

ASX:SRI

# Gold and Base Metals Exploration in Premier Locations



## Investor Update

APRIL 2022



Sipa Resources Limited

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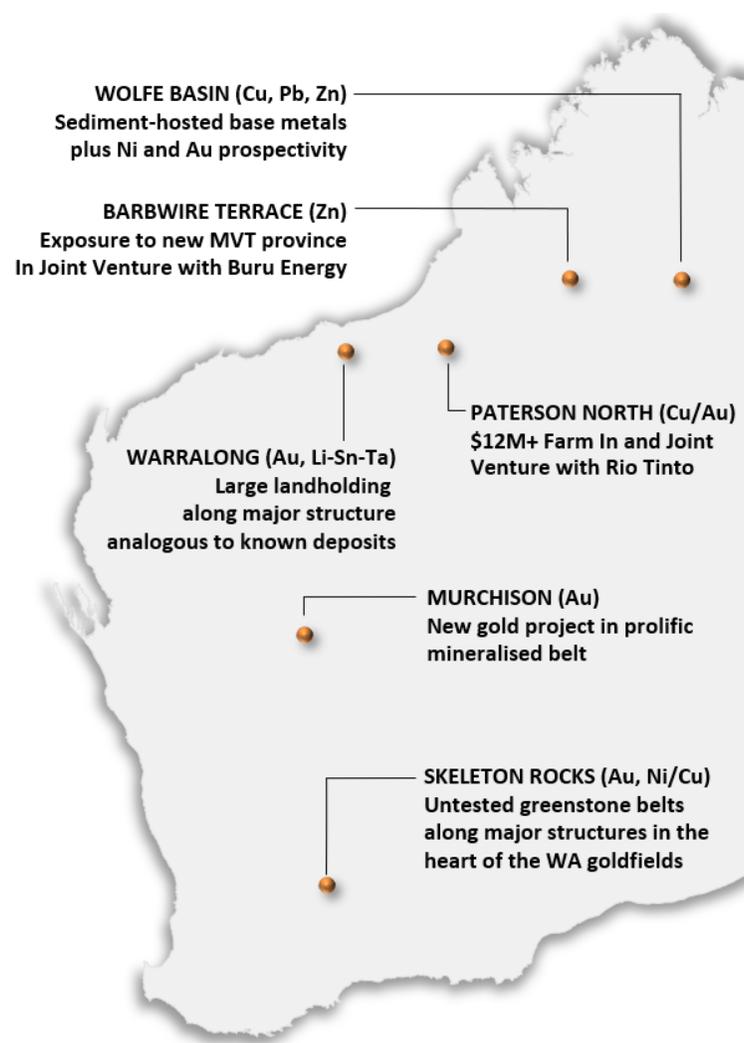
**JORC:** There is information in this report that relates to exploration results previously reported by Sipa in various ASX Announcements including 1 March 2022, 23 February 2022, 16 December 2021, 21 October, 2021, 12 August 2021, and 5 January 2021; and by Rio Tinto plc dated 23 February 2022. The Company is not aware of any new information or data that materially affects the information included in those relevant market announcements.

**Competent Person Statement:** The information in this report that relates to Exploration Results is based on, and fairly represents, information and supporting documentation compiled by Mr Pip Darvall, a Member of The Australian Institute of Geoscientists. Mr Darvall is a full-time employee of Sipa Resources Limited and has sufficient experience relevant to the styles of mineralisation and types of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Darvall consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

**Board Approval:** This presentation is authorised for release by the Board of Sipa Resources Limited.



# Key Projects



## Testing compelling gold and base metal targets in key mineral provinces in Western Australia

### 2022 Activities

- First ever drilling at Skeleton Rocks intersected highly prospective buried greenstones, follow up programs ongoing and assays awaited
- Warralong Gold Project assays from extensive surface sampling program highlighted focus areas with infill sampling just completed, assays pending
- Paterson North JV with Rio Tinto Exploration – preparing for June/July commencement of up to 4,000m drilling of high priority targets in hugely endowed mineral province
- Wolfe Basin and Barbwire Terrace base metals targets ready to drill
- ~\$6M budgeted for exploration in 2022 (incl. \$3.2M funded by RTX)

# Corporate Snapshot

## Capital Structure

Shares	205M
Unlisted Options	15M
Share Price	A\$0.05
Market Cap	A\$10M
Cash (31/03/22)	A\$3.3M

## Major Shareholders

Rodiv NSW P/L Pension Fund	15%
JM Financial	8%
Lowell Resources Fund	2.2%
G Dunhill	2.2%
Directors	1.3%
Top 20	44%

