

ASX ANNOUNCEMENT

7 November 2018

ABOUT ADRIATIC METALS (ASX:ADT)

Adriatic Metals Plc is focused on the development of the 100% owned, high-grade zinc polymetallic Vareš Project in Bosnia & Herzegovina.

DIRECTORS AND MANAGEMENT

Mr Peter Bilbe
NON-EXECUTIVE CHAIRMAN

Mr Geraint Harris
CHIEF EXECUTIVE OFFICER

Mr Paul Cronin
NON-EXECUTIVE DIRECTOR

Mr Julian Barnes
NON-EXECUTIVE DIRECTOR

Mr Eric de Mori
NON-EXECUTIVE DIRECTOR

Mr Milos Bosnjakovic
NON-EXECUTIVE DIRECTOR

Mr Sean Duffy
CFO AND COMPANY SECRETARY

adriaticmetals.com

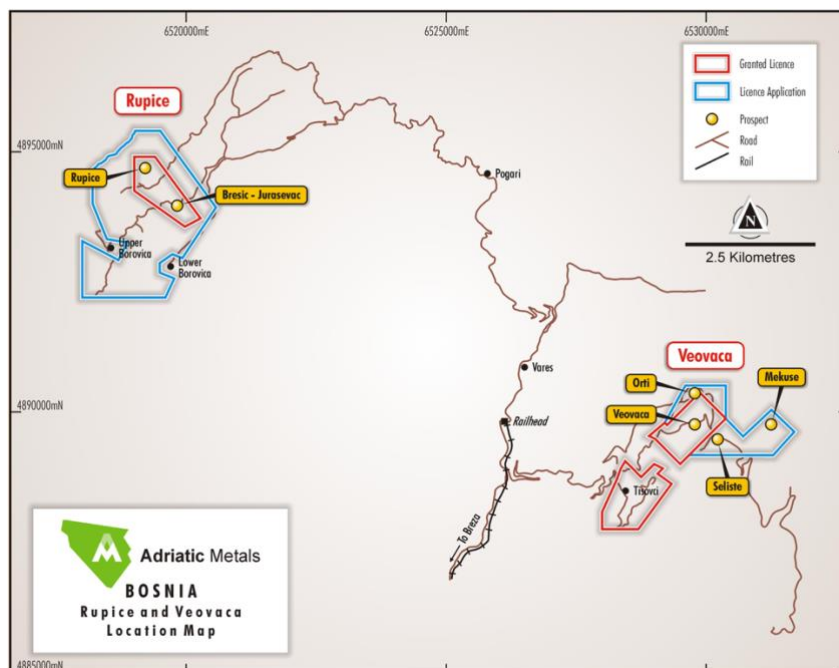


LANDMARK APPROVAL OF CONCESSION EXTENSION

Adriatic Metals PLC (ASX:ADT & FSE:3FN) ('Adriatic' or the 'Company') is pleased to announce the Government of Zenica-Doboj Canton has approved the Company's application for a significant land extension to the current Concession Agreement. The approval follows the conclusion of a 30-day public comment period, on 25 October 2018, and has now been signed by the Premier of the Canton.

Under the terms of the original Concession Agreement, the Company has three Fields, being Veovaca I & II and Rupice-Jurasavec Brestic, as outlined in red in Figure 1 below. The approval of the amendment to the Concession Agreement now extends those fields into the areas outlined in blue. The amendment represents a significant milestone for Adriatic, and the Zenica-Doboj Government.

Figure 1 – Previous (Red) and New Concession Areas (Blue)

