



ASX ANNOUNCEMENT | FOR PERIOD ENDING 31 DECEMBER 2022

QUARTERLY REPORT

QUARTER HIGHLIGHTS

ASKARI ACQUIRES NAMIBIAN LITHIUM PROJECT

- Two binding heads of agreement signed (EPL 7345 and EPL 8535) during the quarter to acquire tenures covering a combined 308.12km² in a prime pegmatite mineral field containing known high-grade lithium, tantalum, tin and rubidium mineralisation
- Inaugural 3,500m RC exploration drilling campaign (EPL 7345) completed targeting high-grade spodumene hosted lithium mineralisation identified at surface – part of an overall 10,000m drilling campaign
- Phase II RC drilling at EPL 7345 to commence during Q1 of 2023
- Exploration RC drilling campaign of ~4,000m to commence on EPL 8535 during Q1 of 2023 – part of an additional 10,000m drilling campaign
- Major field exploration campaign to kick off shortly at EPL 7345 and EPL 8535
- Additional project opportunities in the region being evaluated for acquisition

AUSTRALIAN LITHIUM PORTFOLIO EXPANSION

- Askari expands Eastern Pilbara lithium portfolio with acquisition of the Talga East and Hillside Lithium Projects in Western Australia
- Lithium Strategic Partnership Agreement signed with Zhejiang Kanglongda creating a pathway for rapid development of the Company's Australian lithium portfolio
- Exploration progressing with an extensive soil auger drilling campaign underway at Myrnas Hill Lithium Project in WA's Eastern Pilbara region – up to 750 samples will be collected
- Access Deeds and Pastoralist Agreements progressing at the Yarrie Lithium Project advancing the granting of the project – exploration to commence as soon as granted and permits received consisting of soil auger and shallow Aircore drilling
- Exploration planning underway for the recently acquired Hillside Lithium Project

HIGH-GRADE GOLD AND BASE METAL ASSETS

- RC drilling at Burracoppin Gold Project in Western Australia confirms mineralisation at Benbur, Easter Gift, Benbur East and Lone Tree prospects
- High-resolution drone magnetic survey at Callawa Copper Project, in Western Australia, delivers high-grade copper results

ABOUT ASKARI METALS

- Perth-based global lithium exploration and development company focused on key battery metals markets
- Portfolio of battery and precious metals projects across Namibia, Western Australia, New South Wales and the Northern Territory
- High-grade spodumene hosted lithium mineralisation identified at surface at flagship Uis Project in Namibia
- Uis Project gives early mover advantage into emerging African lithium play
- Assets strategically located in close proximity to other major projects and operations with existing infrastructure.

ASKARI METALS

Shares on issue (@27 January 2023)	56.3M
Price (@27 January 2023)	A\$0.655
Average Daily Trading Volume – December 2022	171,681
Market Cap (@27 January 2023)	A\$36.9M
Cash (31 December 2022)	A\$0.984M

BOARD OF DIRECTORS

Robert Downey	Chairman
Gino D'Anna	Executive Director
Chris Evans	Technical Director - Lithium

OPERATIONAL ACTIVITIES

ASKARI ENTERS NAMIBIAN LITHIUM PLAY

Askari signed a binding Heads of Agreement (HoA) with LexRox Exploration Services (Pty) Ltd (LexRox) to acquire a 90% interest in the advanced Uis Lithium-Tantalum-Tin Project (EPL 7345) located near the town of Uis in Namibia, Africa, as announced in the [ASX release](#) on 25 October 2022.

The Company further expanded its footprint near the town of Uis with the signing of a binding HoA with Earth Dimensions Consulting (Pty) Ltd to acquire an 80% interest in EPL 8535, as announced in the [ASX release](#) on 5 December 2022.

EPL 8535 covers an area of 194.59km² and is located directly along strike of the initial acreage acquired from LexRox, as well as the Andrada Mining Ltd (formerly AfriTin Mining plc) operating Uis Mine and B1/C1 Mining Licence.

At quarter end, Askari’s Uis Lithium Project covered a combined 308.12km² in a prime pegmatite mineral field containing known high-grade lithium, tantalum, tin and rubidium mineralisation.

