

\$3.7M PLACEMENT WITH CORNERSTONE INVESTOR

Highlights

- Mithril confirms firm commitments for a capital raising of A\$3.7M at \$0.20 with cornerstone investment by Jupiter Gold and Silver Fund (Jupiter) and a 29 per cent premium to last traded share price
- Jupiter has committed to A\$2m for ~10% holding in Mithril and having completed a site visit in October 2023 (see details about Jupiter below)
- The Directors of the Company have committed to subscribe for \$100,000 (directors recently subscribed for \$572,500 in the March 2024 placement)
- Proceeds of this raise to extend and accelerate drilling (currently underway) at the Copalquin district in Mexico. Drill program will be more than doubled to 9,000 metres allowing drilling to be continuous throughout the second half of 2024
- First hole of current drilling program completed reaching a depth of over 650m to test below previously drilled CDH-077 (8.26m @ 80.3g/t Au and 705g/t Ag from 468.3m)¹
- Further to Mithril's previous announcement re a North American listing, the Company confirms its application is in process to dual list on the Toronto Venture Exchange (TSXV), subject to approval.

The Board of Mithril Resources Limited (ASX:MTH) (**MTH** or the **Company**) is pleased to announce that it has completed a capital raising with new and existing institutional, professional and sophisticated clients of PAC Partners Securities Pty Ltd and Arlington Group Asset Management (the **Joint Lead Managers**) for an investment in the Company of \$3.7 million (before costs) through a Placement Offer.

Mithril Managing Director/CEO John Skeet said,

"We are very happy to welcome Jupiter Gold and Silver Fund to the register. In October 2023, we hosted Jupiter on a site visit at our Copalquin Project in Mexico and they obviously liked what they saw given this A\$2 million or ~10% investment in Mithril. The additional funding allows Mithril to continue drilling at Copalquin throughout the remainder of 2024, placing us on track to update the high-grade resource at the Target 1 area in Q1 2025, aiming for 2x current Target 1 resource, and to test adjacent targets."

About Jupiter Gold and Silver Fund

Jupiter Gold and Silver Fund is a London based specialist gold and silver asset manager with approximately \$1 billion assets under management. Jupiter has been a shareholder since 2020 of ASX listed De Grey Mining and according to its March 2024 investor newsletter counts the Sprott Physical Silver ETF as its second largest holding while exploration companies are only 3% of the fund's assets under management.

Use of Funds

With drilling currently underway for a 4,000 metre programme, the funds allow drilling to continue to the end of 2024 for an additional 5,000 metres at the El Refugio-La Soledad target (Target 1 area) following up previous high-

DIRECTORS

Craig Sharpe – Non-Executive Chair
John Skeet – Managing Director & CEO
Garry Thomas – Non-Executive Director
Stephen Layton – Non-Executive Director
Justyn Stedwell – Company Secretary

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grade intercepts (such as **CDH-077 8.26m @ 80.3g/t Au and 705g/t Ag from 468.3m**)¹ as well as test recently mapped structures to expand the current high-grade maiden JORC resource² at the district scale Copalquin project.

Mithril intends to progress a listing on a North American securities exchange in 2024 via a dual listing on the Toronto Venture Exchange (TSXV). The application is progressing and it is anticipated, subject to TSXV approval, it will be completed during August 2024.

Capital Raising Details

Mithril has received binding commitments for a Placement to professional and sophisticated investors, comprising of 18,500,000 new fully paid ordinary shares in the Company (Placement Securities) at an issue price of \$0.20 to raise approximately \$3.7M (before costs) (**Capital Raising**). An applicable Appendix 3B pertaining to this Placement follows this announcement. The placement was well supported by Australian, North American and European investors.

Participants in Placement will receive one free attaching option for every one share subscribed for under the Placement. The options will be unlisted, have an exercise price of \$0.30 and an exercise period of 2 years from date of issue (**Attaching Options**).

The Directors of the Company have committed to subscribe for \$100,000 in the Placement.

The issue of the shares will be completed under the Company's 7.1 (9,542,378 shares) and 7.1A (8,457,622 shares) placement capacity and approval under ASX Listing Rule 10.11 (500,000 shares) for director participation. The attaching options, including shares and options to Directors, are subject to shareholder approval at an upcoming EGM.

