

Forrestania Project - lithium drilling update

Highlights:

- Forrestania lithium drill program expanded to include the Bannan prospect
- Successful initial phase of drilling completed at the Gem Mine and Bounty East prospects
- POW access granted for central Bounty East priority target

Forrestania Resources Limited (ASX:FRS) (**Forrestania** or the **Company**), is pleased to provide this exploration update for lithium focused drilling activities at the Forrestania Project. The Forrestania Project is the Company's flagship project and is prospective for significant lithium, gold and nickel discoveries. The Forrestania Project is located approximately 400km east of Perth in the broader goldfield's region of Western Australia.

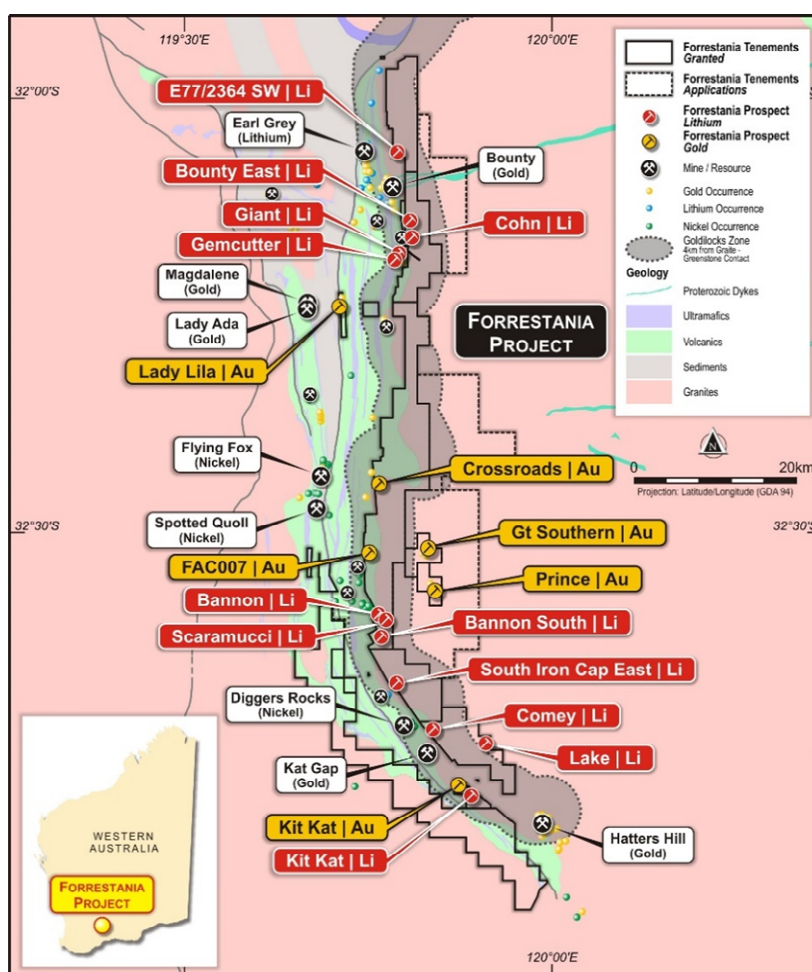


Figure 1: Forrestania Project – showing key lithium and gold prospects. Note location of Bounty East, Gemcutter (which hosts the Gem Mine target) and Bannan prospects

Discussion:

The current drill program at the Forrestania Project is the initial phase of lithium drilling planned to be undertaken at the Project. Drilling has been focused on the more advanced prospects largely identified

by previous explorers and where relevant approvals have been received allowing drilling activities to commence.

This initial drilling program has been completed at the Gem Mine (part of the Gemcutter prospect) and Bounty East. An initial phase of drilling at the Bannon prospect has also been included within the drill program (post the completion of a recent heritage survey at the Project).

Further drilling is planned for each of these target areas as additional approvals and results become available.

