



Acquisition of Significant Kalahari Copper Belt Project in Namibia

Joint Venture signed over ~2,000 Km² of Prospective Ground to increase Noronex's licence area by 250%

Perth, Western Australia – 21st September 2021 – The Board of Noronex Limited (**Noronex** or the **Company**) (**ASX: NRX**) is pleased to announce a significant expansion of its copper project portfolio with a new joint venture agreement signed over the Snowball Copper Project (**Snowball Project**) located on the Kalahari Copper Belt in Namibia (**Joint Venture Agreement**).

Highlights

- **NEW COPPER PROJECT TRANSACTION:** Noronex has entered into a joint venture transaction (earn-in to 80% with an option to acquire up to 100%) over the 2,000 km² Snowball Project in Namibia. Snowball is located 30kms to the north-east of Noronex's flagship Witvlei Project where it recently commenced a 10,000m drilling program.
- **SNOWBALL GEOLOGICAL SETTING:** The Snowball region has the hallmark setting to host a large copper deposit, lying in the Kalahari copper producing belt on a paleogeographic high under shallow sand cover and has not been previously drilled. Targets are defined to immediately commence testing with ground geophysical surveys and drilling.
- **EXPANSION IN EMERGING COPPER BELT:** Noronex's tenure on the highly prospective Kalahari Copper Belt has expanded by over 250% to over 2,700 km². Noronex now controls over 100 kms of strike length on the belt which also hosts significant copper mines including Khoemecau/ Zone 5 (~60,000 tpa) and Motheo (~50,000 tpa).
- **CAPITAL RAISING:** Noronex has agreed a placement to raise approx. \$4.5m (before fees) at 12c per share to accelerate exploration on its projects. Directors and senior management intend to participate, subject to shareholder approval.
- **NEXT STEPS:** Targets have already been generated for geophysics and drilling on paleo basement highs. Initial exploration work and local logistics are to be managed by the same team currently overseeing the drill program at the company's nearby Witvlei Project.

Noronex has entered into an earn-in agreement to invest in and explore the Snowball Project. Snowball is highly prospective for sedimentary Cu-Ag style mineralisation and is located on the well-

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known but relatively underexplored Kalahari Copper Belt which spans 1,000kms from central Namibia to north-west Botswana.

Commenting on this announcement, Noronex Chief Geologist, Bruce Hooper said;

“We are excited to report on the successful acquisition of the Snowball Project. This acquisition significantly expands our footprint in the Kalahari Copper Belt, a belt that has demonstrated the potential to deliver large sedimentary copper discoveries.

The Snowball Project contains extensions of our Witvlei project, where we are currently drilling, as well as the highly prospective Snowball structure that is the key link to the shallowly covered mineralised horizons of the Kalahari Copper Belt.

We will extend our geophysical and drilling campaigns on to the area as soon as we complete due diligence and gain access. We look forward to keeping our shareholders updated as we advance this new project and our programs at Witvlei.”

