

ASX ANNOUNCEMENT

8 March 2019

RENOUNCEABLE RIGHTS ISSUE TO RAISE UP TO \$6.2M

HIGHLIGHTS

- Argosy to undertake a partially-underwritten 1 for 15 renounceable rights issue at 10 cents per share to raise up to approximately \$6.2 million (before costs), with one attaching listed option offered for every 3 new shares
- The issue price represents an opportunity for existing shareholders to purchase shares at a 23% discount to the 10-day volume weighted average share price to the close on 7 March 2019
- Rights Issue partially underwritten to \$3 million by CPS, demonstrating strong interest from third-party investors for Argosy's Rincon Lithium Project development strategy
- Proceeds will be used to progress next stage development works at Rincon and put the Company in a strong position to finalise a strategic relationship/partnership for the successful enlarged commercial development of the Project
- Shareholders can trade their rights or apply for additional shares and attaching options – rights to start trading from 12 March 2019

Argosy Minerals Limited (ASX: **AGY**) ("**Argosy**" or "**Company**") is pleased to announce a renounceable rights issue to raise up to approximately \$6.2 million. The offer is partially underwritten by CPS Securities Pty Ltd ("**CPS**") to \$3 million.

The offer of securities will be made to eligible shareholders on the basis of 1 new share for every 15 existing shares held on the record date (13 March 2019) at an issue price of \$0.10 per share, with 1 attaching listed option (exercisable at 20 cents, expiring 31 March 2022) for every 3 shares issued. The rights issue price represents an opportunity for existing shareholders to purchase shares at a 23% discount to the Company's 10-day volume weighted average share price of \$0.13 per share. Furthermore, the theoretical ex-rights price is \$0.128 per share.

Shareholders will be given the opportunity to apply for additional securities in excess of their entitlement. The issue is renounceable and tradable so shareholders that may not wish to take up their rights will be able to sell their rights or others can increase their guaranteed entitlement by the purchase of additional rights on-market.

Argosy Managing Director, Jerko Zuvela said "***The proceeds of the Rights Issue will allow the Company to build on the excellent progress made in the past year and continue engagement with potential Asian strategic partners for the full commercial development of our Rincon Lithium Project.***

We believe the Rights Issue represents a good outcome for existing shareholders, providing them with the opportunity to participate in this important capital raising on very attractive terms.

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Net proceeds of the offer, in conjunction with existing cash reserves, will be used to:

- Progress next stage development and approvals works at the Rincon Lithium Project;
- Payment for completion of recent tenement acquisitions – Mina San Jose & Jujuy (following completion of regulatory procedures); and
- Costs of the offer and working capital.

Directors have indicated they intend to participate in the Entitlements Offer.

CPS acts as Lead Manager and the Underwriter.

The indicative timetable* for the offer 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	

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

A prospectus for the offer and a personalised entitlement and acceptance form will be sent to eligible shareholders in accordance with the above timetable. Furthermore, from 14 March 2019, eligible shareholders can view their personalised entitlement and acceptance form online by visiting <https://investor.automic.com.au/#/home>.

Shareholders should fully consider the disclosure document in deciding whether to acquire the securities. Anyone interested to acquire securities will need to complete the application form that will be in or will accompany the disclosure document.

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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For further information:

Jerko Zuvela
Managing Director

T | +61 8 6188 8181

E | admin@argosyminerals.com.au

W | www.argosyminerals.com.au

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 a current 77.5% (and ultimate 90%) interest in the Rincon Lithium Project in Salta Province, Argentina.

The Company is focused on its flagship Rincon Lithium Project – 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

