



SCORPION MINERALS LIMITED

ASX ANNOUNCEMENT

16 June 2021

Pallas PGE-Ni-Cu Target - Pharos

- Recently announced results of Moving Loop EM (MLEM) survey completed by EMetals south along strike from Pallas identifies several EM anomalies
- Geophysical (EM) anomalies located adjacent to Pallas PGE-Ni-Cu target
- Historic RC drilling at Pallas intersected up to **0.78ppm Pd+Pt** at bottom of hole, within **44m @ 0.18% Ni** to 90m depth, associated with anomalous Cr, Ti, Cu, and Au
- Planned future work includes reprocessing of available detailed air magnetic data sets, airborne EM and/or ground EM surveys
- Drilling of priority targets proceed on completion of geophysical surveys

Scorpion Minerals Limited (ASX: SCN) (“**the Company**” or “**SCN**”) is pleased to note that a Moving Loop Electromagnetic (MLEM) survey completed by EMetals Limited (ASX release ASX: EMT dated 15 June 2021) south along strike from the Pallas PGE-Ni-Cu target area has identified several EM anomalies that require follow up. The anomalies are within or adjacent to the same mafic/ultramafic unit that is interpreted to host anomalies at Pallas (Figure 2). The Pharos Project area is located 60km northwest of Cue in the Murchison Mineral Field, Western Australia (Figure 1).

The Company provided information on the PGE-Ni-Cu potential at Pharos in an ASX release dated 2 November 2020 which outlined historic drilling completed by CRA Exploration Pty Ltd (CRA) that identified significant anomalies within and adjacent to mafic/ultramafic intrusives and/or volcanics.

Significantly early generation Electromagnetic (EM) surveys completed by Kennecott Explorations (Australia) Pty Limited in 1974 delineated several conductors/anomalies adjacent to the Pallas PGE-Ni-Cu target (see ASX release dated 8 April 2021) that were never followed up.

Company Comment – Director Bronwyn Barnes

“The Company is encouraged by exploration completed by EMetals adjacent to its Pallas target that provides further support for the potential of mafic/ultramafic hosted PGE-Ni-Cu mineralisation within the tenements. We look forward to immediately advancing evaluation of the historic EM anomalies identified at Pallas.”

BOARD OF DIRECTORS

Ms Bronwyn Barnes
Non-Executive Director

Mr Craig Hall
Non-Executive Director

Ms Kate Stoney
*Non-Executive Director,
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Next Steps

The Company intends to conduct field reconnaissance activities as soon as low impact exploration clearance is available. Reprocessing of detailed open file and purchased air magnetic datasets will be completed and if warranted, followed up with Airborne VTEM surveys over selected targets. These activities will support further geological understanding and assist in planning for target drill testing of these and additional priority targets outlined to commence immediately after necessary clearances are obtained.

For additional background on Pharos Project information please refer to ASX releases:

25/6/2020	<i>"Pharos Project Exploration Update"</i>
9/7/2020	<i>"High Grade Gold Rock Chips - Pharos Project"</i>
13/8/2020	<i>"Drilling to Commence – Pharos Project"</i>
31/8/2020	<i>"Commencement of Drilling - Pharos Project"</i>
28/9/2020	<i>"High Grade Gold Confirmed at Lantern - Pharos Project"</i>
8/10/2020	<i>"Phase 2 RC Drilling Commenced- Pharos Project"</i>
2/11/2020	<i>"Priority PGE Ni-Cu Targets – Pharos Tenement"</i>
24/11/2020	<i>Further High Grade Gold Results – Pharos Project"</i>
08/02/2021	<i>"Term Sheet – Iron Ore Rights at Pharos"</i>
08/04 2021	<i>"PGE-Ni-Cu Targets Identified at Pharos Project"</i>
28/04/2021	<i>"Fenix Iron Ore JV Update – Pharos"</i>

This announcement has been authorised by the board of directors of the Company.

