

ASX Release

22 September 2017



Drilling update and trading to commence on ASX today as stock code 'N27' for Northern Cobalt Ltd

We are pleased to announce completion of a successful IPO and beginning of trading on the ASX with stock codes N27 and N27O later today the 22nd of September 2017.

Northern Cobalt Ltd has a 100% owned cobalt mineral resource in the Northern Territory, details of which are available in the Company's Prospectus via the ASX website and the Appendix IPO Company Presentation.

Cobalt is an important metal used in the production of batteries and is favoured in end uses such as electric vehicles and mobile phones. The price of Cobalt has risen 240% in the last 12 months (reference- www.infomine.com).

Summary

- **Trading to commence on the ASX today as stock code N27**
- **IPO closed with**
 - **370 shareholders**
 - **Scaled back to \$4.213m**
- **Access road upgrade completed**
- **Geology staff driving to site now**
- **Drilling approvals received from Northern Territory government**
- **Drilling rig expected to start driving to site next Monday**
- **20,000m drilling program to commence at earliest possible date**
- **Cobalt demand continues to be tipped as the driver for the cobalt sector as supply remains constrained**
- **Cobalt price is currently \$62,500 up 240% from 12 months ago (www.infomine.com)**



We look forward to sharing the progress with you!

Please feel free to contact me directly.

Best regards

Mike Schwarz
0402 101 790
Managing Director



NORTHERN¹²⁷ CoBALT

IPO Presentation

22nd SEPTEMBER 2017

DISCLAIMER AND COMPETENT PERSONS STATEMENT

This presentation has been prepared by Northern Cobalt Limited (Northern Cobalt). This document contains background information about Northern Cobalt current at the date of this presentation. The presentation is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this presentation.

This presentation is for information purposes only. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sales of shares or other securities in any jurisdiction. This presentation is not a prospectus, product disclosure statement or other offering document under Australian law (and will not be lodged with the Australian Securities and Investments Commission (ASIC)) or any other law.

Any investment in Northern Cobalt can only be made on the basis of the supplementary lodged with ASIC on 30 June 2017 and the and the supplementary prospectus lodged with ASI application form accompanying that document.

This presentation does not constitute investment or financial product advice (nor tax, accounting or legal advice) and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate. All securities involve risks which include (among others) the risk of adverse or unanticipated market, financial or political developments.

To the fullest extent permitted by law, Northern Cobalt, its officers, employees, agents and advisors do not make any representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of any information, statements, opinions, estimates,

forecasts or other representations contained in this presentation. No responsibility for any errors or omissions from this presentation arising out of negligence or otherwise are accepted.

This presentation may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of Northern Cobalt. Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward-looking statements in this presentation speak only at the date of issue of this presentation. Subject to any continuing obligations under applicable law, Northern Cobalt does not undertake any obligation to update or revise any information or any of the forward-looking statements in this presentation or any changes in events, conditions, or circumstances on which any such forward looking statement is based.

Mr Michael Schwarz is a full-time employee of the company and 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and is a member of the Australian Institute of Geoscientists. Mr Michael Schwarz consents to the inclusion in the report of the matters based on his information in the form in which it is appears. The information relating to estimates of Mineral Resources and Exploration Targets is extracted from the Northern Cobalt Prospectus created on the 30th June 2017 and is available on www.northerncobalt.com.au. The company confirms that it is not aware of any new information or data that materially affects the information included in the original document and, in the case of Mineral Resources and Exploration Targets, that material assumptions in the relevant documents continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original document.