The Capital Raising price of A\$0.20 per New Share represents:

29.0% premium to the last traded price of \$0.155

20% premium to 5-day VWAP of \$0.167

4% premium to the 15-day VWAP price \$0.193

The Placement was conducted by PAC Partners Securities Pty Ltd and Arlington Group Asset Management as joint lead managers with fees paid under normal commercial terms.

The funds from the Placement will fund continued drilling and exploration work at the district scale, high-grade gold-silver Copalquin project in Mexico and for general working capital. Funds will also be allocated for access road upgrade works into the Copalquin property.

The Company will announce a Notice of Extraordinary General Meeting to approve the issue of the placement options and placement securities to Directors.

-ENDS-

¹ see ASX announcement - [Mithril Drills 80.3 G/T Gold, 705 G/T Silver Over 8.26m](#)

² See JORC resource details at end of Announcement

Released with the authority of the Board.

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See below: About Copalquin Project

ABOUT THE COPALQUIN GOLD SILVER PROJECT

The Copalquin mining district is located in Durango State, Mexico and covers an entire mining district of 70km² containing several dozen historic gold and silver mines and workings, ten of which had notable production. The district is within the Sierra Madre Gold Silver Trend which extends north-south along the western side of Mexico and hosts many world-class gold and silver deposits.

Multiple mineralisation events, young intrusives thought to be system-driving heat sources, widespread alteration together with extensive surface vein exposures and dozens of historic mine workings, identify the Copalquin mining district as a major epithermal centre for Gold and Silver.

Within 15 months of drilling in the Copalquin District, Mithril delivered a maiden JORC mineral resource estimate demonstrating the high-grade gold and silver resource potential for the district. This maiden resource is detailed below (see ASX release 17 November 2021)[^].

With over seventy historic gold-silver mines and workings throughout 70km² of mining concession area, Copalquin is an entire mining district with high-grade exploration results and a maiden JORC resource. To date there are four interpreted hydrothermal upwelling zones in the district with one already hosting a high-grade gold-silver JORC resource at El Refugio (529koz AuEq @6.81 g/t AuEq)[^]. There is considerable strike and depth potential to increase the resource at El Refugio and at other target areas across the district.

With the district-wide gold and silver occurrences and rapid exploration success, it is clear the Copalquin District is developing into another significant gold-silver district like the many other districts in this prolific Sierra Madre Gold-Silver Trend of Mexico. These districts can host 1 – 5 million ounces of gold plus 50 – 100+ million ounces of silver.

