



ASX ANNOUNCEMENT

31 March 2017

ARGOSY SIGNS ANOTHER MOU FOR STAGE 2 FUNDING

HIGHLIGHTS

- ✦ Executed Memorandum of Understanding with Shanghai Greatpower Industry Co., Ltd.
- ✦ Potential investment to fast-track Stage 2 development of Rincon Lithium Project.
- ✦ Ongoing discussions with other interested parties.

Argosy Minerals Limited (ASX: AGY) ("Argosy" or "Company") is pleased to advise that it has signed a Memorandum of Understanding ("MOU") with Shanghai Greatpower Industry Co., Ltd. ("Greatpower") (<http://www.greatpowercn.com/en/>), a well-established Shanghai based company integrating commodity supply chain management, vertical finance and resources services, with a focus on sourcing and producing lithium raw materials and products for domestic battery industries.

Following recent strategic meetings in China, facilitated by Argosy's Strategic Adviser, Airguide International Pte Ltd ("Airguide"), with several significant tier one strategic companies in the Chinese lithium battery sector, and subsequent execution of multiple MOU's, whereby these parties express interest is to consider their potential investment to fast-track Stage 2 development of Argosy's Rincon Lithium Project, the Company will now work towards formalising an investment proposition for the Stage 2 funding and executing a binding investment agreement.

Greatpower are particularly attracted by Argosy's target to produce lithium carbonate equivalent (LCE) product in the short to medium term at the Rincon Project, and for potential funding, off-take, partnership and/or other value-adding commercial agreements in consideration for Stage 3 development of the Project, and Argosy's technical team's expertise and experience in processing and producing LCE product.

Argosy Managing Director, Jerko Zuvela commented "We are delighted to secure another MOU so quickly following our meeting with Greatpower. They have shown very keen interest to expedite this process to consider their interest for Argosy to fast-track Stage 2 development works at the Rincon Project and continue our development strategy toward production of LCE product."

Airguide CEO, David Robinson commented "Working with Argosy in China has seen the local industry players take-note of what Argosy brings to the table - technical expertise in brine, scalable LCE production that can be fast-tracked, and available off-take. From a Chinese partnering perspective, this is the full package".

Argosy notes that any meetings or considerations in regard to any potential transactions are preliminary and there is no certainty that any binding agreement will be reached. The Company will update shareholders upon any further developments in this regard.

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About Shanghai Greatpower Industry Co., Ltd.

Shanghai Greatpower Industry Co., Ltd. is uniquely positioned as an emerging leader in the new energy market. Their business covers over 20 commodities encompassing metals and minerals as well as related marketing and logistic activities. They operate globally with the focus on sourcing and producing cobalt and lithium raw materials and products for domestic battery and aerospace industries.

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For more information on Argosy Minerals Limited and to subscribe for regular updates, please visit our website at www.argosyminerals.com.au or contact us via admin@argosyminerals.com.au or Twitter @ArgosyMinerals.

For further information:

Jerko Zuvela
Managing Director

T | +61 8 9226 4500

E | admin@argosyminerals.com.au

W | www.argosyminerals.com.au

ABOUT ARGOSY MINERALS LIMITED

Argosy Minerals Limited (ASX: AGY) is an Australian company with interests in the Rincon, Mina Teresa and Pocitos Lithium Projects in Argentina, and the Erongo Project in Namibia.

The Company is focused on its flagship Rincon Lithium Project in Argentina - potentially a game-changing proposition given its location within the world renowned "Lithium Triangle" - host to the world's largest lithium resources, and its fast-track development strategy toward production of LCE product.

Argosy is committed to building a sustainable lithium production Company, highly leveraged to the forecast growth in the lithium-ion battery sector.

Appendix 1: AGY's Argentina Project Location Map

