



**SCORPION  
MINERALS**  
LIMITED

ASX ANNOUNCEMENT

23<sup>rd</sup> January 2020

## Grant of Pharos Project Tenement

### HIGHLIGHTS

- Key Pharos Project tenement E20/948 now granted
- Scorpion has exercised its call option for Pharos tenement
- Field reconnaissance planned for late January
- Drilling of priority targets to commence on obtaining all necessary approvals

#### BOARD OF DIRECTORS

Ms Bronwyn Barnes  
*Non-Executive Director*

Mr Craig Hall  
*Non-Executive Director*

Ms Carol New  
*Non-Executive Director,  
Joint Company Secretary*

Ms Kate Stoney  
*Joint Company Secretary*

Scorpion Minerals Limited (ASX:SCN) (“**the Company**” or “**SCN**”) is pleased to confirm that key tenement E20/948, part of the Pharos Gold and Base Metals Project (refer Figures 1 & 2) has been granted. The tenement is under an Option to Acquire from Element 25 (ASX:E25) (“**Element 25**”) (refer SCN ASX release dated the 7<sup>th</sup> November 2019 “*Option to Acquire Gold and Base Metals Project at Mt Mulcahy*”).

The Company received formal communication of the grant of E20/948 from Element 25 on the 21<sup>st</sup> January 2020 and has exercised its option under the terms of the Call Option Agreement (“**Agreement**”). Under the terms of the Agreement, the Company will pay Element 25 \$15,000 within 7 days for the option, and now enters a 9-month option period during which it can exercise the option to acquire 100% of the tenement through a further payment of \$75,000.

The Company has undertaken a review of existing data for the tenement and has identified a number of key targets (refer SCN ASX release dated 15<sup>th</sup> January 2020 “*Pharos Gold and Base Metal Project Update*” and Figures 3 & 4). Planning is already well advanced for field reconnaissance activities to commence at the end of this month. These activities will support further geological understanding and assist in planning for drilling to commence immediately after necessary clearances are obtained.

E20/948 covers over 204 km<sup>2</sup> of the total 384 km<sup>2</sup> of the Pharos Project and is contiguous with 58 km<sup>2</sup> of granted SCN tenure (E20/931) which contains the Mt Mulcahy copper-zinc volcanic-hosted massive sulphide (VMS) deposit. This zone of mineralisation contains a JORC 2012 Measured, Indicated and Inferred Resource of **647,000 tonnes @ 2.4% copper, 1.8% zinc, 0.1% cobalt and 20g/t Ag** (refer PUN ASX release 25<sup>th</sup> September 2014 and Table 1, also Figures 1, 2 & 3) at the ‘South Limb Pod’.