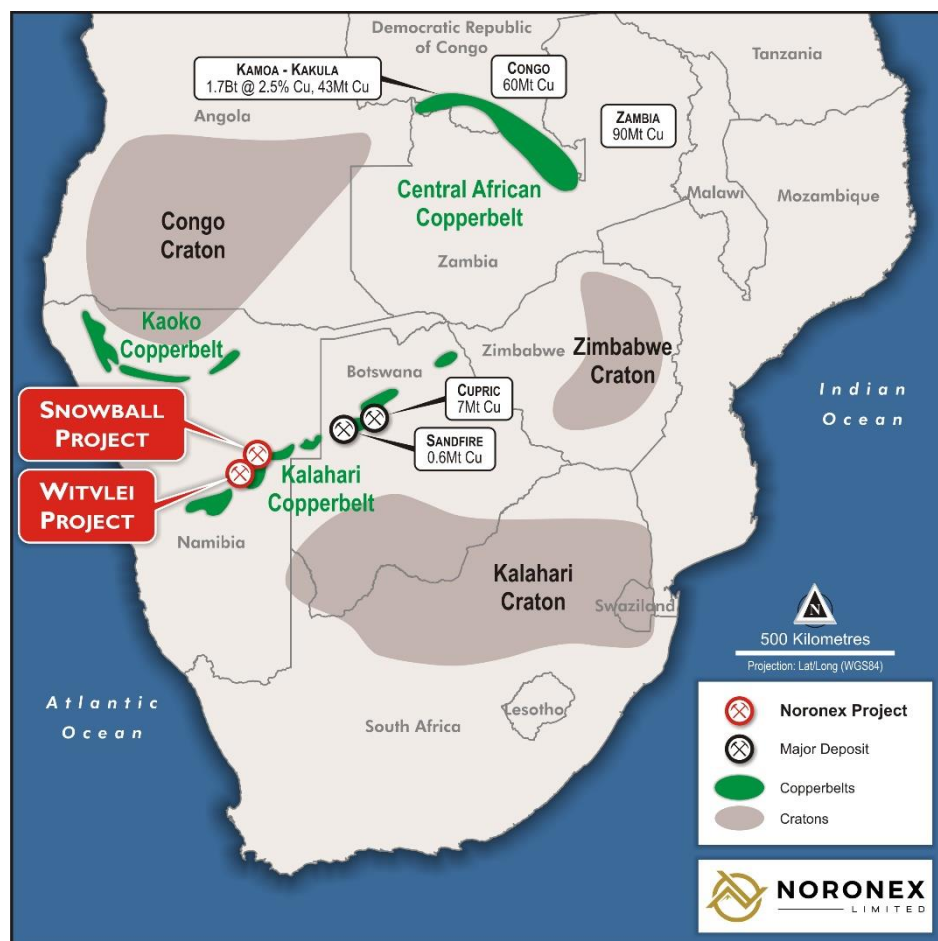


Figure 1: The Kalahari Copper Belt spanning Namibia and Botswana is a known but relatively underexplored sedimentary Copper Belt in Southern Africa

The Snowball project is 30kms to the north-east of Noronex’s existing Witvlei Copper Project which contains an existing JORC (2012) copper resource (see ASX Announcement by Noronex dated 8 March 2021 “10Mt @ 1.3% Cu Mineral Resources at Namibian DorWit Project”). The combination of Noronex’s Witvlei and Snowball projects spans over 100 kms of prospective strike length along the Kalahari Copper Belt (Figure 2) and with an area of 2,700 km² provides Noronex with significant district scale development potential.

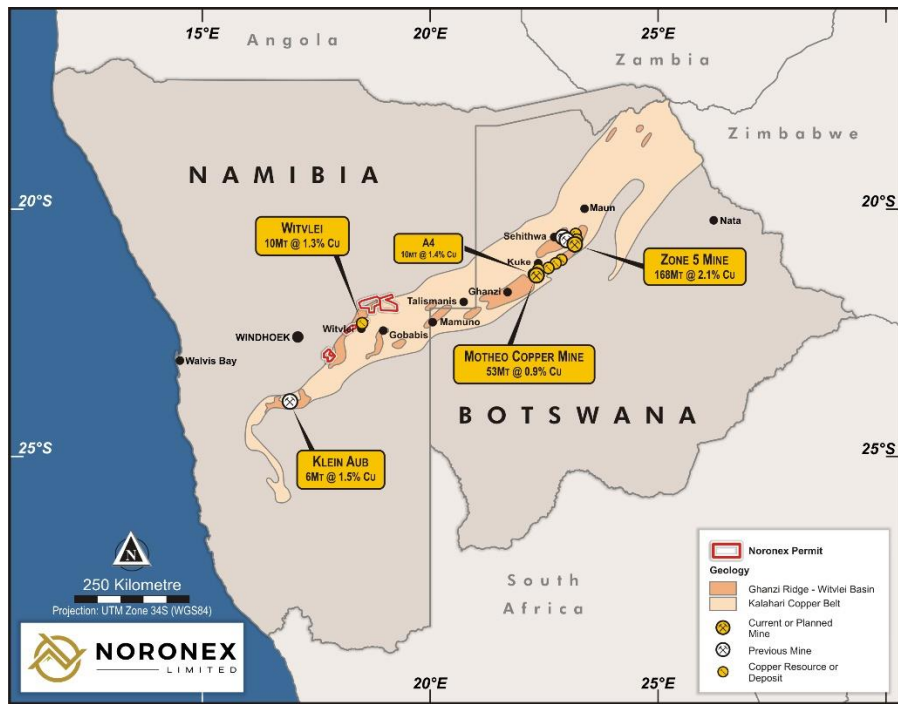


Figure 2: Map of Kalahari Copper belt in Namibia and Botswana showing position of Noronex's Witvlei and Snowball Projects between past copper producer (Klein Aub) and new copper mines (Motho, Zone 5)

The Snowball project lies along strike with Witvlei on the mineralised NPF-Eskadron Formation (see figure 3 below). The tenements cover a highly prospective basin margin high linking the mineralisation in the Witvlei sub-basin with the Kalahari Copper Belt extending into Botswana along the Ghanzi Ridge.

