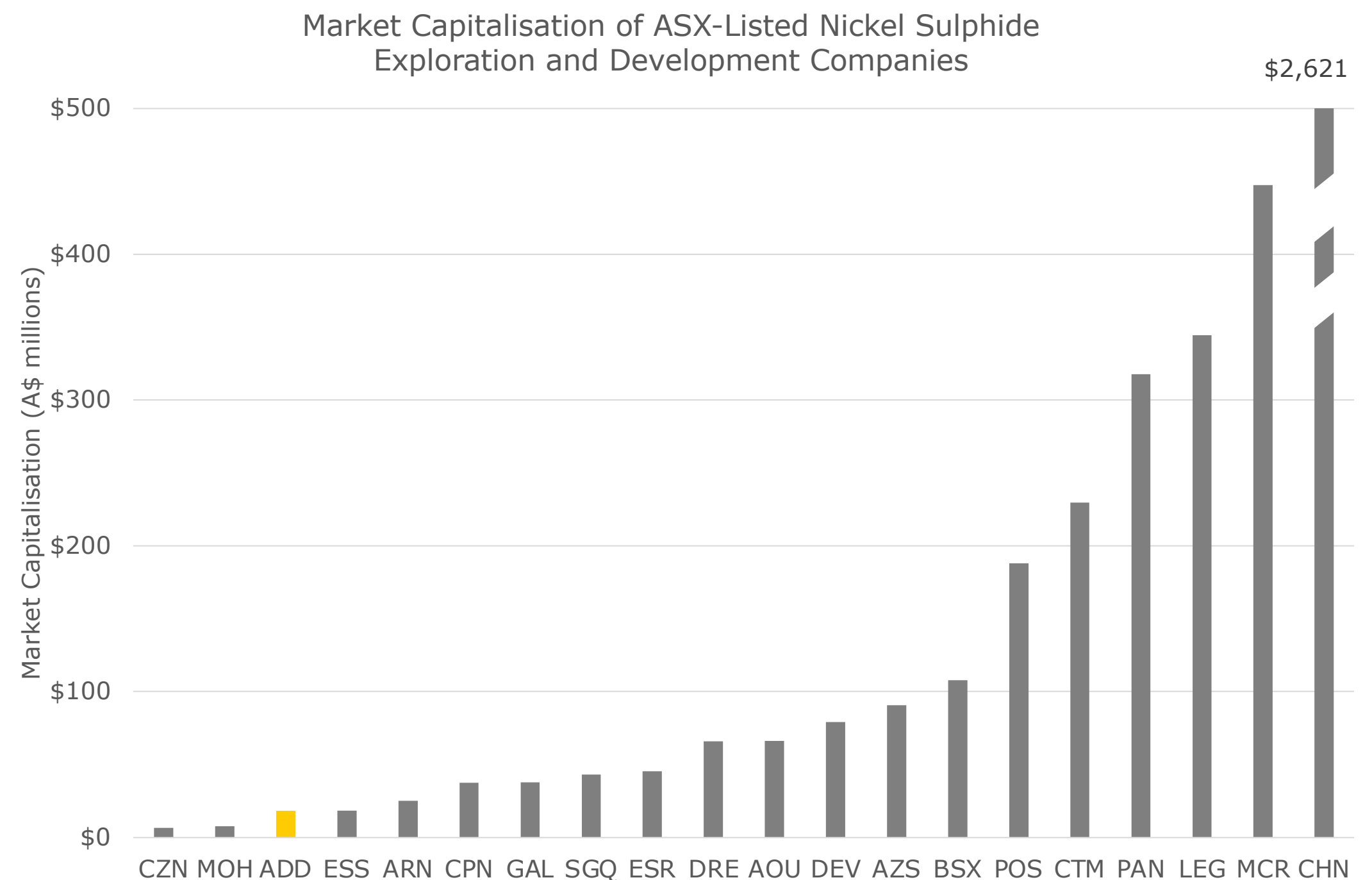
10-year experienced pan-African drilling contractor with a proven track record.

Bamboo's clients include Barrick Gold and Shanta Gold.

Bamboo offers ethical and sustainable service excellence, with a 95% local Tanzanian staff complement.