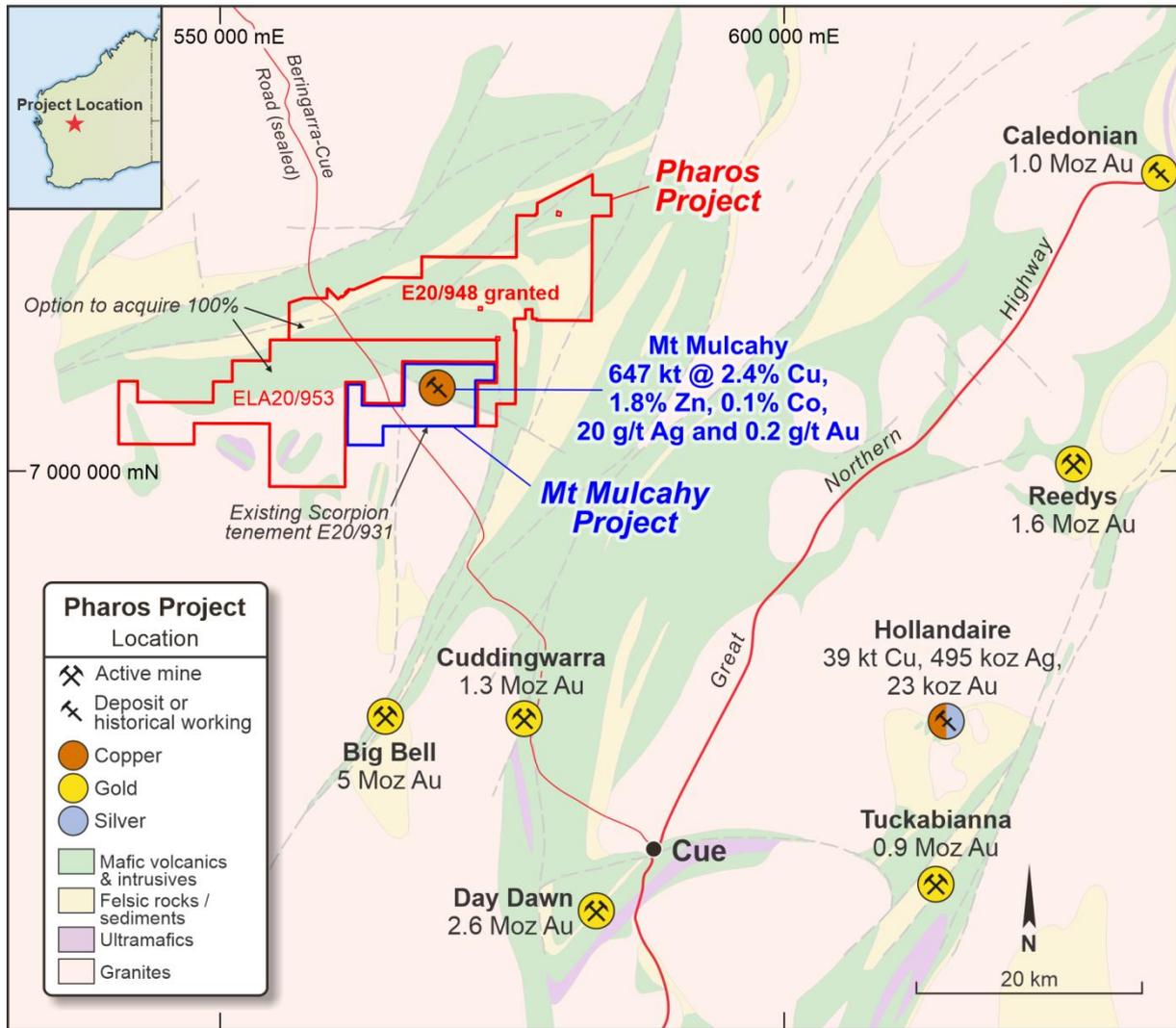
**Enquiries**    **Craig Hall**  
**Non-Executive Director**  
**T: +61 8 6241 1877**

#### SCORPION MINERALS LIMITED

ABN 40 115 535 030  
24 Mumford Place  
Balcatta WA 6021

T: +61 8 6241 1877  
F: +61 8 6241 1811

[www.scorpionminerals.com.au](http://www.scorpionminerals.com.au)



**Figure 1 – Location of Mt Mulcahy Project and Regional Resources in Murchison area, WA**

**Competent Persons Statement 1**

The information in this report that relates to the Exploration Results and Mineral Resources at the Mt Mulcahy and Pharos Projects is based on information reviewed by Mr Craig Hall, whom is a member of the Australian Institute of Geoscientists. Mr Hall is a director and consultant to Scorpion Metals Limited and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity he is undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012)'. Mr Hall consents to the inclusion of the information in the form and context in which it appears.

The information in this report that relates to the Mt Mulcahy Mineral Resource is based on information originally compiled by Mr Rob Spiers, an independent consultant to Scorpion Minerals Limited and a then full-time employee and Director of H&S Consultants Pty Ltd (formerly Hellman & Schofield Pty Ltd), and reviewed by Mr Hall. This information was originally issued in the Company's ASX announcement "Maiden Copper-Zinc Resource at Mt Mulcahy", released to the ASX on 25th September 2014. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the findings are presented have not materially modified from the original market announcements.

**Forward Looking Statements**

Scorpion Minerals Limited has prepared this announcement based on information available to it. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this announcement. To the maximum extent permitted by law, none of Scorpion Minerals Ltd, its Directors, employees or agents, advisers, nor any other person accepts any liability, including, without limitation, any liability arising from fault or negligence on the part of any of them or any other person, for any loss arising from the use of this announcement or its contents or otherwise arising in connection with it. This announcement is not an offer, invitation, solicitation or other recommendation with respect to the subscription for, purchase or sale of any security, and neither this announcement nor anything in it shall form the basis of any contract or commitment whatsoever. This announcement may contain forward looking statements that are subject to risk factors associated with exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimate.