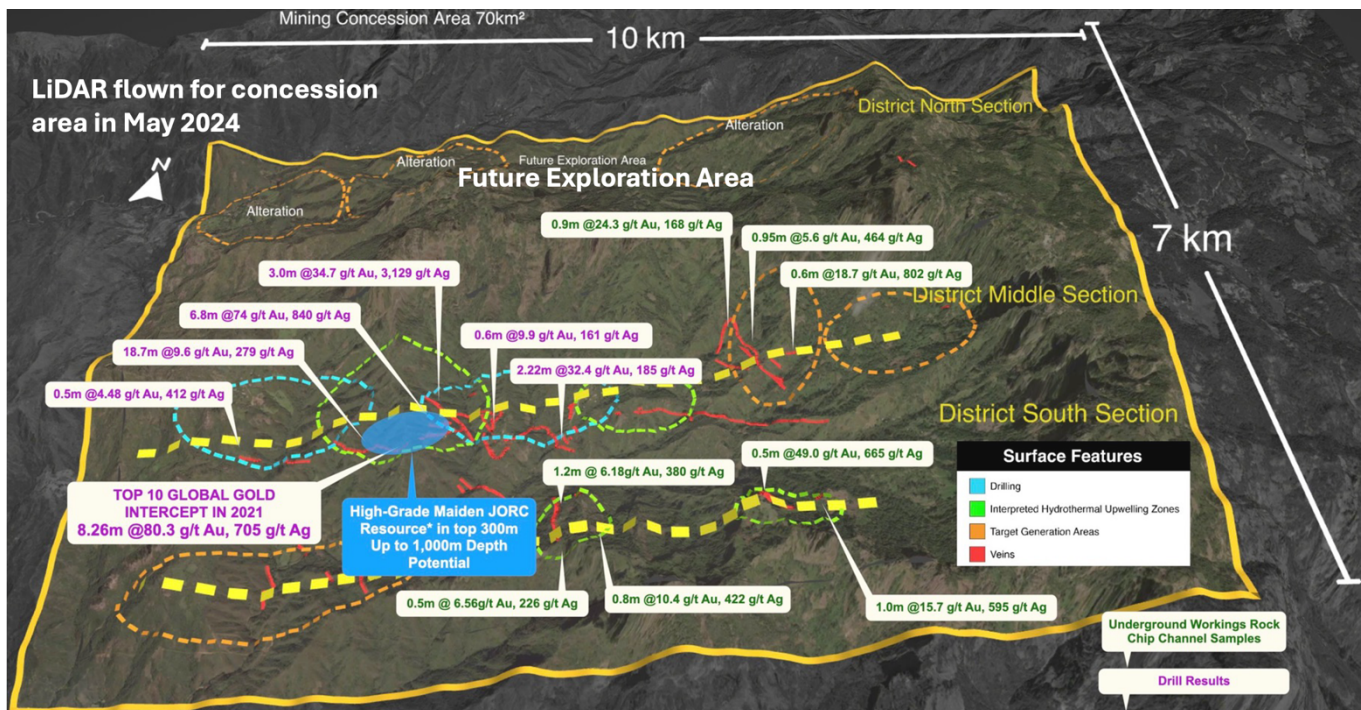


Figure 1 – Satellite image of the Copalquin Mining District 70km² concession area showing the two main lines of historic workings, areas of exploration work and the location of the maiden JORC MRE at the first target area of El Refugio-La Soledad.

- **2,416,000 tonnes @ 4.80 g/t gold, 141 g/t silver for 373,000 oz gold plus 10,953,000 oz silver (Total 529,000 oz AuEq*) using a cut-off grade of 2.0 g/t AuEq***
- **28.6% of the resource tonnage is classified as indicated**

	Tonnes (kt)	Tonnes (kt)	Gold (g/t)	Silver (g/t)	Gold Equiv.* (g/t)	Gold (koz)	Silver (koz)	Gold Equiv.* (koz)
El Refugio	Indicated	691	5.43	114.2	7.06	121	2,538	157
	Inferred	1,447	4.63	137.1	6.59	215	6,377	307
La Soledad	Indicated	-	-	-	-	-	-	-
	Inferred	278	4.12	228.2	7.38	37	2,037	66
Total	Indicated	691	5.43	114.2	7.06	121	2,538	157
	Inferred	1,725	4.55	151.7	6.72	252	8,414	372
	TOTAL	2,416	4.80	141	6.81	373	10,953	529

Table 1 - Mineral resource estimate El Refugio – La Soledad using a cut-off grade of 2.0 g/t AuEq*

* The gold equivalent (AuEq.) values are determined from gold and silver values and assume the following: AuEq. = gold equivalent calculated using and gold:silver price ratio of 70:1. That is, 70 g/t silver = 1 g/t gold. The metal prices used to determine the 70:1 ratio are the cumulative average prices for 2021: gold USD1,798.34 and silver: USD25.32 (actual is 71:1) from kitco.com. Metallurgical recoveries are assumed to be approximately equal for both gold and silver at this early stage. Actual metallurgical recoveries from test work to date are 96% and 91% for gold and silver, respectively. In the Company's opinion there is reasonable potential for both gold and silver to be extracted and sold. Actual metal prices have not been used in resource estimate, only the price ratio for the AuEq reporting.

^ The information in this report that relates to Mineral Resources or Ore Reserves is based on information provided in the following ASX announcement: 17 Nov 2021 - MAIDEN JORC RESOURCE 529,000 OUNCES @ 6.81G/T (AuEq*), which includes the full JORC MRE report, also available on the Mithril Resources Limited Website.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Mining study and metallurgical test work supports the development of the El Refugio-La Soledad resource with conventional mining methods indicated as being appropriate and with high gold-silver recovery to produce metal on-site with conventional processing.

Mithril is currently exploring in the Copalquin District to expand the resource footprint, and develop other targets, demonstrating the district multi-million-ounce gold and silver potential.

Mithril has an exclusive option to purchase 100% interest in the Copalquin mining concessions (currently owns 50%) by paying US\$10M on or any time before 7 August 2028.