Bannon Prospect

Following the completion of a recent heritage survey at the Forrestania Project (see ASX:FRS release 21 October 2022), an initial phase of drilling has commenced at the Bannon prospect (see Figure 2).

Planned drilling at Bannon consists of seven reverse circulation holes for approximately 1,100m. Drilling is designed to test for the down dip extension of pegmatites intersected in historical drilling completed by previous explorers. Historical drilling demonstrated that these pegmatites host low levels of anomalous Li_2O (see ASX:FRS release 23 May 2022 and ASX:MZN release 27 August 2022). Several previously untested geochemical anomalies located to the north are also planned to be drilled.

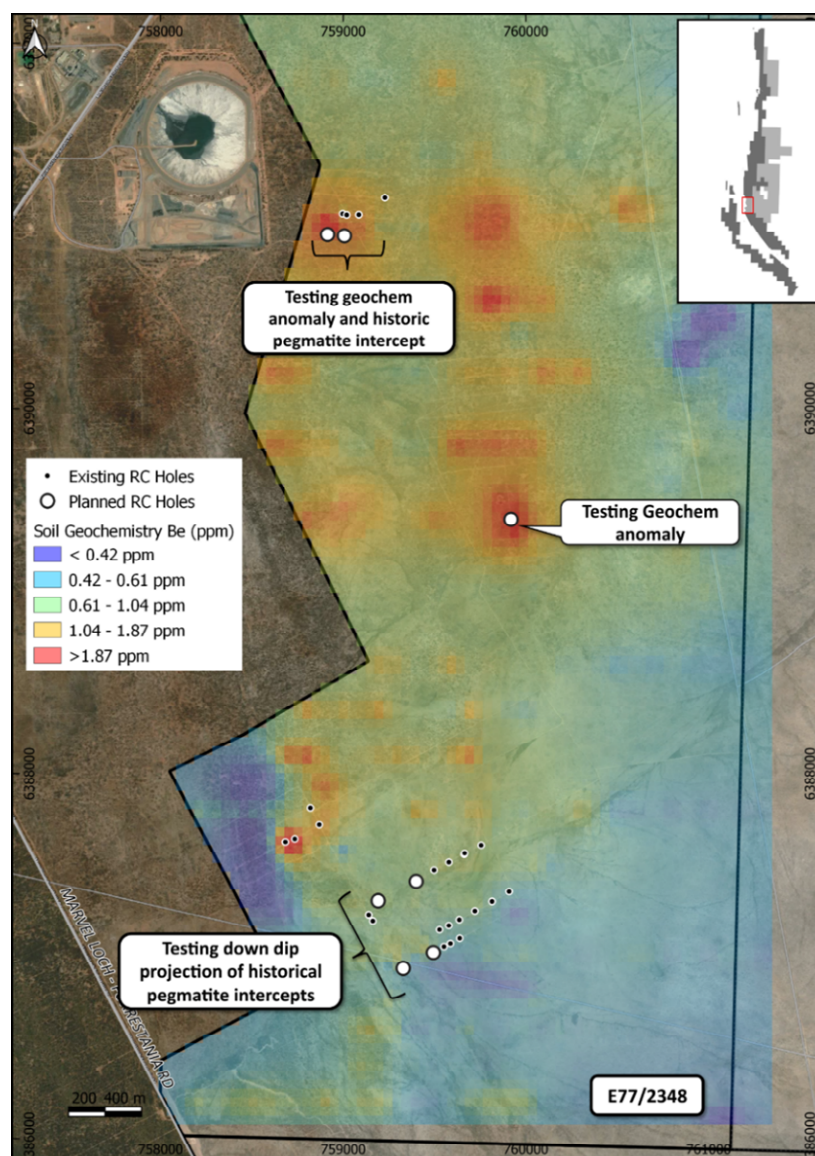


Figure 2: Bannon prospect showing location of planned drillholes testing for down dip extensions, and geochemical anomalies to be tested

Bounty East

Three holes (612m in total) have been completed as part of the Company's initial phase of lithium targeted drilling at Bounty East. Drilling was designed to target an identified "pegmatophile" geochemical anomaly (see ASX:FRS release 12 January 2022) and the projected down dip extension of pegmatites intersected in historical drilling (see ASX:FRS release 2 December 2021).

