

10 May 2023

ASX Announcement

ASRA EXPANDS PORTFOLIO TO KOOKYNNIE, GREATLY INCREASING GOLD AND CRITICAL METALS EXPOSURE

Highlights:

- Asra's Kookynie West tenure further strengthens the Company's position in the well-known Tier 1 Eastern Goldfields region of Western Australia.
- Key tenements strategically acquired adjoining Genesis' Ulysses Gold Project area in Leonora, providing additional new Gold, LCT pegmatites and Rare Earth mineralisation potential to Asra.
- Inclusion of Kookynie West tenure doubles Asra's exploration footprint from 170 km² at Mt Stirling to over 360km² within the same, highly prospective Leonora mineral field.
- Under-explored 40km strike length at Kookynie West, along the Archean Granite-Greenstone contact, a known prime location for Gold, LCT pegmatites and Rare Earth mineralization.
- Easy access from Asra's exploration base 40km north, with Initial field work by Asra identifying pegmatite sub crop and confirmation of S-type granites and geological settings prospective for lithium-bearing pegmatites.

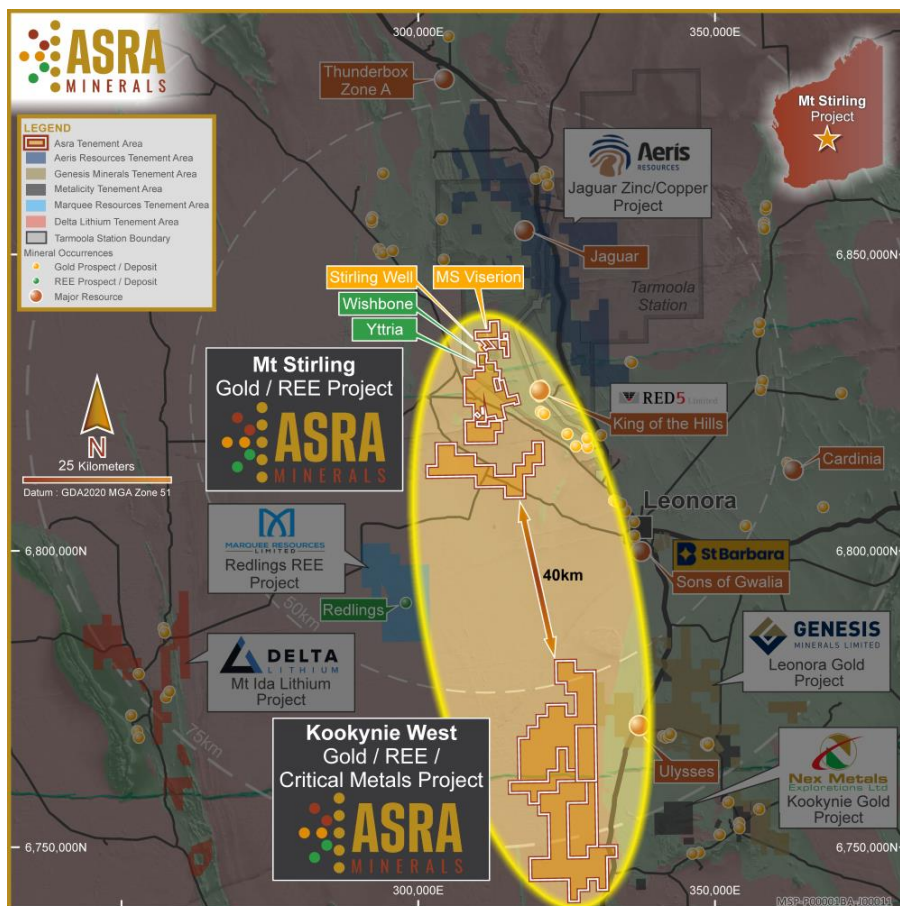


Figure 1- Kookynie West project located 40km south of Asra's existing Mt Stirling Gold and REE Project

Asra Minerals Limited (ASX: ASR) is pleased to announce it has entered into a very attractive option agreement to triple its exploration portfolio in the Leonora region of Western Australia.

The Kookynie ground allows Asra to expand efficiently its exploration activities from its current base at the Company's 100% owned Tarmoola Pastoral Station, and adds highly prospective ground for Gold, Rare Earths and Critical Metals.