NICKEL EXPLORER WITH TORQUE

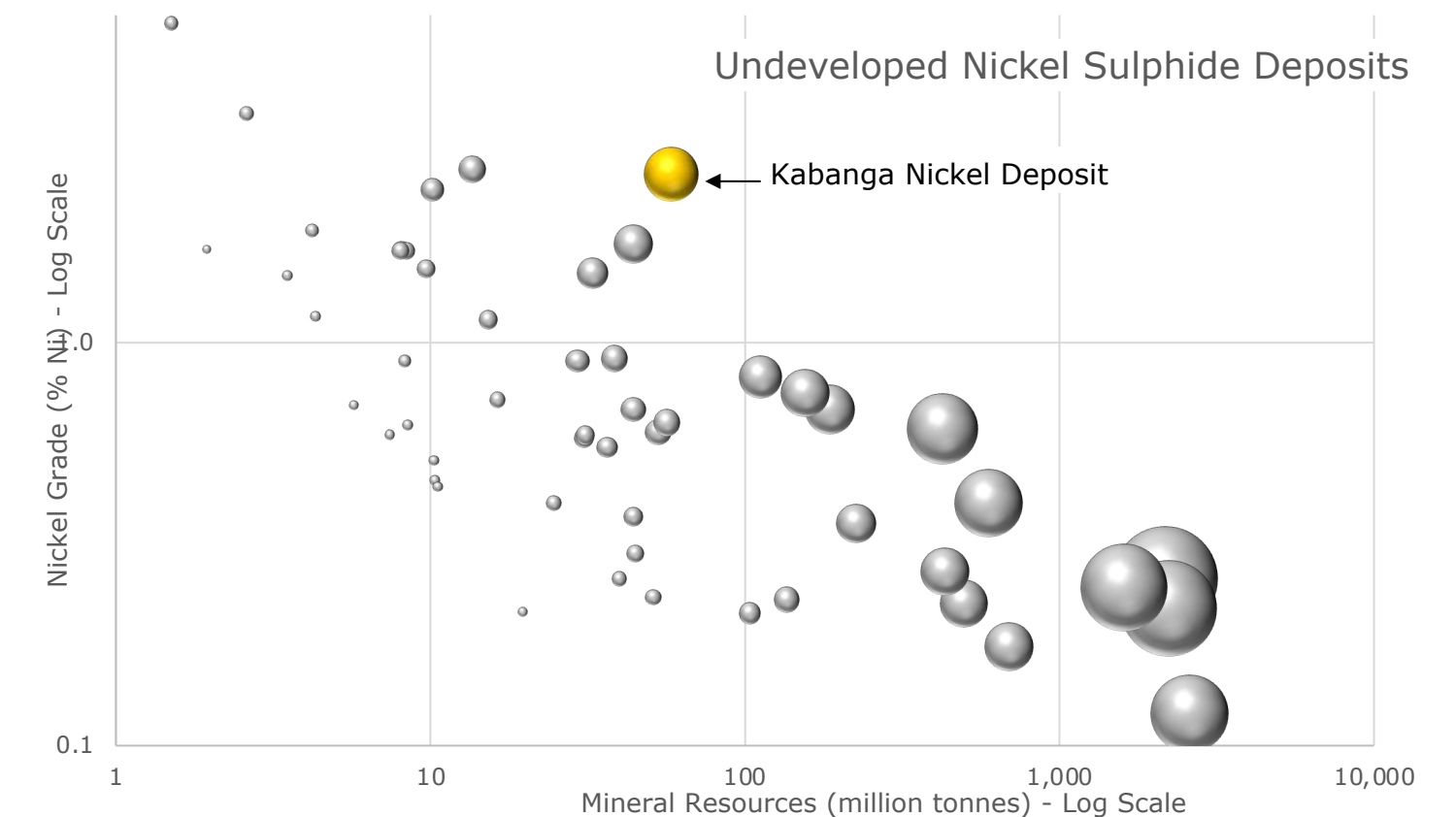
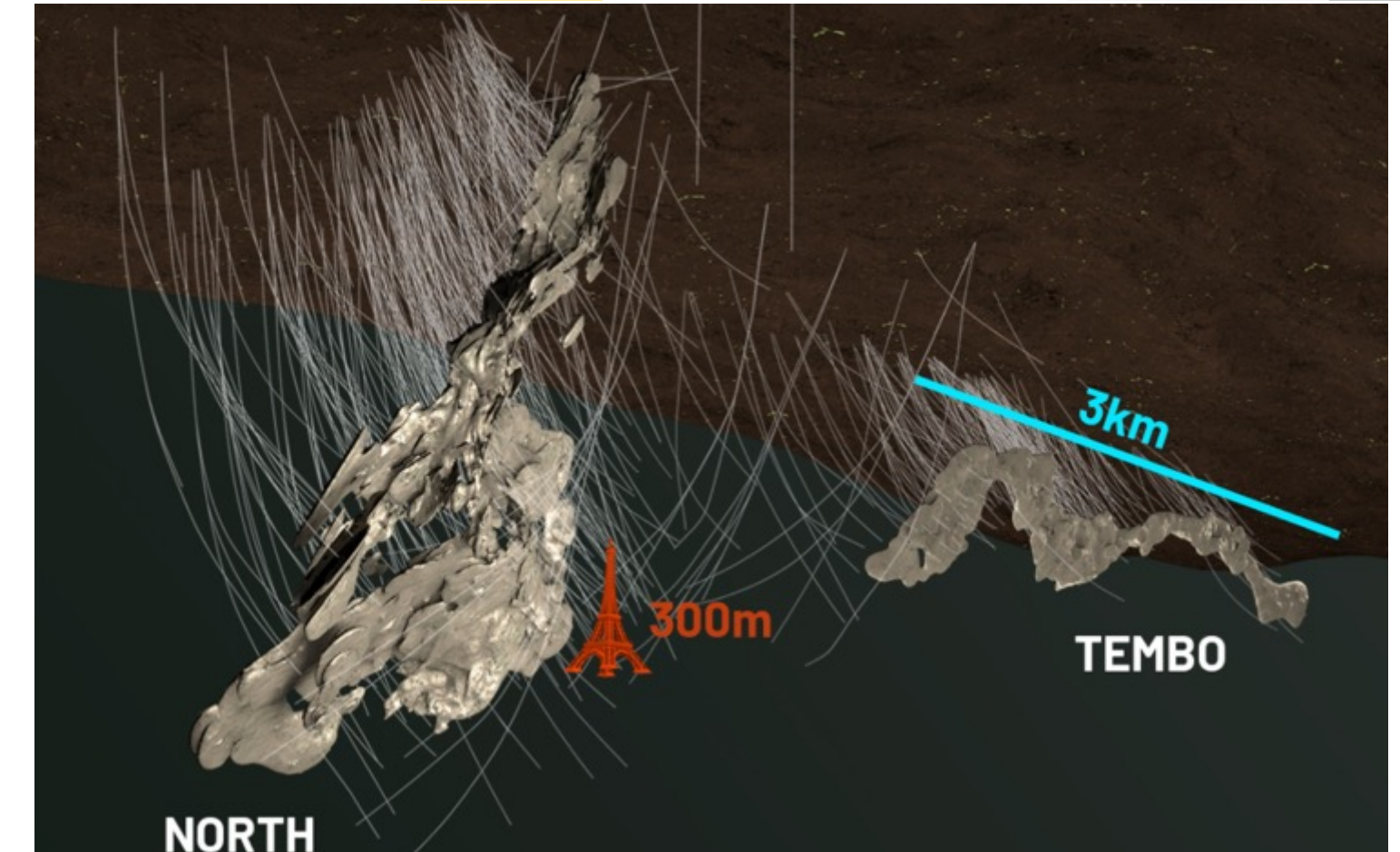
- ▼ ADD looks to replicate similar successes at the **Kabanga Jirani Project** with a high-grade nickel sulphide discovery from its own portfolio of licences
- ▼ Recent ASX listed exploration discoveries:
 - **AOU** – Nepean (extension), WA
 - **AZS** – Andover, WA
 - **BSX** – King Cobra Zone, Vietnam
 - **CTM** – Jaguar, Brazil
 - **POS** – Golden Swan, WA



Source: S&P Global, Terra Studio, market data as at 11th May 2021

LEVERAGING OFF GIANTS

- ▼ Located proximal to the world class **Kabanga Nickel Deposit** (58Mt @ 2.62% Ni)
 - Kabanga Nickel Agreement with the Tanzania Government to develop project which will provide an estimated US\$664 million of expected infrastructure
