

Cosmos to acquire second highly prospective lithium project in James Bay, Quebec

Lasalle Lithium Project located just 100km along trend from Patriot Battery Metals' world-class Corvette lithium discovery and 30km north of Winsome Resources' Adina lithium discovery

Highlights:

- Cosmos to acquire up to a 75% interest in the Lasalle Lithium Project in the prolific James Bay lithium province Quebec, Canada
- Acquisition complements Cosmos' recently acquired Corvette Far East Project bolstering the Company's high-potential lithium exploration portfolio in Canada
- Lasalle Lithium Project is located 100km east of Patriot Battery Metals Inc's (ASX: PMT) CV5 lithium discovery and 30km north of Winsome Resources Limited's (ASX: WR1) Adina lithium discovery
- Lasalle Lithium Project is interpreted to occur in close proximity to the same fertile tonalite intrusives that lie to the south of CV5, and within close proximity to extremely large spodumene-bearing pegmatite boulders on the adjacent Mirage Project, making Lasalle extremely prospective for further lithium discoveries
- Acquisition and all planned exploration programs are fully-funded from existing cash reserves

Cosmos Exploration Limited (ASX: C1X) ("Cosmos" or "the Company") is pleased to advise that it has entered into a binding agreement to acquire up to a 75% interest in the highly prospective **Lasalle Lithium Project** ("the Project"), located in the prolific James Bay district in Quebec, Canada.

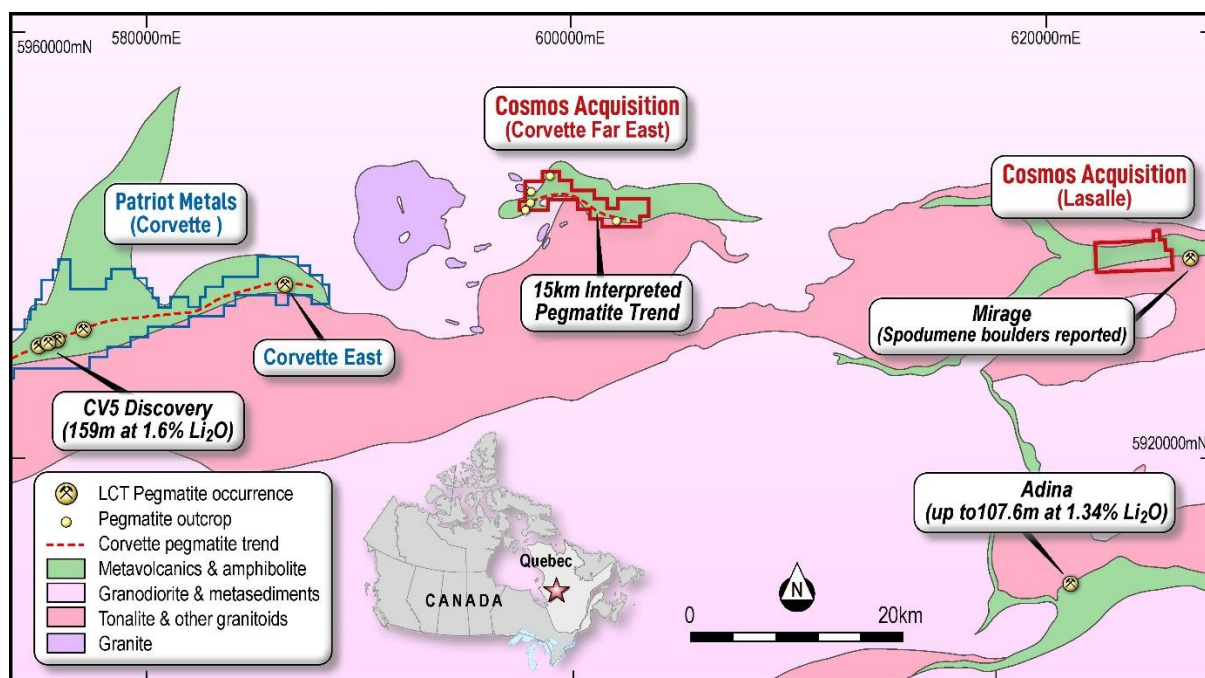


Figure 1: Simplified bedrock geology map of the James Bay district showing the location of the new Lasalle Lithium Project acquisition in relation to Cosmos' 100%-owned Corvette Far East Project and Patriot Metals' CV5 discovery.

The Company is acquiring 9481-6337 Québec Inc. which is party to a binding and exclusive earn-in agreement with Midland Exploration Inc (“**Midland Exploration**”) whereby it has the option to earn up to a 75% interest in the Project (“**Acquisition**”).

Cosmos Executive Chairman, Jeremy Robinson, said: *“The acquisition of this well-credentialled project presents an attractive opportunity to further expand our footprint in the exciting world-class James Bay Lithium district. We are looking forward to commencing exploration work at the Lasalle Lithium Project alongside our Corvette Far East Project, where our exploration program has already commenced.”*

The Lasalle Lithium Project consists of the 39 claims and is located 100km along strike from the exciting recent lithium discoveries made by Patriot Battery Metals Inc (ASX: PMT) at its Corvette Project, which hosts the world-class CV5 discovery where recent spectacular drill intercepts of up to **52.2m at 3.3% Li₂O incl. 15.0m at 5.1% Li₂O** have been announced (see ASX: PMT announcement dated 29/01/23; Figure 1).

The Lasalle Lithium Project is also located 30km north of Winsome Resources Limited’s (ASX: WR1) Adina discovery, where recent outstanding drill intercepts of up to **107.6m at 1.3% Li₂O** have been announced (see ASX:WR1 announcement dated 6/01/23).

Geologically, the greenstone within the Lasalle Lithium Project is interpreted to be very similar to the lithological hosts to the CV5 and Adina lithium pegmatite discoveries. Importantly, the Project is interpreted to occur in close proximity to the same fertile tonalite intrusives also seen at the CV5 discovery that are likely to be the source granites for the unusually large lithium-caesium-tantalum (LCT) pegmatites in the area.

This geological interpretation strongly supports the prospectivity of the Project for further lithium discoveries.

The prospectivity of Lasalle Lithium Project is accentuated by the close proximity to extremely large spodumene-bearing pegmatite boulders on the adjacent Mirage Project, held by Brunswick Exploration Inc. (see TSX-V: BRW announcement dated 24/1/2023; Figure 1).

Cosmos intends to initiate exploration activities at Lasalle immediately to align with the current exploration programs being undertaken at Corvette Far East (see ASX:C1X announcement 2/3/23), designed to identify lithium-bearing pegmatites on the ground ahead of planned drill testing in the second half of 2023.

Summary of the key terms of the Acquisition

Cosmos is acquiring all of the issued and outstanding shares of 9481-6337 Québec Inc. from DG Resource Management Ltd and Ikigai Strategic Investments Pty Ltd (“**Vendors**”) on the following terms:

- C\$40,000 cash.
- 1,000,000 fully-paid Cosmos shares (“**Acquisition Shares**”).
- 1,000,000 Performance Rights convertible into shares on a one-for-one basis upon a drilling or channel interval of at least 5m of at least 1% Li₂O being achieved, as verified by an independent Competent Person under the JORC Code 2012 at the Lasalle Lithium Project (“**Acquisition Performance Rights**”).
- Completion of the Acquisition is subject to the satisfaction of standard condition precedents.

The Acquisition Shares will be subject to voluntary escrow for 6 months and the Acquisition Shares and Performance Rights will be issued using the Cosmos’s available placement capacity under Listing Rule 7.1. The cash consideration will be sourced from Cosmos’s current cash reserves. The Acquisition is not subject to any conditions precedents and completion is expected to occur shortly.

The Vendors are not a related party of the Company for the purposes of Listing Rule 10.11.

9481-6337 Québec Inc. is party to an exclusive earn-in agreement with Midland Exploration whereby it has the option to earn up to a 75% interest in all mineral rights (**Earn-in Interest**) in Midland Exploration's Lasalle Project.

The Earn-in is composed of the following three stages:

(a) **Stage 1 Earn-in**

9481-6337 Québec Inc. may earn a 50% interest in the Project (**Stage 1 Earn-in**) by:

- (i) making the following cash payments to Midland Exploration (**Stage 1 Cash Payments**):
 - (A) C\$20,000 payable within 10 days after execution earn-in agreement (which has been paid); and
 - (B) C\$70,000 on or before 15 December 2023; and
 - (C) expending not less than C\$500,000 in exploration expenditure at the Project (**Stage 1 Exploration Expenditure**) on or before 15 December 2023. 9481-6337 Québec Inc. may satisfy this requirement through the payment of cash to Midland Exploration, or a combination of exploration expenditure and cash. 9481-6337 Québec intends to satisfy the requirement through exploration expenditure.

(b) **Stage 2 Earn-in**

9481-6337 Québec Inc. may earn a further 1% interest (51% in aggregate) by expending not less than C\$100,000 in exploration expenditure at the Project within six months after completing the Stage 1 Earn-in (Stage 2 Earn-in).

(c) **Stage 3 Earn-in**

The Company may earn a further 24% interest (75% in aggregate) by expending not less than C\$2,000,000 in exploration expenditure at the Project within two years after completing the Stage 2 Earn-in (**Stage 3 Earn-in**).

Cosmos will manage exploration at the Project until completion of the Stage 1 Earn-in and will be the operator of the Project.

Board Appointment

Since the successful execution of the Corvette Far East acquisition, Cosmos is now pleased to announce experienced geologist and project vendor Leo Horn has now joined the Board of Cosmos as a non-executive director, adding further technical and geological capability to the Company.

Mr Horn has more than 22 years' experience across the exploration and mining industry, exploring for precious, base, battery and rare earth metals, diamonds and uranium across Australia, SE Asia, Canada, South America, Africa and Europe. During that time, he has contributed to major discovery success including leading the team that delineated several large, high-grade uranium resources in the prolific Athabasca Basin of Canada. Mr Horn's experience and network in Canada will be invaluable for Cosmos as well as his experience on various lithium pegmatite projects, including the world-class Kenticha lithium-tantalum deposit in Ethiopia.

This announcement has been authorised by the Board of Cosmos Exploration Limited.

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About Cosmos Exploration

Cosmos Exploration Limited (ASX: C1X) is an ASX listed International critical minerals company focussed on making world class discoveries at its highly prospective projects including; Corvette Far East Lithium Project in the James Bay region of Quebec, the Byro East Nickel-Copper-PGE Project located in Western Australia and Orange the East Gold Project located in New South Wales.

Corvette Far East is located along strike from the world class Corvette lithium project owned by Patriot Metals with historically mentioned lithium bearing pegmatites. It is considered highly prospective for giant lithium pegmatite discoveries.

Byro East was identified by RareX prior to the Julimar Discovery and has potential for mafic-ultramafic intrusion related nickel-copper and PGE mineralisation.

Orange East is an advanced exploration project located on the boundary between the Molong Arc and Hill End Trough within the Lachlan Fold Belt, a major mineral province, within a similar geological setting and along strike from the multi-million-ounce McPhillamys Gold Mine.

Competent Person Statement

This report's information related to Exploration Results is based on information and data compiled or reviewed by Mr Leo Horn. Mr Horn is a vendor of the Corvette Far East Project and a proposed incoming Non-Executive Director of the Company. Mr Horn is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM).

Mr Horn has sufficient experience relevant to the style of mineralisation under consideration and to the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Accordingly, Mr Horn consents to the inclusion of the matters based on the information compiled by him, in the form and context it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information in the relevant ASX releases. The form and context of the announcement have not materially changed. This announcement has been authorised for release by the Board of Cosmos Exploration Ltd.