

ASX ANNOUNCEMENT

28 April 2025

Zeus Divests Mortimer Hills Project to Delta Lithium Subsidiary with Structured Royalty Upside

Highlights

- Zeus sells 100% of the Mortimer Hills Project (E09/2147) to Delta Lithium subsidiary for \$150,000 upfront consideration
 - Structured royalty retained, payable upon delineation of a lithium Mineral Resource $\geq 0.8\%$ Li₂O within four years
 - Divestment strengthens Zeus's balance sheet while retaining exploration upside through a structured lithium royalty
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Zeus Resources Limited (ASX:ZEU) ("**Zeus**" or "**the Company**") is pleased to advise that it has executed a binding asset sale agreement with Electrostate Pty Ltd ("**Agreement**"), a wholly owned subsidiary of Delta Lithium Limited (ASX:DLI), for the sale of its 100% interest in the Mortimer Hills Project (E09/2147), located in Western Australia's Gascoyne region.

Under the terms of the Agreement, Zeus will receive an upfront cash consideration of \$150,000, with significant future upside retained through a structured Resource Royalty linked to the delineation of a lithium Mineral Resource on the project.

Transaction Overview

Mortimer Hills Project

Tenement Sale and Purchase Agreement for the Mortimer Hills Project include:

1. 100% Purchase of Tenement E09/2147, known as the Mortimer Hills Project.
2. \$150,000 cash payment.
3. Contingent payment, in cash/scrip at Delta's election, upon delineation of a JORC Lithium MRE within 4 years with a minimum grade of 0.8% Li₂O (at a 0.5% Li₂O cutoff) of:
 - a. If less than 5Mt then payment is calculated at \$0.005 per tonne.
 - b. If equal to or greater than 5Mt but less than 10Mt, then payment is calculated at \$0.40 per tonne for the first 5Mt, then at \$0.005 per tonne for any tonnes in excess of 5Mt.
 - c. If equal to or greater than 10Mt, for the first 10Mt at a rate of \$0.50 per tonne, and for any tonnage in excess of 10Mt at a reduced rate of \$0.005 per tonne. Where subsequent MRE reports meet criteria for payment under the Agreement, these payments will be less any amounts previously paid under the Agreement.

Strategic Rationale

Under the terms of the Agreement, Delta Lithium will assume responsibility for all future exploration expenditure at Mortimer Hills, while Zeus retains exposure to potential discovery and development success through a structured royalty. This arrangement enables Zeus to preserve capital, strengthen its balance sheet, and maintain upside exposure.

Zeus Chairman Alvin Tan commented:

“The Mortimer Hills transaction allows Zeus to realise upfront value and retain exposure to potential lithium upside through a well-structured royalty. It’s a win-win that enables us to focus on advancing our other projects while maintaining optionality should Delta be successful in defining a lithium resource.”

Settlement of the transaction is expected to occur shortly, subject to standard completion conditions.

This announcement is authorized for market release by the Board of Zeus.

For further information or enquiries please contact director Robert Marusco on 0412 593 363 or Alvin Tan on 0413 777 188.

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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.