

4 May 2017

RINCON LANDHOLDING INCREASED BY 97%

HIGHLIGHTS

- ✦ Additional 635Ha tenement secured for Stage 2 & 3 development works
- ✦ Mina Reyna to be included in development of Rincon Lithium JV Project

Argosy Minerals Limited (ASX: AGY) ("Argosy" or "Company") is pleased to announce that it has executed binding Option Agreements with tenement vendors – Colorado S.A., Reina Adela Calpanchay/Cesar Augusto Cruz and Martin Viveros – for an 18-month period during which time the Company has the exclusive right to purchase the strategic Mina Reyna Mining Title, comprising 635 hectares within the Salar del Rincon for the Rincon Lithium JV Project located in the "Lithium Triangle" in Salta Province, Argentina.

Assuming the purchase option is exercised during the exclusive option period, Argosy's Rincon Lithium Project land area would increase by up to 97% from the existing ~654 hectares, to a total of up to 1,289 hectares.

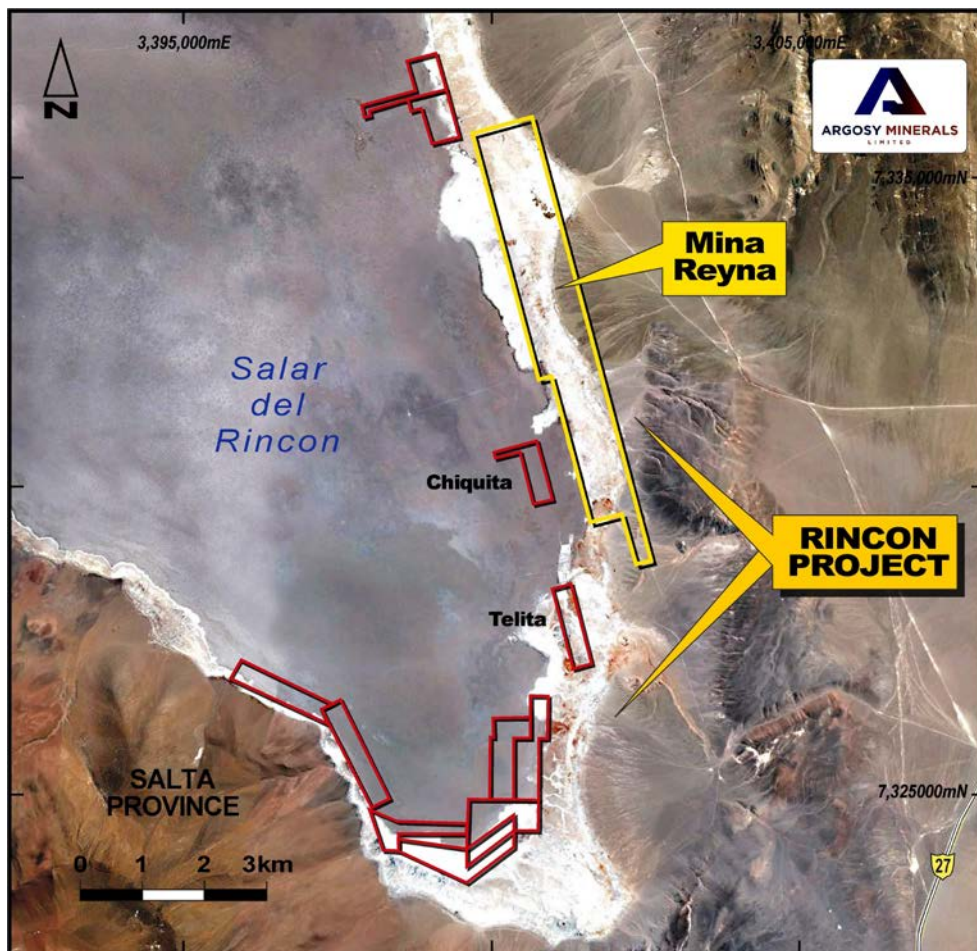


Figure 1. Rincon Lithium Project Location Map.

ASX ANNOUNCEMENT

Argosy will pay a combined option fee totalling US\$500,000 within 30 days and successful completion of due diligence works. Argosy can then elect, at any time during the 18-month exclusive option period, to purchase the Mining Title for an additional fee of US\$1.07 million to the vendors.

The Rincon Lithium Project now comprises up to 1,289 hectares of significant lithium landholding for potential Stage 2 and 3 development and production operations. The consolidated position and scale of the Project allows for continued construction of additional evaporation ponds for Stage 1 works, and the provision for early (ie, fast-track) commencement of Stage 2 site and pond construction works.

Subject to successful completion of due diligence works, Argosy's immediate strategy to advance works on Mina Reyna will involve obtaining any necessary regulatory permits and approvals to continue development works at the Project.

The Company continues to review and assess additional mining concessions at the Rincon Project in preparation for Stage 2 and 3 development works.

Argosy Managing Director, Jerko Zuvela commented *"This acquisition confirms Argosy has the intent, determination, and now, potential scale to continue its aggressive development strategy to fast-track toward production of LCE product. We are committed to building a sustainable lithium production Company."*

The Company also notes that it and its Strategic Adviser, Airguide International Pte Ltd continue to progress various parties' due diligence and the process remains on-track towards formalising an investment proposition for potential Stage 2 funding.

The Company is confident that the Rincon Lithium JV Project has a clear conceptual pathway to lithium production, with historical results and Mr Alurralde's previous operating and production experience from the Project area and over the broader Salar del Rincon justifying the fast-track approach.

Option Agreements – Key Terms

- Argosy will pay a total combined option fee of US\$500,000 cash to the tenement vendors – all unrelated parties – within 30 days of executing the agreements and successfully completing due diligence works.
- Argosy has the exclusive right, for an 18-month period, to purchase and acquire the 100% right, title and interest in the Mina Reyna Mining Title – Mining Licence File Number 17902, for a combined purchase price of an additional US\$1.07 million.
- The Company will be entitled to conduct all exploration and development activities within the Mining Title.
- Argosy will be able to terminate the Option Agreement at any time during the option period.

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 interests in the Rincon, Mina Teresa and Pocitos Lithium Projects in Argentina, and the Erongo Project in Namibia.

The Company is focused on its flagship Rincon Lithium Project in Argentina - 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.

Appendix 1: AGY's Argentina Project Location Map

