



ASX ANNOUNCEMENT

24 May 2016

ARGOSY RAISES \$800,000 TO ADVANCE PROJECTS

Strong Demand and Fully Subscribed Placement to Sophisticated & Professional Investors

HIGHLIGHTS

- ✦ Argosy to issue 26.667 million shares at an issue price of 3 cents to sophisticated and professional investors.
- ✦ Funding will allow the Company to consider additional lithium opportunities to complement our project portfolio.

Argosy Minerals Limited (ASX: AGY) ("Argosy" or "Company") is pleased to announce that it has received binding commitments for a share placement to raise \$800,000 before costs ("Placement"). The new shares will be issued at a price of 3 cents which represents the last traded price prior to the Company's trading halt on 20 May 2016.

PLACEMENT

Under the Placement, the Company will issue a total of 26,666,667 new shares to sophisticated and professional investors using the placement capacity available under ASX Listing Rule 7.1A. It is anticipated that the new shares will be issued by 26 May 2016. The new shares will be issued on the same terms as, and will rank equally in all respects with, the existing fully paid ordinary shares in the Company.

CPS Capital Limited acted as Lead Manager to the Placement.

The Company has undertaken a targeted marketing exercise to introduce the Company and its projects to new investors and to promote its growth and development strategy. The Board of AGY believes it was the right time to introduce additional sophisticated and professional investors to the Company and to build a wider support base.

USE OF FUNDS

The funds secured by the capital raising will be used to advance and progress the Company's projects, allow the Company to consider additional lithium project opportunities, and for general working capital requirements.

The company looks forward to updating shareholders in the coming weeks on:

- ✦ Status of due diligence works on the Pocitos and Mina Teresa lithium projects in Argentina;
- ✦ New project opportunities in the lithium sector;
- ✦ Progress on the Company's projects.



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The Company is still engaged in due diligence associated with the Argentinian lithium projects (as per announcement on 12 May 2016), and will, subject to satisfactory completion of due diligence, be moving to sign an option agreement (to replace the heads of agreement) on the Projects as soon as this process is completed.

Argosy Director, Jerko Zuvela said he was extremely pleased with the level of support for the Company's development strategy, "The Company has been overwhelmed by the investor response to the capital raising, which is testament to both the quality of the projects and our fast-track development strategy."

"Our financial position enables us to advance our project portfolio and help position the Company as a significant lithium player on the ASX," said Mr Zuvela.

ENDS

For further information:

Jerko Zuvela, Director

T | +61 8 9226 4500

E | jerko@argosyminerals.com.au

W | www.argosyminerals.com.au