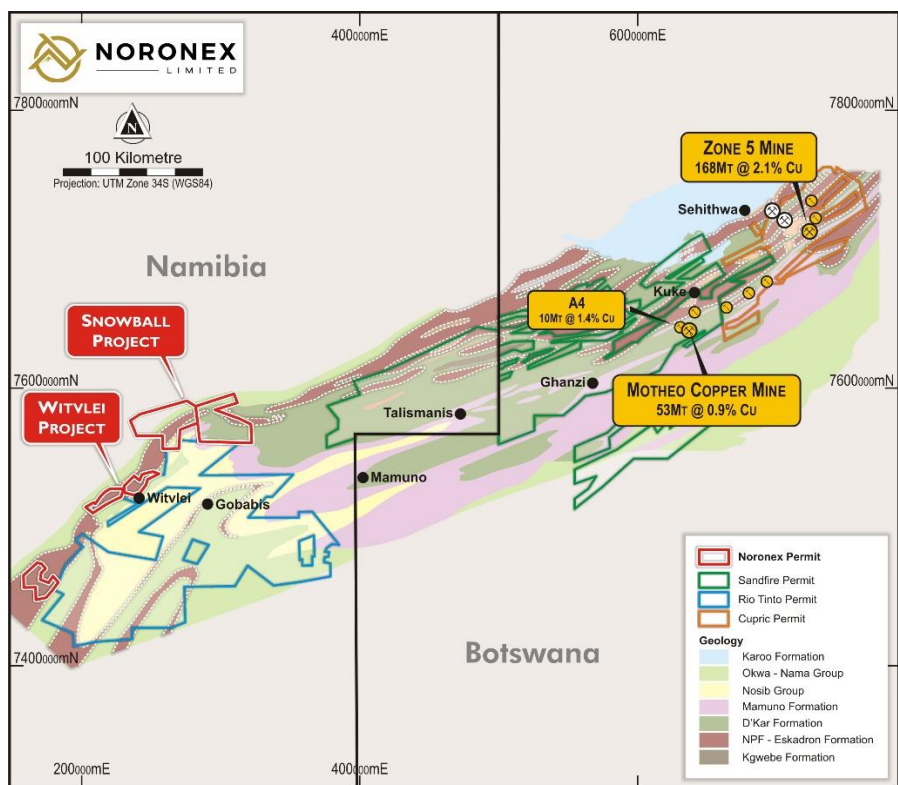


Figure 3: Noronex's Witvlei and Snowball projects on the Kalahari Copper Belt showing continuation of

mineralised NPF-Eskadron formation from Witvlei into Snowball and nearby licence holders.

Interpretation of the regional aeromagnetics and gravity shows a clear continuation of the prospective stratigraphy (Figure 4) from the Witvlei project under cover to the north-east.

The complex magnetics is due to compressional deformation of the basin margins over a former basement high. This setting is typical of hosting large scale Sedimentary Copper deposits such as Zone 5 in Botswana and Kamo-a-Kakula in the Congo. Detailed analysis to date has identified five high priority target areas at Snowball to focus exploration.

