

19 July 2023

\$3M Placement to fund Rio Grande Sur

HIGHLIGHTS

- **Oversubscribed \$3m placement to sophisticated investors completed**
- **The Company is now fully funded to complete significant activity including:**
 - **initial drilling campaign at the Rio Grande Sur project which is expected to culminate in a maiden JORC resource; and**
 - **Finalising the acquisition of Pilot Plant with initial brine processing anticipated over the course of H2 2023 advancing Pursuit to becoming the 3rd Lithium Carbonate producer on the ASX**

Pursuit Minerals Limited (ASX: **PUR**, **Pursuit** or the **Company**) is pleased to announce that it has received firm commitments from sophisticated investors to subscribe for a placement of approximately 250 million fully paid ordinary shares (**Shares**) in the Company at an issue price of A\$0.012 per Share to raise gross proceeds of A\$3 million (**Placement**).

Inyati Capital Pty Ltd (**Inyati**) and CPS Capital Group Pty Ltd (**CPS Capital**) acted as Joint Lead Managers to the Placement, which was significantly oversubscribed. Inyati and CPS Capital will be paid a cash fee equal to 6% of the amount raised under the Placement. In addition, the Company will issue a total of 25,000,000 options to Inyati and CPS Capital. The options are exercisable at 1.8 cents per share on or before 3 years from their date of issue.

The Company is now fully funded to complete significant activity, including its maiden drilling program at the Rio Grande Sur Project, which is expected to culminate in a maiden JORC resource. In addition to the exploration program, the Company is positioned to complete the Pilot Plant acquisition and move towards becoming the 3rd ASX listed producer of Lithium Carbonate. In preparation for completion of the acquisition, the Company has engaged Worley, a global leader in lithium processing and development, to conduct a dynamic simulation to design the chemical engineering circuit and block flow model to adapt the Lithium Carbonate Pilot Plant to process Rio Grande Sur brine. The ultimate objective is to produce technical and battery-grade Lithium Carbonate. Following completion of this Stage 1 workstream, Worley will oversee the design and relocation of the plant from Salta to Rio Grande as well as design of the evaporation ponds and associated infrastructure required for processing operations to be established at site. This comprehensive approach aims to streamline the production process and facilitate successful operations.

The Placement has been strongly supported by existing shareholders and introduced a number of new high net-worth investors and institutions to the Pursuit register. The Shares under the Placement will be issued in a single tranche using the Company's existing placement capacity under LR 7.1A. In addition, the Company also advises that StocksDigital will be issued 31.25m Shares, as payment for A\$375,000 worth of marketing services (a deemed issue price of A\$0.012 per Share). The options to be issued to CPS Capital/Inyati and the Shares to be issued to StocksDigital will be issued under the Company's LR 7.1 placement capacity.

Commenting on the success of the Placement, Managing Director & CEO, Mr Aaron Revelle, said:

"The Company is delighted with the strong support for the placement. This raising will provide critical funding to conduct near term, high value creating work programs at our Rio Grande Sur lithium project in Argentina, including an initial drilling program expected to culminate in a maiden JORC resource and completion of the acquisition of the pilot plant, subject to financial due diligence, which is planned to rapidly move Pursuit to becoming the 3rd Lithium Carbonate producer on the ASX. It was again a pleasure working with CPS Capital and Inyati to complete the raising. We look forward to delivering for shareholders and stakeholders through execution of our upcoming significant work programs."

Please find attached the completed Appendix 3B in respect of the raisings. This announcement has been approved by the Board of Directors of the Company.

For more information about Pursuit Minerals and its projects, contact:

Aaron Revelle

Managing Director

aaronr@pursuitminerals.com.au

T: + 61 413 275 456

Mark Freeman

Finance Director

markf@pursuitminerals.com.au

T: + 61 412 692 146