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Renard Project Update

HIGHLIGHTS

- Renard Operation acquisition Due Diligence advancing well with Greenfield and Brownfield project studies on track for completion Q3 2024
- Mining studies, including pit designs and scheduling, and processing studies including flowsheet development and plant design advancing on schedule
- Winsome to extend its Exclusive Option to Acquire the Renard Project to 31 December 2024 at a cost of \$2 million in cash
- Option extension gives Winsome further scope to assess various commercial and corporate opportunities to reduce the costs associated with the potential acquisition
- Option extension means care and maintenance costs remain with Stornoway
- Initial work confirms the processing plant could be re-purposed at a lower cost compared to the construction of a greenfield lithium process plant and other supporting infrastructure.

Lithium explorer and project developer Winsome Resources (ASX: WR1, **Winsome** or **the Company**) is pleased to provide an update regarding project studies underway at its 100% owned Adina Lithium Project (**Adina**) including due diligence activities relating to the proposed acquisition of the Renard Operation.

As previously announced¹ Winsome secured an exclusive option (**Option**) to acquire, at its election, the assets comprising the Renard diamond mine, processing facility and associated infrastructure (**Renard Operation** or **Renard**) or all of the issued capital in Stornoway Diamonds (Canada) Inc. (**Stornoway**).

To inform the Company's decision regarding exercise of the Option the Company is advancing two concurrent Scoping Study scenarios; a 'greenfield' study considering Adina as a stand-alone project with entirely new infrastructure (**Greenfield Scenario**) and a 'brownfield' scenario which will incorporate the repurposing of the Renard Operation to process lithium ore from Adina (**Brownfield Scenario**). These are intended to be completed in Q3 2024.

¹ "Exclusive option to Acquire Renard Project" ASX Announcement 3 April 2024

Project Studies

Following the completion of the updated Mineral Resource Estimate (**MRE**)² the Company's mining consultants have completed pit optimisation studies with open pit designs and mining schedules nearing completion.

The proposed mining schedule does not differ substantially between the two study scenarios with mine life anticipated to be approximately 20 years in each scenario.

Metallurgical results were previously released in February 2024 from HLS test work carried out on samples from the Main and Footwall Zones collected from drill core³.

Flotation tests using the HLS products have now been completed and results will be used to finalize the process flowsheet for the Greenfield Scenario.

For the Brownfield Scenario a DMS-only process is being investigated to leverage Renard's comminution, ore sorting and Dense Media Separation (DMS) flowsheet to treat mineralised material from Adina (refer Figure 1 for an illustration of the conceptual flowsheet).

Additional metallurgical samples were collected in March 2024 from designated wide diameter drillholes which are currently undergoing HLS test work. These samples were also used to create composite samples for the Main Zone and Footwall Zone which underwent pilot-scale DMS test work at SGS Canada Inc. in Lakefield, Ontario.

The results of these tests will be available for the Scoping Studies and the data will also be incorporated into the Company's decision making regarding exercise of the Option.

Infrastructure planning for both scenarios is advancing well and is on target to be finalised for the project studies in Q3 2024 ahead of the targeted study completion including estimates of OPEX and CAPEX.