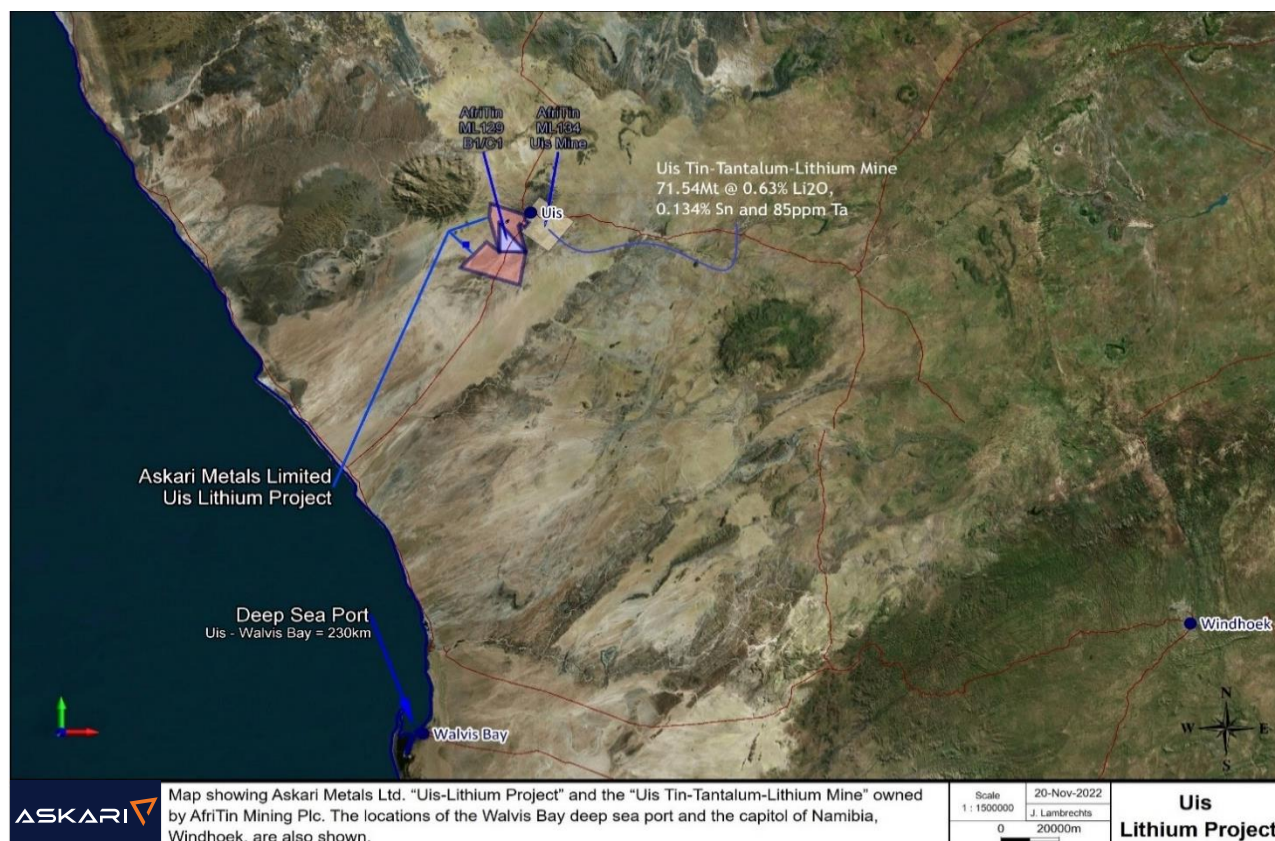


Figure 1: Location of the Uis Lithium Project (EPL 7345 and EPL 8535). Also shown is infrastructure servicing the region and the deep-water port at Walvis Bay, located approximately 230km away by a well-maintained network of roads to site

An initial phase of reconnaissance exploration over EPL 7345 demonstrated the high-grade nature of lithium–caesium–tantalum (LCT) type pegmatites, with high-grade lithium identified in numerous pegmatites at surface, as announced in the [ASX release](#) on 16 November 2022.

A total of 196 rock chip samples were collected during the due diligence phase of the EPL 7345 acquisition, with sample results validating and supporting field observations by returning several high-grade lithium, tin, tantalum and rubidium results.

High-grade results received from surface samples collected by the Company in September/October 2022 include:

- 2.1% Li₂O as well as 1.1% Li₂O, 0.92% Li₂O, 0.83% Li₂O and 0.79% Li₂O
- 1.3% Sn as well as 0.76% Sn and 0.71% Sn
- 658 ppm Ta as well as 498 ppm Ta, 432 ppm Ta, 377 ppm Ta and 345 ppm Ta
- 4,214 ppm Rb as well as 3,110 ppm Rb and 2,990 ppm Rb

High-grade pegmatite samples were also collected from surface in EPL 8535 as part of an initial field evaluation program in October 2022.

Assay results included:

- Lithium rock chip samples with assay results up to 3.2% Li₂O; along with 1.8% Li₂O; 1.0% Li₂O; and 0.7% Li₂O from surface
- Tantalum rock chip samples with assay results up to 663ppm Ta
- Rubidium rock chip samples with assay results up to 1,640ppm Rb

These results were obtained from just seven samples (refer Table 1), with a field sampling campaign continuing over the quarter as part of due diligence investigations.

Sample No.	Easting	Northing	Li (ppm)	Li ₂ O (%)	Sn (ppm)	Ta (ppm)	Rb (ppm)
U4797	480813	7635657	8,340	1.8	184	62.1	155.5
U4798	480813	7635657	4,760	1.0	295	38.8	212
U4799	480813	7635657	2,320	0.5	4,990	78.4	108
U4677	472294	7639661	2,300	0.5	440	163.5	1,525
U4678	472294	7639661	1,660	0.4	399	19.1	1,155
U4679	472224	7639542	3,040	0.7	1,245	111.5	836
B2563	472666	7639745	14,800	3.2	474	663	1,640

Table 1: Significant multi-element assay results from October 2022 discrete field sampling and mapping campaign

DRILLING PROGRAM AT UIS LITHIUM PROJECT

In November 2022, Askari kicked off its maiden RC exploration drilling campaign at the Uis Project, targeting high-grade spodumene hosted lithium mineralisation identified at surface in EPL 7345, as announced in the [ASX release](#) on 21 November 2022.

