



SIPA PEGS NEW PILBARA GOLD PROJECT

- New gold project identified in the Pilbara, Western Australia
- 'Look-alike' setting to De Grey's recent discoveries

Sipa Resources Limited (ASX: SRI, 'Sipa') is pleased to provide an update on recent project generation activities within Western Australia.

Despite the impact that recent travel restrictions have had on field work, project generation work has continued unabated resulting in the recent pegging of a new gold project in the Pilbara. The new project 'Warralong' (Figure 1), covers more than 50km of the Lalla Rookh Shear Zone in a 'look-alike' tectonic and geological setting to the recent discoveries by De Grey Mining Limited ('De Grey') which lie on the sub-parallel Tabba Tabba Shear Zone to the north (Figure 1, De Grey Mining Limited ASX release 25 March 2020).

The Warralong project has a number of advantages for Sipa:

- It is relatively easy to access, in close proximity to Port Hedland,
- Only 2km from the paved Marble Bar Rd, and bisected by numerous station tracks, and
- Sipa personnel have considerable experience working in this district.

Identification and pegging of this ground are part of an ongoing initiative to introduce gold projects into the commodity portfolio. The aim is to take advantage of the Company's strengths in early stage generative work within Western Australia while focusing on projects that are able to be cost effectively explored within the current funding constraints.

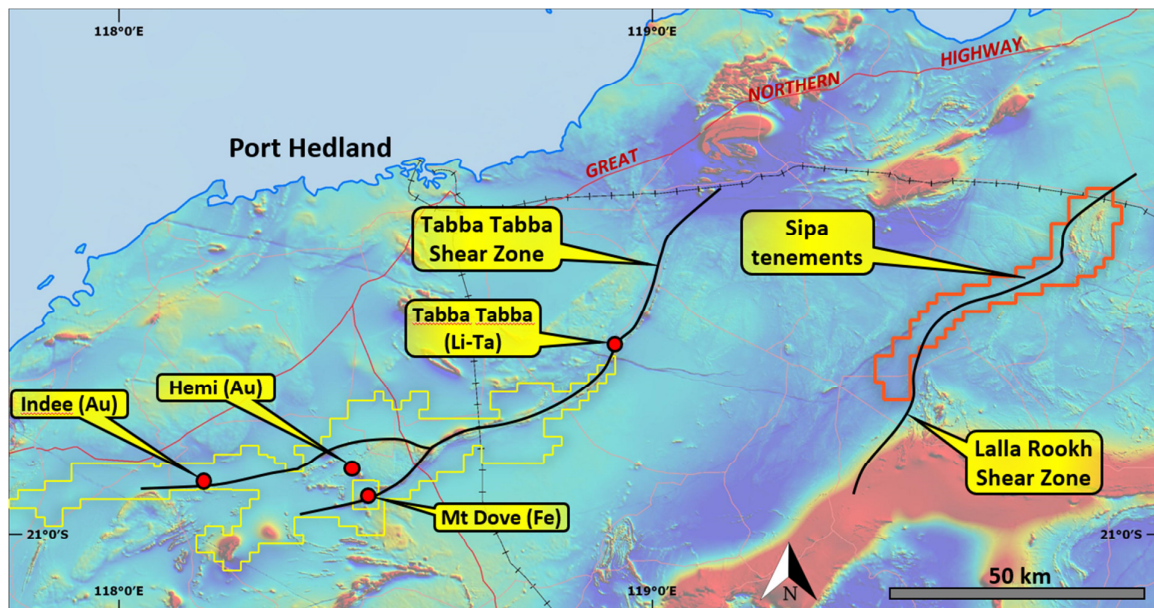


Figure 1: Sipa's Warralong project tenure over the Lalla Rookh Shear Zone in comparison to DeGrey Mining Limited's tenure and key mineral deposits located along the Tabba Tabba Shear Zone.



The opportunity at the Warralong project is discovery of intrusion-hosted gold along a significant structure that is relatively unexplored. The Tabba Tabba Shear Zone and its extensions form a major crustal structure that has acted as a conduit for mineralising fluids and intrusive bodies resulting in several mineral deposits along its length. From west to east these include the Indee Gold Camp, Mt Dove, an iron deposit mined by Atlas Iron Limited, the Hemi gold discovery and others identified by De Grey, and the Tabba Tabba lithium-tantalum pegmatites (Figure 1).

In contrast to the Tabba Tabba Shear Zone, the subparallel Lalla Rookh Shear Zone and associated splay structures now covered by Sipa tenements are largely obscured under shallow cover and therefore relatively unexplored, in particular for the new style of intrusion related mineralisation identified by De Grey.

This ASX report has been authorised for release by the Board of Sipa Resources Limited.

For more information please contact:

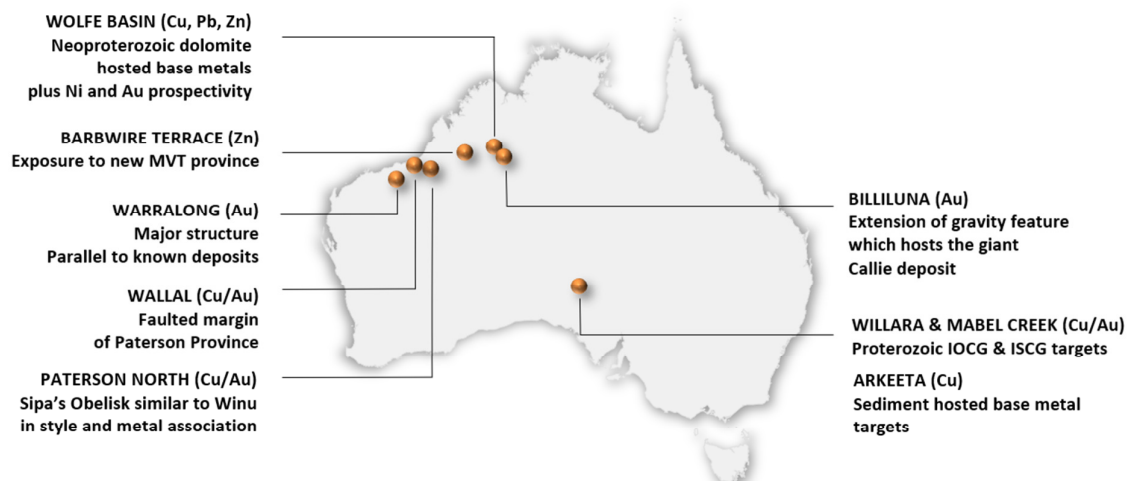
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About Sipa

Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of gold and base metal deposits using a combination of technical excellence, commercial acumen and a structured approach to manage risks.

The 100%-owned Uganda Base Metals Project contains an intrusive-hosted Ni-Cu sulphide discovery, with significant scale potential. Sipa is currently in discussions with several parties to fund exploration beyond the current joint venture with Rio Tinto which will terminate on 30 April 2020.

In Australia, Sipa has an 89% interest in Joint Venture with Ming Gold at the Paterson North Copper Gold Project in the Paterson Province of Western Australia, a strongly endowed and highly prospective mineral belt hosting the world-class Telfer gold and copper deposits, Magnum and Calibre gold and copper deposits, Nifty copper and Kintyre uranium deposits and the O'Callaghans tungsten deposit. Most recently the Paterson Province has been the focus of intense exploration by Rio Tinto at its Winu discovery.



Sipa's project locations in Australia