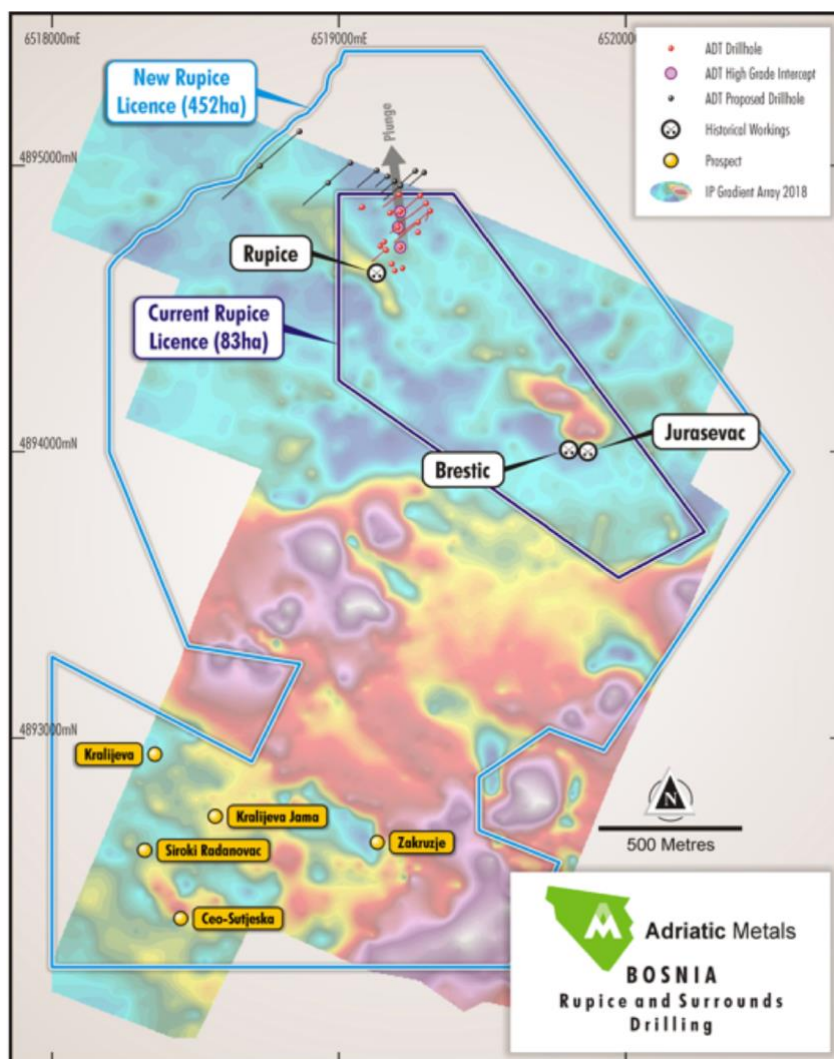


The significantly expanded Concession area includes land to the north of hole BR-17-18, which intercepted 66m of high-grade mineralisation near the boundary of the previous concession; this area is therefore a high priority for further exploration and drilling and the Company will now make all the required preparations for exploration access. The processing of the urban planning and exploration permits are very well advanced and their finalisation is now largely procedural.

Adriatic's CEO, Geraint Harris commented "the approval of the amendment is the result of months of very constructive work by our team in Bosnia in conjunction with the government agencies in Bosnia. It clearly demonstrates the positive environment for mining in Bosnia and the willingness of both the Municipality of Vares and of Zenica-Doboj Canton to work cooperatively with Adriatic to significantly expand our land holding. We look forward to following up on our gradient array IP geophysics (GAIP) and the historical exploration with modern exploration techniques and focussed drilling campaigns."

