

Drilling Activity Set to Ramp-Up

Paterson North Gold-Copper RC Drilling

- Reverse Circulation (RC) drilling scheduled to commence at Sipa's 100%-owned Paterson North gold-copper Project in November
- The 2,000m program will target structural extensions to the previously identified Obelisk gold-copper mineralisation

Drill-for-Equity Agreement

- Sipa has entered into a Drill-for-Equity Agreement with leading WA drilling contractor, Topdrill, which has significant experience in the Paterson region

Skeleton Rocks Nickel-Cobalt Aircore Drilling

- Aircore drilling scheduled to commence at the 100%-owned Skeleton Rocks Project in December
- The drilling will target nickel-cobalt anomalism at the +7km long Nicoletti prospect

Ongoing Portfolio Review

- Sipa continues to assess new projects to 'right-size' its asset mix to enable consistent quality exploration and news-flow

Sipa Resources Limited (ASX: SRI) ("Sipa" or "the Company") is pleased to advise that it is about to embark on a period of significant exploration activity with drill programs scheduled across two of its key projects in WA in the coming weeks.

Paterson North (100% Sipa)

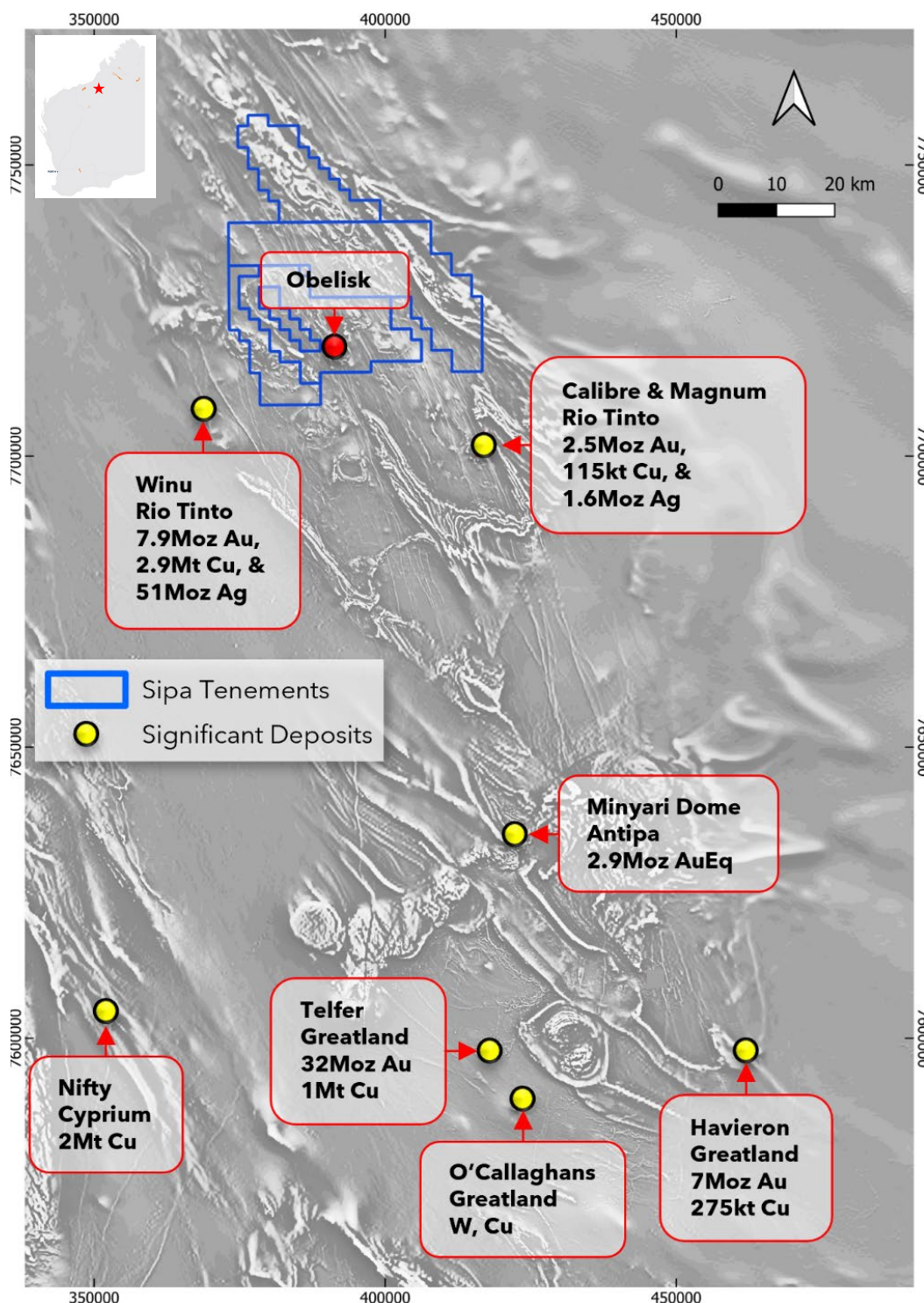
The Paterson North Project covers over 1,000km² in the highly endowed Paterson region of WA. It is located near Rio Tinto's Winu, Calibre and Magnum deposits, and approximately 115km north of the Telfer gold-copper mine.