 - Adavale has secured a number of tenements, next to the most significant undeveloped high-grade nickel sulphide resource globally
- ▼ ADD acquisition of **BHP and UNDP data**
 - Geochemical data, geophysical mag. and EM data
 - Assisted in the selection of high priority targets across licences



ELECTRIFICATION AND NICKEL

- ▼ Nickel in battery demand surging from a low base, to become highly significant and disruptive from mid-2020s
- ▼ Current nickel market size is 2,300 kt Ni



Bloomberg

Hyperdrive

Musk Says Nickel Is 'Biggest Concern' For Electric-Car Batteries

By Yvonne Yue Li

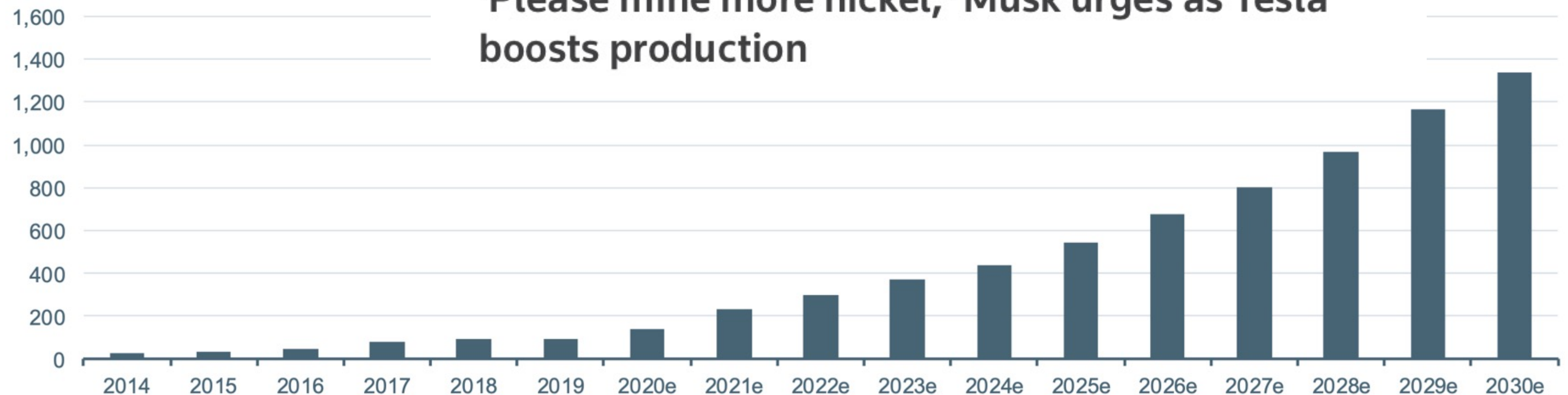
26 February 2021, 10:17 am AEDT

AUTOS JULY 23, 2020 / 5:33 PM / UPDATED 10 MONTHS AGO



'Please mine more nickel,' Musk urges as Tesla boosts production

Nickel in battery demand growth
(kt Ni)