INVESTMENT OPPORTUNITY

- Northern Cobalt has a clear strategy to focus on developing cobalt assets such as its existing Wollongorang Cobalt Project, located in the north-east corner of the Northern Territory
- The company has raised \$4.21 M to fully fund two years of resource drilling and exploration
- Organisations such as Tesla and Apple have indicated their preference for using ethically mined cobalt from countries other than the DRC
- Near surface, Cobalt dominant JORC 2012 compliant Inferred mineral resource of: 500,000t @ 0.17% Co, 0.09% Ni and 0.11% Cu
- Historical drilling of 21,468m by CRA/ Rio Tinto
- Upon listing 20,000m of drilling will be completed by the end of 2017
- Near term and ongoing news flow on resource drilling and pre-development studies
- 20c IPO free unattached Options(10.5m). Valid for 2 years on 1:2 basis (to IPO investors on minimum raise)

¹EV = Enterprise value calculated as market capitalization less cash raised at IPO

MEET THE TEAM

SKILLS, EXPERIENCE, FINANCING AND NETWORKS

A successful company is not about just getting the right project, or the right timing in the right commodity; **your team is critical.**

LEN DEAN CHAIRMAN

Metallurgist, experienced ASX Chairman
BHP Marketing Director Iron Ore and Group
General Manager Minerals Marketing. MD
of India's largest listed Iron Ore Company.
Over 50 years industry experience.



MICHAEL SCHWARZ MANAGING DIRECTOR

Michael has over 20 years' senior experience in
mineral exploration spanning industry and
government as a geologist and in senior
management. Michael was previously Managing
Director of Monax Mining (ASX:MOX) and has held
Directorships with several ASX listed exploration
companies.



ANDREW SHEARER DIRECTOR (NED)

Resource Analyst with PAC Partners (Lead
Manager on IPO), Corporate Advisor,
Geophysicist with a technical and corporate
background
BSc (Hons), MBA



DUNCAN CHESSELL DIRECTOR (NED)

Project Vendor representative non-
executive Director of Coolabah Group)
with 20+ years experience in business
and oil, gas and mineral exploration. BSc,
MAusIMM, GAICD.



THE COBALT ISSUE

= THE COBALT OPPORTUNITY

The price of cobalt has increased
from US\$25,000/t in 2016 to
US\$62,500/t in September 2017*

But is still HALF of the 2008 High of
\$115,000/t

*Source: www.infomine.com

27

Co

58.933

Cobalt

COBALT DEMAND DRIVER



The Tesla Model S Source: www.tesla.com

COBALT'S
PLACE IN THE
EXPANDING
"GREEN
ECONOMY"

ELECTRIC VEHICLE INVESTMENT IS RAMPING UP – another key driver of demand. Li-ion (cobalt) batteries are also suited to electric vehicles, where weight and energy density are important factors

- Electric vehicles are a key driver for cobalt-based lithium-ion batteries
- Tesla has pledged to build 1 million EV's a year by 2020
- Auto giant Volkswagen has recently stated its intention to become a leader in EV's by 2025
- Chinese government has stipulated that no less than 30% of new vehicles purchased by the government or the public service will be new energy vehicles
- Global demand for EV's estimated to reach ~7 million units in 2020 (compared to 800,000 in 2015)