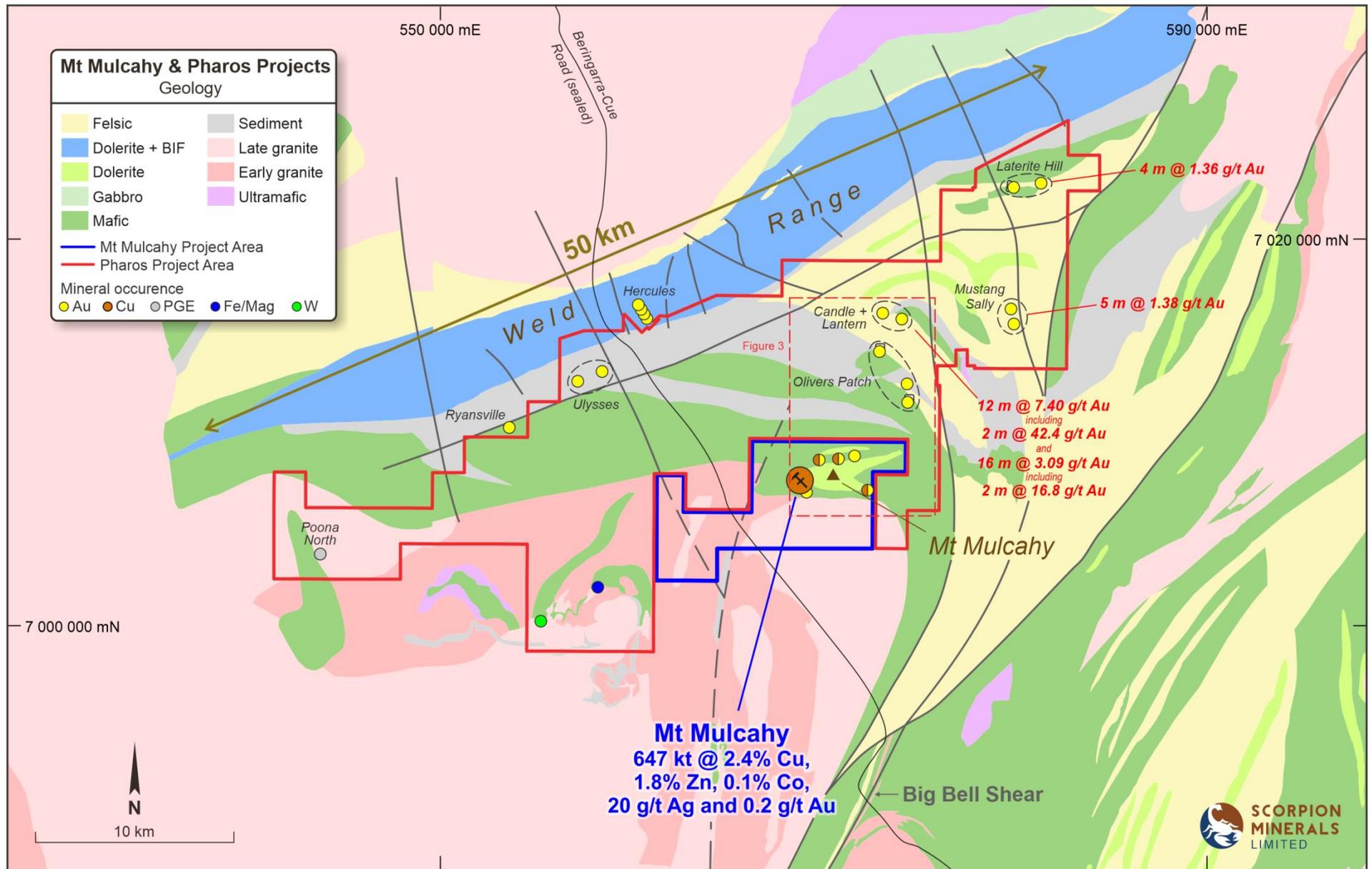


Figure 2 – Location of Pharos Project in relation to Mt Mulcahy, with known mineral occurrences and drilling highlights (refer ASX:SCN release 7/11/2019)