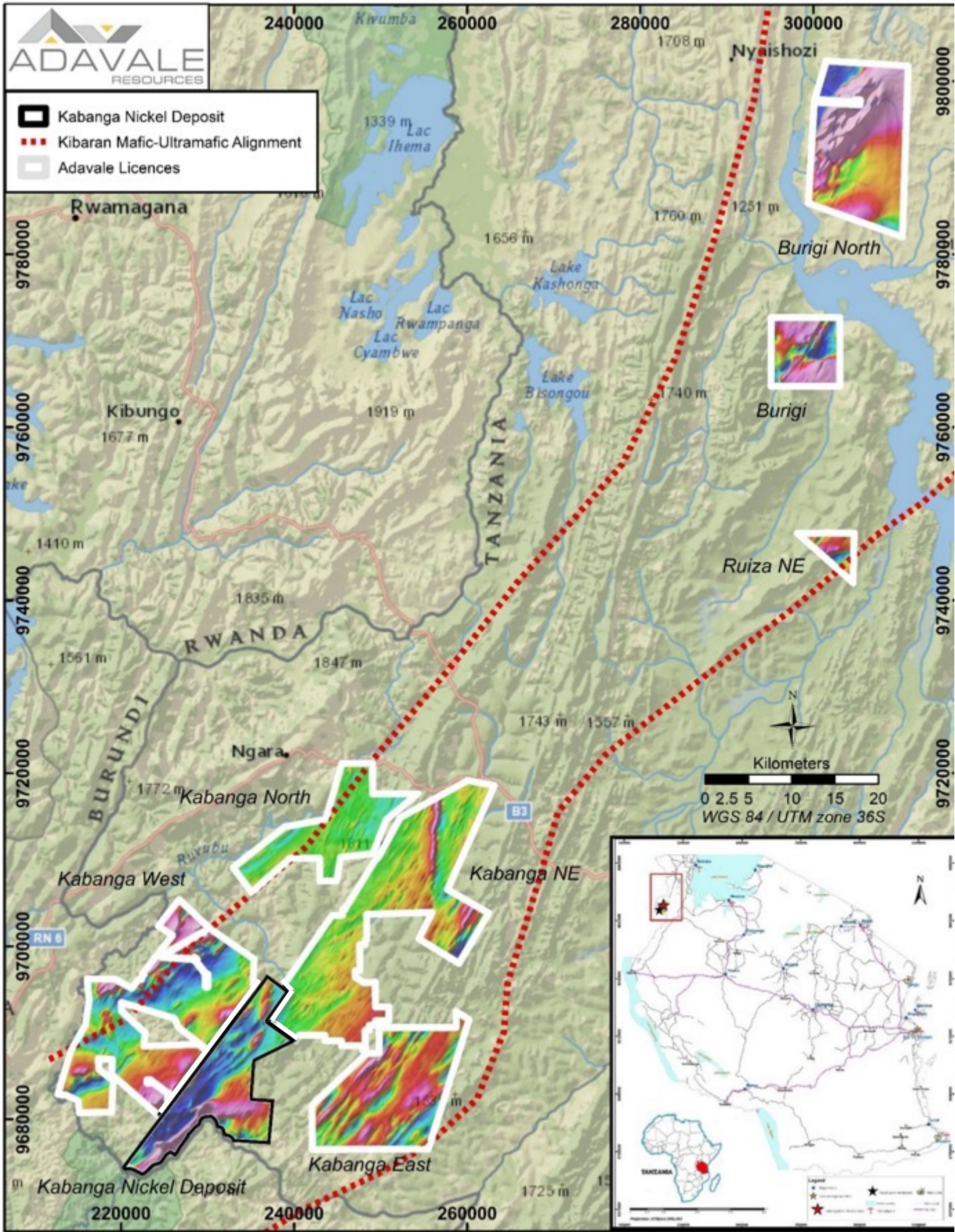


Source: Bloomberg

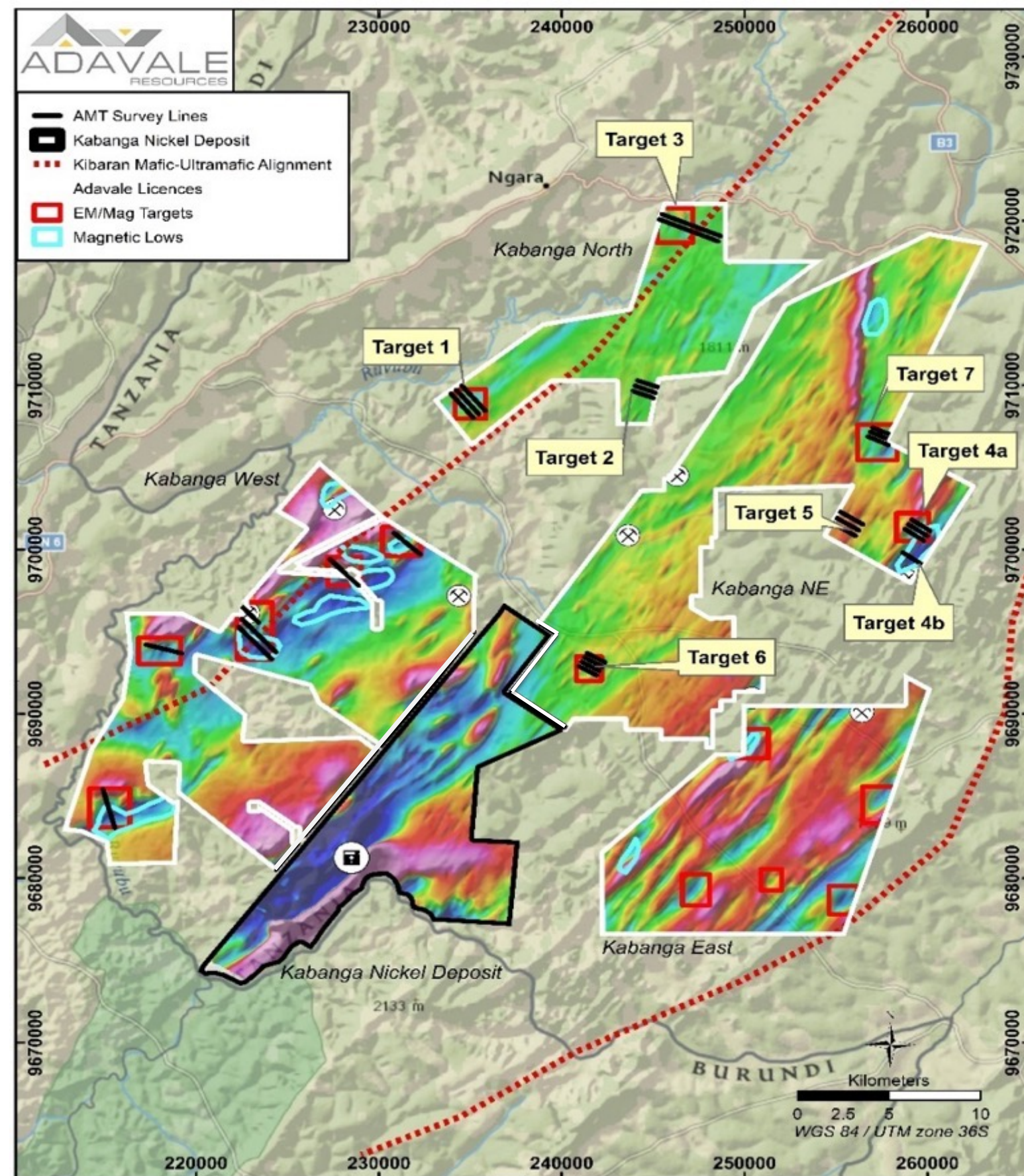
KIBANGA JIRANI PROJECT NICKEL LICENCES

- ▼ Prospecting Licences targeted using acquired BHP Data
- ▼ Focus on the NNE-trending Mesoproterozoic-age, meta-sedimentary, Karagwe-Ankole Orogenic Belt of North-West Tanzania
- ▼ All Licences and Applications cover 1,145 km² are within the highly prospective Kabanga-Musongati/Kibaran mafic-ultra mafic belt of Tanzania
- ▼ **Right geological setting** within the Karagwe Ankolean belt which hosts the 58Mt @ 2.62% Ni, Kabanga Nickel deposit and is characterised by the following:
 - Hosted in ultramafic intrusions
 - Has elevated Ni and Cu values in overlying soil
 - Mineralised massive sulphides are conductive

Ministry ID	Area	Project Location
PL 11406/2020	298 km ²	Kabanga North East, Tanzania
PL 11405/2020	114 km ²	Kabanga North, Tanzania
PL 11538/2021	64 km ²	Burigi, Tanzania
PL 11537/2021	194 km ²	Burigi North, Tanzania
PL 16522/2020	182 km ²	Kabanga East, Tanzania
PL 16521/2020	273 km ²	Kabanga West, Tanzania
Under Application	19 km ²	Ruiza North East, Tanzania



RIGHT EXPLORATION METHODOLOGY

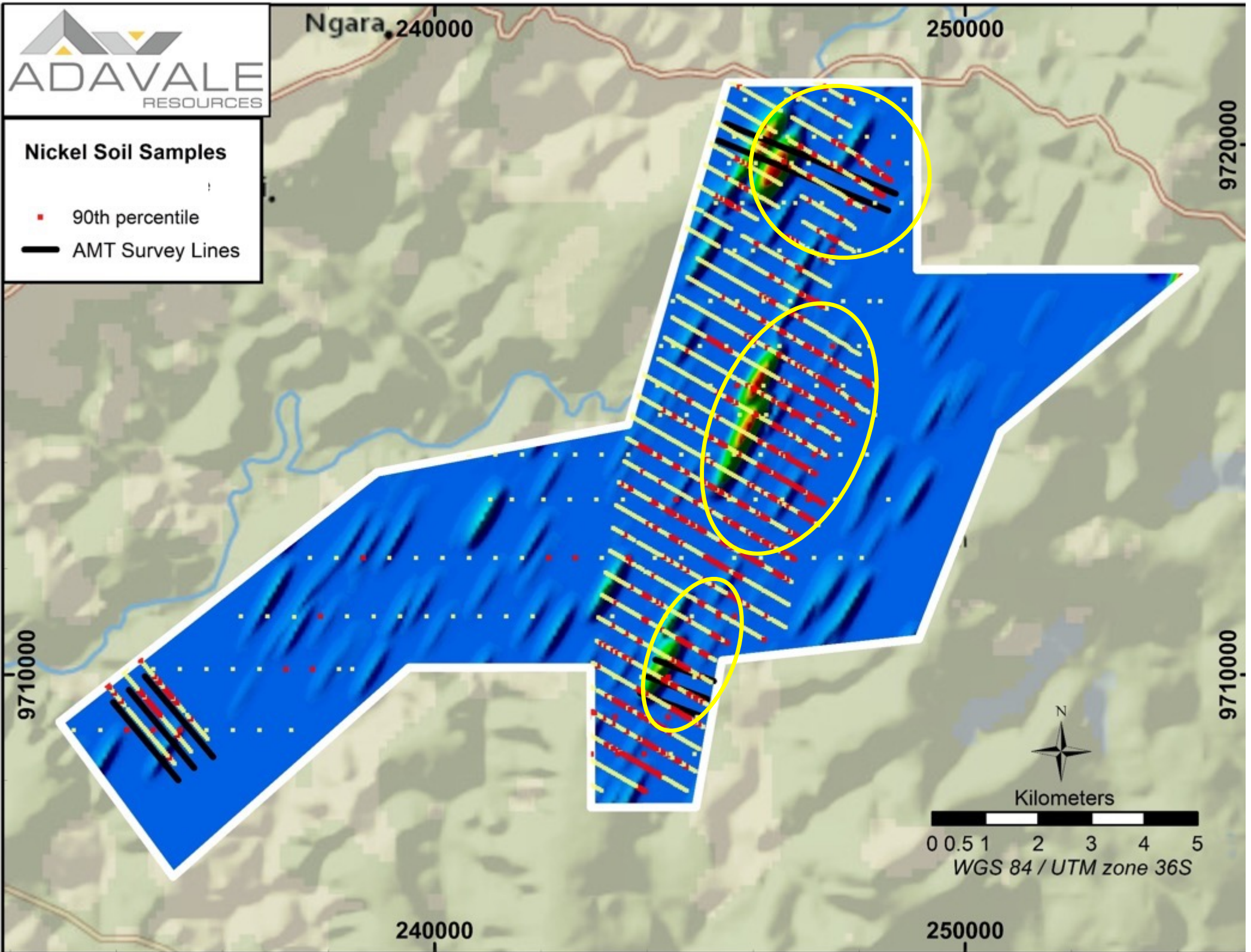
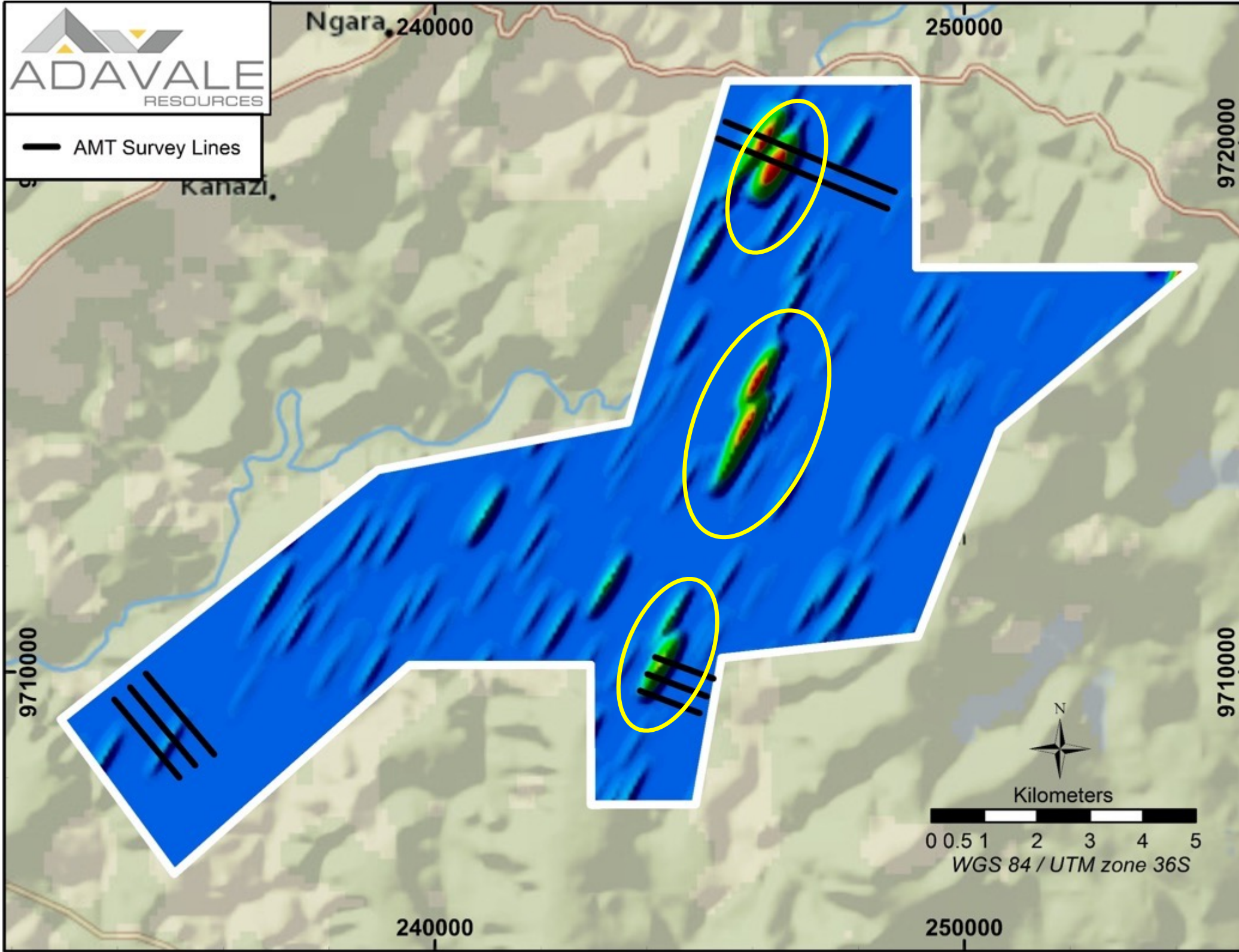