COMPANIES INVESTING
INTO ELECTRIC VEHICLES



Mercedes-Benz

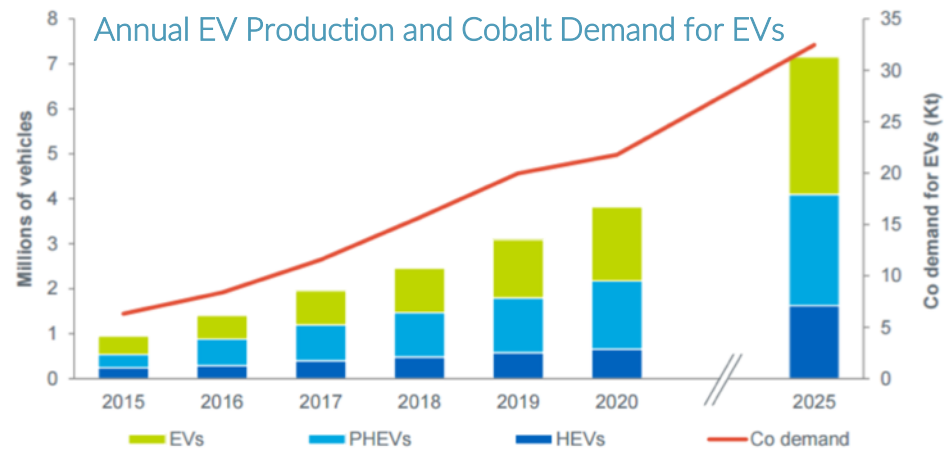


Volkswagen



Google

COBALT DEMAND DRIVER

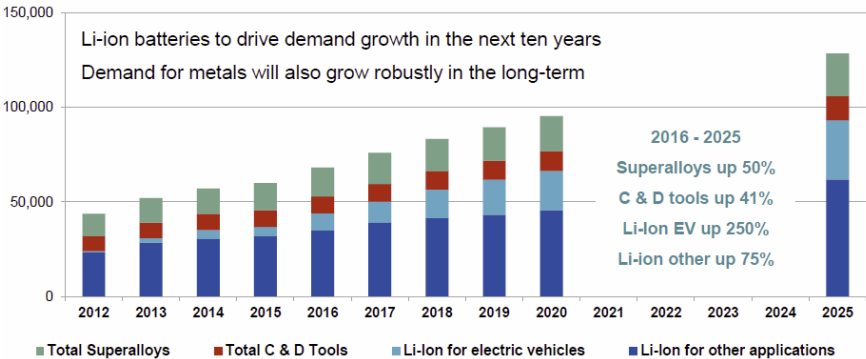


Source: CRU, Sherritt. Notes: PHEV – Plug-in Hybrid Electric Vehicle, HEV – Hybrid Electric Vehicle.

COBALT’S PLACE IN THE EXPANDING “GREEN ECONOMY”

ENERGY STORAGE SYSTEMS INVESTMENT – a significant driver of demand. Li-ion (cobalt) batteries are used in large scale power storage to provide energy security

- Material renewable energy targets, such as 50% in California and 45% in Germany by 2020 are accelerating the demand for energy storage system.
- China is adopting a strategy to broaden the use of renewable energy to combat air pollution having a direct impact on demand for energy storage systems (ESS's) at the residential and commercial level



Global cobalt consumption Source: CRU

COMPANIES INVESTING INTO ENERGY STORAGE



ETHICAL COBALT



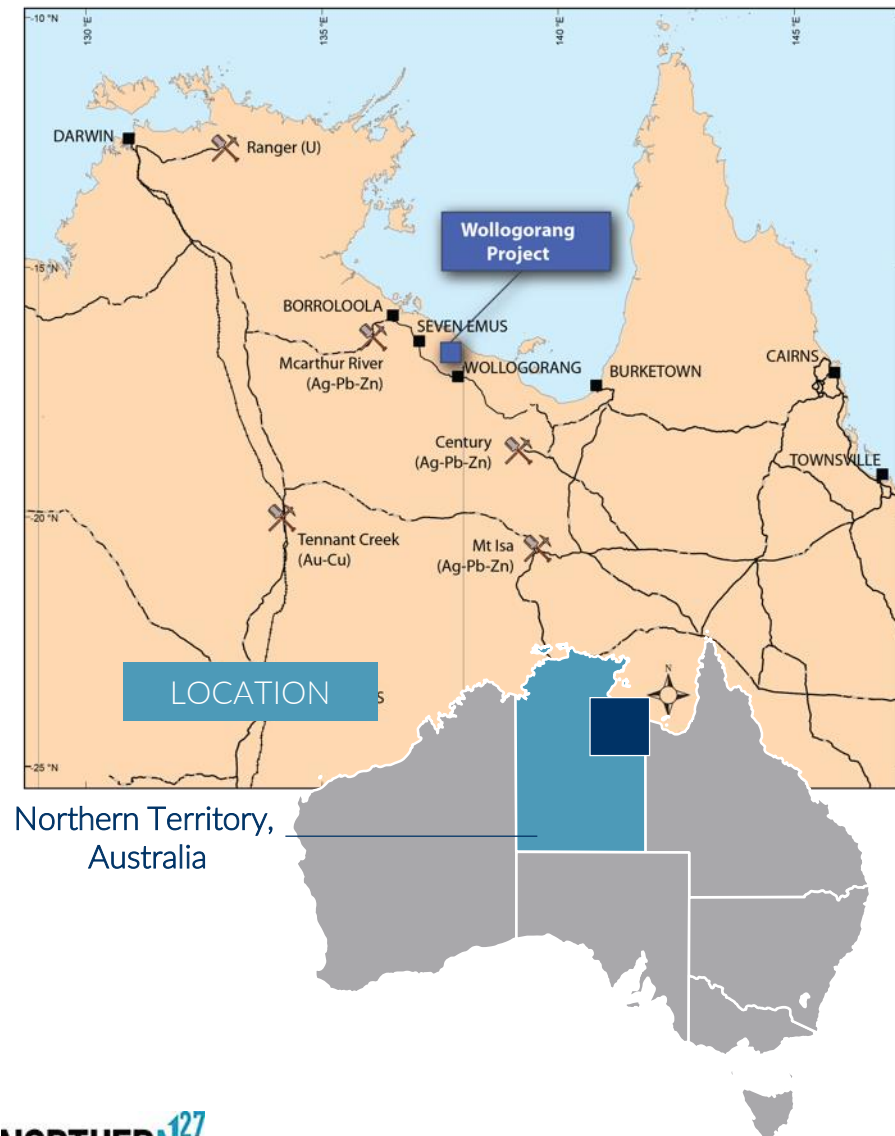
Landing site at the Stanton Cobalt Deposit, Northern Territory