## The Board



**Pip Darvall**

Managing Director



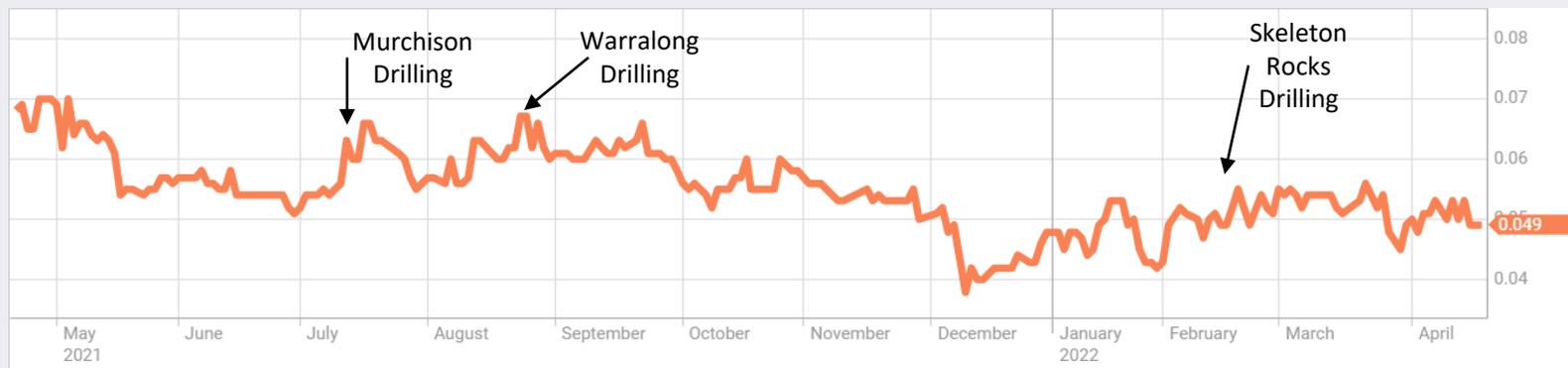
**Craig McGown**

Non-Executive Chairman



**John Forwood**

Non-Executive Director

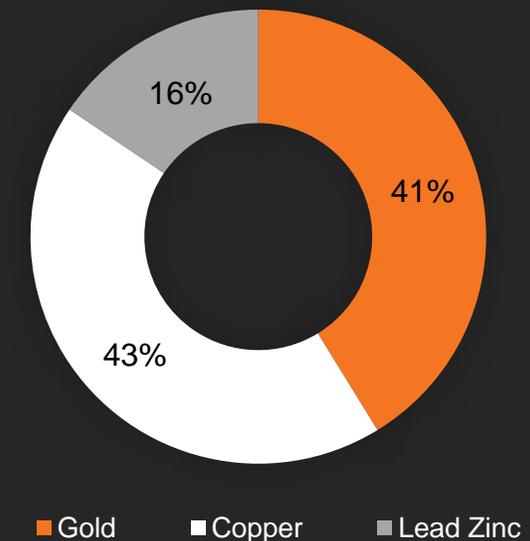


# Investment Opportunity

## Leveraged to Exploration Success

- Multiple gold and base metal discovery opportunities with \$6M exploration budget in 2022
- Skeleton Rocks, drilled untested greenstones in Southern Cross district
- Warralong Gold Project - drill testing major shear zones in the Pilbara
- Paterson North Copper-Gold Project - mid 2022 drilling in JV with Rio Tinto Exploration
- Murchison Gold Project – new gold targets to be drilled
- Wolfe Basin - sediment-hosted, base-metals targets to be drilled in 2022 in untested Neo-Proterozoic Basin
- Barbwire Terrace Base Metals Project - drilling in JV with Buru Energy
- Low enterprise value of ~A\$7M – strongly leveraged to exploration success