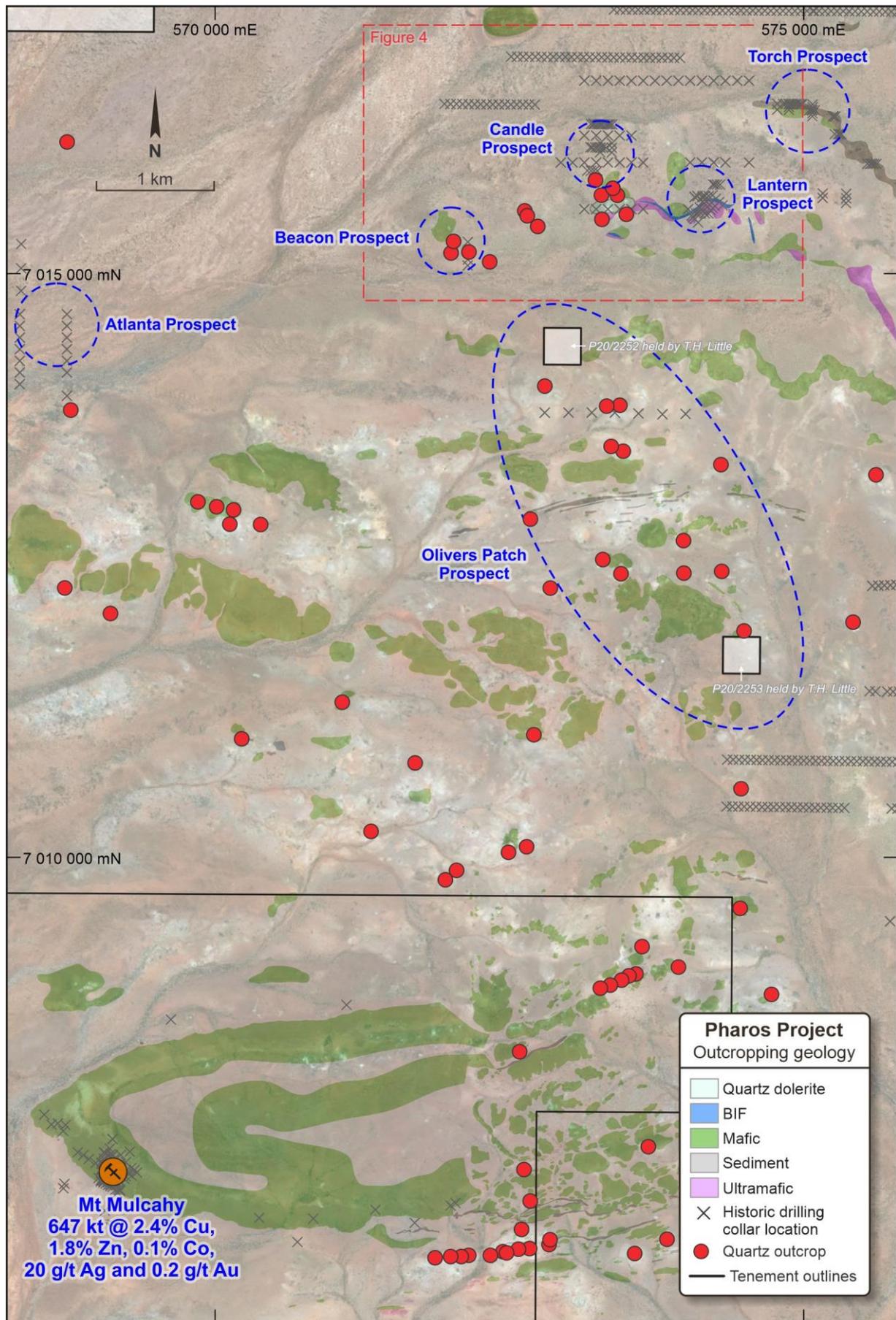


Figure 3 – Location of Advanced Prospects in relation to Mt Mulcahy, with Figure 4 inset