THE STANTON
COBALT DEPOSIT
IS IN THE
NORTHERN
TERRITORY,
AUSTRALIA

- Over 50% of the world's cobalt is currently mined from the Democratic Republic of the Congo (DRC)
- It is a potential recipe to cause instability and volatility in supply and demand, particularly through political instability, such as in 2008, when the price rose to over \$52/lb
- The DRC is also under scrutiny due to the use of child labour and poor working conditions – particularly with artisanal cobalt production
- Organisations such as Tesla and Apple have indicated their preference for using ethically mined cobalt from other countries, which could create a large supply deficit

NORTHERN COBALT has recognised the growing importance of cobalt sourced from developed world jurisdictions

WOLLOGORANG COBALT PROJECT



STANTON COBALT DEPOSIT



STANTON COBALT DEPOSIT

- New JORC 2012 compliant Inferred mineral resource of: 500,000 t @ 0.17% Co, 0.09% Ni and 0.11% Cu
- Mineralisation is
 - cobalt dominant,
 - at surface,
 - open in number or directions
- Sulphide concentrate produced via conventional flotation in historic testing



EXPLORATION TARGETS ESTIMATED

An Exploration Target (JORC 2012) of

- 2 Mt grading 0.03 % Co, 0.008 % Ni and 0.5 % Cu to 10 Mt grading 0.12 % Co, 0.06 % ppm Ni and 0.3 % Cu in the immediate vicinity of Stanton Resource.

Ravensgate noted that the potential quantity and grade is highly conceptual in nature, there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource in any of the prospects.