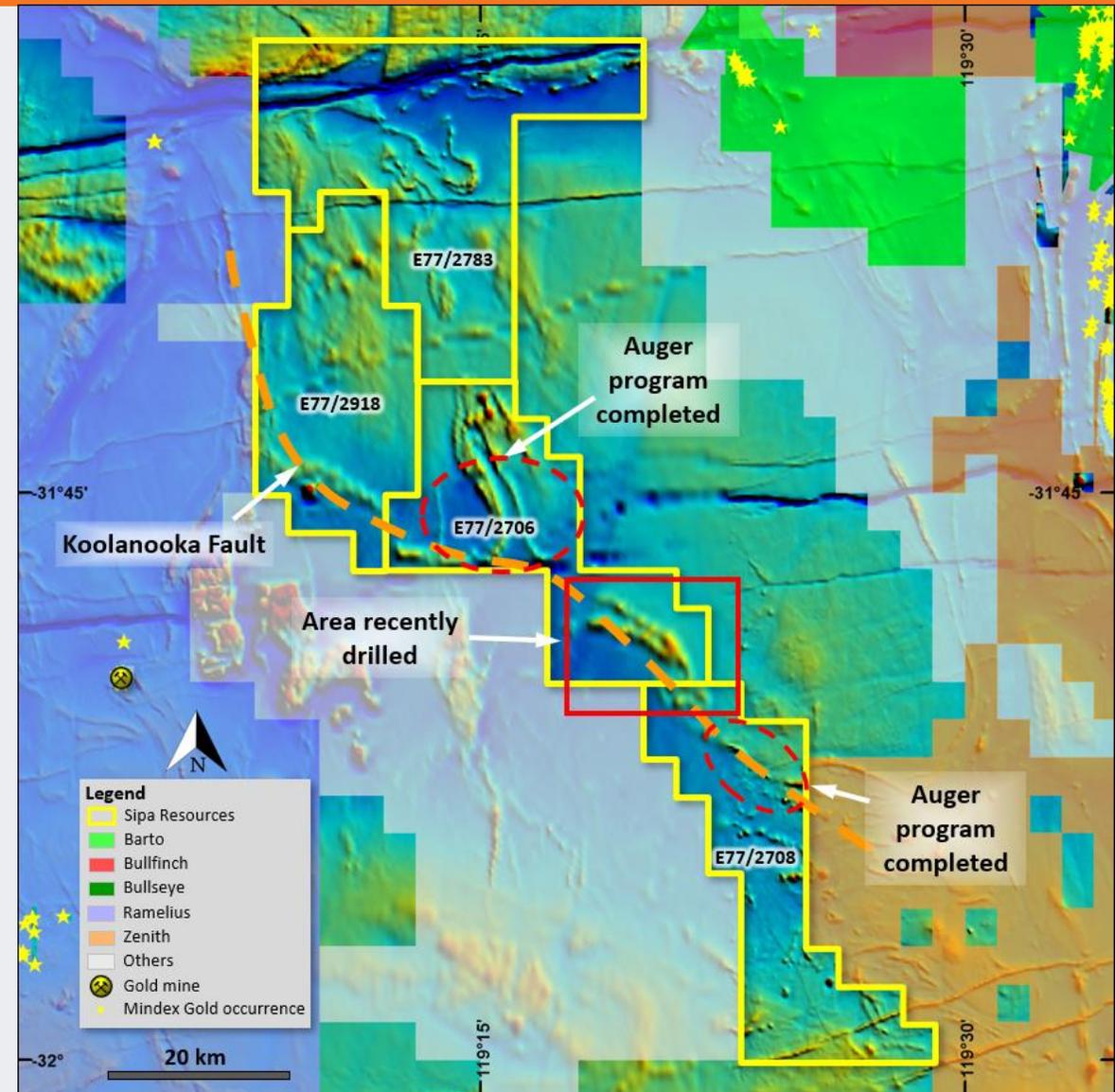
## FY22 Commodity Focus\*



\* Based on planned FY22 spend

# Skeleton Rocks (100% Sipa)

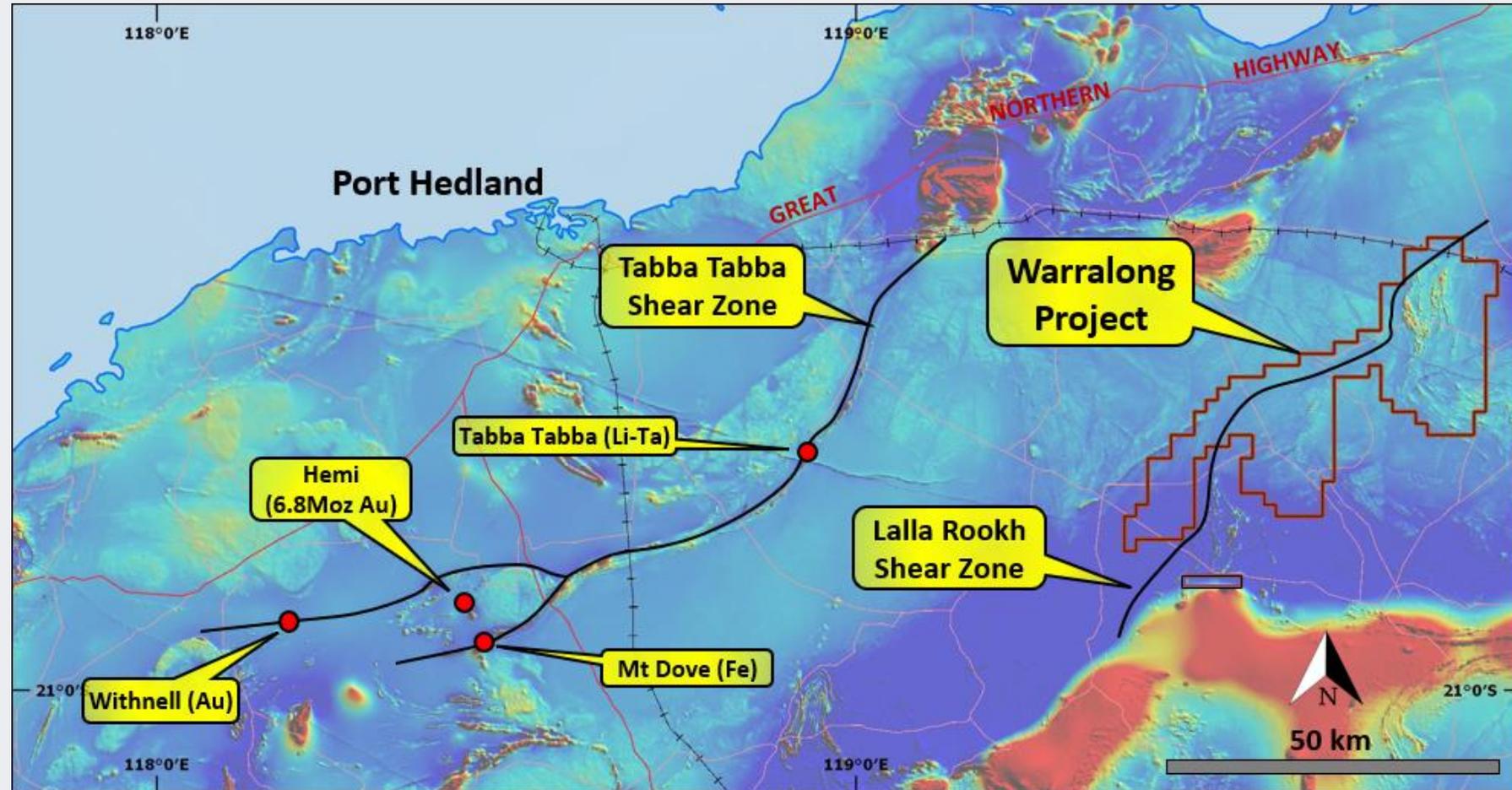
- Tenements covering more than 678 km<sup>2</sup>, immediately west of the Southern Cross greenstone belt in WA's Goldfields region
- Prospective for orogenic gold, nickel-copper-PGE, and lithium deposits in outcropping and shallowly covered greenstone belts along a major structure, with limited to no previous drill testing
- Drill targets from Sipa's detailed aeromagnetic survey have been refined by recent auger soils program
- 138-hole aircore drill programme completed with encouraging quartz-sulphide veining results seen in drill chips (most assays pending)
- Additional tenement pegged to capture inferred extension of mineralised structures, and follow up auger program shortly commencing ahead of additional drilling



# Warralong Gold Project (100% Sipa)

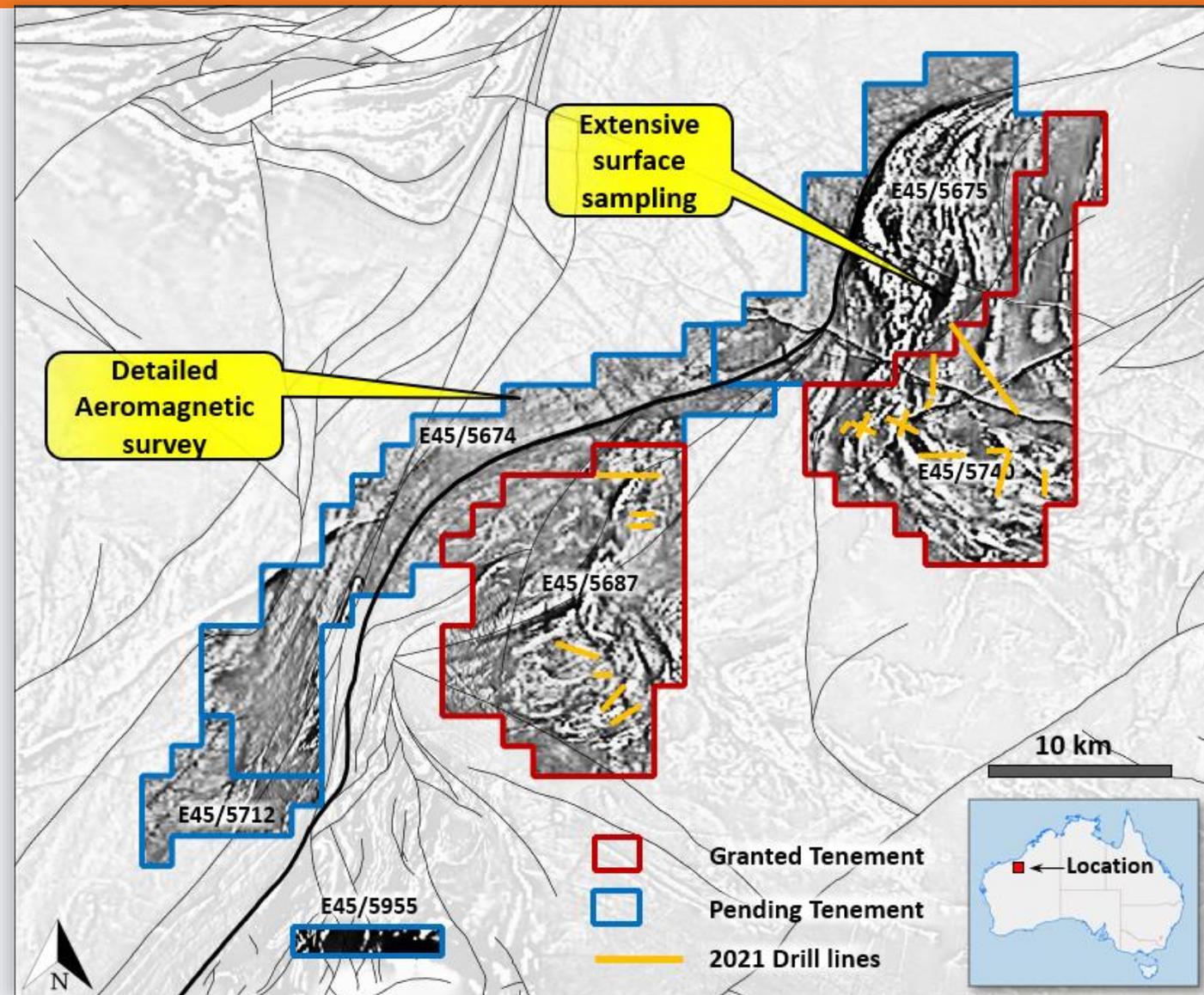
## >1,000 km<sup>2</sup> in the Pilbara Region of Western Australia