Results from the first phase RC drilling campaign (EPL 7345) were still outstanding as at the end of the quarter expected to be received during late February 2023 as announced in the [ASX release](#) on 15 December 2022, with a total of 3,017m drilled across 59 drill holes. Visible lithium mineralisation, as well as tantalum and tin mineralisation, was intersected in the targeted pegmatites.

The majority of drilling was focused on the Uis Mine View prospect, where previously collected samples returned results including 3.1% Li₂O, 2.11% Li₂O, 0.75% Li₂O, 0.56% Li₂O and 0.51% Li₂O as well as 1.30% Sn and 0.44% Sn, along with 432 ppm Ta and 325 ppm Ta.

Drilling also targeted an area near the center of the tenement, where previous rock samples returned results including 1.1% Li₂O, 0.61% Li₂O and 0.51% Li₂O as well as 658 ppm Ta, 498 ppm Ta, 377 ppm Ta and 335 ppm Ta.

A third area was targeted where reconnaissance sampling identified results including 0.92% Li₂O and 0.83% Li₂O as well as 345 ppm Ta as well as 0.71% Sn and 0.76% Sn.

Refer to Figure 2 for a plan view of the Uis Project indicating the locations targeted in the first phase of the RC drilling campaign.

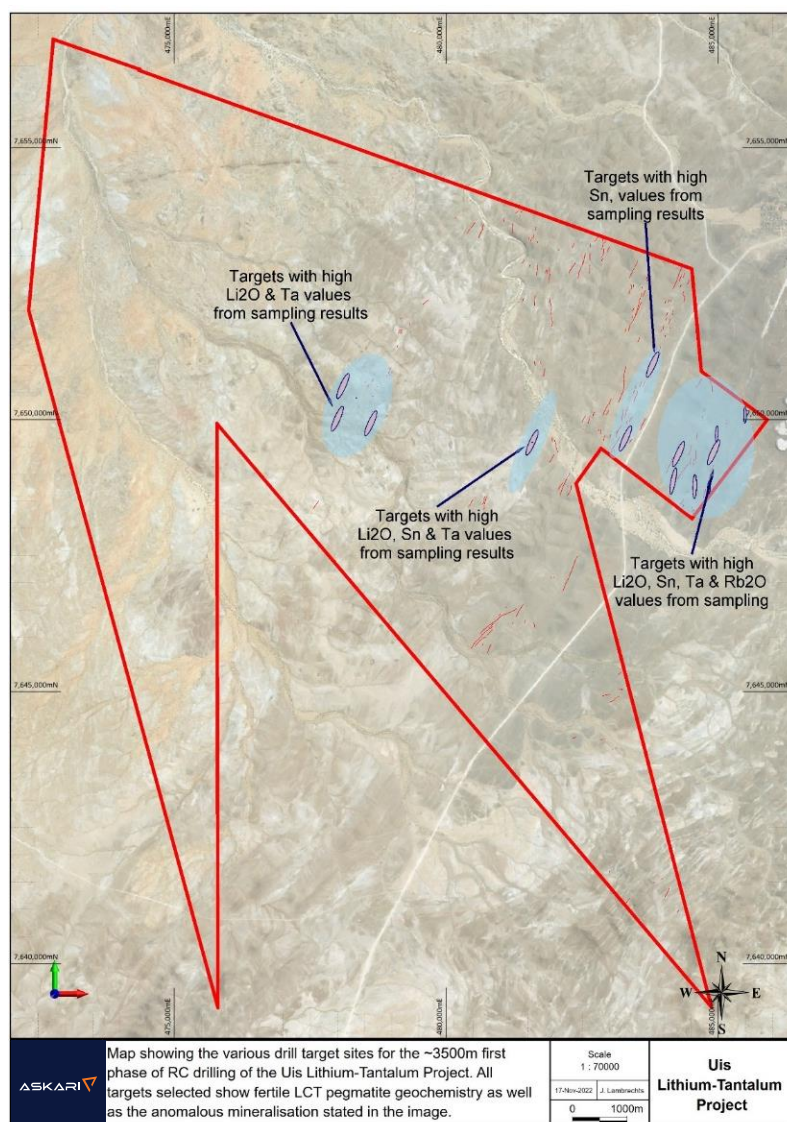


Figure 2: Plan view of the Uis Lithium Project with the first phase of drilling indicated by blue circles at various target areas that will be drill tested during the first phase of exploration

This was the first phase in a planned 10,000m RC drilling program and will help focus subsequent drilling activity, with the next phase anticipated to start in February 2023.

The Company is also planning to conduct an RC drilling campaign of up to 4,000m in EPL 8535, testing the mineralisation of pegmatites beneath the surface, with drilling also anticipated to commence in February 2023.

AUSTRALIAN LITHIUM ASSETS

During the quarter, Askari expanded its Eastern Pilbara lithium portfolio in Western Australia through a binding acquisition agreement with Mining Equities Pty Ltd to acquire 100% of the Talga East Lithium Project (E45/5982), as announced in the [ASX release](#) on 4 October 2022.