- ENDS -

Enquiries

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Non-Executive Director

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Competent Persons Statement

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 Minerals 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

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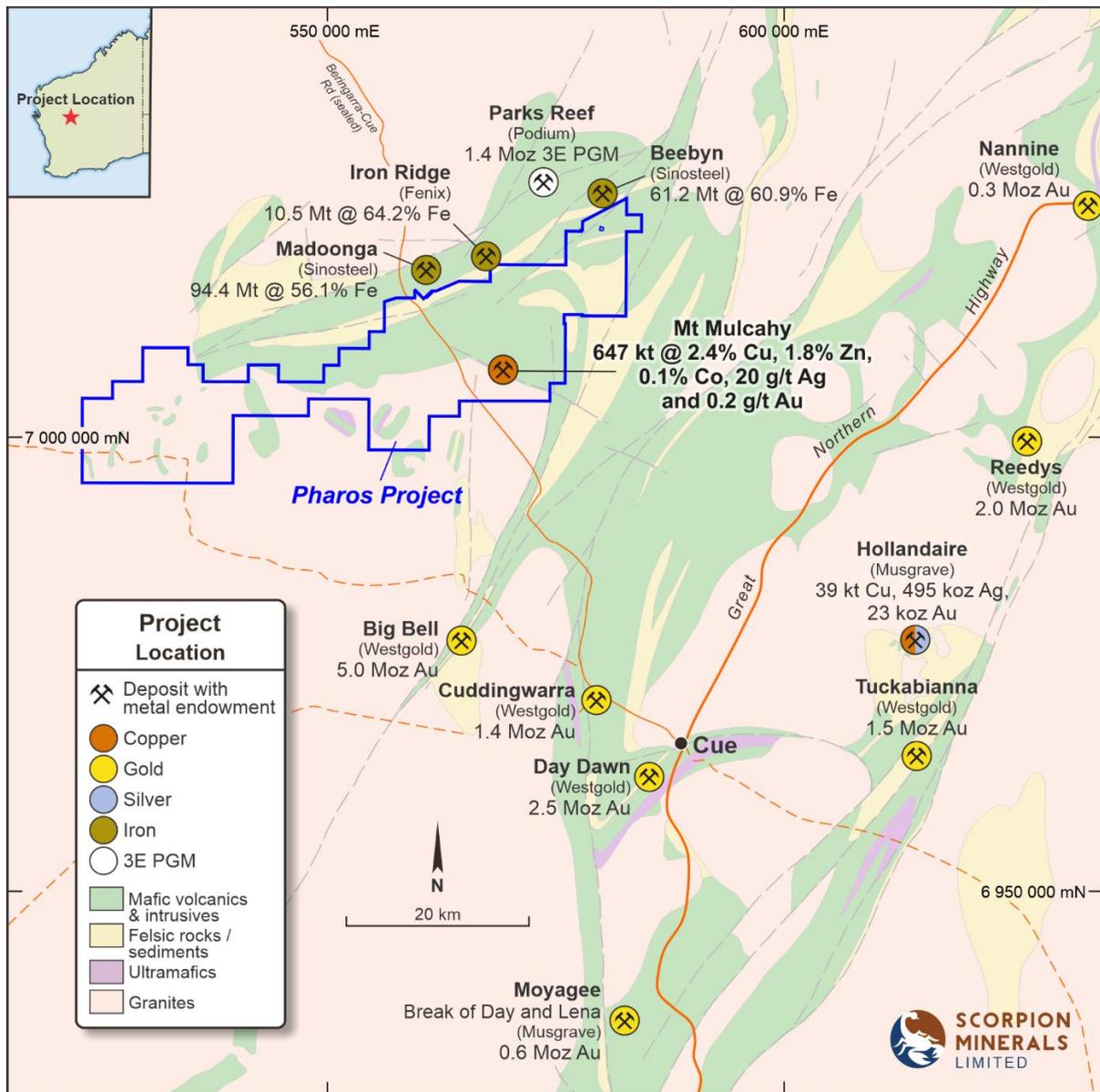


Figure 1 – Location of Mt Mulcahy Project and Regional Resources in Murchison area, WA