- Covers 50km of the Lalla Rookh Shear Zone
- Targeting intrusion-hosted gold, and lithium-tin-tantalum pegmatites in analogous setting to discoveries along the Tabba Tabba Shear Zone
- Sipa's 100% owned project is almost completely untested by previous exploration



# Warralong Gold Project

- Lalla Rookh Shear Zone is a major structure parallel to the highly mineralised Tabba Tabba Shear Zone, with basement rocks untested by previous exploration
- Initial drill targets identified from Sipa's detailed aeromagnetic survey were tested by two aircore drill programs in 2021
- Extensive surface sampling program in late 2021, with recent assay results providing focus areas for infill sampling
- Further tenements to be granted shortly allowing additional targets to be drill tested in 2022



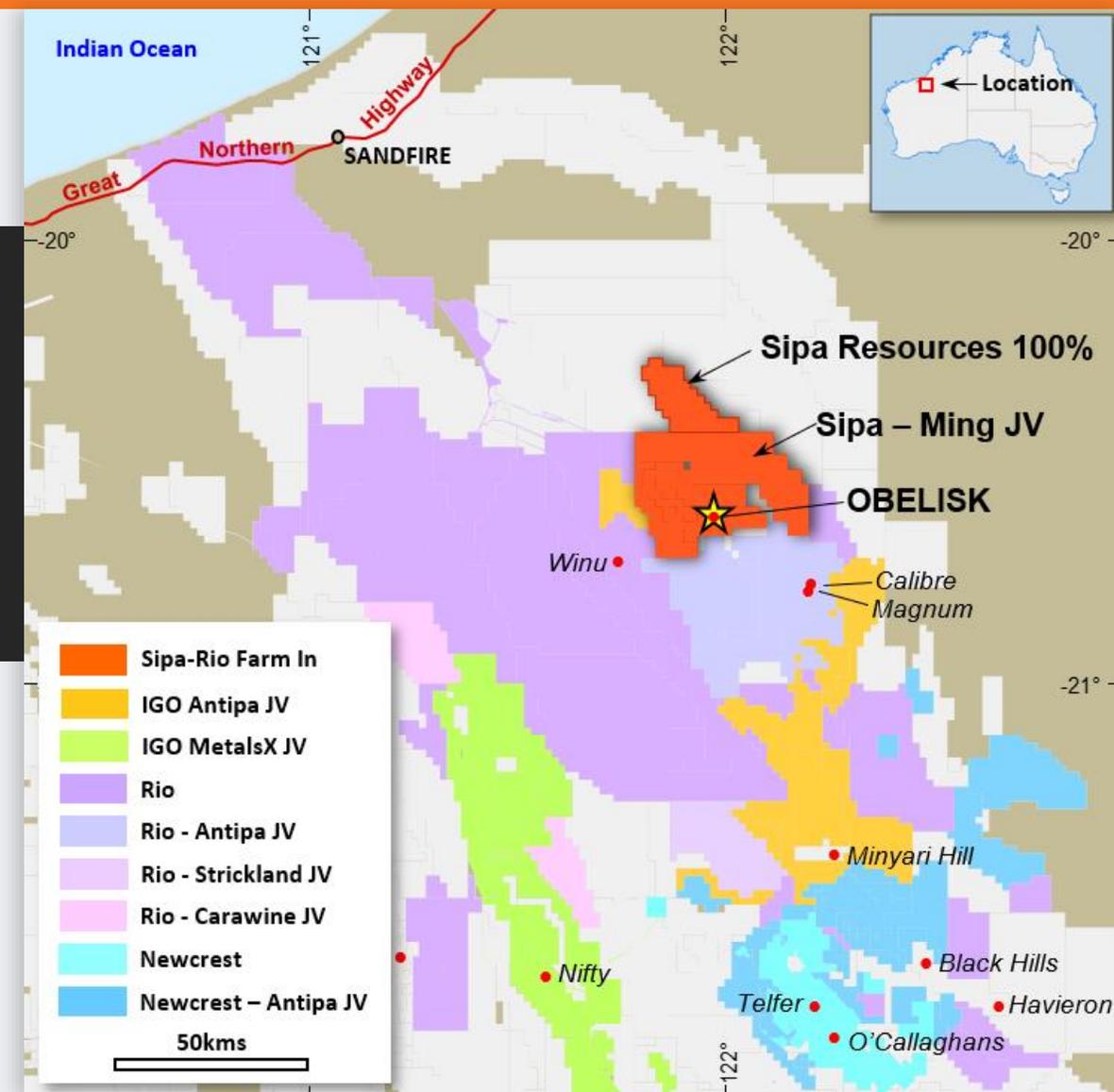
# Paterson North JV

## Rio-Tinto Exploration (RTX) \$12M+ Farm In and JV:

- RTX to spend \$6M to earn a 55% interest
- (minimum of \$3M and 4,000 m drilling before withdrawal)
- Additional \$6M expenditure by RTX to increase interest to 70%
- RTX to sole fund to a JORC resource >\$1B or complete an 'Order of Magnitude Study' to increase interest to 80%

- Project adjacent to RTX's Winu discovery
- Sipa is benefiting from RTX's discovery expertise at Winu, (608 Mt @ 0.49% Cu eq.)\*