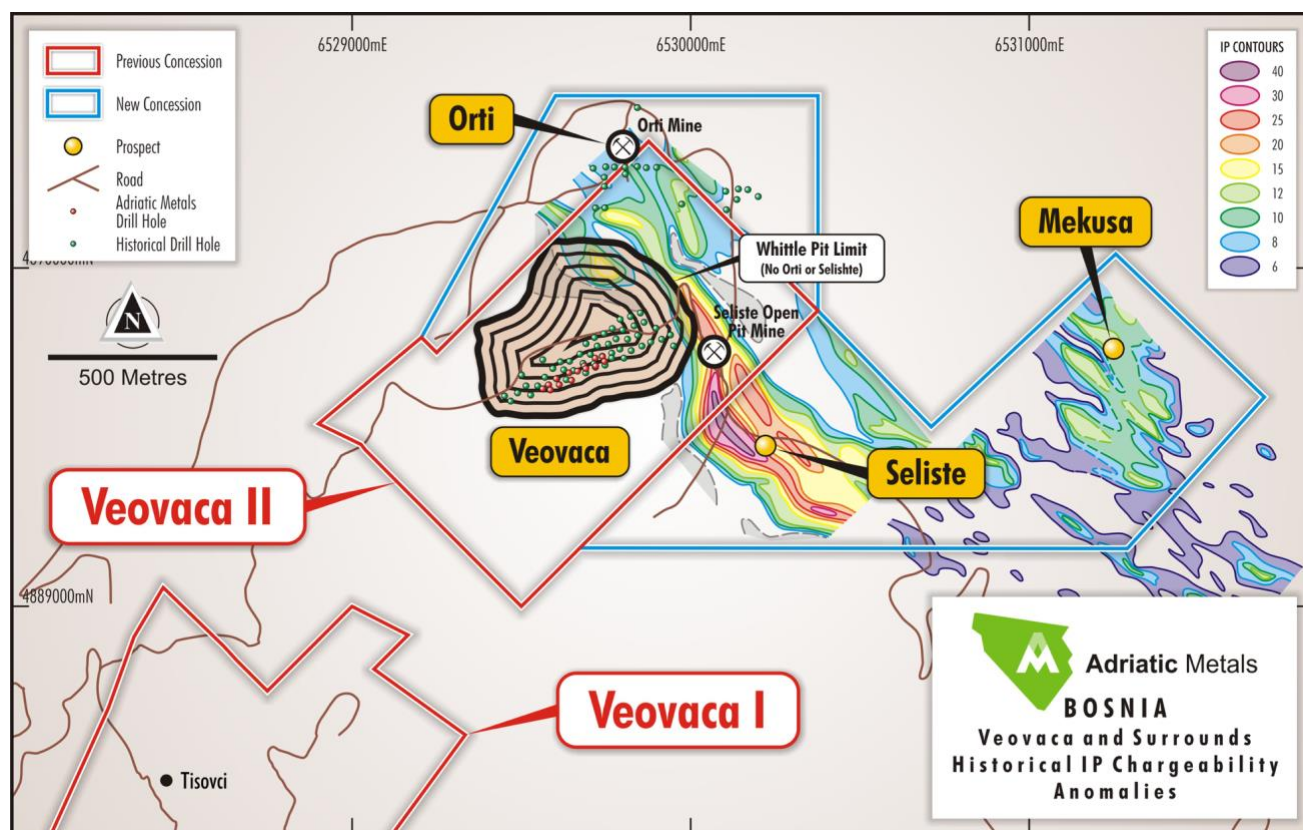
The land expansion at Rupice importantly gives all necessary access for drilling at Brestic Jurasavec and to allow ground disturbing exploration over the significant GAIP anomalies which are sub-parallel to the Rupice mineralisation. Also, in the south of the expanded Concession historical exploration was undertaken at Siroki Radakovac, Ceo-Sutjeska, Kraljeva, Kraljeva Jama and Zakrušje; which yielded positive results from trenching, underground development and a limited amount of drilling. For the first time since the 1960s Adriatic will be using modern exploration techniques to follow up on these encouraging historical results, see Figure 2.

Figure 2 – The expanded concession at Rupice, showing the company's GAIP anomalies, and the historic exploration areas in the south of the concession.



The land expansion at Veovaca has been planned to give access for modern exploration and drilling over the entirety of the significant base metal prospects of Orti, Seleste and Mekuse; where historical exploration yielded positive results from geophysical IP, trenching and a limited amount of drilling. See Figure 3.

Figure 3 – The expanded concession at Veovaca, showing the historical IP chargeability anomalies to the east of the current open pit at Orti, Seleste and, further to the east, the prospect at Mekuse.



For further information please contact us via email at info@adriaticmetals.com

ABOUT ADRIATIC METALS

Adriatic Metals PLC (ASX:ADT) ("Adriatic" or "Company") is an ASX-listed zinc polymetallic explorer and developer via its 100% interest in the Vareš Project in Bosnia & Herzegovina. The Project comprises a historic open cut zinc/lead/barite and silver mine at Veovaca and Rupice, an advanced proximal deposit which exhibits exceptionally high grades of base and precious metals. Adriatic's short-term aim is to expand the current JORC resource at Veovaca and to complete an in-fill drilling programme at the high-grade Rupice deposit. Adriatic has attracted a world class team to expedite its exploration efforts and to rapidly advance the Company into the development phase and utilise its first mover advantage and strategic assets in Bosnia.



DISCLAIMER

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "potential(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.