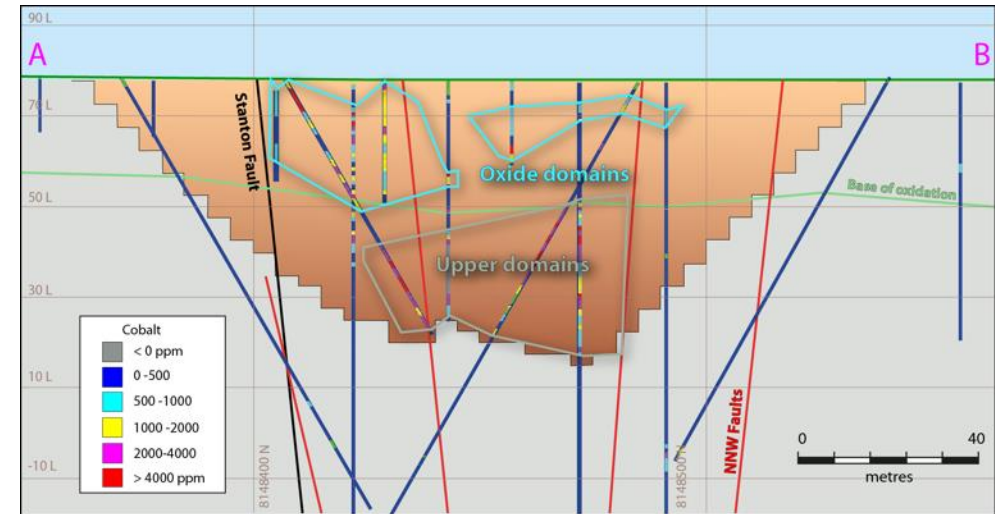
PROJECT & PLAN

EXPERIENCED – SKILLED – MOTIVATED –
PASSIONATE – CONNECTED



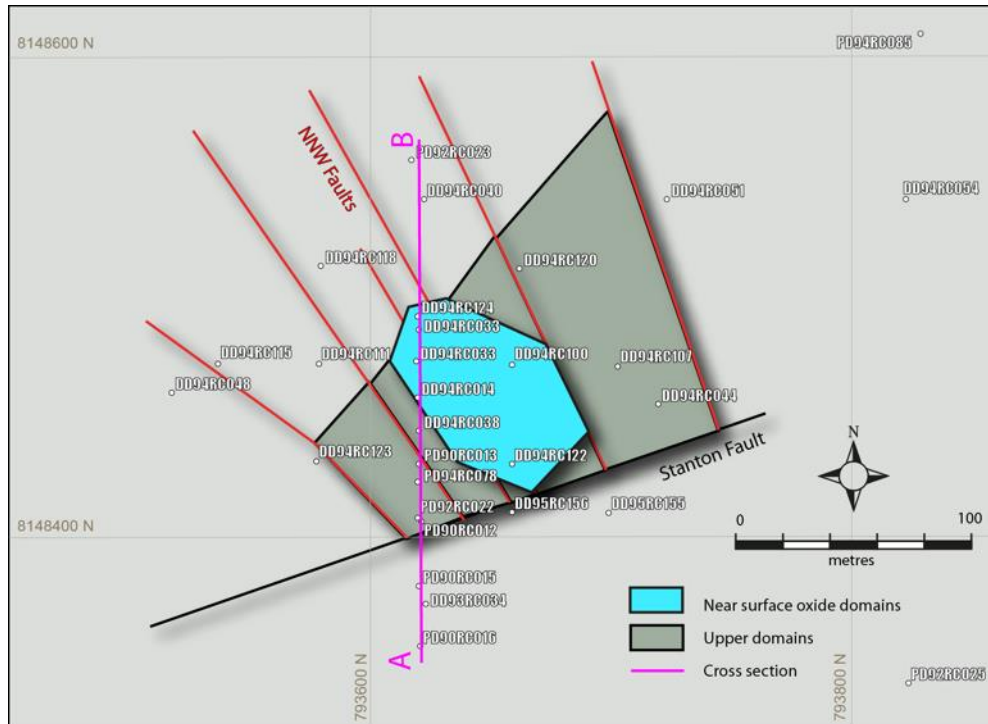
WOLLOGORANG PROJECT - GEOLOGY

Cross Section Showing Drilling, Domains and Open Pit Optimisation