- ▼ **Initial Exploration Focus is Adavale's 4 licences closest to the Kabanga Nickel Deposit**
- ▼ **Exploration Techniques Applicable:**
 - Ultramafics reflect as magnetic lows per BHP magnetic data, and detected from soil data by using Cr, V, Fe, Ni and Cu (mafic indices)
 - Soil geochemistry implemented to identify Ni and Cu anomalies (detection of mineralisation)
 - AMT conducted across targets to identify zones of conductivity
 - Prioritise targets to follow up with ground EM by ranking them based on their level of conductivity, quality of Ni and Cu anomalies, location relative to magnetic lows and extent of coincidence between these three factors
 - Begin initial drilling at prioritised targets by June 2021
- ▼ **Work to date has been completed primarily on Kabanga N and Kabanga NE so the remaining slides will address these two licences**

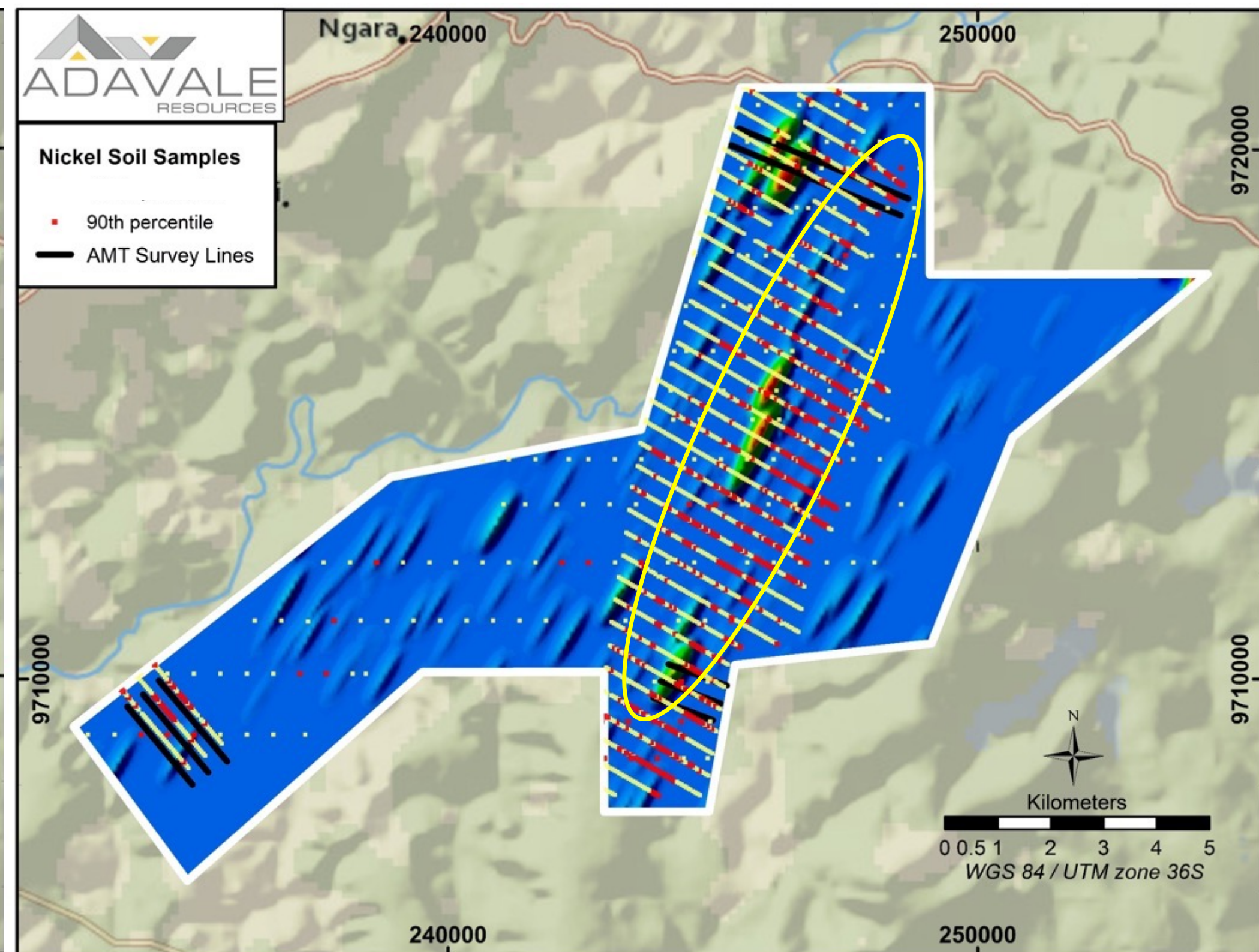
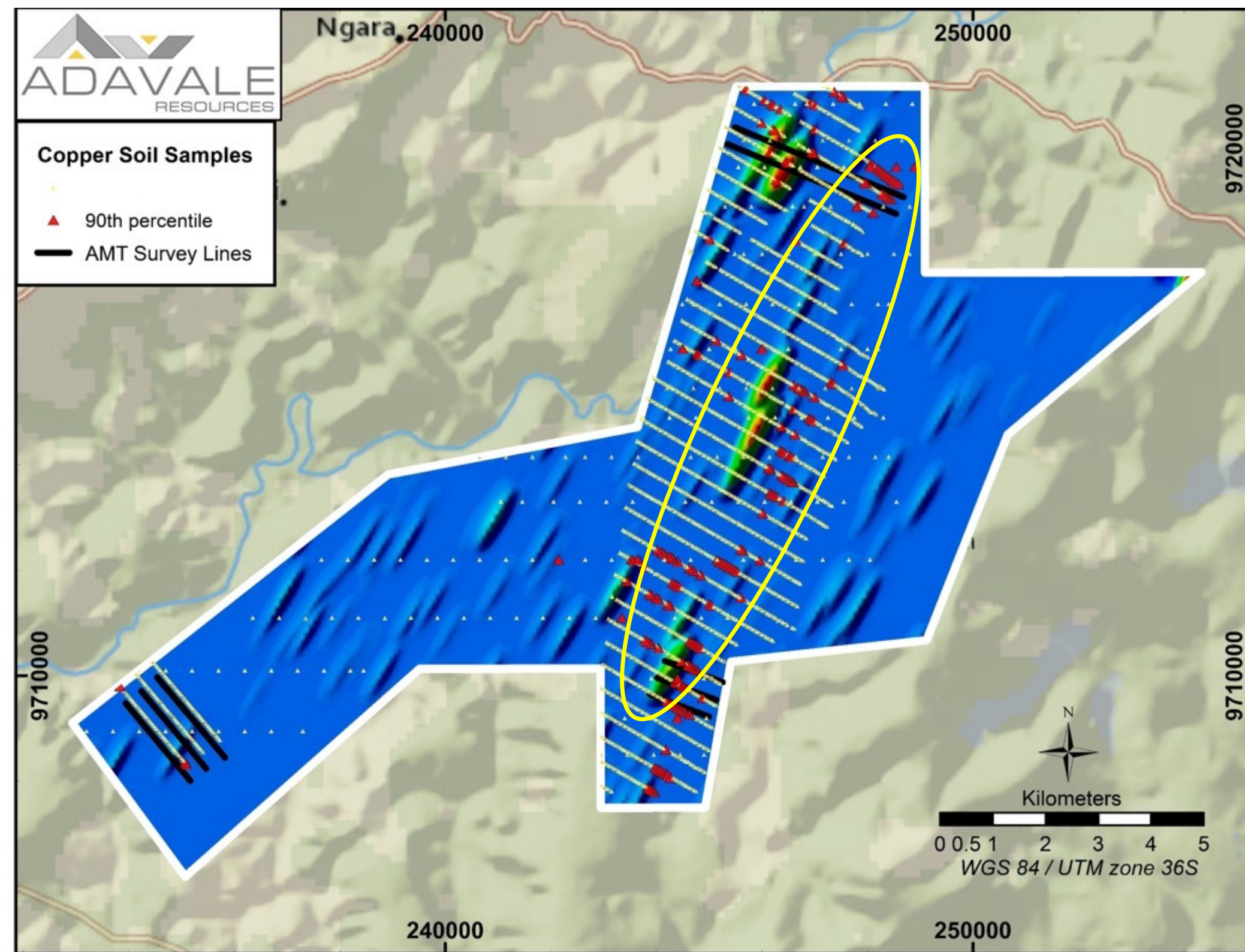
KABANGA N EM CONDUCTORS BROADLY COINCIDENT WITH NICKEL ANOMALIES