The Bounty East prospect is located ~6km to the east of the world class Earl Grey lithium Resource (189Mt @ 1.5% Li₂O), which is operated by Covalent Lithium.

The initial drill programme at Bounty East was undertaken along two drill lines where POW approval was granted. This POW provided access to two drill lines. With one drill line located to the north and one drill line located to the south of the "pegmatophile" geochemical anomaly (see Figure 3). Significantly, an additional POW has recently been approved which will be used for the second phase of drilling at Bounty East. This new POW will provide access to the central part of the geochemical anomaly (see Figure 3) and facilitate follow up drilling.

The completed drill holes at Bounty East have intersected several narrow (1-3m) pegmatite intercepts. These intercepts correspond to the down dip projections of pegmatites in historical drilling (see ASX:FRS release 2 December 2021). The holes have been sampled for lithium and gold with the samples in the process of being dispatched to the laboratory for assay.

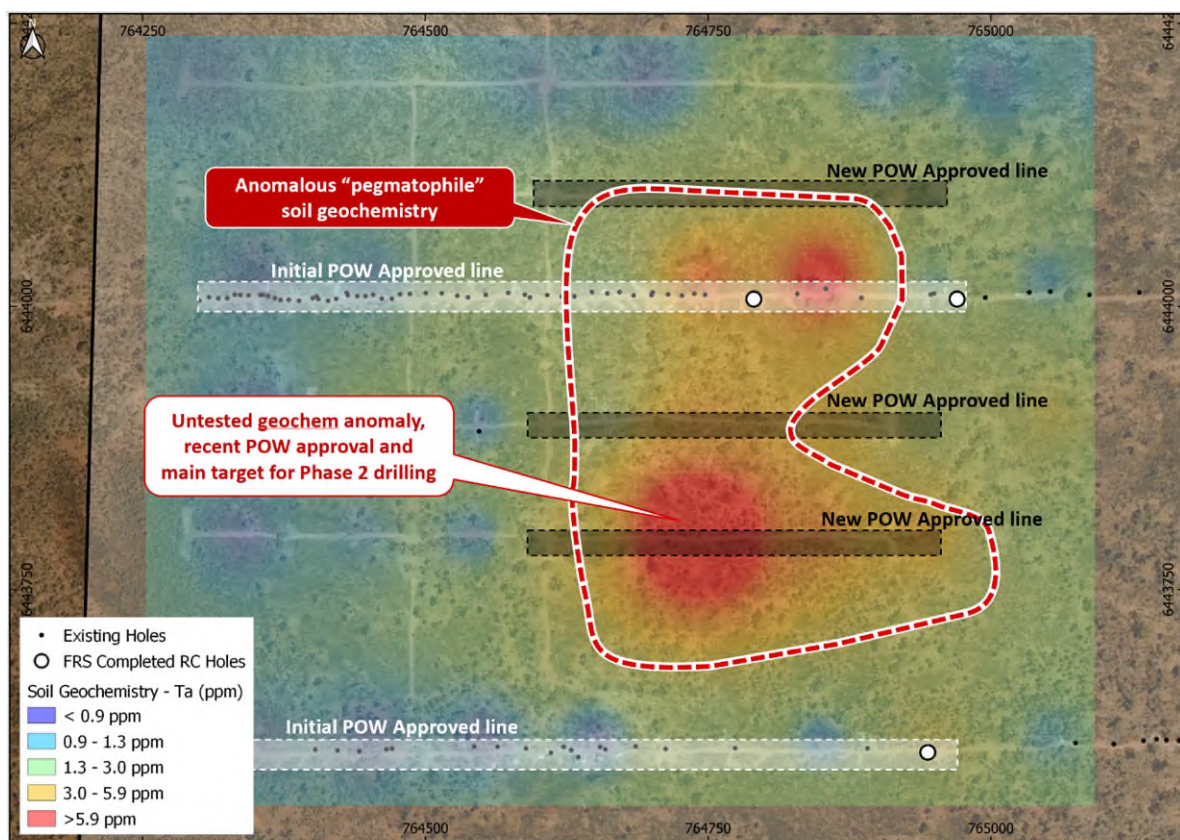


Figure 3: Location of new drilling at Bounty East and geochemical anomaly identified from historical soil sampling (see ASX:FRS release 12 January 2022). Note location of new POW providing access to the central part of the anomaly.

Gem Mine

Three holes (450m in total) have been completed as part of the Company's initial phase of lithium focused drilling at the Gem Mine prospect (see Figure 5). Drilling was designed to test an area between historical pegmatite intersections recorded in RAB holes drilled at the Gem Mine and diamond hole GCDD0001 located ~150m to the east, which intersected 2m @ 0.4% Li₂O (see ASX:FRS release 6 September 2022). The holes have been sampled, with the samples in the process of being dispatched to the laboratory for lithium and gold assay.



Figure 4: Drilling at Bounty East

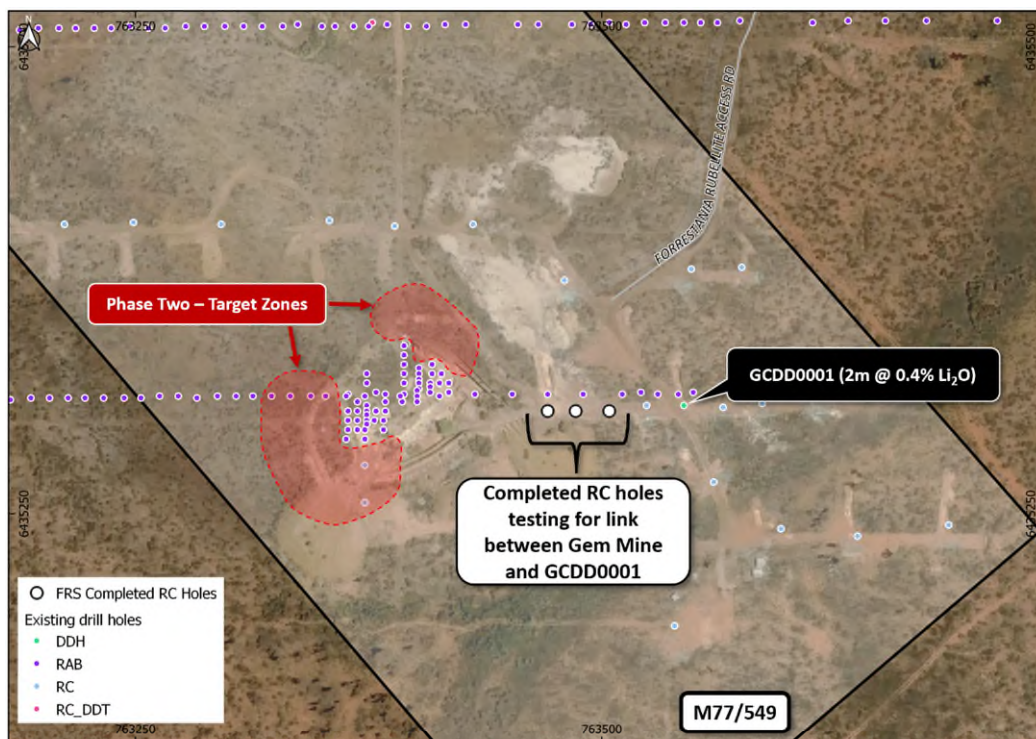


Figure 5: Location of drilling at the Gem Mine target area. Noting follow up areas for future drilling.