New JORC 2012 compliant resource of:
500,000t @ 0.17% Co, 0.09% Ni and 0.17% Cu

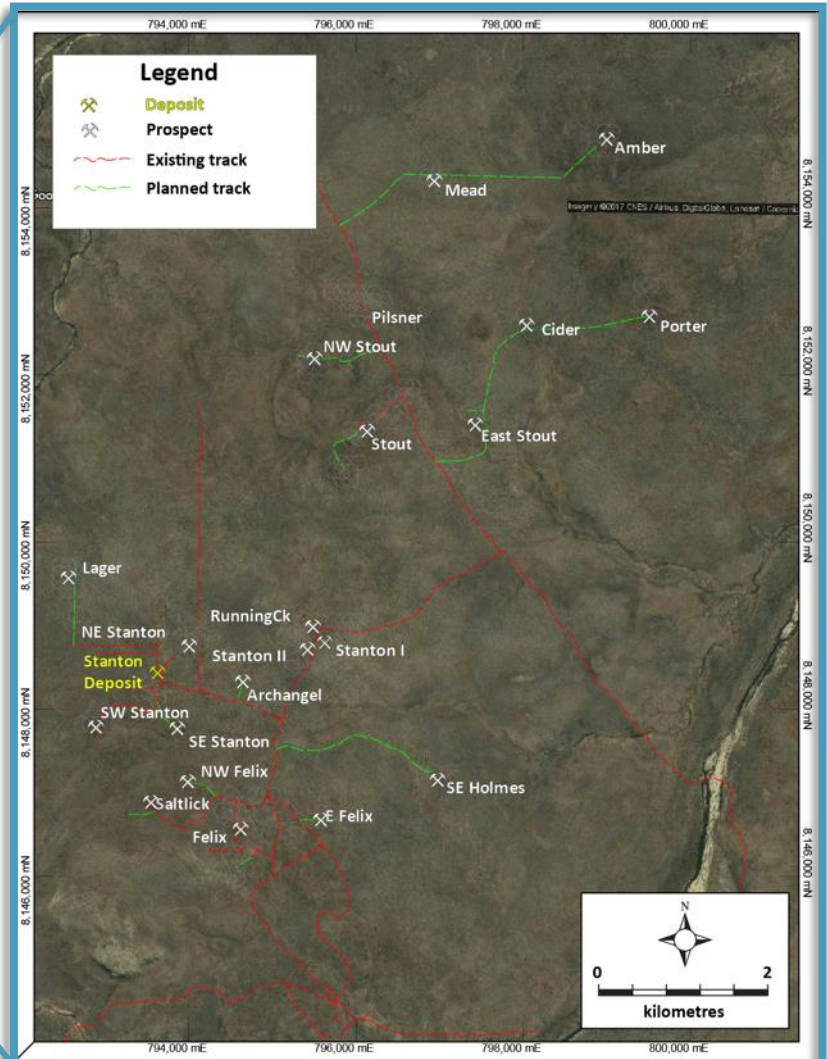
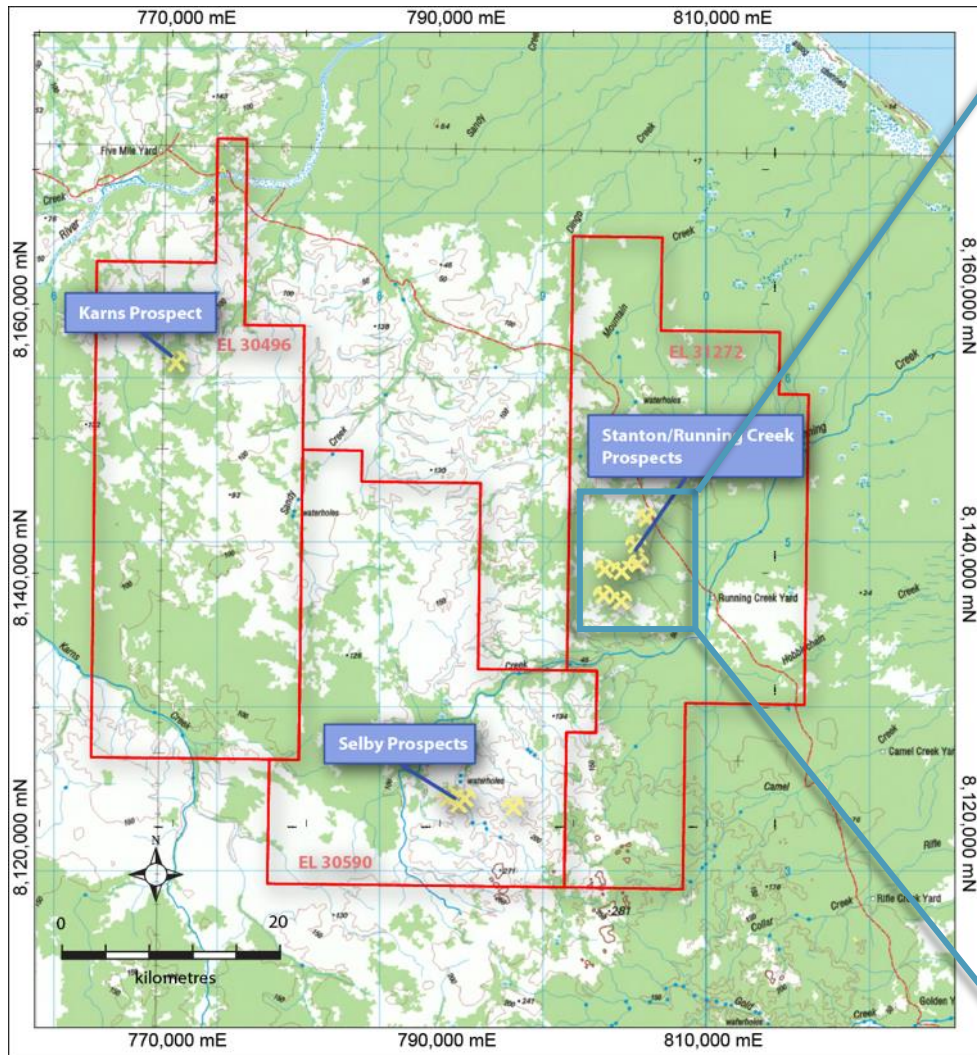
Plan of Stanton Deposit Drilling, Interpreted Faults and Domains