Airborne EM
Conductors

Ni Anomalies
exceeding the 90th
Percentile

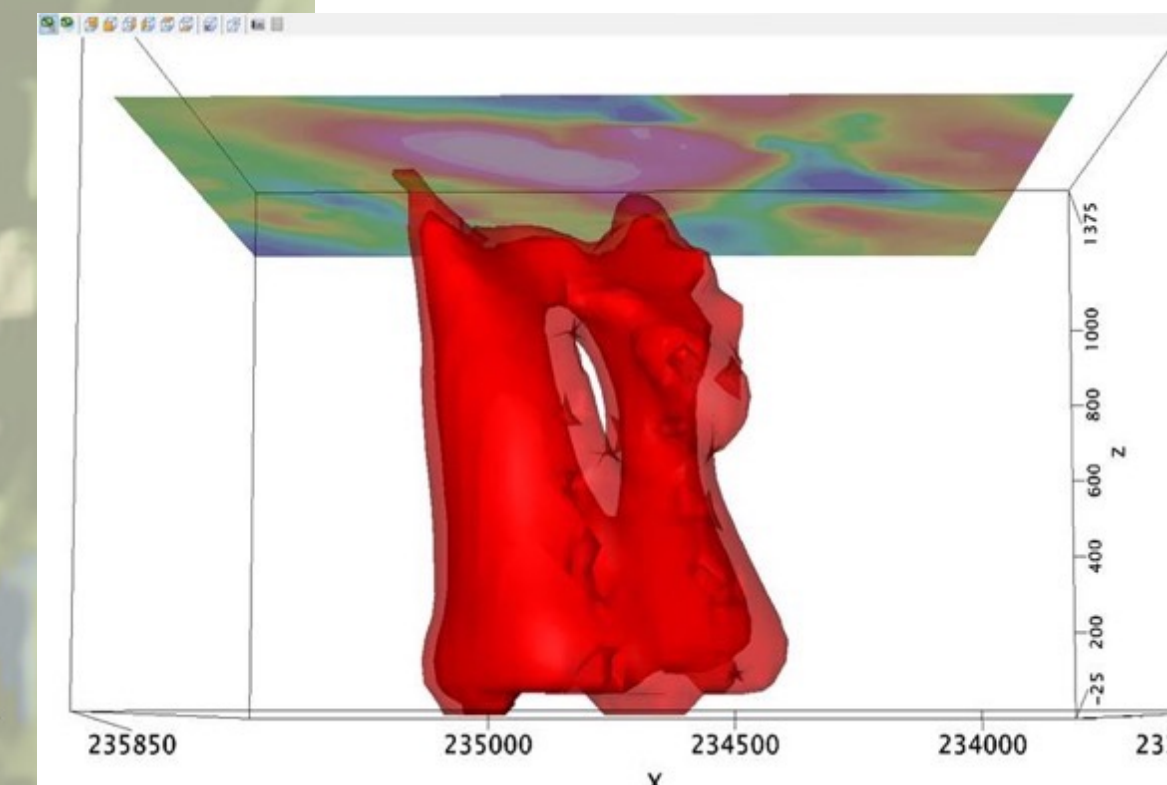
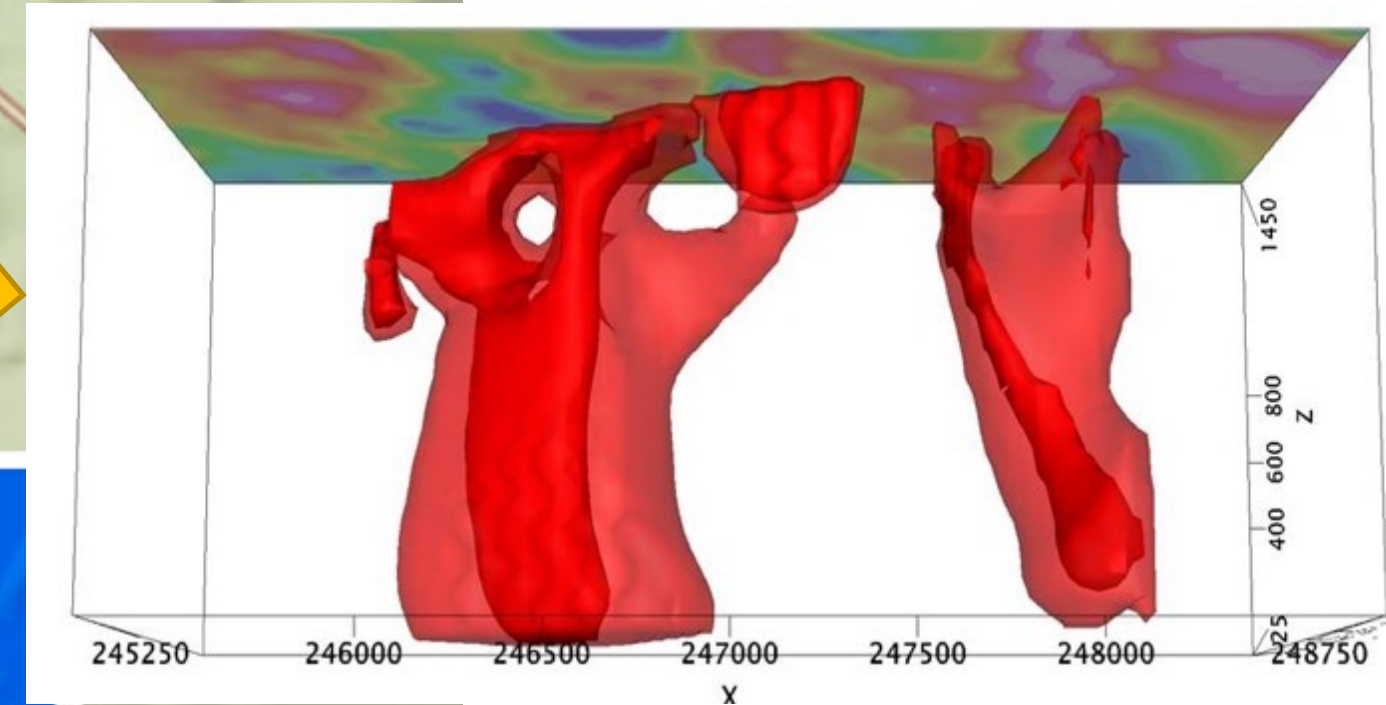
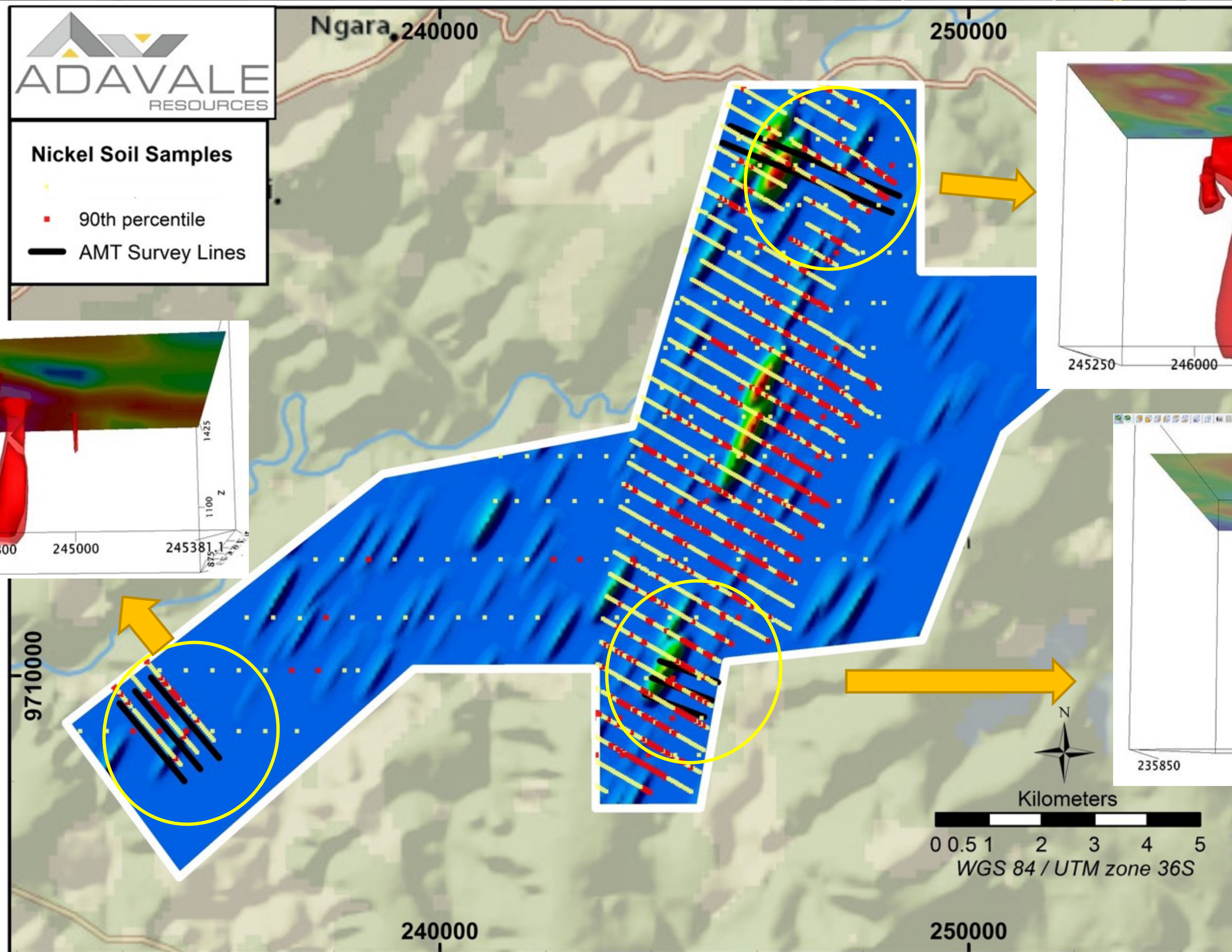
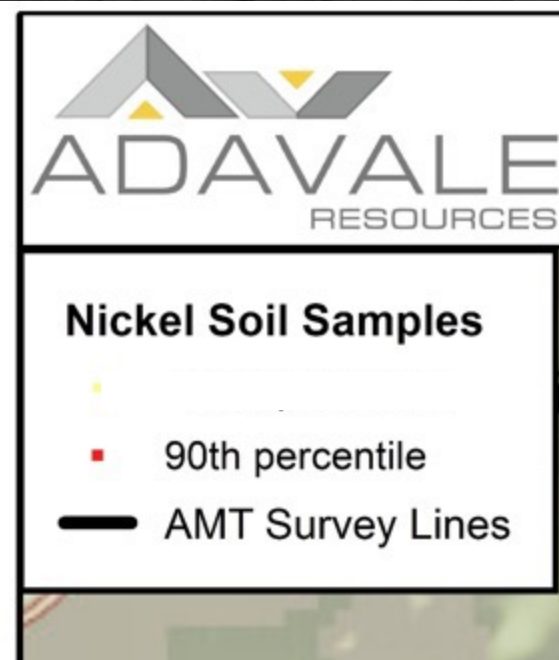