- Existing Asra Tenement Portfolio at Mt Stirling: 170km²
- Kookynie West Tenements: 360km² (155km² Live and 206km² Pending)

Asra's Executive Chairman, Paul Summers commented:

"Asra has been very fortunate to acquire a very attractive option to explore this incredible area with a tenement located adjacent to where Genesis Minerals (ASX: GMD) is leading a resurgence in gold projects to our east, and Delta Lithium (ASX: DLI) and Marquee Resources (ASX: MQR) are finding LCT pegmatites and Rare Earths, to our west. This, notwithstanding our own unique and exciting Yttria Heavy REE discovery, immediately north at Yttria."

As seen in the photos below, our Exploration Team have already been on Site at Kookynie West and are keen to continue work on these tenements as this new tenure essentially triples the prospectivity of the Mt Stirling Project."



Figure 2 - Asra Exploration Team taking initial samples from Kookynie West Pegmatite sub-crop

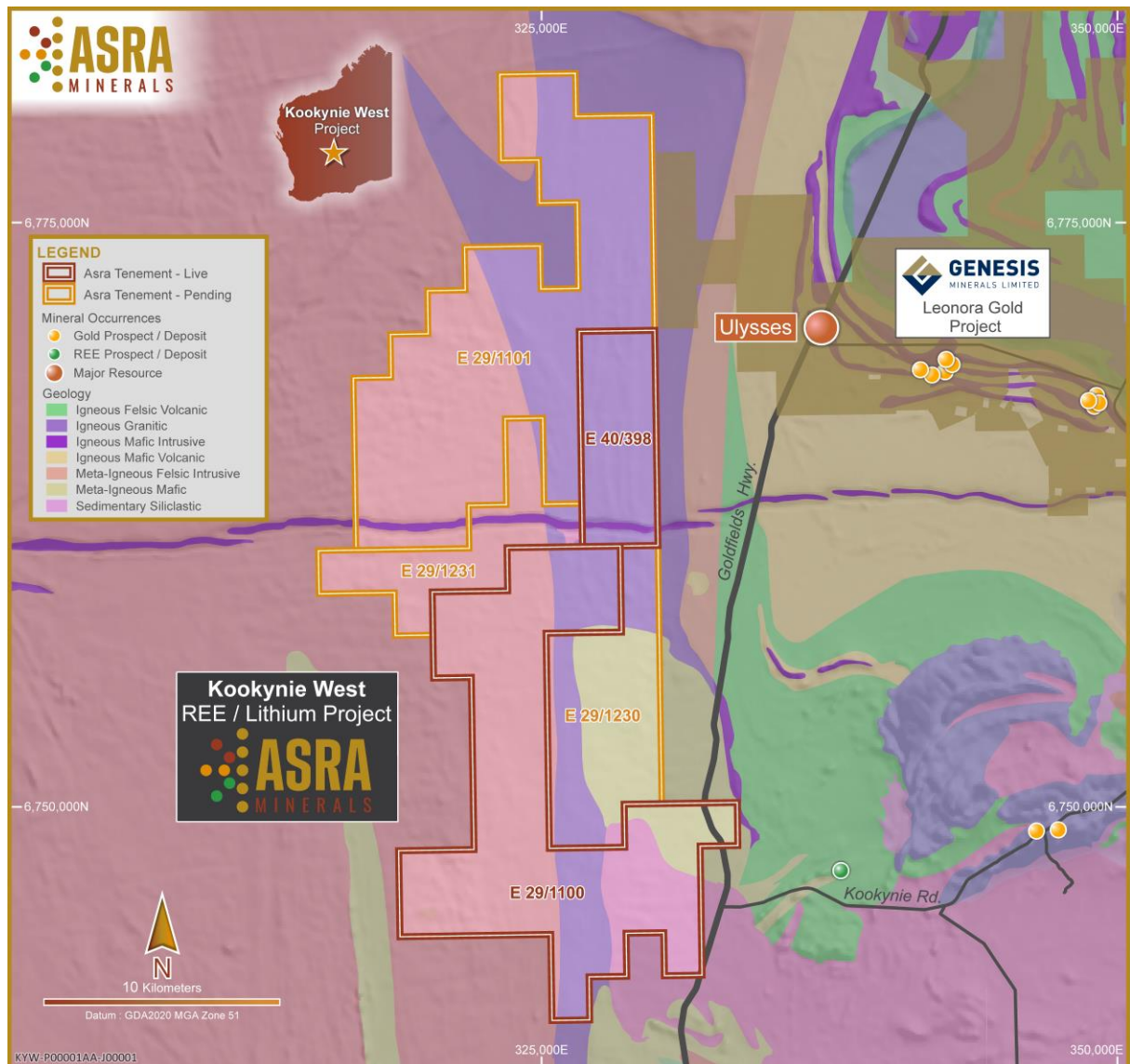


Figure 3 - Kookynie West Tenements situated immediately west of Genesis Ulysses gold project