- Several drill holes ended in cobalt mineralisation and have therefore not defined the lower depth of the mineralised sequence.
- Stanton drill hole RC22 terminated in 0.3% Co at 65m at the bottom of a 22m intersection from 43m.
- Opportunity exists in this area to further extend the mineralised system which could lead to conversion into additional resources.

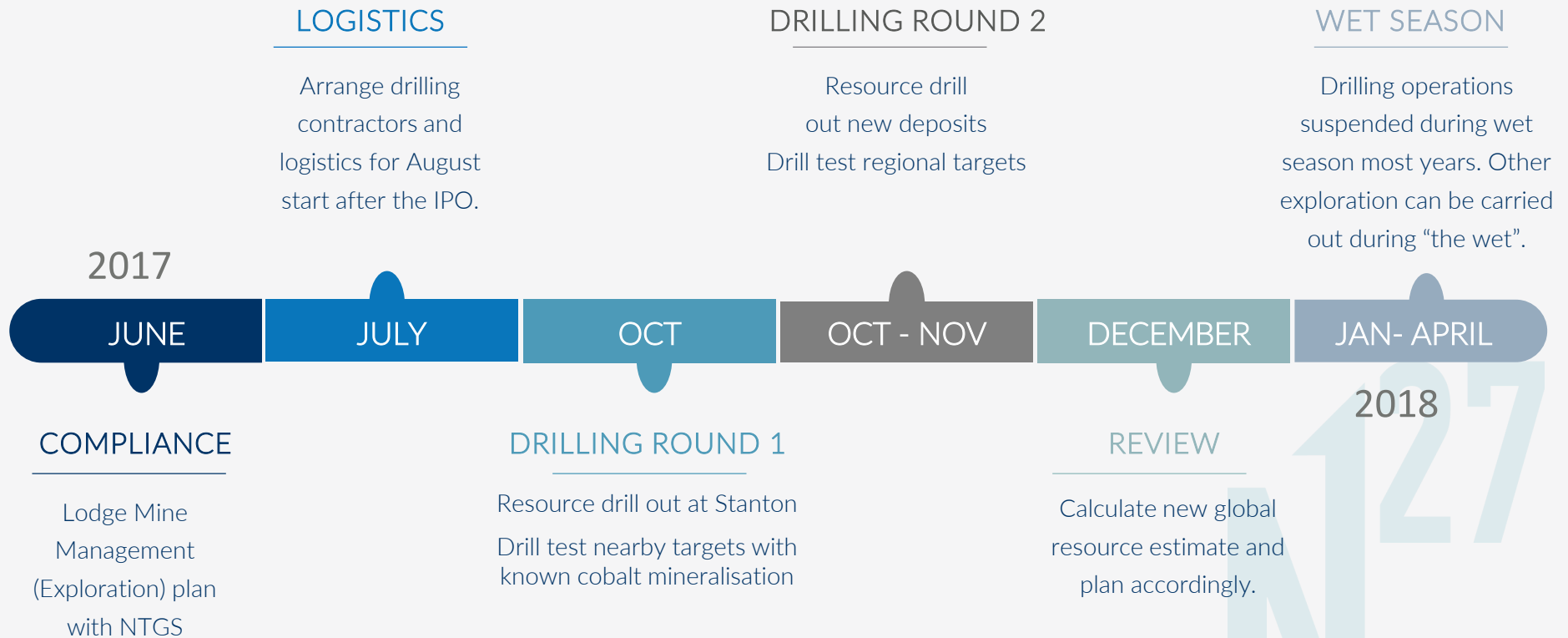
EXPLORATION POTENTIAL – Wollogorang Project