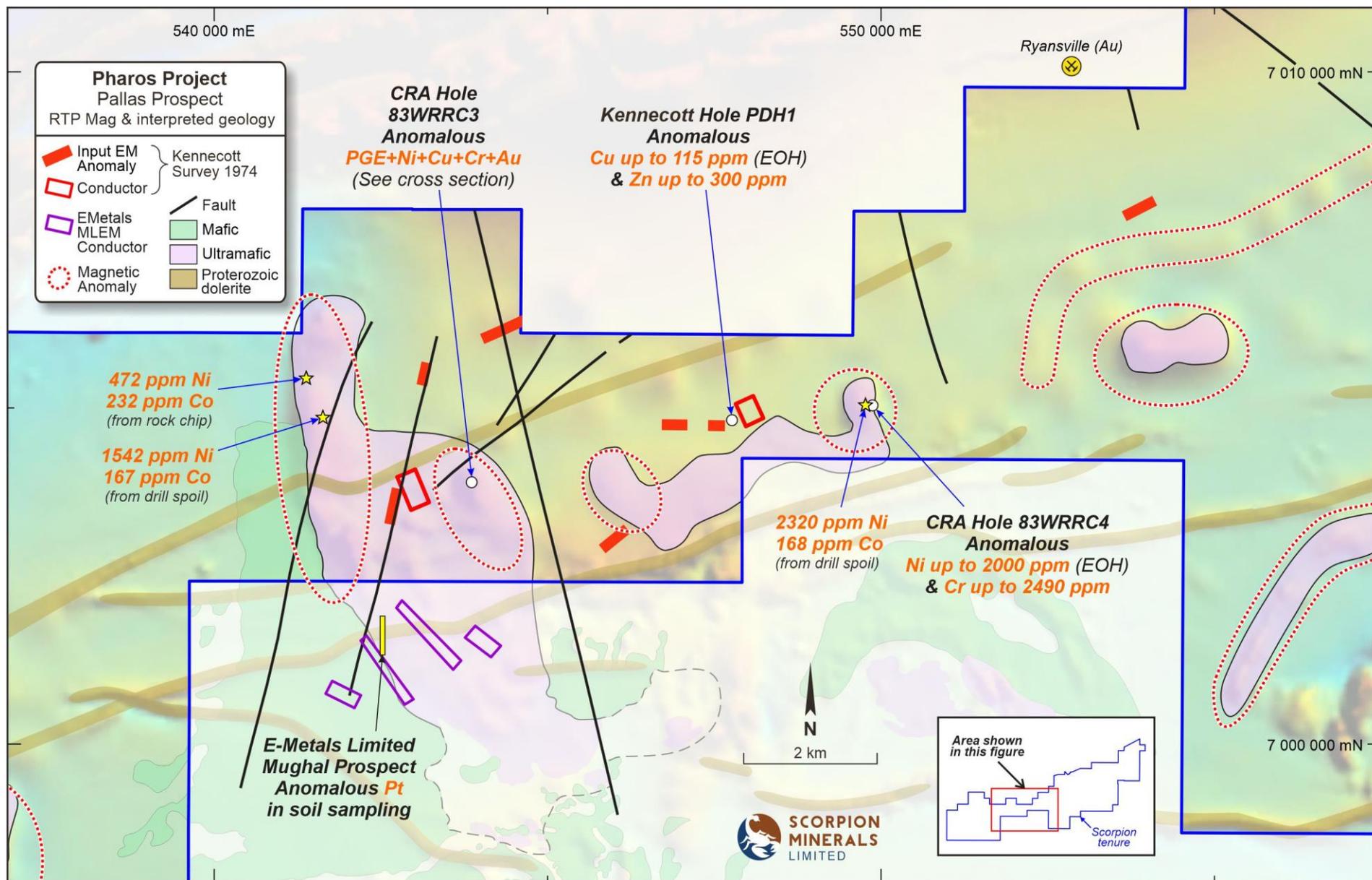


Figure 2 – Pallas Area: Location of Ultramafic Targets, EMetals anomalies, Kennecott EM anomalies and historic CRA Pty Ltd RC drilling overlain on regional magnetics