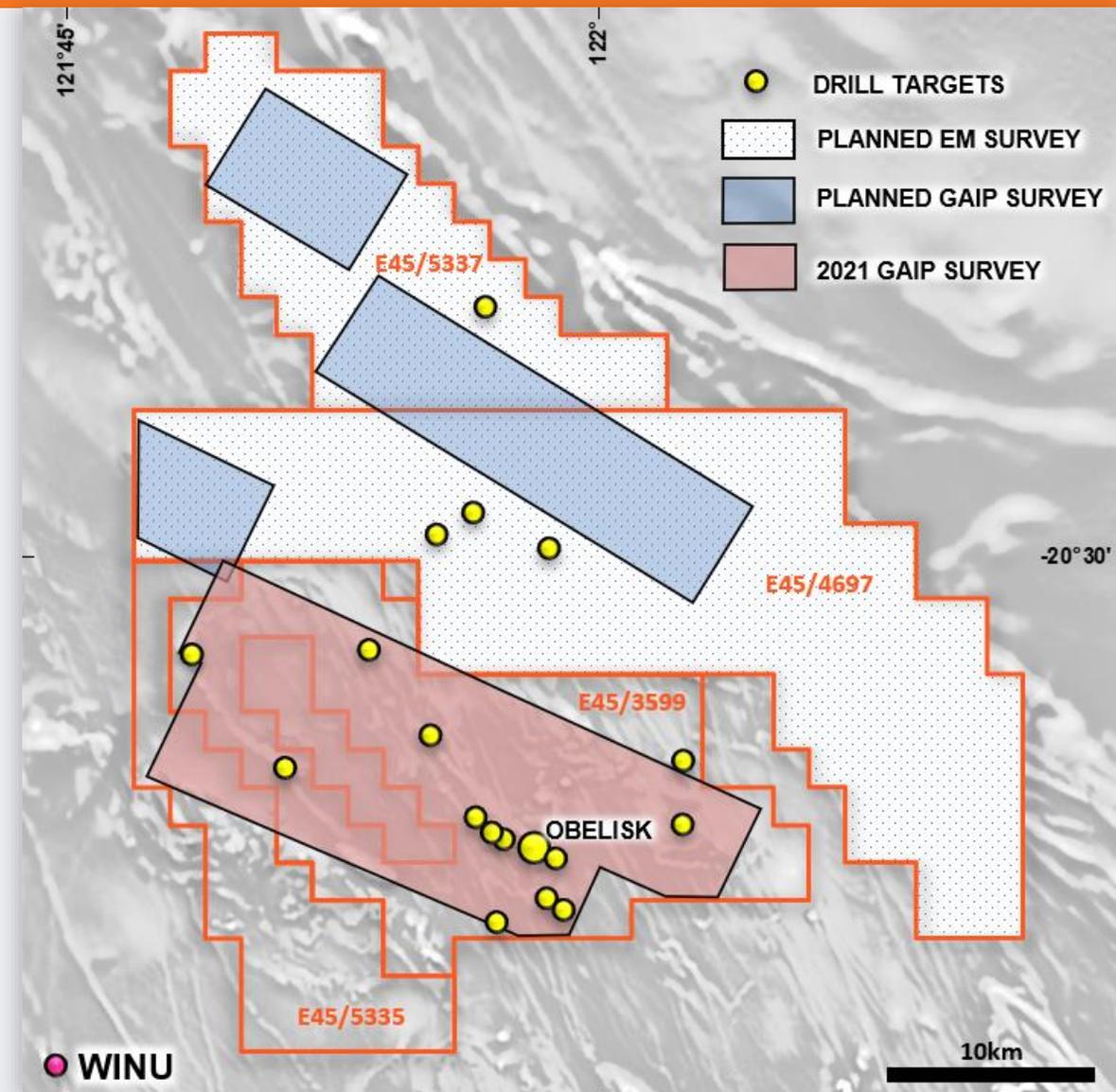
\* ASX: RIO 23 February 2022



# Paterson North JV

## JV Exploration Activities

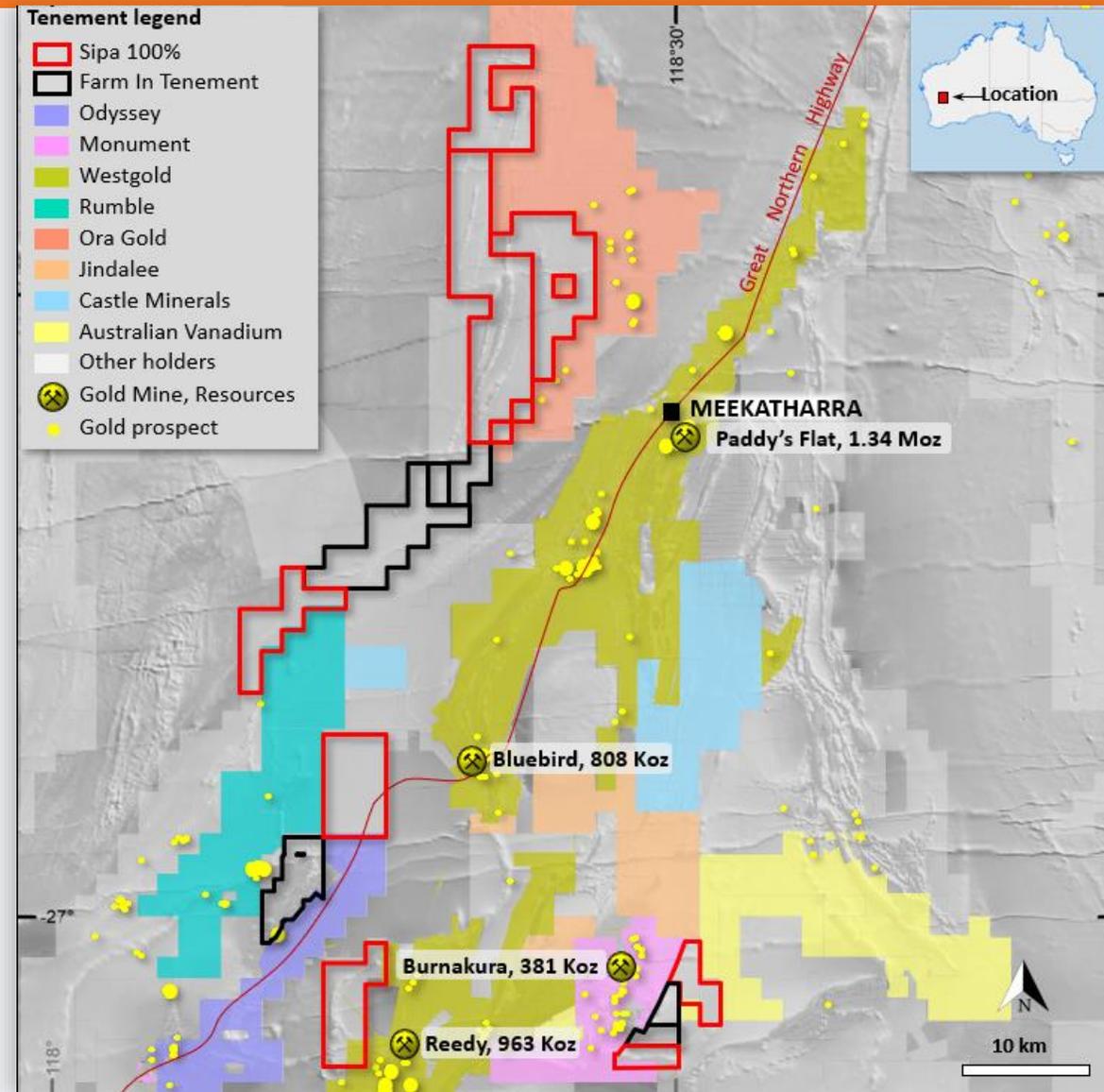
- New targets for drill testing in 2022 field season
- Exploration budget of A\$3.2M funded by RTX to include:
  - ~4,000m aircore and RC drilling
  - SkyTEM aerial EM survey
  - Gradient Array IP
- Sipa managing the current phase of exploration and earning operator fees