Planning is well advanced for an RC drill program at Paterson North targeting extensions associated with mineralisation at the Obelisk prospect.



Obelisk is a +1.2km long zone of gold and copper anomalism and is the most well understood mineralised system within Sipa's Paterson North project.

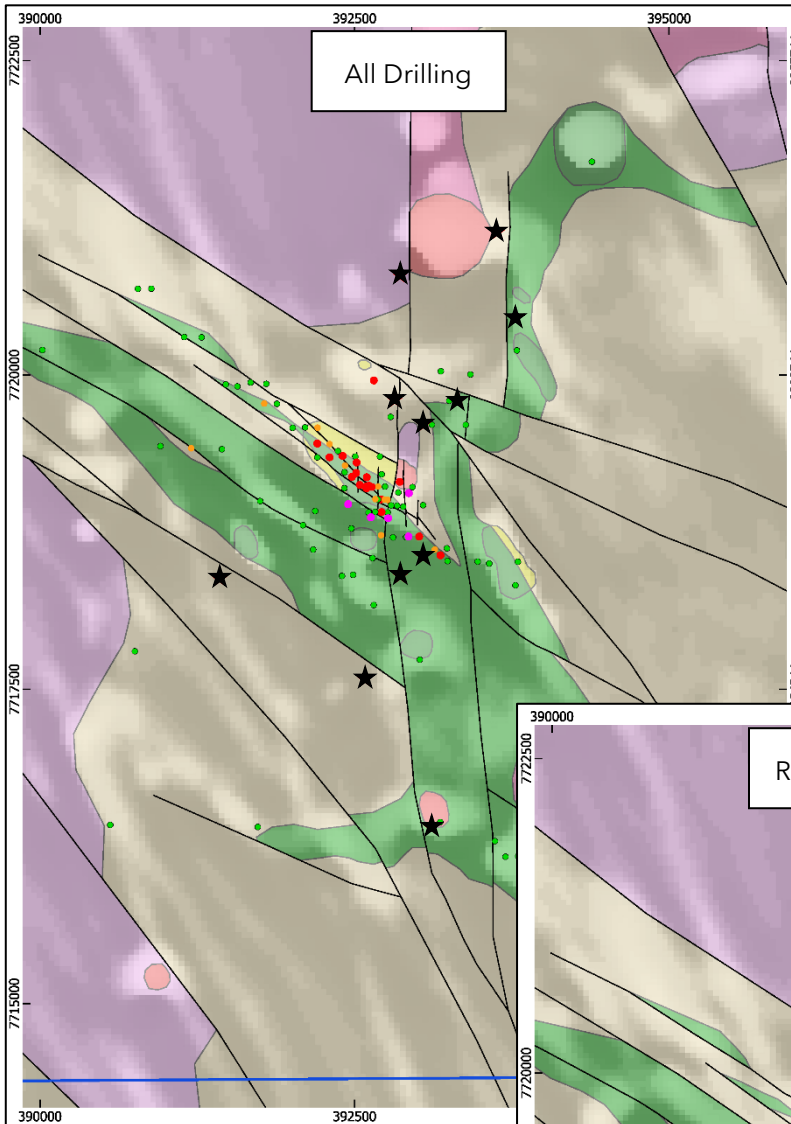
For personal use only



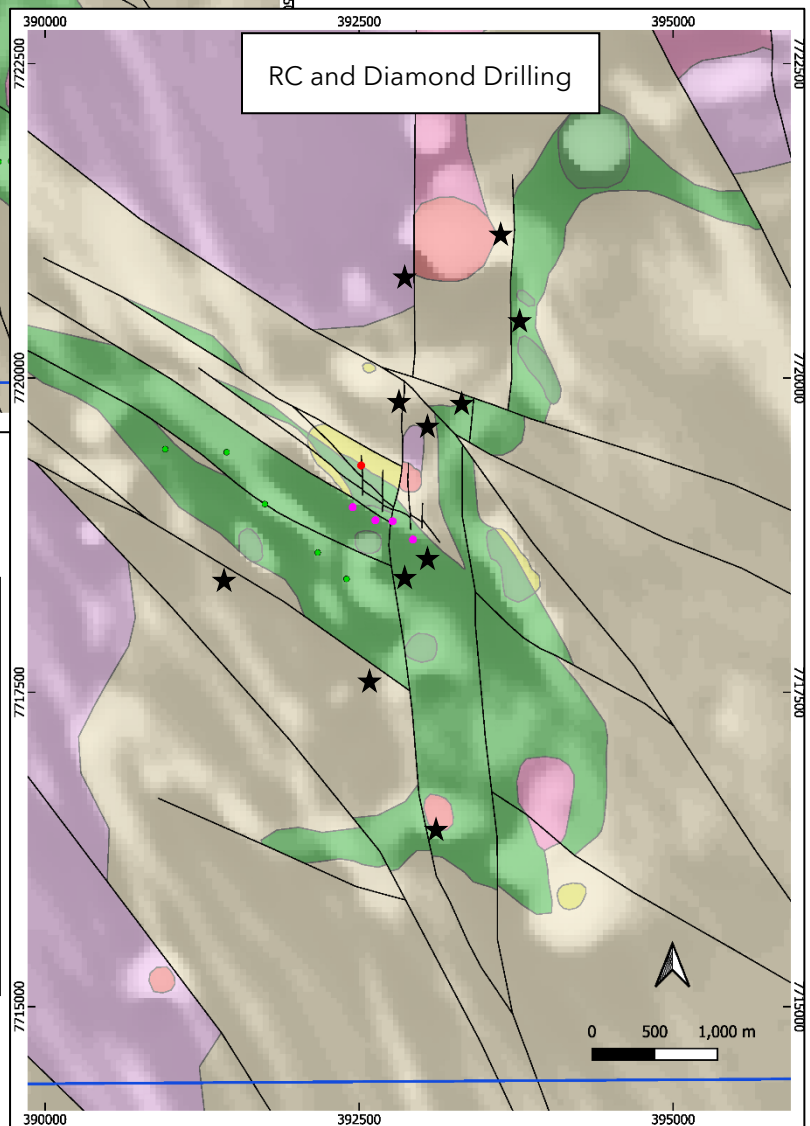
Paterson North Project and significant regional deposits*

* Minyari Dome refer to Antipa Minerals Ltd ASX release 17/09/24, Havieron refer to Greatland Gold plc AIM release 21/12/2023, "Havieron Mineral Resource Estimate Update". Winu refer to Rio Tinto Ltd ASX 22/02/2023, O'Callaghans refer to Newmont Corporation ASX 23/02/2024. Telfer and Nifty gold and/or copper metal values are pre-mining totals based on historical production data (i.e. these values are not JORC Mineral Resource estimates), Calibre and Magnum refer to ASX: AZY 13/9/24

For personal use only



Obelisk Prospect - Max down-hole copper with planned holes and geology



- ★ Planned Drilling
- Max Downhole Cu in Drilling
- >5,000ppm Cu
- 1,000 - 5,000ppm Cu
- 500 - 1,000ppm Cu
- 100 - 500ppm Cu
- Sipa Tenement
- Mafic intrusive
- Interpreted Wilki Formation
- Magnetic Monzogranite to Syenogranite
- Non-Magnetic Monzogranite to Syenogranite
- Fault