A binding Share Sale Agreement was also signed to acquire 100% of the issued capital of Greenstone Lithium, as announced in the [ASX release](#) on 11 November 2022, giving the Company a 100% share in the Hillside Lithium Project.

The Talga East Lithium Project is considered highly prospective for Lithium-Tin-Tantalum (Li + Sn + Ta) mineralisation and lies less than 20km north of the Global Lithium Resources Ltd Archer Deposit, which hosts a JORC (2012) resource of 18.0Mt @ 1.0% Li₂O (refer ASX Announcement dated 15 December 2022) (ASX. GL1).

It is situated to the south of Askari's existing Yarrie Lithium Project and within the Company's interpretation of the "Goldilocks Zone" for Lithium exploration (see Figure 3).

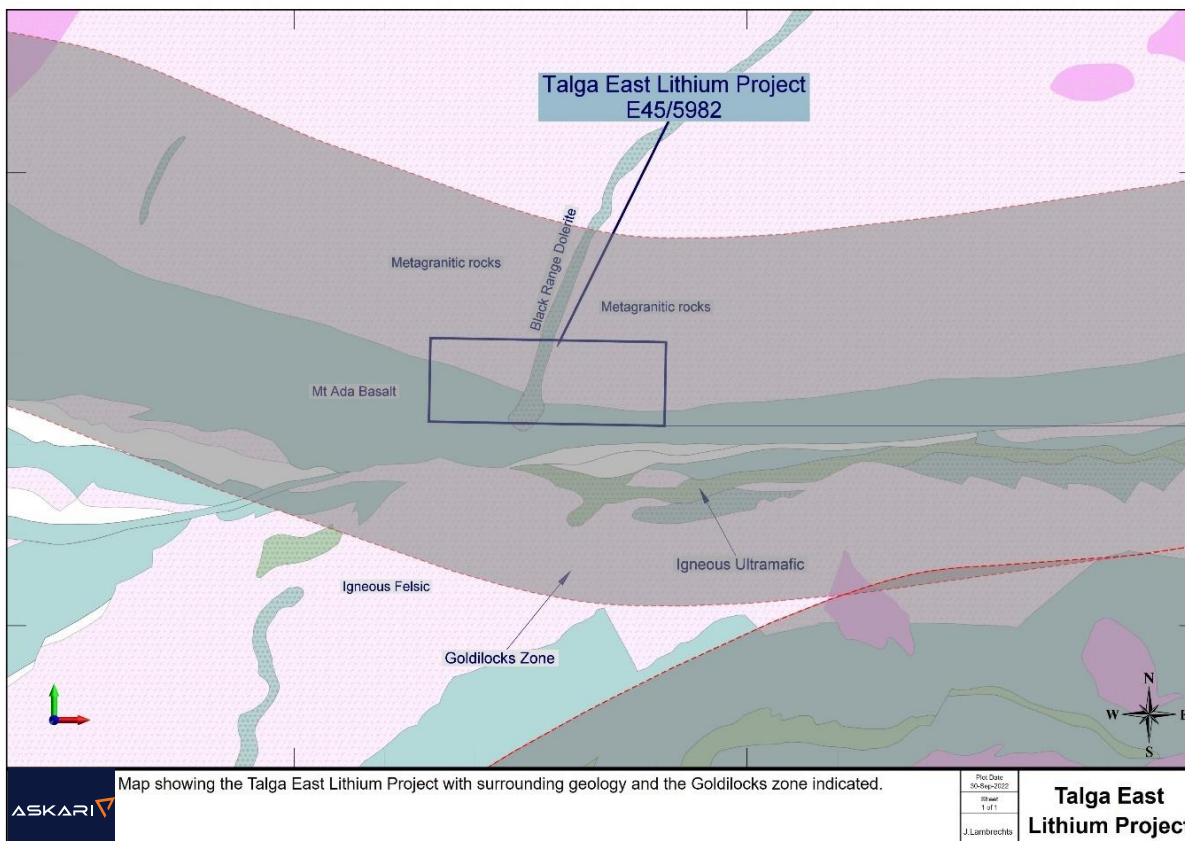


Figure 3: Map of the Talga East Project with geology and "Goldilocks Zone" overlay

The Hillside Lithium Project is also considered highly prospective for Li + Sn + Ta mineralisation and lies in the Tambourah Lithium District, adjacent and along strike of the Trigg Hill and East Curlew Lithium projects.