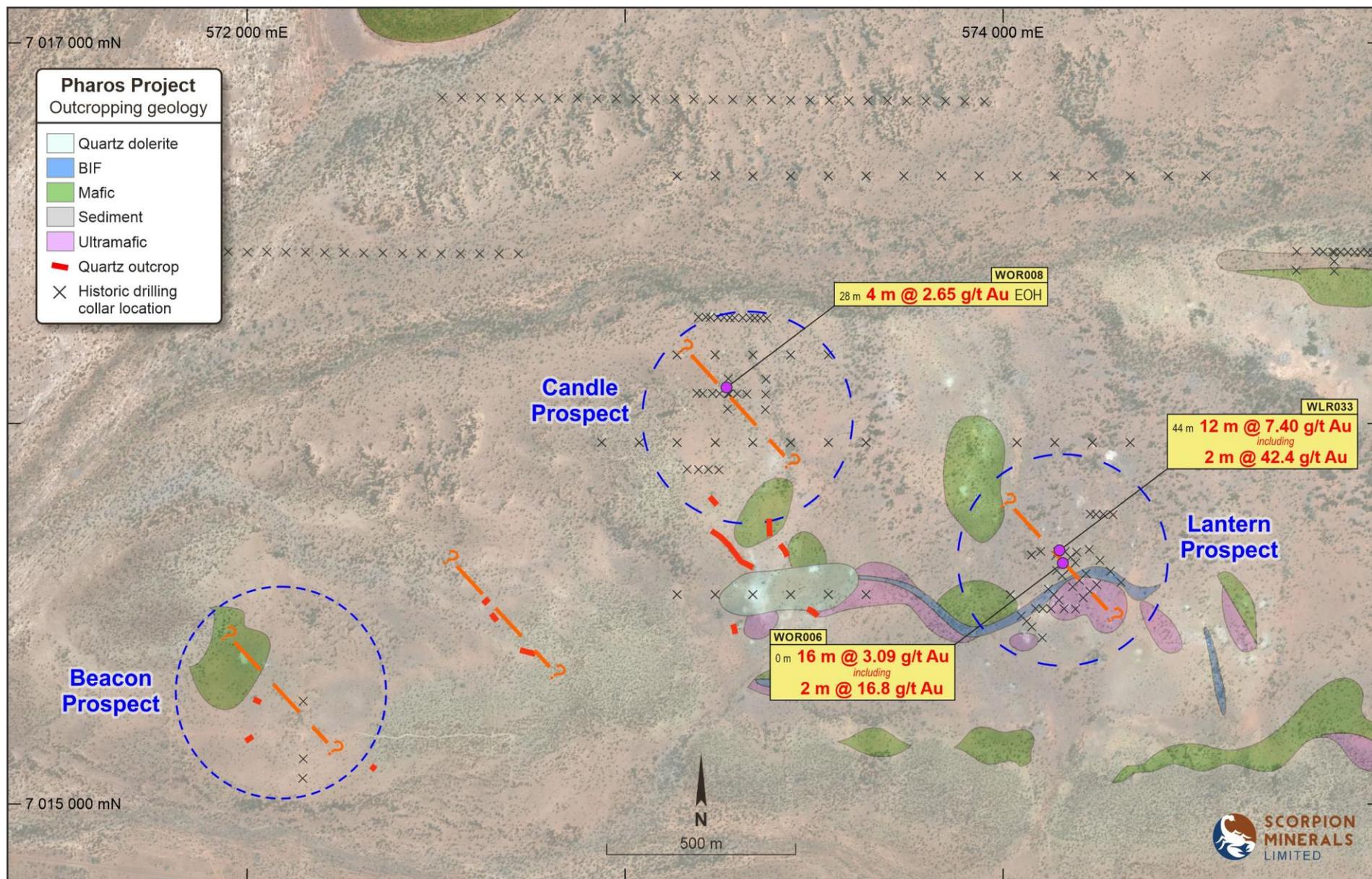


Figure 4 – Lantern and Candle Prospects showing Significant Historic Drilling Results, with geology after Newcrest 1999. Interpreted NW trend in orange