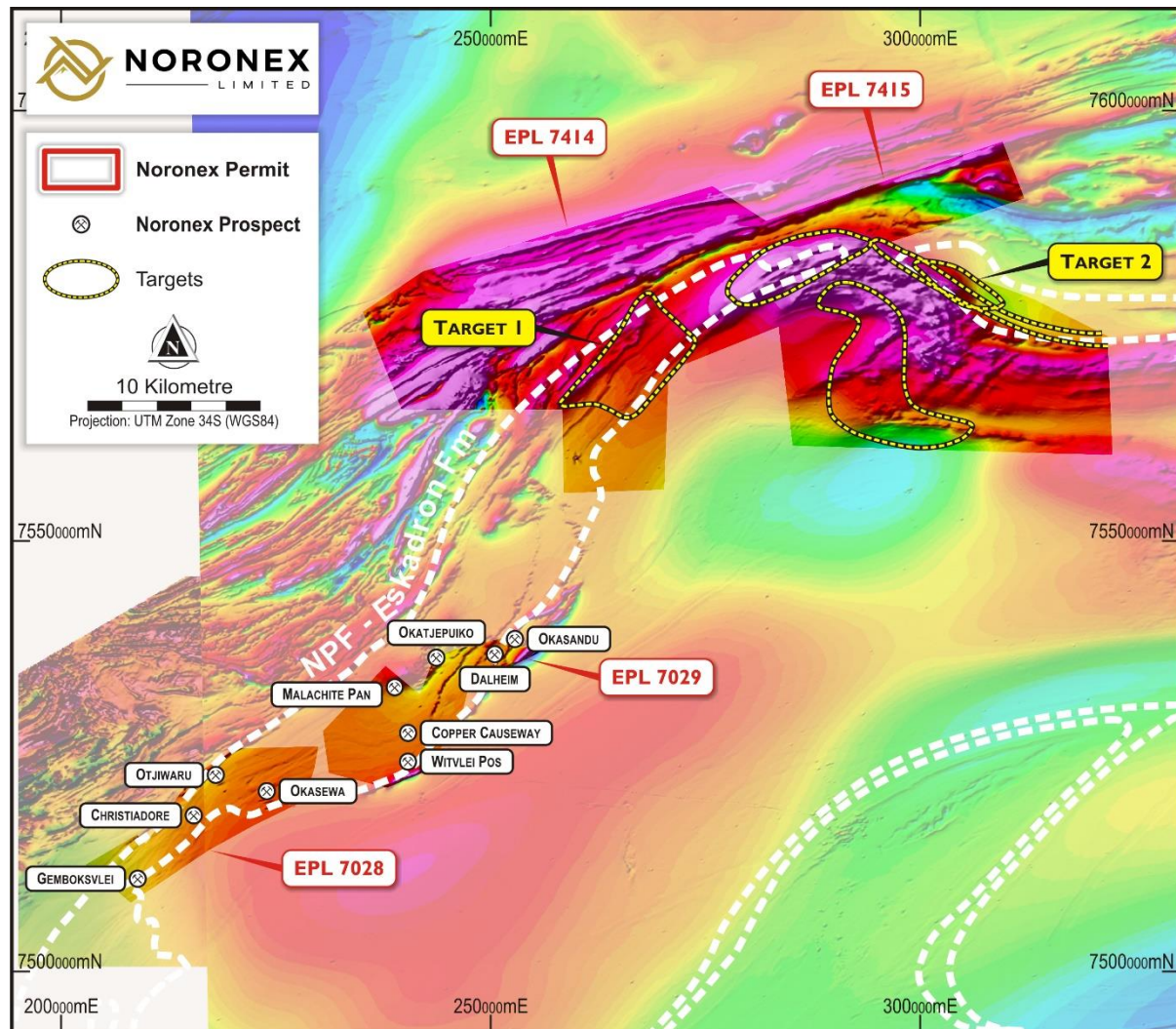


Figure 4: Detailed analysis of Aeromagnetic data by Absolute Geoscience has identified five targets

Traditional exploration in the 1970s until 2000s at areas near Snowball such as Witvlei had focussed on surface expressions and outcrop/ subcrop to target drill campaigns. The area in Snowball is variably covered by weathered soils and shallow Kalahari sands (Figure 5) and has not been drilled. Previous geochemical sampling has defined low level copper anomalies. These anomalies will be resampled with multi-element analysis to establish their relationship with the underlying rocks.



Figure 5: Typical topography in Snowball prospect where shallow sand, less than 50m covers the eastern portion of the tenements.

Exploration techniques currently successfully being utilised at Witvlei will be continued in the Snowball tenements. Initial work will focus on ground geophysical IP and EM surveys targeting mineralisation under shallow cover to be followed by shallow RC drilling across the target contacts.

Joint Venture Agreement

The Company has entered the Joint Venture Agreement with the Heyn Ohana Investment (Pty) Ltd (**HOI**). HOI is a Namibian company that is the 100% holder of the Snowball Project. The Snowball Project is comprised of exclusive prospecting licences EPL 7414 and 7415 (**Licences**).