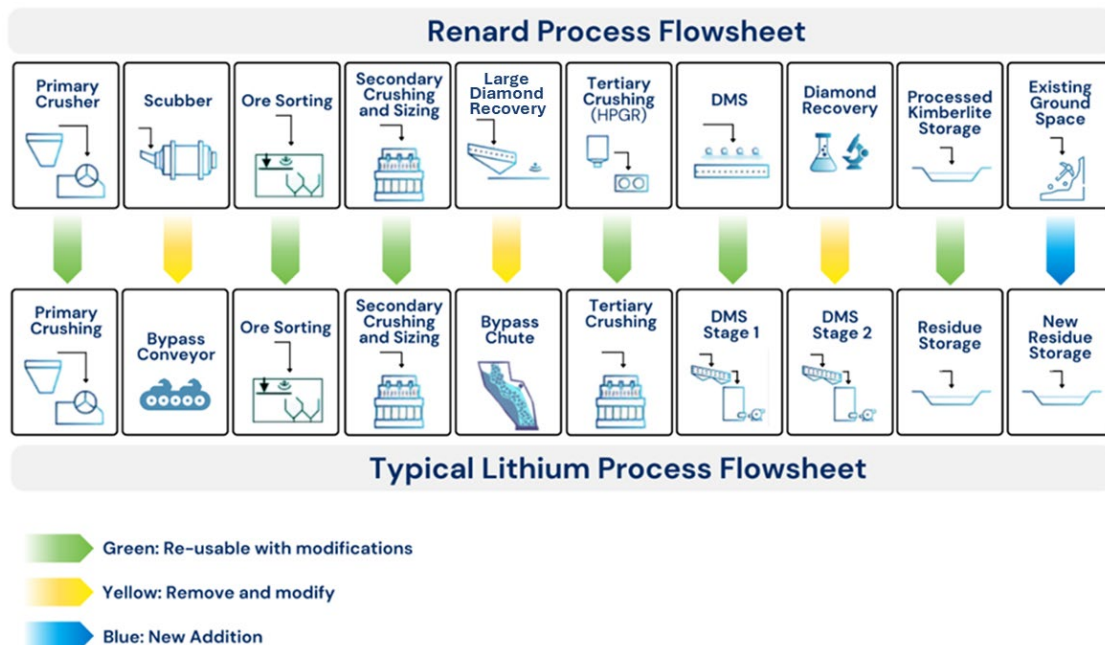


Figure 1. Schematic Block Flow Diagram of the Renard Process Flowsheet

² "Adina Mineral Resource increases 33%" ASX Announcement 28 May 2024

³ "Exceptional Metallurgical Test work Results from Adina" ASX Announcement 20 February 2024

Due Diligence Activities

Additionally, the Company refers to its announcement on 3 April 2024 regarding the exclusive Option Agreement between Winsome, Stornoway Diamonds (Canada) Inc. (**Stornoway**) and 11272420 Canada Inc (**Option**) in relation to the potential acquisition (at Winsome's election) of the Renard diamond mine, processing facility and associated infrastructure (**Renard** or **Renard Project**) or all the issued capital of Stornoway.

Since the Option was signed, Winsome has progressed both its due diligence on Stornoway and Renard, and its assessment of the potential technical, economic, environmental, and social feasibility of repurposing Renard into a lithium operation. These activities are progressing as planned, with no red flags identified to date.

Representatives from Winsome and its consultants, including recent appointments Ms Kim-Quyen Nguyễn (VP Projects) and Mr Wadel Mädel (hard rock lithium processing expert), have visited the Renard Operation since the signing of the Option and have observed the process plant in both operational and non-operational states (Figures 2 and 3). These visits have assisted the development of the process design and CAPEX / OPEX estimates for the Brownfield Scenario as discussed above.

A standard hard rock lithium flowsheet comprises elements which are already present at Renard, namely crushing, ore sorting, screening, and DMS circuits. Figure 1 above illustrates the conceptual approach of converting the Renard process flowsheet to a typical lithium process flowsheet. The first stage of due diligence was to obtain expert opinions on the concept to re-purpose the Renard process plant to treat spodumene-bearing pegmatite material and to identify any potential problems which would make it impossible or prohibitively expensive to re-purpose the Renard process plant. The results of this analysis were positive, confirming the Renard process plant could be re-purposed at a lower cost compared to the construction of a greenfield lithium process plant and other supporting infrastructure, and validated the attractiveness of the business plan subject to more detailed investigations. The evaluation will now focus on detailed investigations such as process simulations to further assess conclusions made in the first stage of the due diligence and synthesize the findings into the scoping studies.

Regular site visits have been and will be scheduled to Adina and Renard in the coming months with all key contributors to further refine the technical fundamentals which will be presented in the Scoping Studies.

Further to the above, Winsome is assessing various commercial and corporate opportunities to potentially defray costs associated with the acquisition and development of Renard. As such, Winsome has elected to pre-emptively extend the Option period by 3 months from 30 September 2024 to 31 December 2024, by paying a further C\$2 million in cash in accordance with the Option.



Figure 2. Winsome's VP Projects Ms Kim Nguyễn inspecting the Renard process plant

WINSOME'S MANAGING DIRECTOR CHRIS EVANS SAID:

"Winsome Resources is firmly committed to developing the Adina Lithium Project in a cost effective and efficient manner as we continue to develop a pathway to production aligned with our vision to integrate into the North American EV supply chain."

Extending the option to acquire Renard to 31 December 2024, as was envisaged when the original option agreement was signed, provides us additional optionality to consider the various commercial and corporate opportunities available, as we advance project studies on one of the largest and growing lithium deposits in North America."



Figure 3: Winsome team inspecting the operating Renard processing facilities

Exploration and Drilling Activities

Following the completion of resource delineation drilling to inform the MRE the focus of drilling has shifted to assist mine design and infrastructure planning such as geotechnical and sterilisation drilling as well as exploration focussed drilling. The immediate focus of the drill rigs currently on site is to provide geotechnical, hydrological and metallurgical data to support the Company's current and future project studies for Adina.

Most drilling has been carried out to the west of Adina Main, in the Ridge area where previous drilling in 2018 had identified lithium mineralisation in pegmatites. Winsome's drilling in this area has a dual purpose – to follow-up the previous drilling intersections with the aim of increasing the global resources at Adina and also to identify and sterilise non-mineralised pegmatites to define a footprint for site infrastructure as part of the ongoing project studies at Adina. The western side of Adina is marked by a prominent ridge, and accordingly is anticipated to be less environmentally sensitive than areas with substantial wetlands or creeks.