Better results from Obelisk to date include:

PND002 (see ASX: 12/10/17)

- **0.2m @ 22.5g/t Au** and **2.0% Cu** from 422.6m

PND003 (see ASX: 20/10/17)

- **3m @ 1.8% Cu and 0.9g/t Ag** from 95.8m in PND003,
 - *incl.* **0.2m @ 4.6% Cu and 7.5g/t Ag**
- **0.5m @ 2.5g/t Au** and 0.3% Cu

The upcoming program will consist of 11 RC holes, for +2,000m of drilling, testing a series of linking and extensional structures to the north and south of Obelisk.

This program is the first drilling to be undertaken by the Company since the project reverted to 100% Sipa ownership, and reflects a shift towards vector-style exploration, rather than model-driven exploration.

The drilling is expected to take approximately two weeks to complete, with commencement scheduled for mid-November.

Drill-for-Equity Agreement

Sipa has entered into a drill-for-equity agreement with experienced WA drilling contractor, Topdrill, for drilling services at Paterson North. The agreement allows the Company, at Sipa's election, to satisfy up to 30% of drilling costs invoiced by Topdrill through the issue of ordinary shares in the Company.

The issue price will be determined by the 5-day volume weighted average price (VWAP) that the Company's shares trade at immediately preceding each invoice date. Shares issued under the drill-for-equity agreement will be escrowed for six months from the invoice date. Topdrill will also be issued one option for every four shares issued, with a 2-year timeframe and an exercise price of 1.5x the issue price of the shares.

Regional M&A and Transactions

Sipa notes the recent corporate activity in the Paterson region, with a number of significant transactions announced. This continues to highlight the exploration and development potential of the region, given the large nature of the deposits that occur across the district.

Recent transactions of note include:

- Greatland Gold plc purchasing Telfer and the surrounding tenements and infrastructure from Newmont for US\$475 million (see ASX: NEM 11/09/24)
- Rio Tinto Exploration Pty Ltd purchasing Antipa Minerals Ltd's 32% share of the Citadel Joint Venture Project for A\$17 million (See ASX: AZY 13/9/24)

