

27 September 2022

Maiden Falcon Drilling Campaign Commences at Viking Gold Project in WA

- Reverse circulation (RC) drilling commences at Viking, Falcon's first campaign at the Project since listing on the ASX
- Several significant shallow high-grade gold intercepts from previous drilling remain untested at depth
- The drill program is targeting down dip and potential down-plunge extensions to the existing shallow gold intercepts
- Drilling program expected to take several weeks to complete with assays expected within 2-3 months

Falcon Metals Limited (ASX: FAL) ("Falcon" or "the Company") advises that it has commenced a reverse circulation (RC) drilling program at the Company's Viking Gold Project in Western Australia, with the campaign expected to be completed in October.

Falcon has the right to earn a 70% interest in the Viking Project from ASX-listed Metal Hawk Limited (ASX:MHK) ("Metal Hawk"). It is located 30km southeast of Norseman in the Northern Foreland of the Albany Fraser Province where historical exploration by previous owners returned numerous high-grade shallow intercepts in aircore and limited reverse circulation / diamond drilling which is awaiting follow up work.

Western Australian-based contractor Strike Drilling ("Strike") was appointed to undertake the RC drilling campaign which will initially comprise approximately 1,600m.

Strike mobilised to the Viking Project last week and commenced drilling on the weekend. The drilling is targeting the down dip and potential down-plunge extensions to the previous high-grade intercepts. Significant historic results¹ that have yet to be effectively followed up include:

- 5m @ 44.5g/t from 50m
- 4m @ 15.4g/t from 40m
- 3m @ 8.2g/t from 40m
- 3m @ 15.3g/t from 28m

Falcon Metals' Managing Director Tim Markwell said:

"Commencing drilling at the Viking Gold Project is a significant milestone in the short history of Falcon Metals as a listed entity on the ASX. The Company is now progressing exploration activities in Victoria as well as Western Australia for the first time, having already completed highly encouraging aircore and diamond drilling programs at our Victorian Pyramid Hill Gold Project.

We are also delighted to have Strike Drilling on site undertaking this program as our drilling contractor and are confident this campaign will improve our understanding of the geology at the Viking Project. With the program at Viking expected to last several weeks, we look forward to receiving results in the coming months with these initial results to drive future exploration plans."

¹ Refer Falcon Prospectus dated 3 November 2021



Figure 1 Drilling underway at the Viking Gold Project in WA

Drilling Commences at Viking

Viking is located 30km southeast of Norseman in WA, within the Dundas Nature Reserve (see Figure 2) and is held via a joint-venture arrangement with Metal Hawk. The key terms of the joint venture are as follows:

- Initial A\$1,000,000 expenditure for Falcon to earn a 51% interest within two years from the grant of the permit
- On achieving 51% Falcon has the right, but not obligation, to earn a further 19% (70% in total) by funding an additional A\$1,750,000 over 30 months

Upon completion of the earn in period, a joint venture will be formed to fund exploration on an ongoing basis.

The Albany-Fraser Province is a high-metamorphic grade terrain dominated by gneisses and reworked granitoids. It is known to host several world-class deposits including the Nova-Bollinger Nickel Mine operated by ASX-listed IGO and the Tropicana Gold Mine operated by AngloGold Ashanti (“**Anglo**”).

Following the discovery of Tropicana in 2005, Anglo stepped up its regional exploration and discovered Viking in 2011 using surface auger sampling. This work defined the four prospects, referred to as Beaker 1-4 (see Figure 3). Anglo drilled 513 aircore holes, 14 RC holes and 20 diamond holes prior to divesting the project to Genesis Minerals which continued exploration, drilling a further 87 aircore holes and 29 RC holes until 2019 when the tenement was dropped.

Metal Hawk pegged E69/1963 in 2019 and it was granted in March 2021. This project was joint ventured to Chalice Mining in 2020 and was part of the project portfolio demerged into Falcon in December 2021.