Due to the exploratory nature of drilling in the Ridge area as well as the characteristics of mineralisation in the area, a more substantial body of drilling has been required to be completed before a coherent interpretation of assay results can be developed and presented. Drilling and shipment of assays was also paused in late May for the observance of Goose Break with all personnel demobilised from site during this time. Drilling in the Ridge area was also interrupted following the Adina South West discovery, with rigs redirected to drill follow up holes in the area.

Goose Break also marked the transition of Winsome's exploration programme from the winter, drill-focussed operations into the summer field season. The bulk of the exploration work at present comprises on-ground work such as till sampling and field checking areas of interest defined in recent geological surveys. These activities are expected to generate new targets for drilling in the 2024-2025 winter season. As is commonplace at this time of year the Company has stepped down the number of rigs on site from 5 rigs to 2 currently operating. Since the discovery of the Jamar outcrop at Adina Main in 2022 the Company has, through drilling, established a significant dataset on the Adina Lithium Deposit to guide exploration and study work within the project area and surrounds.

This announcement is authorised for release by the Board of Winsome Resources Limited.

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ABOUT WINSOME RESOURCES

Winsome Resources (ASX: WR1) is a Perth-based, lithium focused exploration and development company with four project areas in Quebec, Canada. All of Winsome's projects – Adina, Cancet, Sirmac-Clappier and Tilly are 100% owned by the Company. During 2023 Company acquired a further 47km² of claims at the Tilly Project, located near Adina, and 29 claims of the Jackpot Property, immediately north of Adina.

The most advanced of Winsome's projects - Adina and Cancet, provide shallow, high grade lithium deposits and are strategically located close to established infrastructure and supply chains.

The Company recently acquired an option to purchase the Renard Mine, a mining and processing site located circa 60 kilometres south (in a straight line) of Adina. The Renard Mine has a range of mineral processing and operating permits which may advance Winsome's pathway to lithium production as well as process plant consisting of dense media separation, upfront jaw, cone, high-pressure grinding rolls and ore sorting circuits necessary for spodumene concentrate production. During the option period Winsome will confirm the feasibility of repurposing Renard for lithium production, as well as determining the optimal transaction structure for the acquisition.

In addition to its impressive portfolio of lithium projects in Quebec, Winsome Resources owns 100% of the offtake rights for lithium, caesium and tantalum from Power Metals Corp (TSXV:PWM) Case Lake Project in Eastern Ontario, as well as a 19.6% equity stake in PWM. The Company recently divested Decelles and Mazerac, two early stage projects located near the Quebec mining town of Val-d'Or, to PWM in exchange for an increased shareholding.

Winsome is led by a highly qualified team with strong experience in lithium exploration and development as well as leading ASX listed companies. **More details:** www.winsomerresources.com.au

CAUTION REGARDING FORWARD-LOOKING INFORMATION

This document contains forward-looking statements concerning Winsome. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other

things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory, including environmental regulation and liability and potential title disputes.

Forward-looking statements in this document are based on the Company's beliefs, opinions and estimates of Winsome as of the dates the forward-looking statements are made, and no obligation is assumed to update forward-looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

PREVIOUSLY ANNOUNCED RESULTS

Winsome confirms it is not aware of any new information or data which materially affects any Exploration Results, Mineral Resources or the supporting information included in the original market announcements referred to in this announcement. The Company also confirms all material assumptions and parameters underpinning the Mineral Resource estimate continues to apply and have not materially changed. Winsome confirms the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

The MRE for Adina has been prepared in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (**JORC Code**), on the basis of assumptions which differ from the requirements of National Instrument 43-101 - Standards of Disclosure for Mineral Projects (**NI 43-101**) and the Canadian Institute of Mining, Metallurgy and Petroleum (**CIM**) - CIM Definition Standards on Mineral Resources and Mineral Reserves adopted by the CIM Council, as amended (**CIM Definition Standards**).

Table 1. Mineral Resources at the Adina Lithium Project stated under the JORC Code

Zone	Indicated			Inferred			Total		
	Tonnes (Mt)	Li ₂ O (%)	Contained LCE (Mt)	Tonnes (Mt)	Li ₂ O (%)	Contained LCE (Mt)	Tonnes (Mt)	Li ₂ O (%)	Contained LCE (Mt)
MZ	28.4	1.19	0.84	8.7	1.39	0.26	37.1	1.23	1.10
FWZ	33.0	1.10	0.90	7.8	0.98	0.19	40.8	1.08	1.08
Total	61.4	1.14	1.73	16.5	1.19	0.49	77.9	1.15	2.21

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