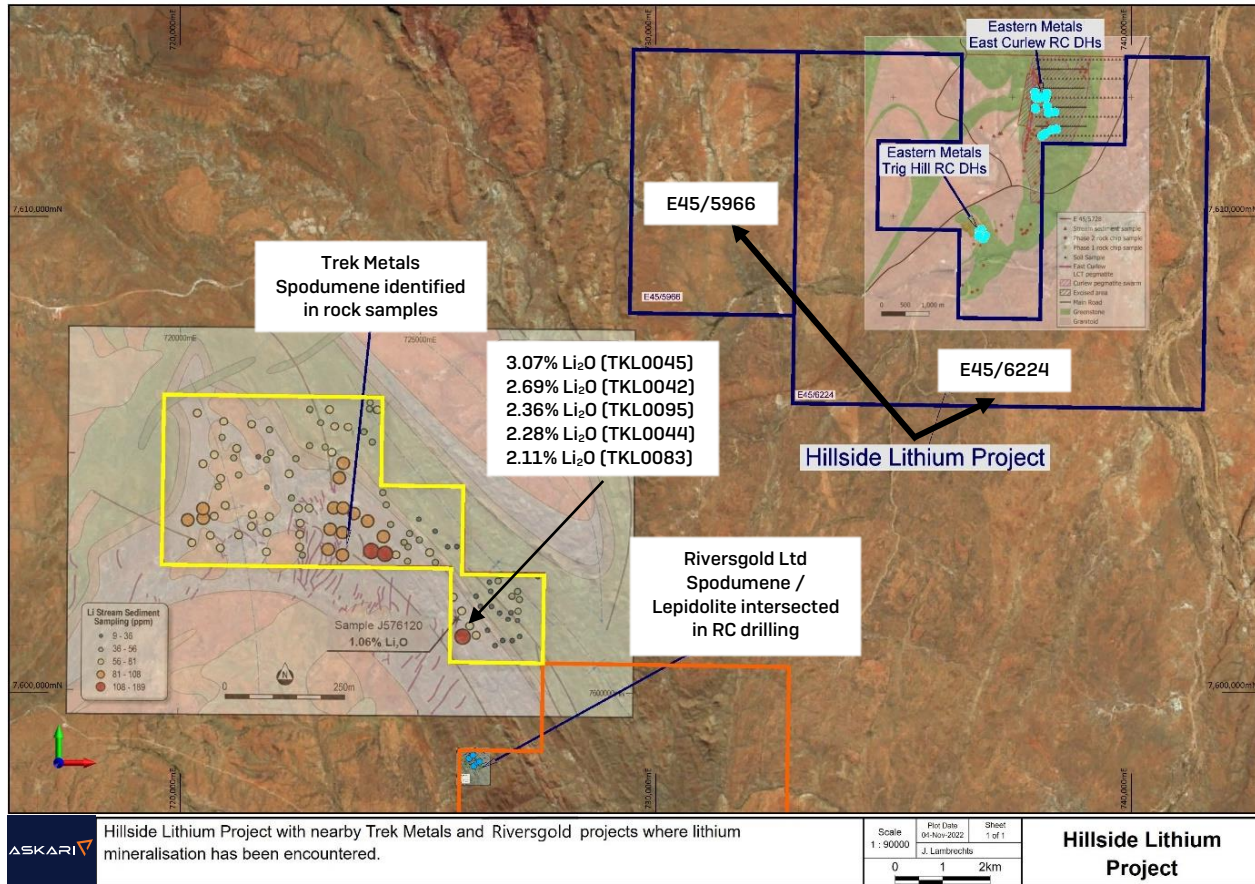


Figure 4: Location map of the Hillside Lithium Project, eastern Pilbara region of Western Australia. Also shown are Trek Metals, Riversgold and Eastern Resources

During the quarter, Askari also signed a Lithium Strategic Partnership Agreement with Shanghai-listed Zhejiang Kanglongda Special Protection Technology Co., Ltd (Zhejiang Kanglongda).

As announced in the [ASX release](#) on 20 October 2022, the partnership will create a pathway for the rapid development of Askari’s Australian lithium assets, which include Barrow Creek in the Northern Territory and the Yarrie, Talga East, Hillside and Myrnas Hill projects in WA’s East Pilbara region.

Under the Partnership Agreement, Zhejiang Kanglongda will assist Askari with lithium chemical downstream processing techniques and opportunities and provide access to capital for future development.

In return, Zhejiang Kanglongda will be provided with preferred offtake position from the Company’s Australian lithium projects.

Askari continued to progress its exploration program at its Australian lithium assets during the quarter, including an extensive soil auger drilling and reconnaissance campaign at its 100% owned Myrnas Hill Lithium Project (E45/4907) in the East Pilbara region.

The soil auger drilling program will provide the Company with additional high-priority targets for future exploration campaigns, consisting of possible RC and Aircore drilling, as outlined in the [ASX release](#) on 8 November 2022.

COPPER AND GOLD ASSETS

During the quarter, Askari received the assay results for the second and third batch of samples from its Phase III RC exploration drilling campaign at the Burracoppin Gold Project in Western Australia.

As announced in the [ASX release](#) on 6 October 2022, assay results from the second batch of samples from the Phase III drilling indicate mineralisation at the Benbur prospect continues down dip and to the north.

Of note, the ABRC041 hole intersected several zones of mineralisation, including:

- 6m @ 2.37 g/t Au from 31m downhole in ABRC041, including
 - 1m @ 9.54 g/t Au from 31m
 - 2m @ 1.17g/t Au from 34m
 - 1m @ 1.17 g/t Au from 145m
- 5m @ 1.85 g/t Au from 151m
- 2m @ 3.46g/t Au from 155m
- 1m @ 5.66g/t Au from 155m

The final tranche of assay results from the Phase III RC drilling, as announced in the [ASX release](#) on 18 October 2022, intersected high-grade gold mineralisation at the Easter Gift prospect at depth, with results including:

- 3m @ 17.41 g/t Au from 73m downhole in ABRC069, including
 - 1m @ 45.50 g/t Au from 73m
 - 1m @ 2.18 g/t Au from 74m
 - 1m @ 4.54 g/t Au from 75m

Mineralisation was also confirmed at the Benbur East and Lone Tree prospects, where strike extensions were tested.

