



8 March 2019

Dear Shareholder,

RENOUNCEABLE RIGHTS ISSUE

On 8 March 2019 Argosy Minerals Limited (ASX:AGY) (**Company** or **Argosy**) announced a renounceable pro rata offer to shareholders with a registered address in Australia, New Zealand, or Taiwan (Eligible Shareholders) of approximately 61,566,438 fully paid ordinary shares on the basis of 1 New Share for every 15 existing Shares held as at 7:00pm (AEDT) on 13 March 2019, at an issue price of \$0.10 per new share, with 1 attaching listed option (exercise price \$0.20, expiring 31 March 2022) (New Option) to raise up to approximately \$6.156 million (before costs) (Rights Issue).

The Rights Issue is partially underwritten by CPS Capital Group Limited for \$3 million.

The Directors intend to apply the proceeds from the Offer as follows:

Use of funds (\$) (approx.)	Underwritten Amount	Full Subscription
Progress Rincon Project development works	\$1,250,000	\$3,586,000
Payment of recent tenement acquisitions - Mina San Jose & Jujuy (following completion of regulatory procedures)	\$570,000	\$570,000
General working capital	\$885,000	\$1,640,644
Costs of the Offer	\$295,000	\$360,000
Total use of funds	\$3,000,000	\$6,156,644

The proposed timetable* for the Rights Issue is as follows:

Ex date - Shares trade ex Entitlement (Ex-Date)	12 March 2019
Rights trading starts on a deferred settlement basis	
Record date to determine Entitlement (Record Date)	13 March 2019
Prospectus with Entitlement and Acceptance Form dispatched	15 March 2019
Offer opens for receipt of Applications	
Rights trading ends	21 March 2019
Closing date for acceptances	28 March 2019
Notify ASX of under-subscriptions	2 April 2019
Issue of New Shares	4 April 2019
Dispatch of shareholding statements	5 April 2019
Normal trading of New Shares expected to commence	
Last date to issue Shortfall Shares	28 June 2019

*The above timetable is indicative and may change, subject to the Corporations Act and Listing Rules.

The new shares issued pursuant to the Rights Issue will rank equally with existing fully paid ordinary shares in the Company. The attaching options issued pursuant to the Rights Issue have an exercise price of 20 cents and an expiry date of 31 March 2022. Application has been made for the quotation of the new shares and options.

The Rights Issue will be offered under a prospectus lodged with ASIC on 8 March 2019, a copy of which will be sent to Eligible Shareholders. Eligible Shareholders should consider the prospectus carefully in deciding whether to acquire new shares and attaching new options offered under the Rights Issue, and will need to complete the personalised entitlement and acceptance form accompanying the prospectus to take up their entitlements. Eligible Shareholders may also apply for additional shares in excess of their entitlement.

Assuming that no further Shares are issued prior to the Record Date, at the close of the Offer, the capital structure of the Company will be:

Securities	Underwritten Amount		Full Subscription	
	Number	%	Number	%
Existing Shares	923,496,575	96.85%	923,496,575	93.75%
New Shares offered	30,000,000	3.15%	61,566,438	6.25%
Total Shares	953,496,575	100.00%	985,063,013	100.00%
Convertible securities				
Options	9,500,000	37.25%	9,500,000	25.66%
Share Appreciation Rights	1,000,000	3.93%	1,000,000	2.671%
New Options offered (including Underwriter New Options)	15,000,000	58.82%	26,522,146	71.63%
Total convertible securities on issue	25,500,000	100.00%	37,022,146	100.00%

CPS Capital Group Pty Limited will be paid a lead manager fee of between \$30,000 and \$60,000 (depending upon the amount raised), a management fee of 1% of the amount raised, an underwriting fee of 5% of the Underwritten Amount and between 5 and 6 million New Options (depending upon the amount raised).

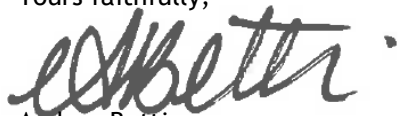
Should you have any questions regarding the Rights Issue you may contact the Company on 08 6188 8181 or consult your stockbroker or professional adviser.

A copy of the prospectus may be viewed on the ASX Limited website at www.asx.com.au, or alternatively at the Company's website at www.argosyminerals.com.au

Personalised Entitlement and Acceptance form can be viewed online from 15 March 2019 at <https://investor.automic.com.au/#/home>

We look forward to your participation in the Rights Issue.

Yours faithfully,



Andrea Betti
Company Secretary