

23 August 2019

ARGOSY EXECUTES OFFTAKE HOA WITH MITSUBISHI CORPORATION RTM JAPAN

HIGHLIGHTS

- Non-binding Heads of Agreement executed with Mitsubishi Corporation RtM Japan Ltd, a subsidiary of Mitsubishi Corporation
- HOA provides for the supply of 2,000tpa of lithium carbonate product from the Rincon Lithium Project to Mitsubishi RtM for a term of 3-years with an option to extend for a further 2-years
- HOA terms align with Argosy's development plans to construct the 2,000tpa production plant at Rincon
- Established long-standing relationship further strengthened via HOA

Argosy Minerals Limited (ASX: **AGY**) ("**Argosy**" or "**Company**") is pleased to announce that it has executed a non-binding Heads of Agreement with Mitsubishi Corporation RtM Japan Ltd ("**Mitsubishi RtM**"), where the Agreement provides the principal commercial terms upon which the parties will enter into a detailed definitive offtake supply agreement for lithium carbonate (Li_2CO_3) product from the Rincon Lithium Project in Argentina.

The Heads of Agreement outlines terms for the supply of 2,000tpa of Argosy's Li_2CO_3 product for an initial term of three-years, plus a further two-year extension option. The purchase price for the product will be market price, subject to agreement by the parties prior to first delivery.

The Heads of Agreement covers the essential commercial elements of the arrangements. The commencement of the sale and supply of product by Argosy to Mitsubishi RtM will be subject to fulfilment of general commercial conditions for an agreement of this nature.

The parties will continue ongoing discussions to enter into a definitive offtake supply agreement. If a definitive supply agreement is not executed, then either party will have the option to terminate the Heads of Agreement based on pre-agreed conditions.

Argosy Managing Director, Jerko Zuvela said "***We are delighted to continue building our strong relationship with Mitsubishi RtM and their trust in Argosy to consider being our longer-term lithium carbonate offtake partner. We appreciate working so professionally with Mitsubishi RtM and the potential longer term benefits for both parties.***

It is another strong endorsement for Argosy, the Rincon Lithium Project and our fast-track development strategy toward commercial LCE production.

The agreement further reinforces the long-standing relationship Argosy has formed with Mitsubishi RtM following their first Rincon site visit in November 2017 and the current product sales agreement in place for the industrial scale pilot plant production operations. Argosy

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will look to further strengthen the commitment for future potential commercial associations with Mitsubishi RtM.

The Company will continue prioritising efforts to secure a capex funding solution for the near term development of the 2,000tpa Li_2CO_3 production plant for the Rincon Lithium Project. Such efforts will include continued discussions with various interested parties.

Argosy continues to progress lithium carbonate production operations from the industrial scale pilot plant to supply $\geq 99.5\%$ Li_2CO_3 product into the existing Sales Agreement with Mitsubishi RtM executed in March 2019.

About Mitsubishi Corporation RtM Japan Ltd

<http://www.mitsubishicorp.rtm.com/japan/english/index.html>

Mitsubishi Corporation RtM Japan Ltd. is a metals and mineral resources trading company that deals in a wide spectrum of general metal resources and materials, including ferrous raw materials and non-ferrous metals.

The "RtM" of the company name is an abbreviation of Resource to Market: by taking on the mission of providing metals and mineral resources to markets, we aim to offer greater added value to suppliers and users in order to contribute to sustainable social development.

The Battery & Electronics Materials Business Development Office – a unit within Mitsubishi RtM, is engaged in new project development aimed at fulfilling its role in future stable supply of battery materials and handles products used as raw materials in rechargeable batteries, such as nickel, cobalt, and lithium. It is also involved in new project development aimed at ensuring a stable supply of raw materials into the future. As production of electric vehicles grows, demand for these and other cathode materials for rechargeable batteries used in these vehicles are expected to increase greatly.

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For more information on Argosy Minerals Limited and to subscribe for regular updates, please visit our website at www.argosyminerals.com.au or contact us via admin@argosyminerals.com.au or Twitter [@ArgosyMinerals](https://twitter.com/ArgosyMinerals).

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Forward Looking Statements: Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.



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ABOUT ARGOSY MINERALS LIMITED

Argosy Minerals Limited (ASX: AGY) is an Australian company with a current 77.5% (and ultimate 90%) interest in the Rincon Lithium Project in Salta Province, Argentina.

The Company is focused on its flagship Rincon Lithium Project – potentially a game-changing proposition given its location within the world renowned “Lithium Triangle” – host to the world’s largest lithium resources, and its fast-track development strategy toward production of LCE product.

Argosy is committed to building a sustainable lithium production company, highly leveraged to the forecast growth in the lithium-ion battery sector.

Appendix 1: AGY’s Argentina Project Location Map



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