The Joint Venture Agreement gives the Company the right to earn into the Snowball Project on the terms set out below.

Key terms include the following:

- **Stage 1 Farm-In:**
 - The Company must incur a minimum expenditure of A\$400,000 by April 2022 (**Minimum Expenditure**).
 - If the Company incurs expenditure of A\$1 million (cumulative) by April 2023, the Company will have the right to earn a 30% in HOI.
 - After incurring the Minimum Expenditure, the Company may elect to:
 - withdraw from the Joint Venture Agreement without liability, in which case the Company will earn no interest in HOI; or
 - continue to sole fund exploration on the Licences.
- **Stage 2 Farm-In:**
 - If the Company incurs expenditure of A\$2 million (cumulative) by April 2024, the Company will have the right to earn 51% of HOI.
 - Upon the Company earning 51% in HOI, the Company may:
 - withdraw from the Joint Venture Agreement and enter a shareholder agreement with the shareholders of HOI; or
 - elect to continue to sole fund exploration on the Licences.

- **Stage 3 Farm-In:**
 - If the Company incurs expenditure of A\$4 million (cumulative) by April 2026 (4.5 years), the Company has the right to earn 80% in HOI.
 - Upon the Company earning 80% in HOI, the Company may:
 - withdraw from the Joint Venture Agreement and enter a shareholder agreement with the shareholder of HOI;
 - exercise the Buy-Out Right (set out below); or
 - elect to free-carry the HOI shareholders to decision to mine.
- **Buy-Out Right:**
 - Prior to the end of the Stage 3 Farm-In, for the sum of A\$3 million, the Company may purchase all the outstanding shares in HOI that it does not own at any time prior to the Company making a decision to mine.

The Joint Venture Agreement provides the Company with a period of 60 days to conduct due diligence on the Licences and the Snowball Project generally.

On satisfactory completion of due diligence, the Company will reimburse HOI for third party costs incurred by HOI on the Licences (capped at A\$80,000) and pay a monthly fee of A\$4,000 to shareholders of HOI while continuing to explore the tenements.

Capital Raising

Noronex has agreed to undertake a placement (**Placement**) of 37,898,667 fully paid ordinary shares (**Shares**) at 12c per Share to raise \$4,547,840. The Company will not seek shareholder approval for the issue of Placement Shares as it will utilise existing capacity under Listing Rule 7.1 and Listing Rule 7.1A comprised of the following:

- 22,739,201 Shares pursuant to Listing Rule 7.1; and
- 15,159,466 Shares pursuant to Listing Rule 7.1A.

Funds raised under the Placement will be used for exploration of the Snowball Project, continued exploration of the Company's existing Copper projects in Namibia and Canada, and for general working capital and costs of the Placement.

In addition to the Placement, directors and senior management (**Key Personnel**) of the Company have agreed to invest up to \$200,000 at the same price as the Placement. Subject to shareholder approval, the Company will issue up to 1,666,667 Shares to the Key Personnel.

The lead manager for the placement was Westar Capital Limited (**Westar**). Westar's fee for acting as lead manager on the placement was 6% (+GST) plus 2,500,000 unquoted options (**Options**) exercisable at 20c each expiring 2 years from the Option grant date. Issue of the Westar Option will be subject to shareholder approval.

– ENDS –

Authorised by the Board of Directors of Noronex Limited

For further information, please contact Eliza Taranto at ASX Investor on 0432 166 431

About Noronex Limited

Noronex is an ASX listed copper company with advanced projects in the Kalahari Copper Belt, Namibia and in Ontario, Canada that have seen over 170,000m of historic drilling.

The company plans to use modern technology and exploration techniques to generate new targets at the projects and grow the current resource base.

Competent Person Statement

This announcement is based on information compiled by Mr Bruce Hooper who is a Registered Professional Geoscientist (RPGeo) of The Australian Institute of Geoscientists. Mr Hooper is a consultant to Noronex Ltd and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hooper consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information contained in this report that relates to Mineral Resources is extracted from previously released announcement dated 8/03/2021 ("Announcement"). The Company confirms that it is not aware of any new information or data that materially affects the information included in the Announcements, and that all material assumptions and technical parameters underpinning the estimates in the Announcements continue to apply and have not materially changed.