Asra's Field Exploration Team plan to expand soil Geochem surveys over the prospective 'goldilocks' lithium zone alongside the granite/greenstone contact as well as using handheld pXRF spectrometers to progress mapping and targeting of rare earths and arsenic anomalies for gold.

Exploration work will be undertaken in parallel with ongoing activities at Asra's Mt Stirling REE and gold projects to the north at Leonora. Kookynie West is a short drive south of Leonora on the Goldfields Highway and joins Genesis Minerals Ulysses Gold Project tenement as shown above on Figure 3

This announcement has been authorised for release by the Board.

Key Terms of the Agreement

1) Option Agreement for E29/1100 and E40/398

Asra has been granted a 3 year option to acquire a 70% interest in the Lithium and other Rare Earth elements (with the option to acquire the gold rights) in granted tenements E29/1100 and E40/398 from Kalgoorlie Mining Associates Pty Ltd for a fee of 7,500,000 fully paid ordinary shares in Asra and cash tranches listed below. The option period expires on 30 June 2026 unless exercised prior.

The option cash payment will be paid in three tranches:

- \$50,000 within 2 business days from execution of the option agreement
- \$50,000 by 31 December 2023
- \$50,000 by 30 June 2024

The option can be exercised at any time prior to 30 June 2026 with a payment of \$200,000 cash and 30,000,000 shares or such other number of Shares as may be calculated in accordance with the agreement, capped at a value of \$1,500,000 calculated on the volume weighted average price of Shares in the 10 trading days prior to issue.

Upon Asra exercising the Options, a Joint Venture will form with respect to the Lithium and Rare Earth Element rights with Asra sole funding exploration to the preparation of a feasibility study.

2) Option Agreement for E29/1230, E29/1231 and E29/1101

Asra has been granted a 3 year option to acquire a 70% interest in the Lithium and other Rare Earth elements (with the option to acquire the gold rights) in applications for E29/1230 and E29/1231 from Black Crow (WA) Pty Ltd and E29/1101 from Kalgoorlie Mining Associates Pty Ltd for a fee 7,500,000 fully paid ordinary shares in Asra. and cash tranches listed below The option period expires on 30 June 2026 unless exercised prior.

The option cash payment will only be payable upon the tenements being grant and in the following tranches:

- \$16,667 within 2 business days from the granting of each tenement
- \$16,667 on or before the date being 6 months after the first payment for each tenement
- \$16,667 on or before the date being 12 months after the first payment for each tenement

The option can be exercised at any time prior to 30 June 2026 with a payment of \$200,000 cash and 30,000,000 shares or such other number of Shares as may be calculated in accordance with the agreement, capped at a value of \$1,500,000 calculated on the volume weighted average price of Shares in the 10 trading days prior to issue.

Upon Asra exercising the Options, a Joint Venture will form with respect to the Lithium and Rare Earth Element rights with Asra sole funding exploration to the preparation of a feasibility study.

The Option fee Shares will be issued utilising the Company's placement capacity under ASX Listing Rule 7.1 and the Shares will rank equally with existing fully paid ordinary shares in the Company.

Further information:

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About Asra:

Asra Minerals is developing Gold REE and Critical Minerals projects, located in the prime Eastern Goldfields jurisdiction of Leonora, Western Australia. In addition to the **Kookynie West Project** detailed in this announcement Asra also has its **Mt Stirling Project** which hosts 10 advanced gold prospects as well as a unique inventory of clean, heavy-dominant (Dysprosium, Terbium) Rare Earth Elements (REE) and critical minerals (Scandium and Cobalt).