Figure 5 depicts the Phase III RC drilling around Easter Gift and Lone Tree.

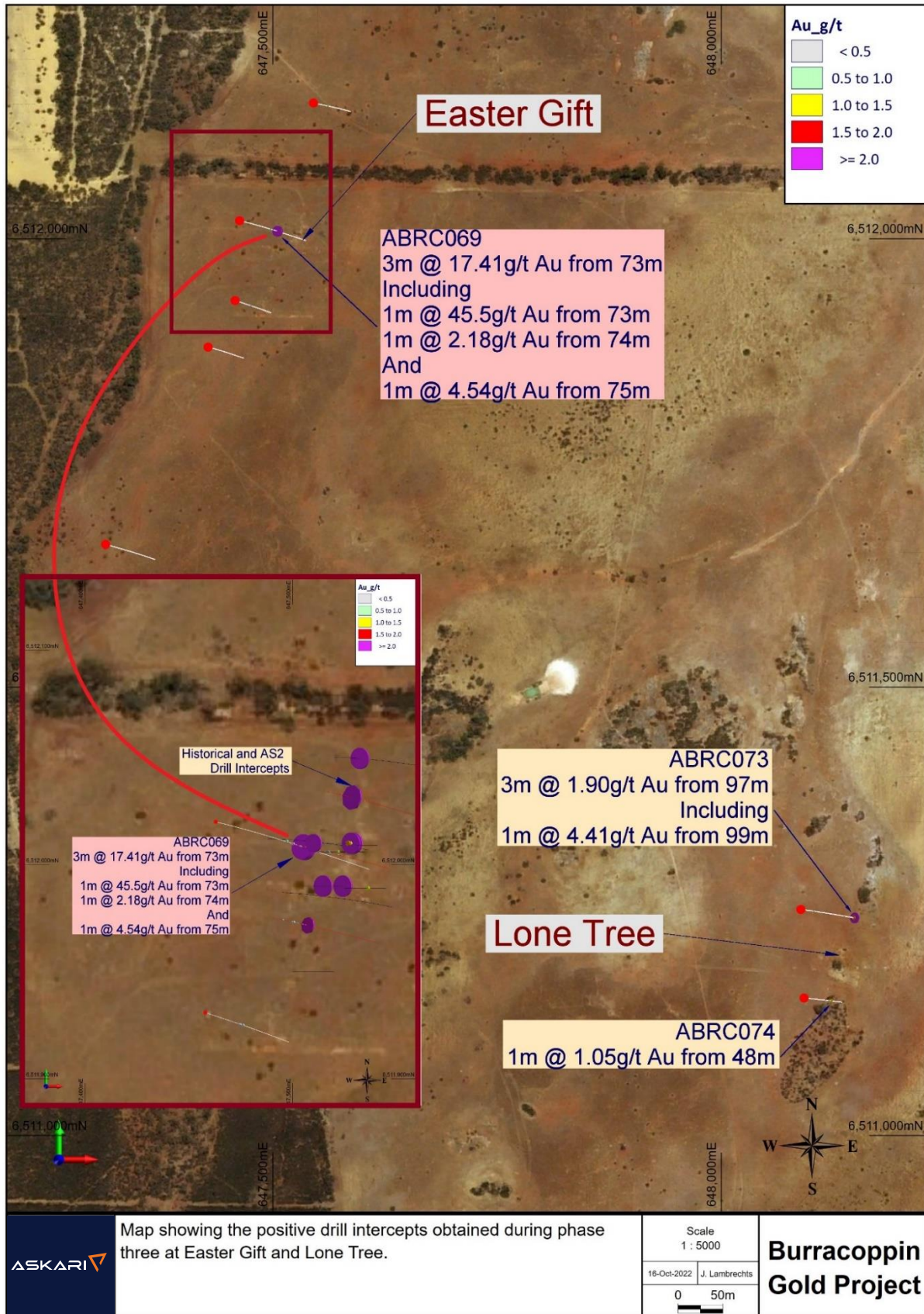


Figure 5: Map showing the drilling reported in tranche three around Easter Gift and Lone Tree

During the quarter, Askari completed its maiden field reconnaissance program at the Springdale Project located on the Lachlan Fold Belt in New South Wales.

The results revealed exceptional high-grade gold mineralisation from samples collected in situ and from historical mullock piles, as revealed in the [ASX release](#) on 13 October 2022.

Base metal mineralisation in the form of copper, lead-zinc anomalism and elevated cobalt and rare earth anomalism was also identified in some samples.

The Company also completed a high-resolution drone magnetic survey during the quarter at its Callawa Copper Project in Western Australia, as announced in the [ASX release](#) on 11 October 2022.