# Murchison Gold Project

## Gold project in prolific goldfield region

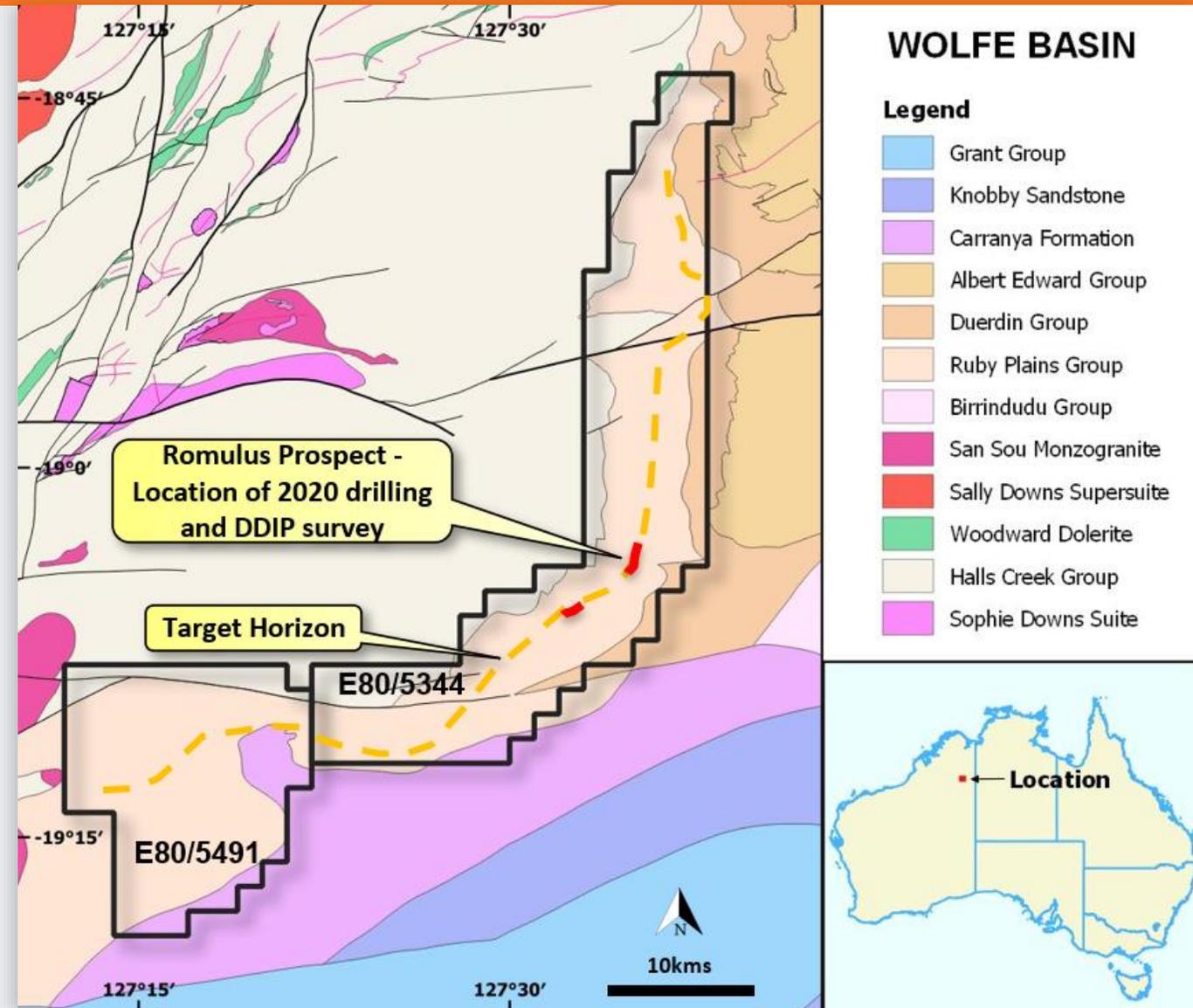
- Major ground position of >460 km<sup>2</sup> predominantly in the lesser explored western half of the Abbotts greenstone belt
- Exploration is systematically following up historic mineralisation trends and underexplored areas
- New targets recently identified to be drill tested in 2022
- Excellent infrastructure and several operating mines in close proximity



