

ASX ANNOUNCEMENT | 26 July 2023

EXTENSIVE SOIL SAMPLING CAMPAIGN COMPLETED AT RED PEAK PROJECT



HIGHLIGHTS

- 800 soil samples collected to test the anomalous areas at Red Peak project
- Results will determine further exploration plans including initial drilling campaign
- Project area remains highly prospective for lithium and Rare Earth Elements (REE)
- In 2022 Askari completed extensive mapping that identified 11 significant pegmatites
- Red Peak covers more than 350km² and is located in Western Australia's Gascoyne region

Askari Metals Limited (ASX: AS2) ("Askari Metals" or "Company") is pleased to announce the Company has recently completed an extensive soil auger and manual soil sampling campaign at its Red Peak project located in Western Australia's Gascoyne region.

Commenting on the program, VP-Exploration & Geology, Mr Johan Lambrechts, stated:

"The Company's aggressive exploration campaigns on its Australian portfolio continues, with the completion of a geochemical sampling program at Red Peak.

Once received, the Company will analyse the results and determine the next phase of exploration, including an initial drilling campaign.

Askari looks forward to discovering the Rare Earth Element (REE) and lithium potential of the Red Peak project through this comprehensive program, which involved 800 auger and manual soil samples.

We are encouraged by the success of our peers in the region with Krakatoa Resources showing promising exploration and a world-class resource at the Mt Clere REE project located near Red Peak.

We look forward to keeping our shareholders updated as our exploration activities continue."

Soil sampling campaign concludes

Field exploration and sampling completed at Red Peak by the Company in January 2022 identified numerous areas which are highly anomalous for REE mineralisation including elements of Lanthanum, Cerium, Praseodymium, Neodymium and Europium.



To test this anomalism and determine the REE exploration potential of the Red Peak project, the Company designed an extensive, wide-spaced soil sampling program. As part of this campaign, 800 soil samples were collected, consisting of 380 auger samples and 420 manual samples.

The auger and manual geochemical sampling campaign has now been completed with Figure 1 illustrating the location of the auger soil and manual soil samples that have been collected.

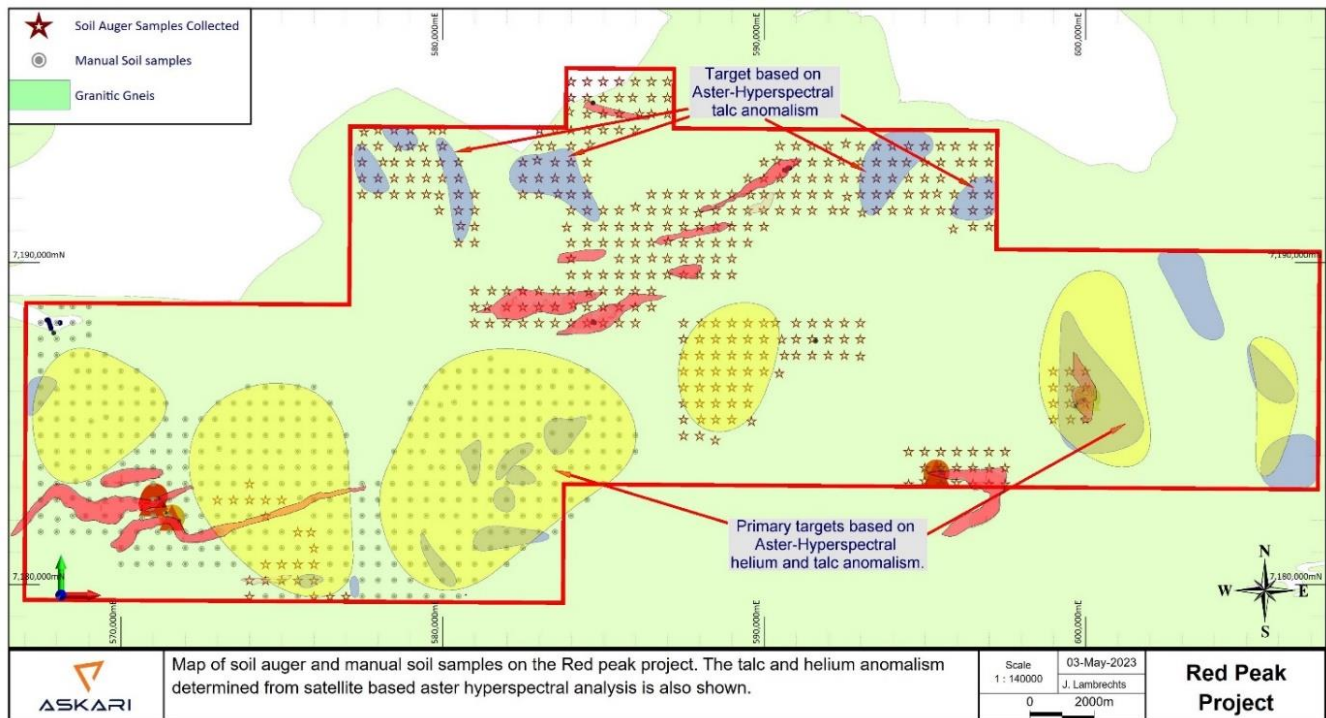


Figure 1: Map of the sample locations on the Red Peak project

Overview

The Red Peak project covers an area of more than 350km² in Western Australia's Gascoyne region and has been extensively mapped with more than 11 significant pegmatites already identified. Many of the pegmatites have strike lengths in excess of 3km and between 150m and 200m wide.

The project area is considered poorly explored and highly prospective for lithium pegmatites as well as base metals, uranium and Rare Earth Elements. Extensive pegmatite outcrop can be observed from the surface data.

The main targets for REE exploration in the area are clay-based and the monazite soils in the regolith. Historical exploration by BHP Minerals and Astro Mining in the 1990s confirmed the presence of enriched monazite sands almost 30 years ago.

The target geology and host mineralisation at the Red Peak project is identical to that which has been explored for and developed at Krakatoa Resources' Mt Clere REE project, located northwest of the area.

The Red Peak project remains prospective for rare metal pegmatite mineralisation, including lithium-cesium-tantalum (LCT) pegmatite mineralisation.

Several REE samples identified

Last year, the Company reviewed the WAMEX database for samples containing REE results and identified several significant anomalous REE samples (see ASX Release from 21 September 2022).

The data from rock samples collected by the Company for lithium exploration were also evaluated for REE mineralisation and showed encouraging results.

Available ASTER hyperspectral data from a remote sensing survey conducted at the Red Peak project using Sentinel-2 satellite imagery, was analysed and identified multiple exploration targets. This was achieved by using known REE occurrences to characterise the spectral signature of potential REE indicators such as helium and talc.

Figure 2 shows the helium and talc anomalism along with WAMEX sample results on the Red Peak project.

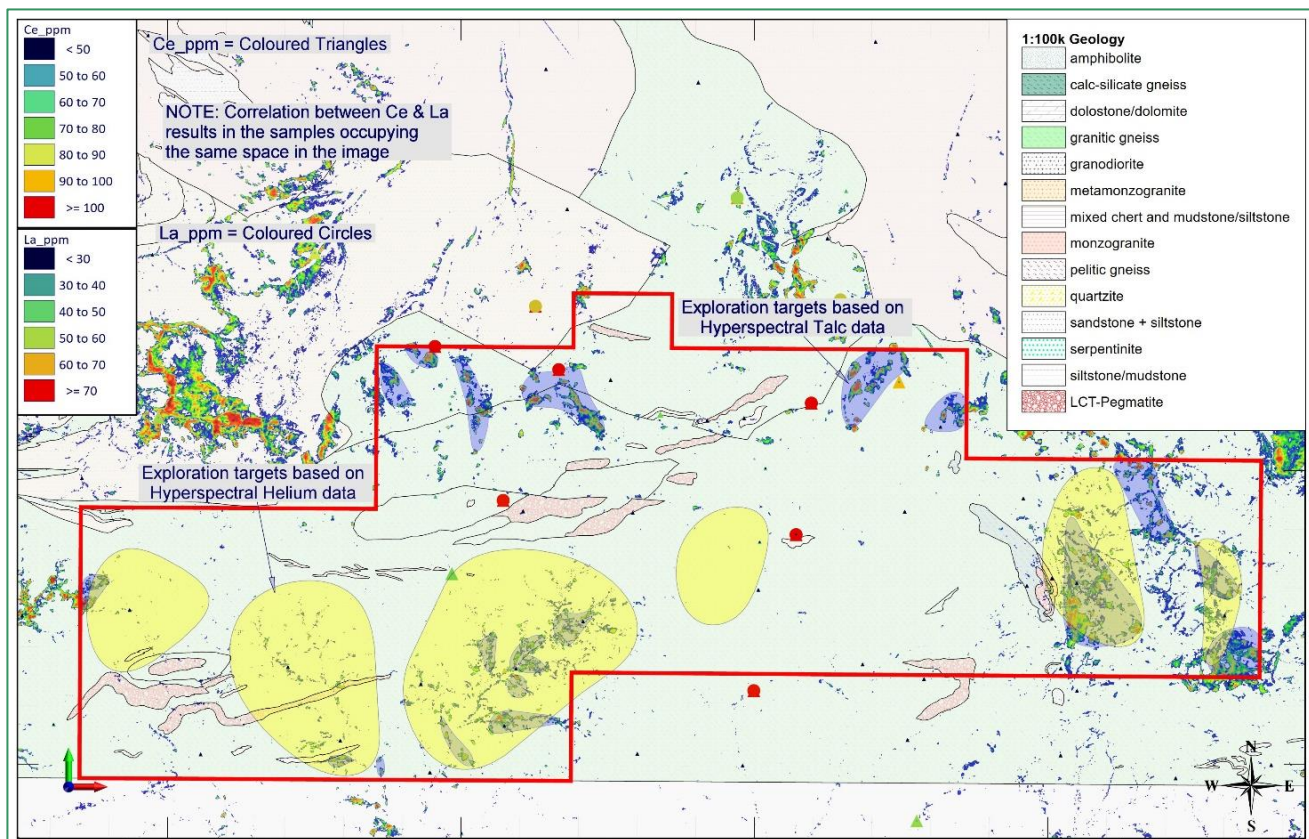


Figure 2: Temperature scale map of the Target image produced by the multivariate statistical classifier on the Yarrie Lithium Project (red tenement boundary outline)

FUTURE WORK

The results from the extensive soil geochemical sampling campaign will be evaluated to determine future exploration activities, which will include an initial drilling campaign.

This announcement is authorised for release by the executive board

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ABOUT ASKARI METALS

Askari Metals was incorporated for the primary purpose of acquiring, exploring and developing a portfolio of high-grade battery (Li + Cu) and precious (Au + Ag) metal projects across Namibia, Western Australia, Northern Territory and New South Wales. The Company has assembled an attractive portfolio of lithium, copper, gold and copper-gold exploration/mineral resource development projects in Western Australia, Northern Territory, New South Wales and Namibia.

For more information please visit: www.askarimetals.com

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 PERSONS 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.