Initial mapping and sampling program completed by the Company delivered high-grade copper results, including:

- 6.78% Cu, 4.35% Cu, 2.02% Cu and 1.85% Cu, respectively.

Further data review completed by the Company identified Nickel, Cobalt, and Chromium anomalism, including values of:

- 1610ppm Ni, 119ppm Co and 1760ppm Cr
- 1570ppm Ni, 106ppm Co and 1620ppm Cr
- 1320ppm Ni, 84ppm Co and 11820ppm Cr
- 1160ppm Ni, 80ppm Co and 1200ppm Cr

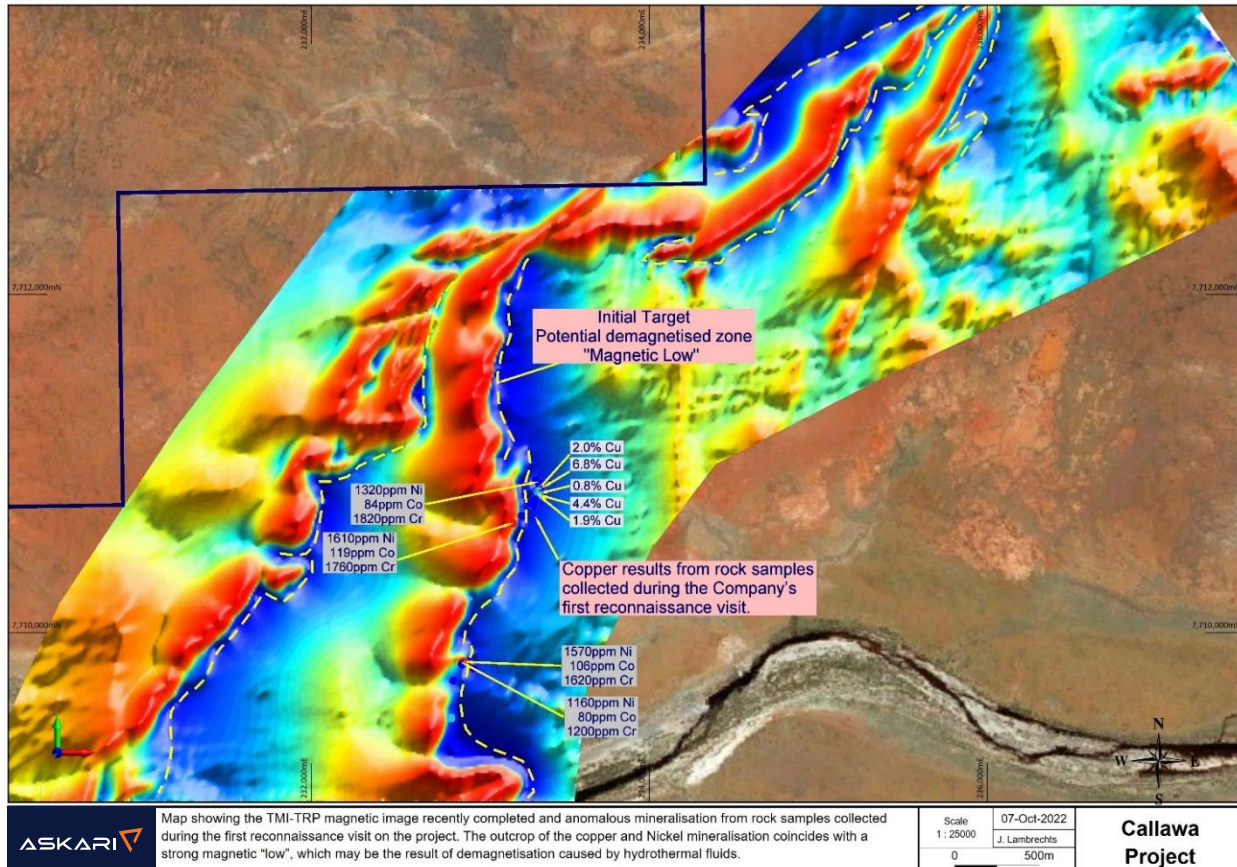


Figure 6: Plan view of the high-definition magnetic survey completed on the Callawa project

CORPORATE

- As at 31 December 2022, the Company had \$984,000 in cash and cash equivalents with no debt
- Upcoming general meeting of shareholders to be held virtually on 20 February 2023 at 11:00 am (WST)
- Askari Metals will be presenting at the 121 Conference in Cape Town on 6 and 7 February 2023 as well as attending the Mining Indaba in Cape Town
- Askari Metals will also be showcased at the Mines and Money Conference in Miami, a premier mining event, to be held on 23 and 24 February 2023 with an exhibitor's booth and presentation
- The Company continues to evaluate additional complementary opportunities particularly in the battery metals space within Australia and globally

APPENDIX 5B CASHFLOW COMMENTARY

In Payments to related parties of the entity and their associates (refer to 6.1), the \$103,000 payment refers to the payment of non-executive fees and director consulting fees.

Cash outflows from operating activities for the quarter were \$599,000. Cash outflows from investing activities for the quarter were \$1,391,000. Cash inflows from financing activities for the quarter were NIL.

Cash and cash equivalents as at 31 December 2022 were \$984,000.