230 drill holes to test cobalt prospects



EXPLORATION PLAN

YEAR ONE EXPLORATION PLAN



CAPITAL STRUCTURE*

	RAISE \$4.2M		
SHARE ISSUE	SHARES	Value (A\$M)	IPO %
Founders & Vendors	8.5M	1.7	24%
Seed (\$600K @ \$0.10)	6M	1.2	17%
IPO (\$4.2m)	21M	4.2	59%
Total	35.5M	\$7.1M	

A) Options

- 25c Options valid for 4 years (11.8m to Founders, Corporate Advisor, Brokers and Board)
- 20c IPO Free unattached Options(10.5m). Valid for 2 years on 1:2 basis (to IPO investors on minimum raise)

B) Performance Shares on JORC Code Project Milestones, or disposal thresholds (\$5M/\$15M)

Tranche A: 8M to Vendor, 1.6M to Corporate Advisor upon 6,000 tonnes of contained Co equivalent in a JORC Resource

Tranche B: 2.925M to Vendor, 0.65M to Corporate Advisor upon 15,000 tonnes of contained Co equivalent in a JORC Resource

*refer to full table in Supplementary Prospectus

INTENDED USE OF FUNDS IPO* – 2 YEARS

INTENDED USE OF FUNDS FROM IPO OFFER TOTAL OVER A TWO YEAR PERIOD

SUBSCRIPTION
\$4.2M

Existing cash reserves	\$603,490
Funds raised from the Offer	\$4,213,500
Total	\$4,816,990
Lead Manager Fees	\$168,000
Expenses of the Offer	\$291,355
Exploration expenditure	\$2,867,000 (2 yrs)
Corporate, overheads, remuneration and other management expenses	\$980,000 (2 yrs)
Plant and equipment	\$262,000
Working capital	\$100,000
Reserve	\$148,635

*refer to full table in Supplementary Prospectus

THANK YOU

WEBSITES

www.northerncobalt.com.au

www.securitytransfer.com.au

ADDRESS

Level 3, 29 King William Street
Adelaide, South Australia

EMAIL

mschwarz@northerncobalt.com.au

TELEPHONE

+61 402 101 790 (Michael Schwarz)

LEAD MANAGER



10/330 Collins Street
Melbourne

Contact:

Brooke Picken

03 8633 9831

bpicken@pacpartners.com.au

**NORTHERN¹²⁷
CoBALT**