The Gem Mine target is part of the broader Gemcutter prospect see Figure 6. The Gemcutter prospect is the host to the Gem Mine and Giant Pegmatite prospects.

A second phase of drilling is planned to be undertaken once further approvals are received. Additional target areas are located to the west and north of the Gem Mine where historical pegmatite intersections recorded within RAB drilling remain open in most directions. Follow up drilling is also planned for the Giant Pegmatite prospect (located to the north) where historical drilling intersected 34m @ 3.1% Li₂O. These prospects can be drilled as approvals are received.

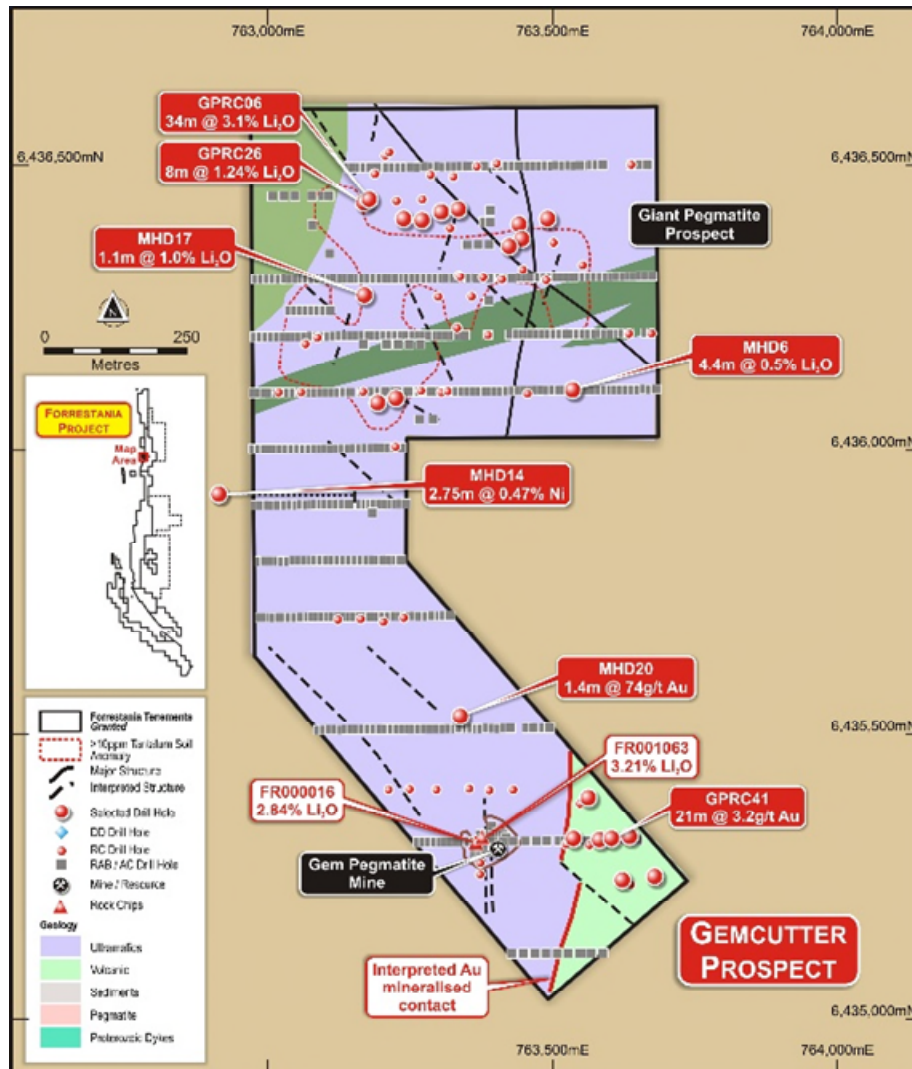


Figure 6: Gem Cutter prospect – showing location of Gem Mine and Giant Pegmatite target areas

Rain events

Both the Bounty East and Bannon drill programs have been impacted by significant recent rainfall events within the Forrestania Project area. Rain has resulted in delays to the completion of the drilling program due to road closures and limited access for the field and drill crew to the project areas.