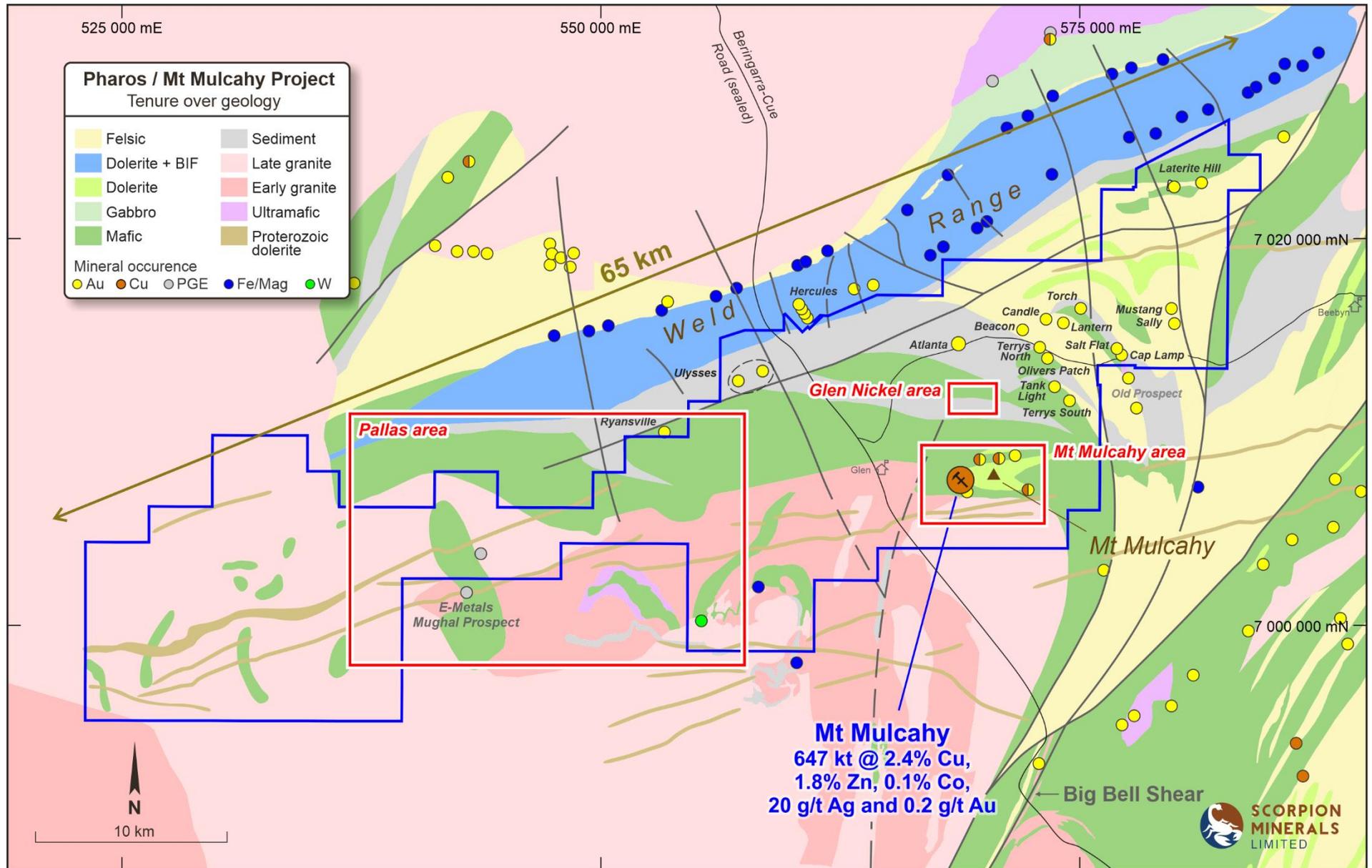


Figure 3 – Location of PGE-Ni-Cu Target Areas – Pharos Project