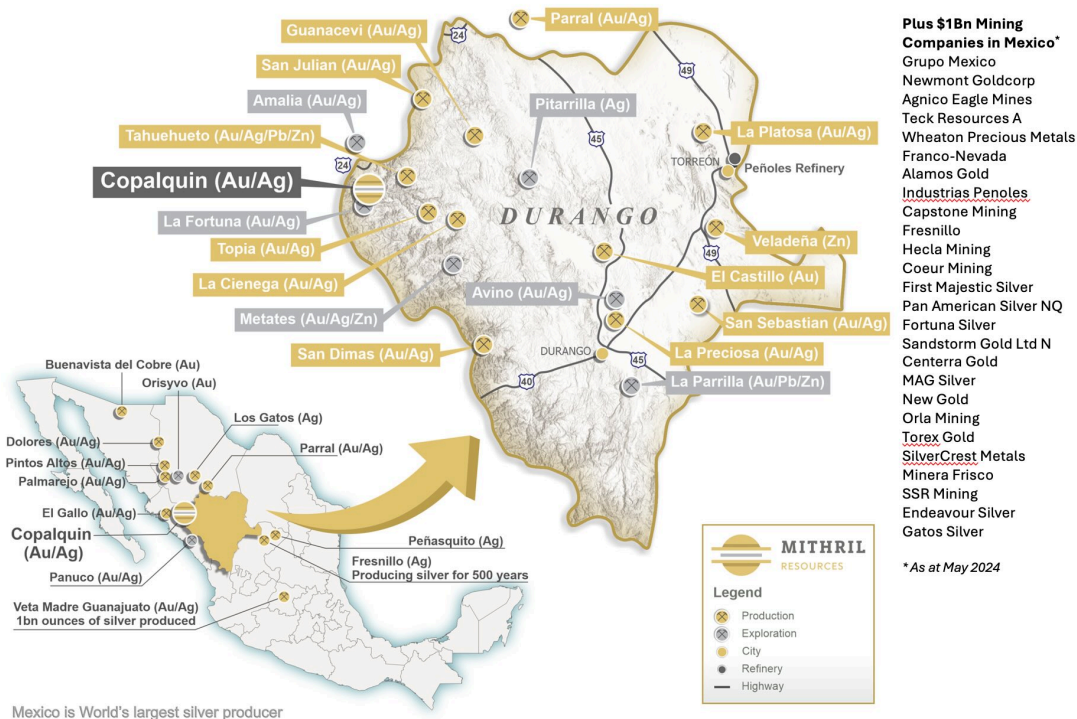


Figure 2 – Copalquin District location map with locations of mining and exploration activity within the state of Durango

-ENDS-

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Competent Persons Statement

The information in this announcement that relates to metallurgical test results, mineral processing and project development and study work has been compiled by Mr John Skeet who is Mithril's CEO and Managing Director. Mr Skeet is a Fellow of the Australasian Institute of Mining and Metallurgy. This is a Recognised Professional Organisation (RPO) under the Joint Ore Reserves Committee (JORC) Code.

Mr Skeet has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Skeet consents to the inclusion in this report of the matters based on information in the form and context in which it appears. The Australian Securities Exchange has not reviewed and does not accept responsibility for the accuracy or adequacy of this release.

The information in this announcement that relates to sampling techniques and data, exploration results and geological interpretation for Mithril's Mexican project, has been compiled by Mr Ricardo Rodriguez who is Mithril's Project Manager. Mr Rodriguez is a Member of the Australasian Institute of Mining and Metallurgy. This is a Recognised Professional Organisation (RPO) under the Joint Ore Reserves Committee (JORC) Code.

Mr Rodriguez has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Rodriguez consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

The information in this announcement that relates to Mineral Resources is reported by Mr Rodney Webster, Principal Geologist, AMC Consultants Pty Ltd (AMC), who is a Member of the Australasian Institute of Mining and Metallurgy. The report was peer reviewed by Andrew Proudman, Principal Consultant at AMC. Mr Webster is acting as the Competent Person, as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, for the reporting of the Mineral Resource estimate. A site visit was carried out by Jose Olmedo a geological consultant with AMC, in September 2021 to observe the drilling, logging, sampling and assay database.

The Australian Securities Exchange has not reviewed and does not accept responsibility for the accuracy or adequacy of this release.