Next Steps

Completed drill hole samples are currently in the process of being dispatched to Perth for lithium and gold analysis.

Post the completion of the current drill program and receipt of assay results, planning will continue for the second phase of drilling at the Forrestania Project. The second phase of drilling is likely to focus on

additional infill and follow up drilling at Bounty East (utilising the new POW), Bannon and the Gemcutter prospects (once approvals are received).

Approval work streams continue to be progressed to facilitate access to additional drill sites.

End

This announcement is authorised for release by the Board.

For further information, please contact:

John Hannaford
Chairman & Interim CEO
T: +61 (0) 419 042 769
E: John@forrestanioresources.com.au

Cecilia Tyndall
Company Secretary
T: +61 (0) 400 596 734
E: Cecilia@forrestanioresources.com.au

About Forrestania Resources Limited



Forrestania Resources Limited is an exploration company searching for gold, lithium, and nickel in the Forrestania, Southern Cross and Leonora regions of Western Australia. The Forrestania Project is prospective for gold, lithium and nickel and is currently the only project, within the tenement portfolio that holds a gold Mineral Resource. The Southern Cross Project is prospective for gold and lithium and the Leonora Project is prospective for gold.

The Forrestania Project is situated in the well-endowed southern Forrestania Greenstone Belt, with a tenement footprint spanning approximately 100km, north-to-south of variously metamorphosed mafic/ultramafic/volcano-sedimentary rocks host to the historic 1Moz Bounty gold deposit, emerging Kat Gap gold deposit, the operating Flying Fox, and Spotted Quoll nickel mines, and the more recently

discovered Earl Grey lithium deposit.

The Southern Cross Project tenements are scattered within proximity to the town of Southern Cross and located in and around the Southern Cross Greenstone Belt, which extends along strike for approximately 300km from Mt Jackson to Hatters Hill in the south. It is the Company's opinion that the potential for economic gold mineralisation at the Southern Cross Project has not been fully evaluated. In addition to greenstone shear-hosted gold deposits, Forrestania is targeting granite-hosted deposits. New geological models for late Archean granite-controlled shear zone/fault hosted mineralisation theorise that gold forming fluids, formed at deep crustal levels do not discriminate between lithologies when emplaced in the upper crust. Applying this theory, Forrestania has defined seven new targets.

The Leonora Project tenements are located within the Norseman-Wiluna Greenstone Belt of the Yilgarn Craton. The Project includes one Exploration Licence and five Exploration Licence Applications, covering a total of 856.7km². The tenements are predominately non-contiguous and scattered over 200km length of the greenstone belt. The southernmost tenement is approximately 15 km southeast of the town of Menzies, and the northernmost tenement is located approximately 70 km northeast of Leonora. Prior exploration over the project area has focussed on gold, diamonds, and uranium. Tenements in the Project have been variably subjected to soil sampling, stream sampling, drilling, mapping, rock chip sampling and geophysical surveys.

Priority drilling targets have been identified in both project areas and the Company is well funded to undertake effective exploration programs.

The Company has an experienced Board and management team which is focused on discovery to increase value for Shareholders.

Competent Person's Statement

The information in this report that related to Lithium Exploration Results is based on and fairly represents information compiled by Ms Melissa McClelland. Ms McClelland is the Lithium Exploration Manager of Forrestania Resources Limited and is a member of the Australian Institute of Geoscientists. Ms McClelland has sufficient experience of relevance to the styles of mineralisation and 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. Ms McClelland consents to the inclusion in this report of the matters based on information in the form and context in which they appear.

Disclosure

The information in this announcement is based on the following publicly available ASX announcements and Forrestania Resources IPO, which is available from <https://www2.asx.com.au/>

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