

29 August 2018

STAGE 2 EVAPORATION PONDS PROGRESS UPDATE

HIGHLIGHTS

- Additional ~9ha Stage 2 evaporation pond completed
- Lithium brine pumping commenced into new ~9ha pond
- Currently, a total of ~19ha of Stage 2 evaporation ponds now operational and concentrating lithium brine via natural solar evaporation
- Further Stage 2 evaporation pond construction works progressing

Argosy Minerals Limited (ASX: **AGY**) ("**Argosy**" or "**Company**") is pleased to advise of the continued Stage 2 development progress at its Rincon Lithium Project located in the "Lithium Triangle" in Salta Province, Argentina, where the Company has completed construction and lining of an additional ~9 hectare Stage 2 evaporation pond, complementing the existing ~10ha of operational Stage 2 evaporation ponds. Pumping of lithium brine has commenced into the new 9 hectare pond, coinciding with the start of the peak summer solar evaporation season.

As such, the Company now has a total of ~19 hectares of Stage 2 evaporation ponds in operation for concentrating lithium brine.



Figure 1. Rincon Lithium Project – Current Stage 2 Evaporation Ponds, additional 9 hectare pond (at top)

In addition, evaporation pond construction works are continuing for another ~9 hectare evaporation pond (targeted for completion in mid-late September), and then an extra approximate 8 hectares of smaller evaporation ponds – utilised for filtering the concentrating lithium brine.

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Upon completion of the full Stage 2 pond construction works, a combined total of ~36 hectares of lithium brine evaporation ponds are planned to be operational and provide concentrated lithium brine for use in the Company's working Stage 1 pilot plant and planned Stage 2 processing plant to produce lithium carbonate product.

Argosy Managing Director, Jerko Zuvela said "*Argosy continues its rapid progress and aggressive development strategy, confirming the Company's commitment to scaling the Project to the next commercial stages.*

Our early-mover proof of concept and fast-track production strategy is realising enormous interest and potential long-term benefits for the Company given the strong demand in the international market place, as we continue building a sustainable battery grade lithium production Company."



Figure 2. Rincon Lithium Project – Lithium Brine Pumping into Additional Stage 2 Evaporation Pond



Figure 3. Rincon Lithium Project – Ongoing Stage 2 Evaporation Pond Construction Works Progressing

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Figure 4. Rincon Lithium Project – Current Stage 2 Evaporation Ponds → Additional 9 Hectare Pond (on left)

ENDS

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.

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Forward Looking Statements: Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

ABOUT ARGOSY MINERALS LIMITED

Argosy Minerals Limited (ASX: AGY) is an Australian company with a current 77.5% interest in the Rincon Lithium Project in Salta Province, Argentina.

The Company is focused on its flagship Rincon Lithium Project – 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.



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Appendix 1: AGY's Argentina Project Location Map