KABANGA N - Ni & Cu ANOMALIES COINCIDENT

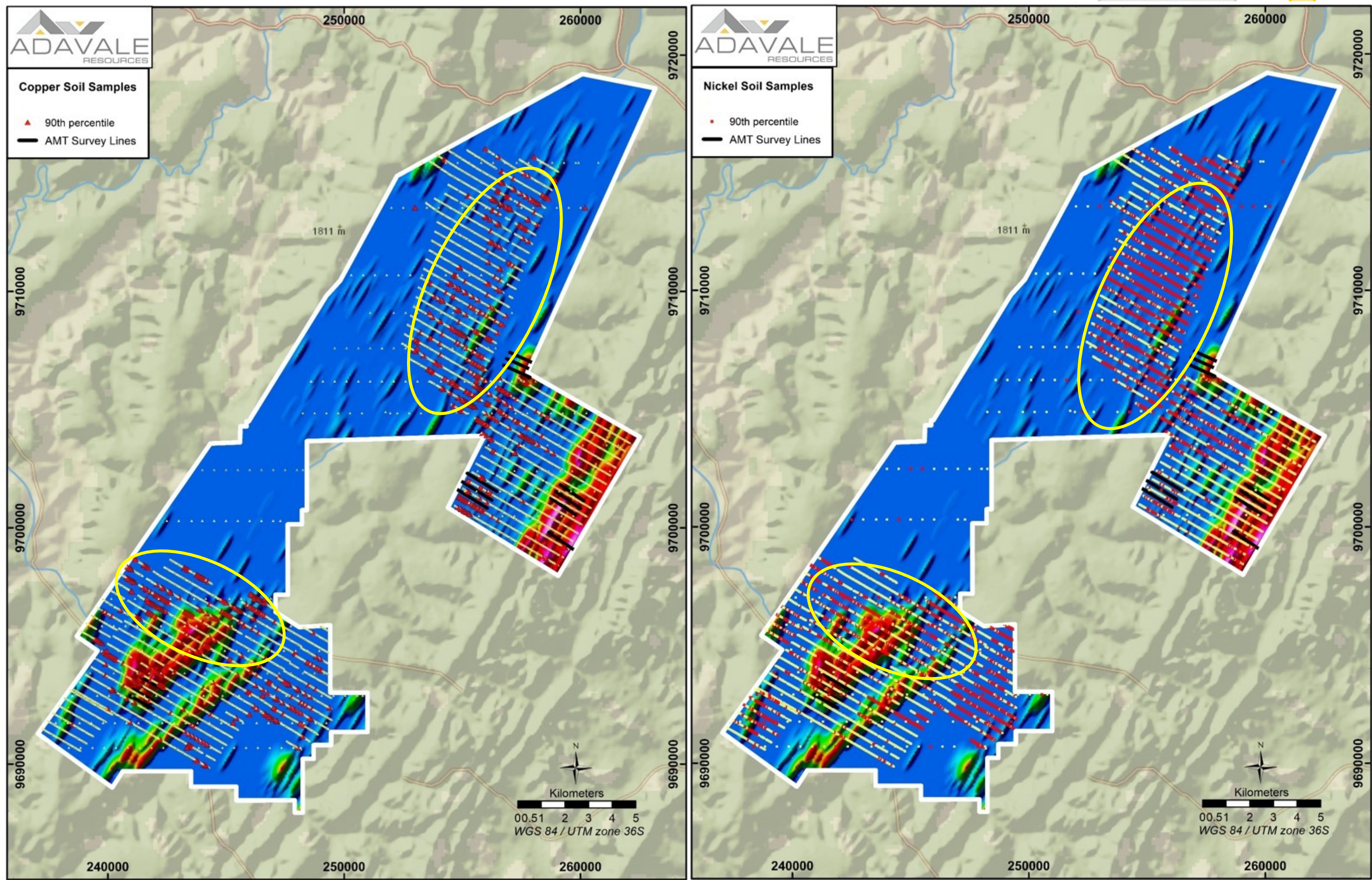


AMT CONDUCTORS COINCIDENT WITH TARGETS

Darker red portion of AMT models denotes low ohm.m = high conductivity shell



KABANGA NE - COINCIDENT Ni & Cu ANOMALIES



Disseminated sulphides hosted in ultramafic

GEOLOGY CONCLUDING REMARKS

- ▼ Located adjacent to, and along strike, from the Kabanga Nickel Deposit within the prospective Karagwe Ankolean Belt along the lineament of ultramafics intrusions
- ▼ Geochemical surveys have identified 4 coincident Ni & Cu anomalies at Kabanga N and 2 broad anomalies within Kabanga NE
- ▼ Further we have identified ultramafic outcropping and disseminated sulphides
- ▼ Follow up AMT has identified anomalies at all Kabanga N sites surveyed
- ▼ Currently surveying Kabanga NE with AMT
- ▼ Where AMT conductors have been identified these will be followed up with EM surveys
- ▼ EM conductors will be drill tested
- ▼ Drilling to start in June



EXPLORATION PROGRAMS



Identify
Prospective
Ground and
Acquire
Licences



Review of
previous
exploration
data



Geological mapping,
soil and outcrop
sampling, followed
by trenching and
pitting of key targets



Conduct soil
sampling and
XRF analyses



Conduct analyses
and laboratory
checks as part of
QA/QC
and identify
anomalies for
follow up



Design and
implement
detailed infill soil
sampling
program

M
A
Y

Continue the Infill
soil and outcrop
sampling across
Adavale's Kabanga
licences

Implementing
targeted AMT
and will follow
up with ground
EM

Prioritise drilling
targets/EM
conductors and
commencement
of drilling in **June
2021**

Prepare for
Geochem &
Geophysics on
Burigi, Burigi N
and Ruiza to
define targets

TANZANIA'S INCREASING FAVOURABILITY

In a bid to improve the climate for investment with a view to attracting investors, the recently appointed Tanzanian President, H.E. Hassan is preparing the national investment development strategy and a new investment law with already a number of changes being flagged to investors including:

Signed framework agreement
US\$664M with
Kabanga Nickel the
to develop the
Kabanga nickel
project

Removing
barriers to
foreign
investment

Reducing
delays in the
issuing of
permits and
licenses

Increased
government
investment
in growth
areas

Improving
bureaucratic
processes

Improving
taxation
processes

International mining and exploration companies increasing activities and investment in Tanzania:




INVESTMENT HIGHLIGHTS

- ▼ Right Metal
- ▼ Right Time as we begin initial drilling program in June 2021
- ▼ Highly prospective location for very high-grade nickel sulphide deposits, based on
 - Geological setting
 - Historical exploration data
 - Proximity of the world richest undeveloped nickel sulphide deposit – 58Mt @ 2.62% Ni
- ▼ Tanzanian Government open to mining business
- ▼ Strong Board and management, extensive in-country experience, receiving remuneration in shares to conserve cash for exploration. Attract best of breed consultants geology, geophysics and drilling
- ▼ Right Strategy – BHP/UNDP data, methodical fieldwork, maximise drilling result potential
- ▼ Company already supported by several financial institutions
- ▼ Share price increase of >400% since new board reconstituted on 26th August 2020



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