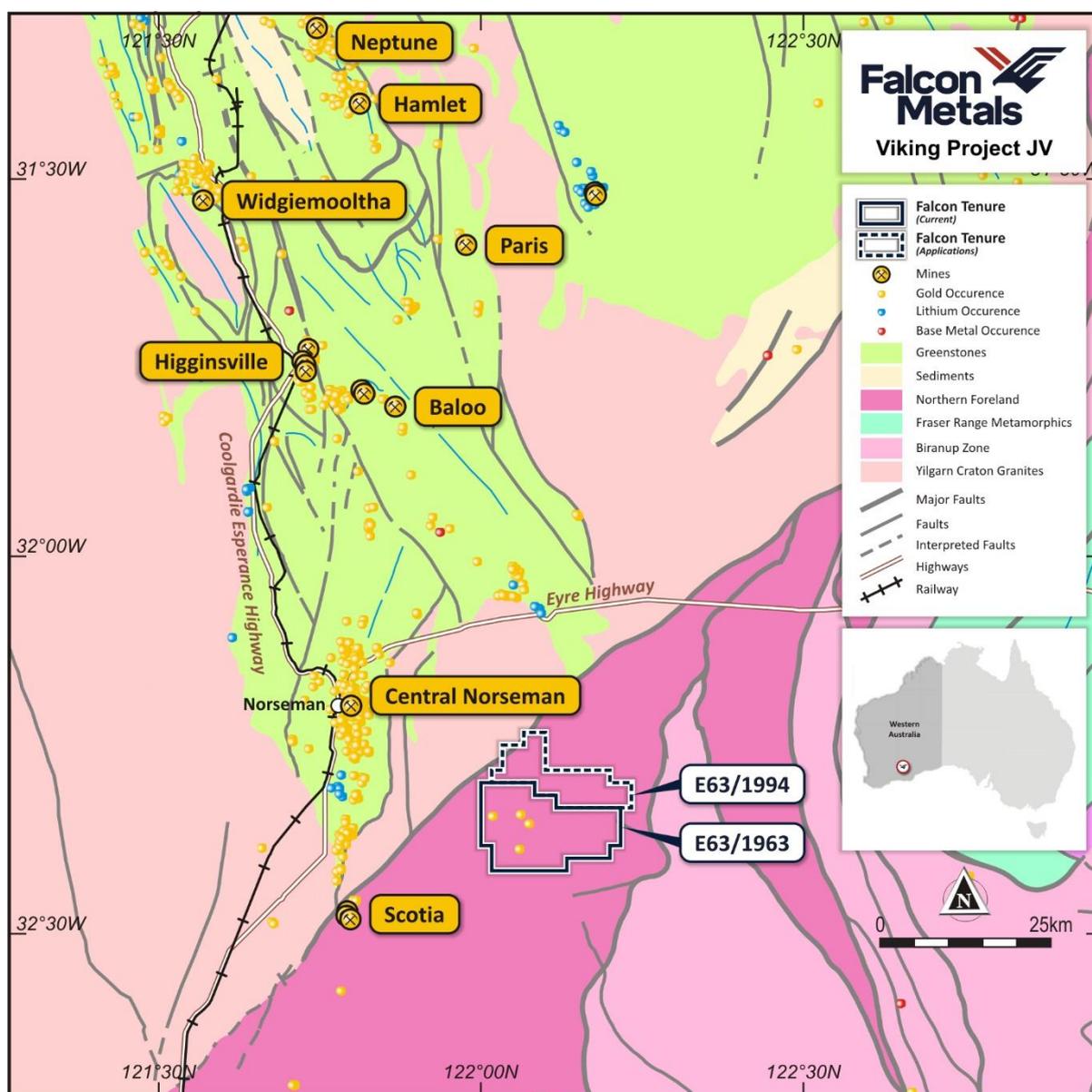


Figure 2 Location of the Viking Project

Falcon undertook a relogging program of selected core from previous programs and intends to focus its RC drill program at Beaker Prospects 1 and 2. Beaker 2 is the highest priority target with several high-grade aircore and limited reverse circulation drill intercepts in the oxide zone that have not had any significant follow up drilling including 5m @ 44.5g/t Au² from 50m depth in hole 16VKAC044 (see Figure 4). Primary mineralisation intersected to date at Viking is predominantly associated with moderately easterly dipping quartz veins with pyrite associated with shear zones.

Falcon expects to drill approximately 1,600m for this RC program which will be completed during October. Assays are likely to be received within 2-3 months of drilling.