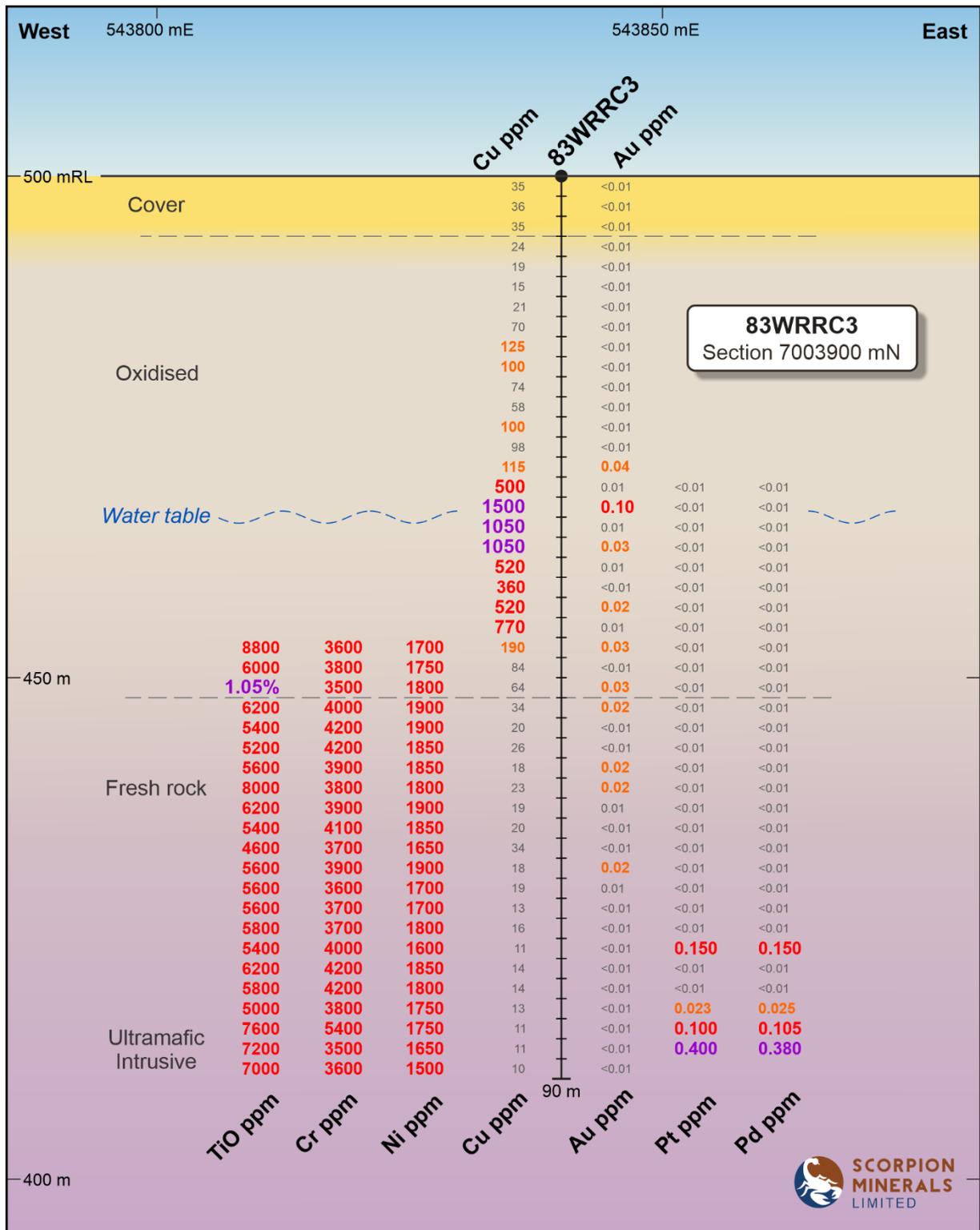


Figure 4 – Cross Section of 83WRR3 showing anomalous Pd/Pt, Ni, CU, Au, Cr and Ti