# Wolfe Basin (100% Sipa)

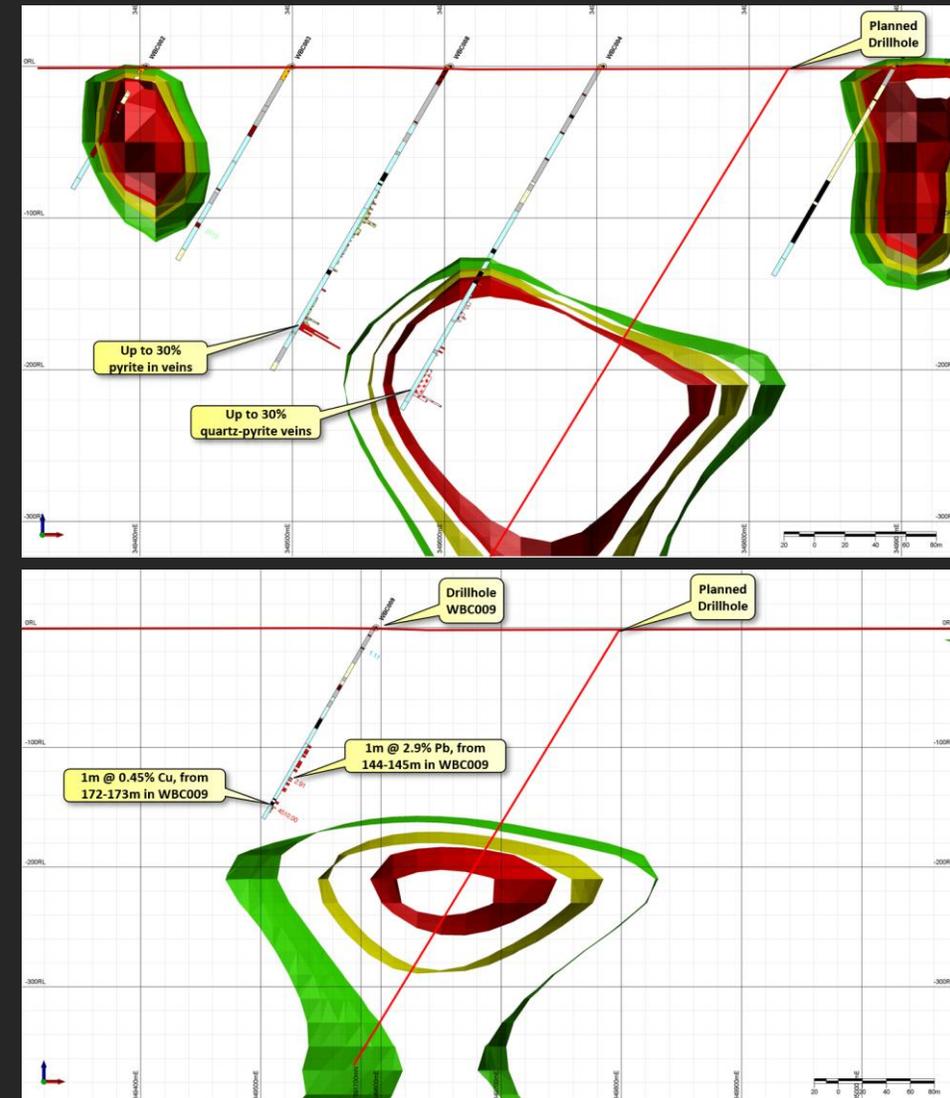
## 780 km<sup>2</sup> of unexplored Proterozoic Basin

- Sediment hosted base-metal and intrusive-hosted nickel targets
- Drill testing confirms mineralisation model and geological setting is similar to large base metal deposits in the African Copper Belt
- >80 km of prospective stratigraphy, with gossans and extensive coincident base metal soil anomaly
- 2020 RC drill program intercepted up to 0.45% Cu and 2.9% Pb, first drilling completed within project area



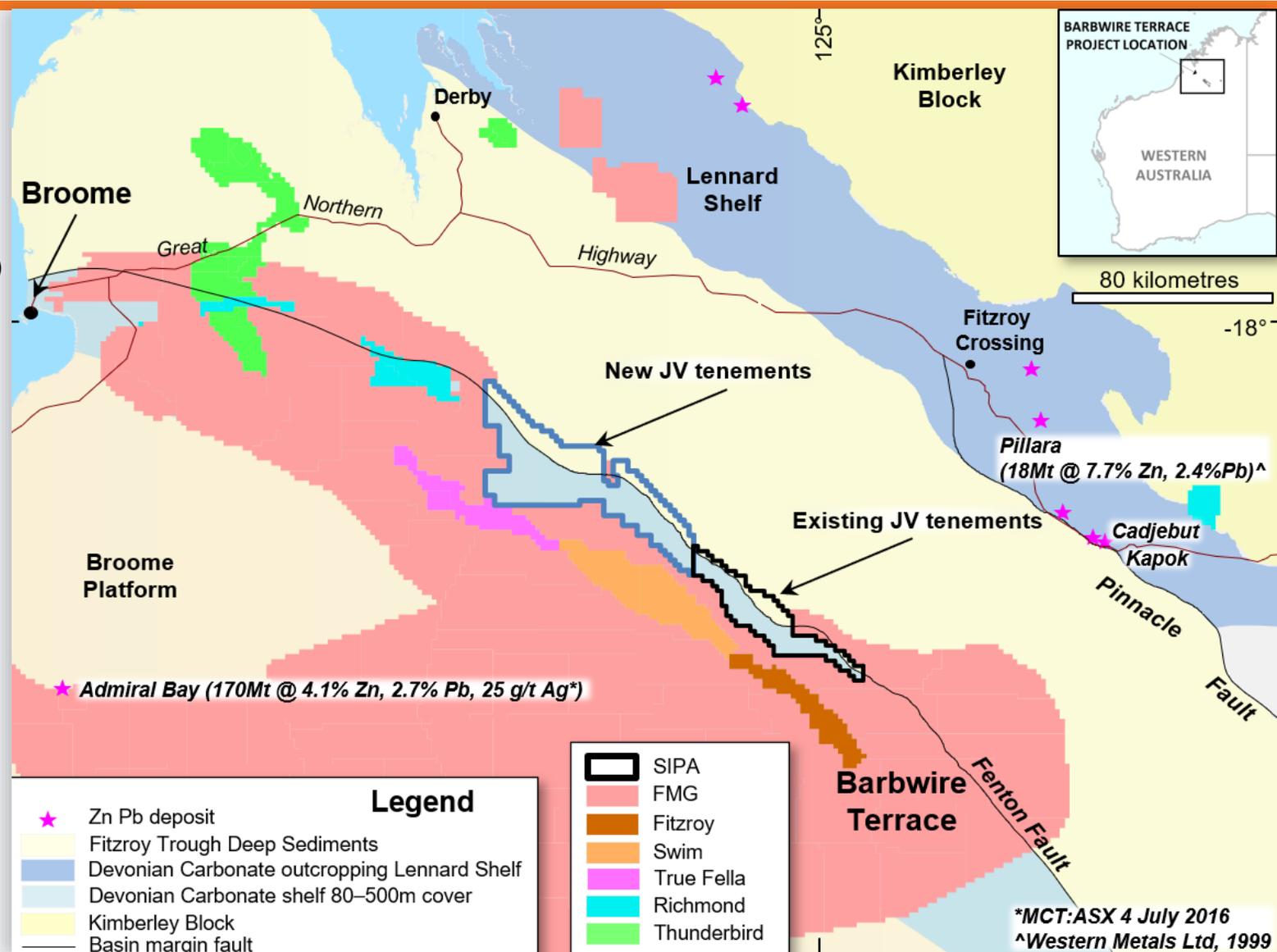
# Wolfe Basin - IP Survey identifies new targets