² Refer Falcon Prospectus dated 3 November 2021

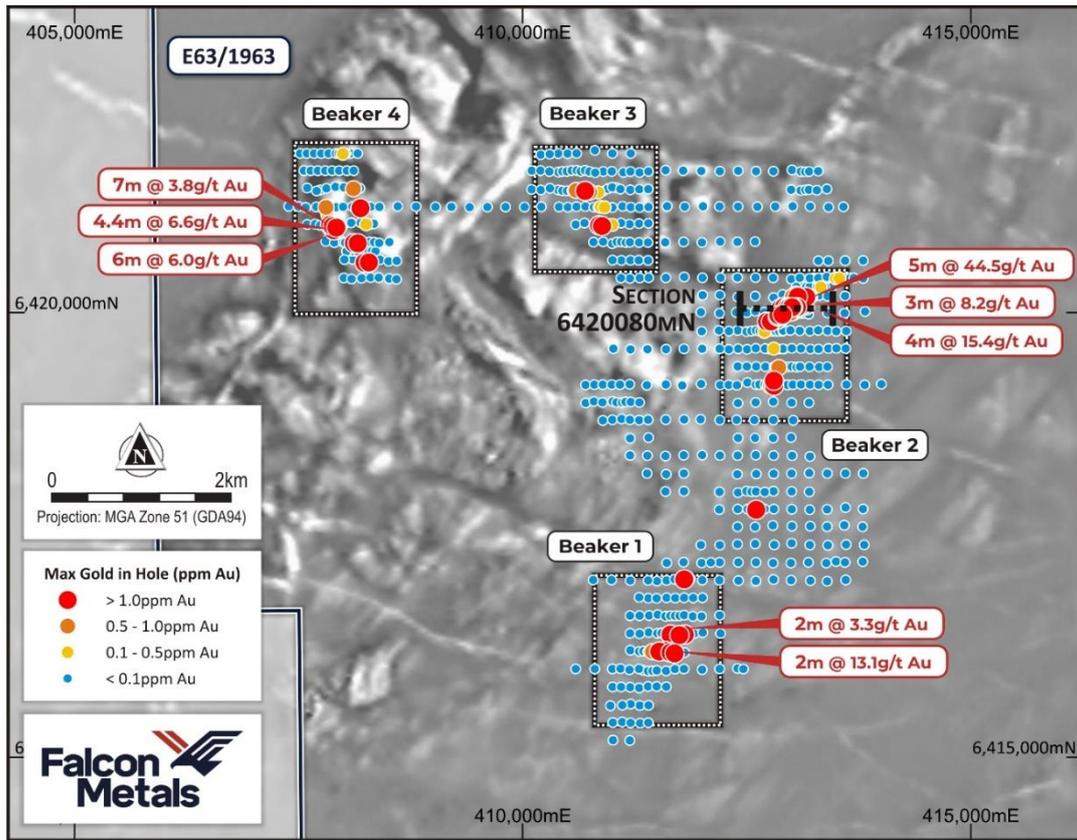


Figure 3 Drilling results to date on the Beaker Prospects³

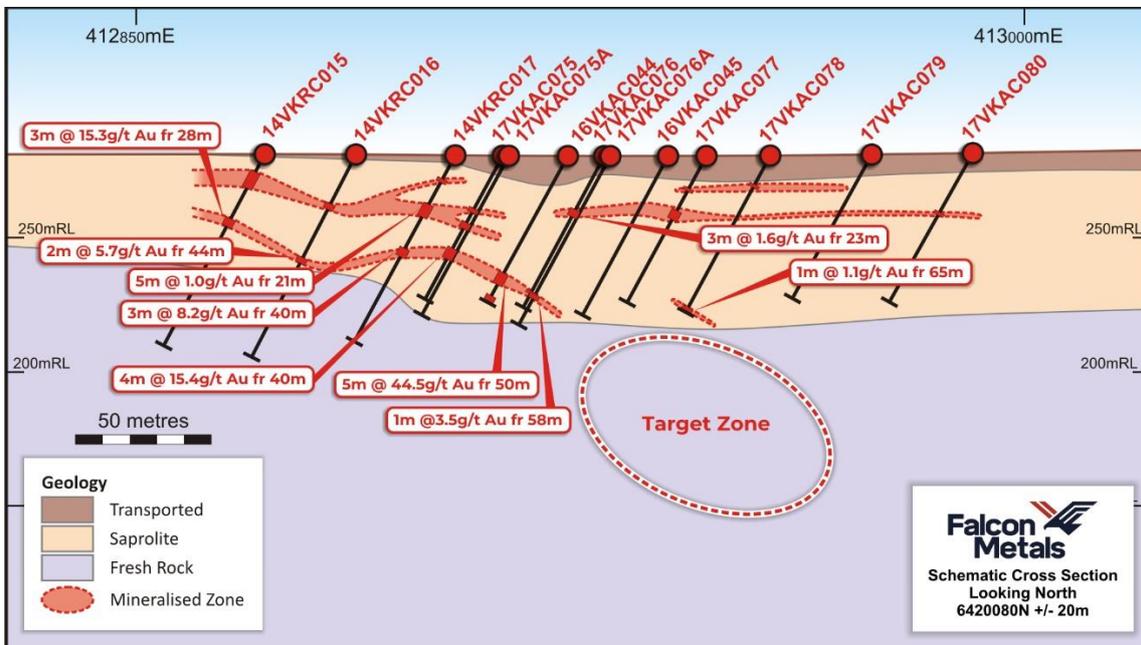


Figure 4 Beaker 2 Cross Section⁴

^{3, 4} Refer Falcon Prospectus dated 3 November 2021



This announcement has been approved for release by the Board of Falcon Metals.

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COMPETENT PERSON STATEMENT:

The information contained within this announcement relates to exploration results based on and fairly represents information compiled and reviewed by Mr Doug Winzar who is a Member of the Australian Institute of Geoscientists. Mr Winzar is a full-time employee of Falcon Metals Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Winzar consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears.

FORWARD LOOKING STATEMENT:

This announcement may contain certain forward-looking statements, guidance, forecasts, estimates, prospects, projections or statements in relation to future matters that may involve risks or uncertainties and may involve significant items of subjective judgement and assumptions of future events that may or may not eventuate (Forward Statements). Forward Statements can generally be identified by the use of forward looking words such as "anticipate", "estimates", "will", "should", "could", "may", "expects", "plans", "forecast", "target" or similar expressions and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production and expected costs. Indications of, and guidance on future earnings, cash flows, costs, financial position and performance are also forward looking statements. Forward looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change, without notice, as are statements about market and industry trends, which are based on interpretation of current market conditions. Forward looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance.