

Drilling commences across 120km² lithium anomaly, Kaoko project, Namibia

Cazaly Resources Limited (ASX:CAZ, **Cazaly**, or the **Company**) is pleased to announce drilling is underway at the Kaoko lithium project, located in northern Namibia.

A 1,200m reverse circulation (RC) drilling programme has commenced at the Ohevanga lithium prospect at Kaoko located in northern Namibia. This RC drilling programme marks the initial test, of a planned larger staged drilling programme, targeting subsurface lithium mineralisation across the very large lithium geochemical anomaly (refer to CAZ announcement dated 13 November 2023).

The Ohevanga lithium target measures 120km² and was originally identified in broad 1 km spaced surface samples. Infill surface sampling confirmed the continuity of anomalous lithium mineralisation +110ppm lithium (Figure 1) and is currently interpreted to be stratiform in nature (refer to CAZ announcements dated 12 December 2022 and 24 March 2023). The continuity of lithium anomalism between the original 1 km surface samples is a strong indication that elevated lithium will be contiguous within the sedimentary units across the entire 12 km strike length of the initially defined anomaly.

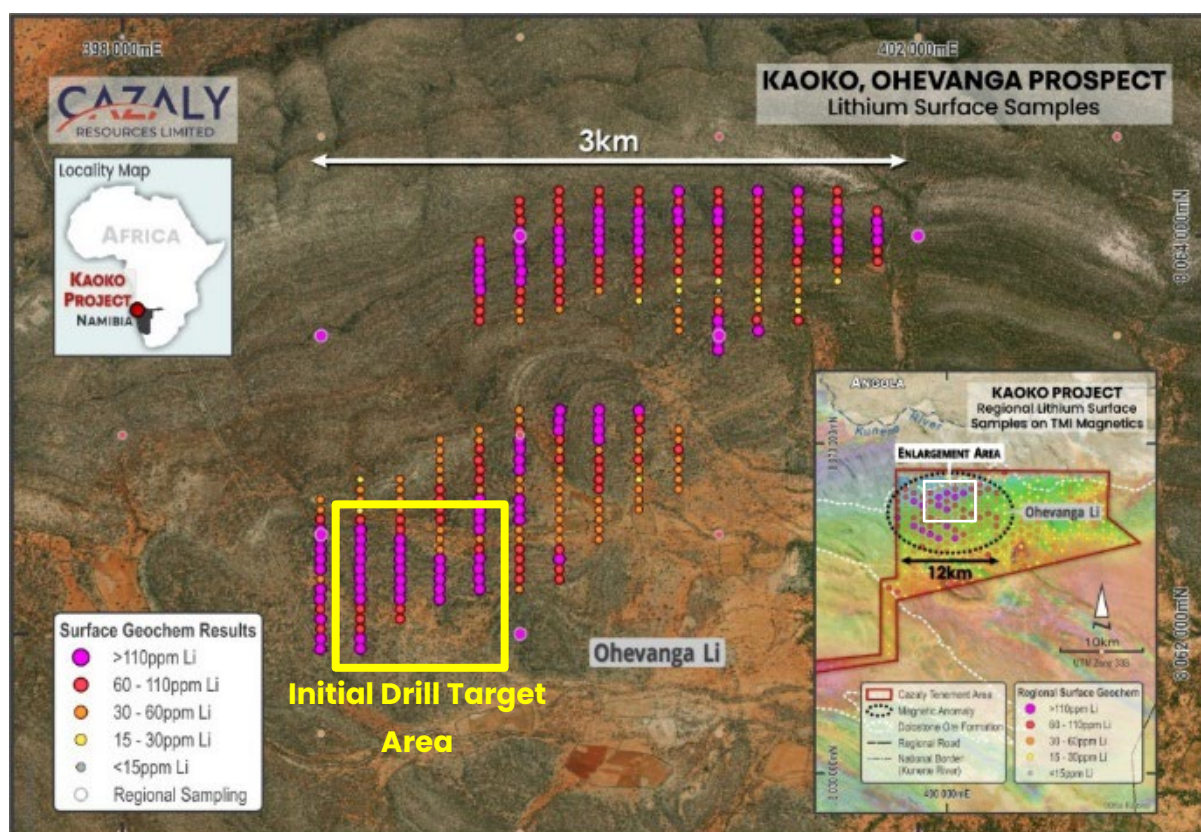


Figure 1. Location of the Ohevanga lithium anomaly and the priority Phase 1 drill target area.

Project location & background

The Kaoko lithium project is located approximately 800km by road from the capital of Windhoek and approximately 750km from the port of Walvis Bay (Figure 2). There is excellent infrastructure in the region with the project being only ~50 km from the regional capital of Opuwo, with an airport, good bitumen roads, and access to the 320 MW Ruacana hydroelectric power station. Transmission lines run through both the western and eastern parts of the project.



Figure 2. Location of the Kaoko lithium project.

Following renewal of the Environmental Clearance Certificate (ECC) for exploration licence EPL6667 late in the June quarter, field preparations commenced to accommodate drilling activities (Figure 3). A team of local workers were employed to undertake line clearing and site preparation activities and will continue to provide assistance during the drilling programme (Figure 4).



Figure 3. Hand clearing to provide drill rig access.



Figure 4. Drilling in progress at Kaoko.

ENDS

For and on behalf of the Cazaly Board

For further information please contact:

Tara French (Managing Director) /
Mike Robbins (Company Secretary)

Cazaly Resources Limited ABN 23 101 049 334

Tel: +61 8 9322 6283 E: admin@cazalyresources.com.au

Website: www.cazalyresources.com.au

Forward Looking Statement

This ASX announcement may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Cazaly's planned exploration program(s) and other statements that are not historical facts. When used in this document, words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements. Although Cazaly Resources believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.