The Company looks forward to providing shareholders with further updates as planned exploration at the projects continues.

FINANCE AND USE OF FUNDS

Pursuant to ASX listing rule 5.3.4, the Company provides a comparison of its actual expenditure against the estimated expenditure on items set out in in section 6.6 of the Company's Prospectus.

ACTIVITY DESCRIPTION: PROSPECT PROJECTS	FUNDS ALLOCATED UNDER PROSPECTUS (OVER 2 YEARS)	ACTUAL LISTING TO 31 DECEMBER 2022
Exploration Expenditure – Burracoppin Project	\$1,100,000	\$1,099,972
Exploration Expenditure – Mt Maguire Project	\$750,000	\$164,504
Exploration Expenditure – Horry Project	\$650,000	\$561,690
Exploration Expenditure – Springdale Project	\$200,000	\$150,364
Exploration Expenditure – Callawa Project	\$200,000	\$133,178
TOTAL	\$2,900,000	\$2,109,708

ACTIVITY DESCRIPTION: NON-PROSPECTUS PROJECTS	ACTUAL LISTING TO 31 DECEMBER 2022
Talga East Lithium Project	\$62,764
Mt Deverell Project	\$23,178
Red Peak REE Project	\$139,185
Barrow Creek Lithium Project	\$166,189
Yarrie Lithium Project	\$225,812
Myrnas Hill Lithium Project	\$81,895
Hillside Lithium Project	\$10,000
Uis Lithium Project	\$196,667
TOTAL	\$905,690

This announcement is authorised for release by the executive board

- ENDS -

FOR FURTHER INFORMATION PLEASE CONTACT

INVESTORS

Gino D'Anna

EXECUTIVE DIRECTOR

M. +61 400 408 878

E. gino@askarimetals.com

MEDIA

Josh Lewis

SENIOR MEDIA COUNSEL

M. +61 412 577 266

E. lewisj@spokecorporate.com

Johan Lambrechts

VICE PRESIDENT – EXPLORATION & GEOLOGY

M. +61 431 477 145

E. johan@askarimetals.com

DISCLAIMER

CAUTION REGARDING FORWARD-LOOKING INFORMATION

This document contains forward-looking statements concerning Askari Metals Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on the Company's beliefs, opinions and estimates of Askari Metals Limited as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

COMPETENT PERSON STATEMENT

The information in this report that relates to Exploration Targets, Exploration Results or Mineral Resources is based on information compiled by Johan Lambrechts, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr. Lambrechts is a full-time employee of Askari Metals Limited, who has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Lambrechts consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

ASX COMPLIANCE

Information contained within this announcement has been prepared based on reliance on ASX announcements as noted in the table below:

15 December 2022	Phase I RC Drilling Program Completed at Uis Lithium Project
05 December 2022	Askari Expands Strategic Footprint of Uis Lithium Project
21 November 2022	Uis Lithium Project RC Drilling Program Underway
16 November 2022	High-Grade Spodumene Hosted Lithium at Uis Project, Namibia
11 November 2022	Askari Metals Expands Lithium Holdings in the Pilbara
08 November 2022	Field Exploration Program Underway at Myrnas Hill Lithium
25 October 2022	Executes Landmark Deal to Acquire Advanced Li-Ta-Sn Project
20 October 2022	Signs Strategic Agreement with Shanghai-Listed Lithium Co
18 October 2022	High-Grade Gold Intersected in Final Results at Burracoppin
13 October 2022	High-Grade Gold and Base Metals Mineralisation at Springdale
11 October 2022	Callawa Project - Copper, Nickel and Cobalt Mineralisation
06 October 2022	Drilling Confirms Further Gold Extensions at Burracoppin
04 October 2022	Acquires Talga East Lithium Project and Exploration Update

TENEMENT SUMMARY

TENEMENT ID	TYPE	STATUS	HOLDER	AREA (km ²)	AS2 INTEREST
E70/5049	Exploration	Active	First Western Gold Pty Ltd	17.6	100%
E45/5842	Exploration	Active	Springdale Gold Pty Ltd	167	100%
EL9217	Exploration	Active	Springdale Gold Pty Ltd	217	100%
E47/4170	Exploration	Pending	First Western Gold Pty Ltd	9 BL	100%
E52/3718	Exploration	Active	First Western Gold Pty Ltd	2 BL	100%
E52/3719	Exploration	Active	First Western Gold Pty Ltd	2 BL	100%
E80/5313	Exploration	Active	First Western Gold Pty Ltd	3.25	100%
E52/4010	Exploration	Active	First Western Gold Pty Ltd	101 BL	100%
E52/4025	Exploration	Active	First Western Gold Pty Ltd	142 BL	100%
E45/6117	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6118	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6119	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6120	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6121	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6122	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6123	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6124	Exploration	Pending	First Western Gold Pty Ltd		100%
E45/6125	Exploration	Pending	First Western Gold Pty Ltd		100%
EL 32804	Exploration	Active	Consolidate Lithium Trading Pty Ltd	278	Under Option
E45/4907	Exploration	Active	First Western Gold Pty Ltd	35 BL	100%
E45/5982	Exploration	Active	First Western Gold Pty Ltd	5 BL	100%