Located near the mining town of Leonora, 240km north of Kalgoorlie in Western Australia, the Mt Stirling Project has:

- ✓ **Gold** - a current JORC compliant Mineral Resource of gold alongside Red 5's (ASX: RED) King of the Hills mine. The region has recently produced approximately 14Moz of gold from mines such as Tower Hills, Sons of Gwalia, Thunderbox, Harbour Lights and Gwalia. Mt Stirling is nearby to excellent infrastructure including road, rail and mills.
- ✓ **REE** - A high ratio of heavy rare earths to total rare earths (0.62 to 1) and a lack of radioactivity distinguishes the company's Yttria and Wishbone prospects which contain a high proportion of the magnet REEs dysprosium, terbium, praseodymium, and neodymium, as well as significant anomalous concentrations of cobalt and scandium.
- ✓ **Property**: The Company owns the 172,662-hectare Tarmoola Pastoral Station underlying the Company's gold and REE deposits and infrastructure. The Station also extends north and east to cover Red 5's KOTH Gold Operation (ASX: RED) and Aeris' Jaguar Mining Centre (ASX: AIS).
- ✓ **Equity**: Asra also has free-carried gold joint ventures in the WA Goldfields with Zuleika (ASX: ZAG) and Loyal Lithium (ASX: LLI) as well as a large equity holding in LLI.

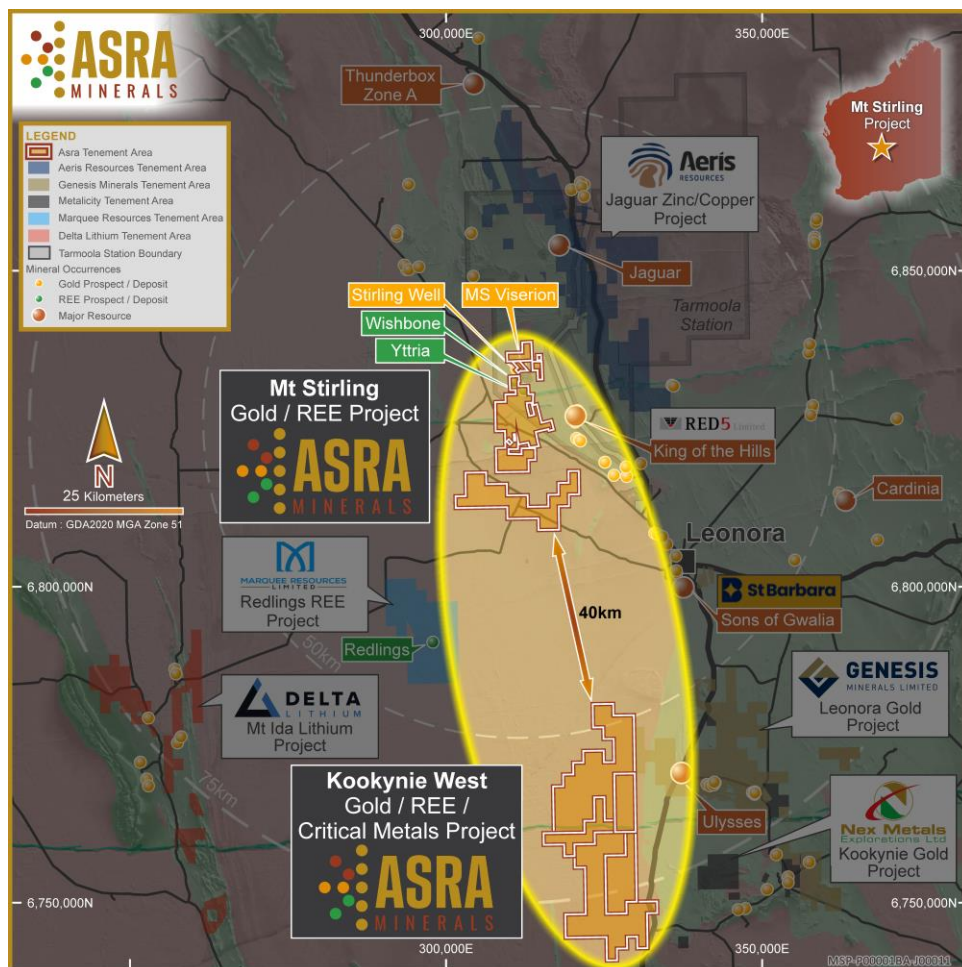


Figure 4 - Asra's Mt Stirling Project location in the northeastern Goldfields of Western Australia