Forward-Looking Statements

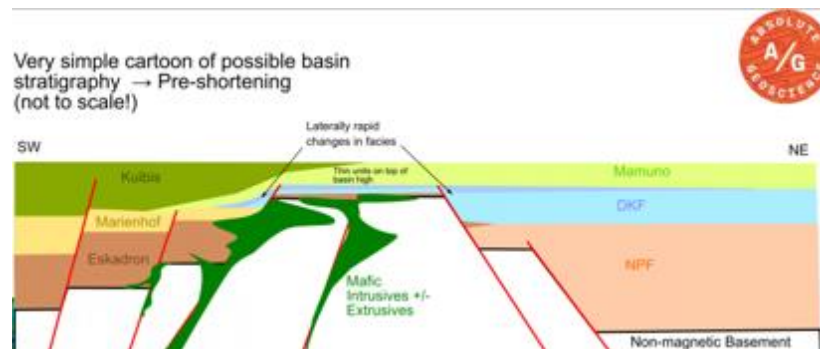
This document includes forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Noronex Limited's planned exploration programs, corporate activities and any, and all, statements that are not historical facts. When used in this document, words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should" and similar expressions are forward-looking statements. Noronex Limited believes that its forward-looking statements are reasonable; however, forward-looking statements involve risks and uncertainties, and no assurance can be given that actual future results will be consistent with these forward-looking statements. All figures presented in this document are unaudited and this document does not contain any forecasts of profitability or loss.

Appendix A

About the Kalahari Copper Belt

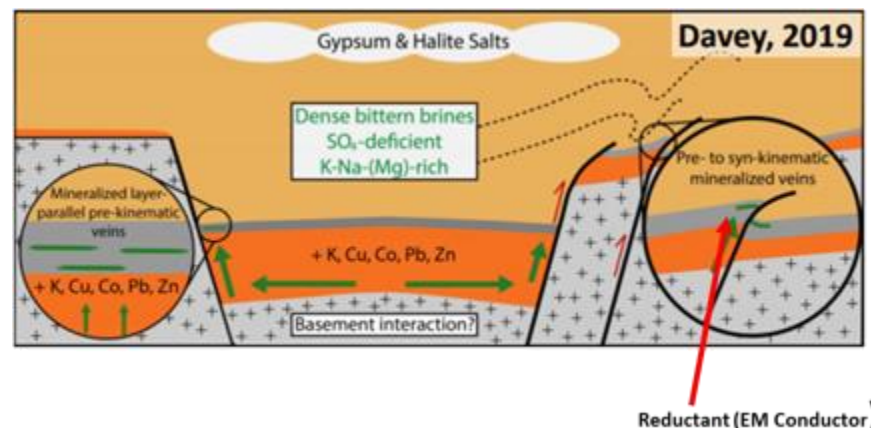
The Kalahari Copper Belt extends for 1,000kms across north-western Botswana into Namibia. The belt is part of an extensive Mesoproterozoic rift system which formed along the margins of the Kalahari craton during the Namaqua-Grenville orogeny.

Stratigraphy displays typical characteristics of a sedimentary copper system, including a basal sequence of bimodal volcanics overlain by red-bed sediments, mixed reduced marine siliciclastic and carbonate rocks. Nomenclature is different between Botswana and Namibia similar facies are developed on both sides of the basement high at Snowball.



Conceptual interpretation of Snowball tectonics, Absolute Geoscience 2019

Copper mineralisation occurs throughout the belt along, and above, the main redox contact between the Ngwako Pan and D'Kar Formations. Mineralisation is largely epigenetic and primarily related to basin inversion during a prolonged mineralising event during the Damara (Pan-African) orogeny. Mineralisation is concentrated on major reactivated structures above basement highs where basal fluids are concentrated in reductant traps during basin inversion.



Anomalous Metal Enrichment of Basin Brines in the Zambia Copperbelt: a comparison of fluid chemistry in contrasting sediment-hosted copper systems, Phd James Davey 2019

Despite the belts emergence as a copper producing district, much of the area remains relatively unexplored due to the presence of extensive Kalahari Group cover masking the mineralised stratigraphy. The Snowball region has had no previous drilling despite having all the hallmarks for a large regional copper producing target.

Noronex Limited's extensive, strategically positioned, licenses place the company in an excellent position for making new discoveries.