- Strongest DDIP chargeability response in close proximity to first pass drilling, with 20-25 mV/V responses (against a background of 2mV/V)
- Sipa's 2020 drilling intersected up to 30% pyrite on one line, potentially representing the pyrite halo around a base metal sulphide deposit
- Best assay results from the 2020 program lie just west of the IP anomaly
- Diamond drilling is planned in 2022 to test DDIP chargeability anomalies



# Barbwire Terrace

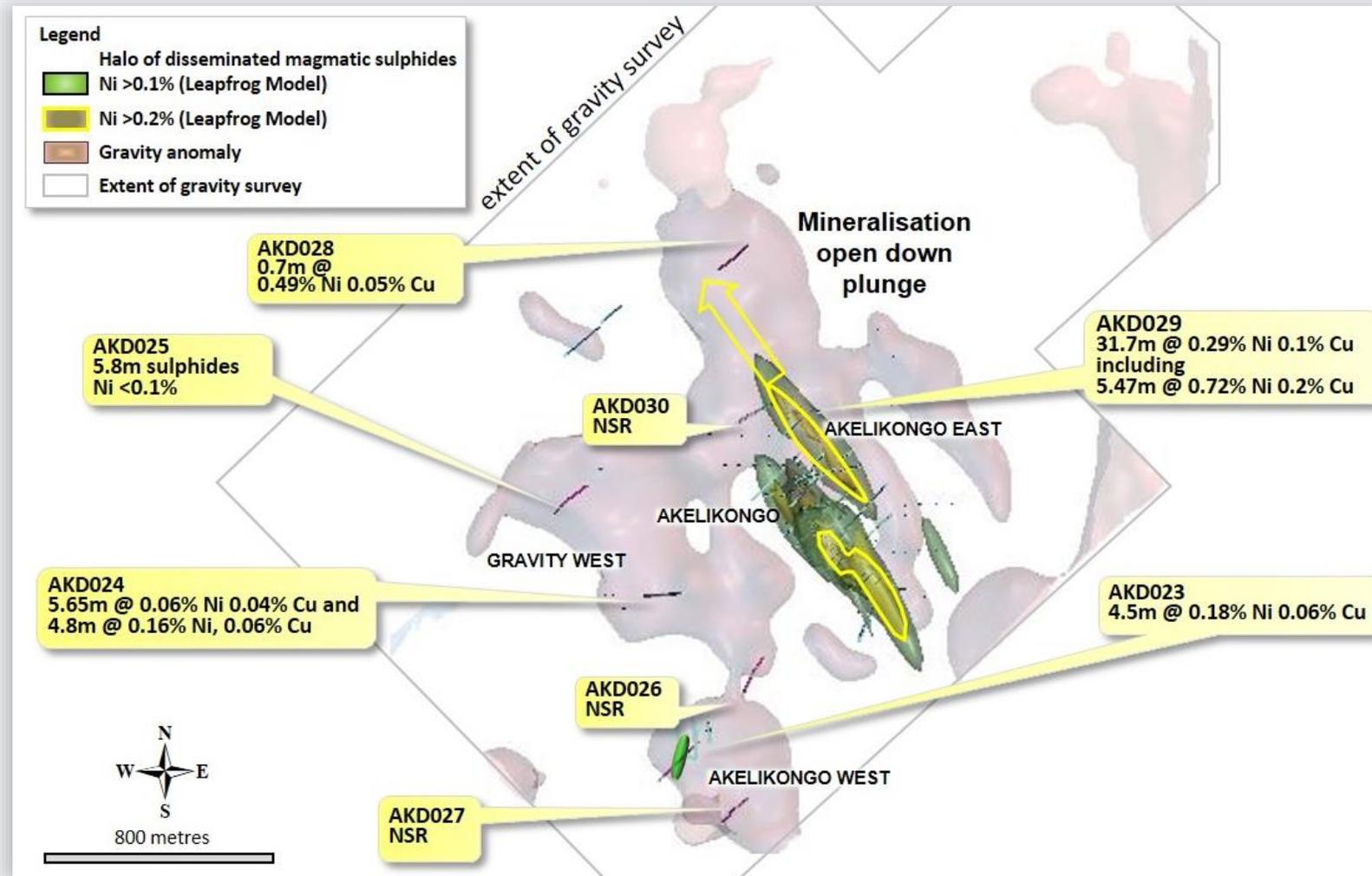
- MVT Pb-Zn targets in analogous position to high-grade Lennard Shelf deposits
- Proof of concept confirmed by 2% Zn in pXRF (spot) in historic petroleum exploration drill core
- 50/50 Joint Venture with Buru Energy
- Gravity survey completed in 2021 refined existing drill targets for testing in Q3
- Recent pegging by competitor companies confirms first mover advantage in an emerging province. Fortescue has staked a huge adjacent land position



# Uganda – Project vended out for Equity

## Ni-Cu sulphide discovery at Akelikongo

- Classic intrusion related Ni-Cu sulphide system
- Rare, high value prize warrants ongoing work on multiple prospective ultramafic intrusions
- Mineralisation at Akelikongo is open down plunge
- Blencowe Resources Plc is currently earning a staged interest in the project, with Blencowe equity to be issued to Sipa



# Leveraged to Exploration Success

Multiple new gold and base metals projects in **Western Australia** being tested in **2022**

## Upcoming exploration programs at:

- Skeleton Rocks – assays pending from recent drilling of untested greenstones in WA Goldfields
- Warralong – infill surface sampling complete ahead of drilling gold and lithium targets along the Lalla Rookh Shear Zone
- Paterson North – \$3.2M exploration program funded by Rio Tinto Exploration with substantial drilling
- Murchison – new gold targets to be drilled
- Wolfe Basin – drilling new geophysical targets Q3
- Barbwire Terrace – drill testing Pb/Zn targets Q3





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