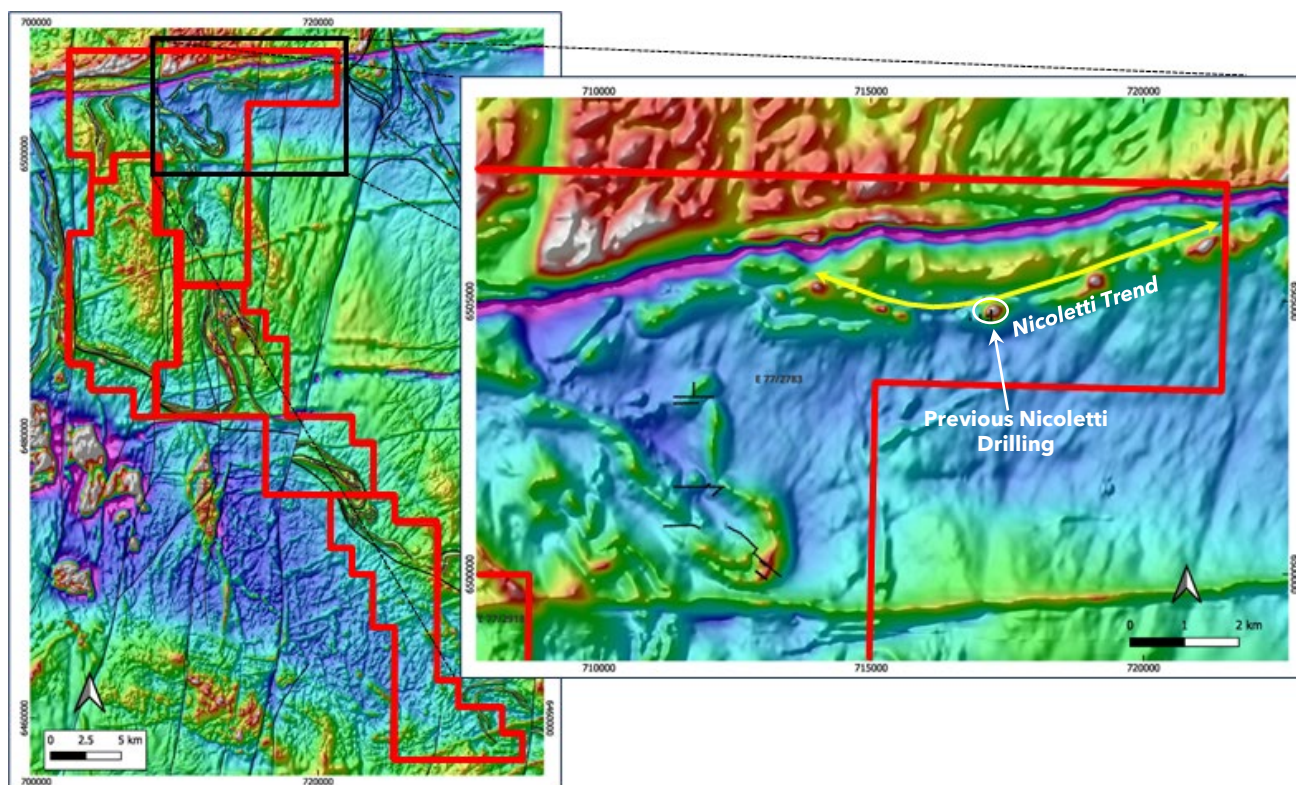
We also note the potential sale of Rio Tinto's large Winu Project, as reported in financial news outlets (see: <https://www.afr.com/companies/mining/rio-tinto-prepared-to-sell-stakes-in-winu-copper-project-20240813-p5k24b>).

Sipa sees these events as being positive for further M&A activity and development in the region.

Skeleton Rocks, Southern Cross Region, WA (100% Sipa)

Planning for aircore drilling at the Nicoletti trend is will advanced, with drilling scheduled to commence in December, once the cropping season has been completed.

Nicoletti is a +7.5km long east-west trend of magnetic stratigraphy, interpreted to be ultramafic rocks.



Skeleton Rocks Project with Nicoletti Trend and previous drilling (black dots in white circle)

Previous drilling by Sipa at Nicoletti was completed over a 400m strike, within the overall 7.5km trend, returning anomalous nickel in several holes. Better results included (refer ASX release 4/10/2023):

- 16m @ 0.4% Ni, 287ppm Co and 1.7% Cr; and
- 12m @ 0.3% Ni, 200ppm Co and 0.5% Cr.

The planned aircore drilling will test to the east and west of the previous Sipa drilling, with a series of north-south traverses. Access agreements are already completed for key areas, with discussions progressing on others.

Portfolio Review

Sipa is continuing to assess the Company's asset mix to ensure that its projects are 'right-sized' to enable continual and cost-effective exploration, as well as to ensure regular and meaningful news-flow.

The Company is looking to further refine its portfolio via acquisition, divestments as well as joint ventures.

This announcement has been authorised for release by the Board of Sipa Resources Limited.

More Information:

Investors/Corporate:
Andrew Muir, Managing Director
Sipa Resources Limited
+61 (0) 8 9388 1551

reception@sipa.com.au

Media:
Nicholas Read
Read Corporate
+61 (0) 8 9388 1474

info@readcorporate.com.au

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 Ms Anna Price, a Member of the Australian Institute of Geoscientists. Ms Anna Price is a full-time employee of Sipa Resources Limited who holds options in the Company 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'. Ms Price consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

Sipa 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 Competent Person's findings are presented have not been materially modified from the original market announcements.

About Sipa

Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of precious, base and specialty metal deposits, primarily in Western Australia.

- The Paterson Project is targeting intrusion-related copper-gold mineralisation concealed by more recent cover sediments and is located to the northeast of Rio Tinto's Winu copper-gold discovery.
- The Skeleton Rocks Project covers outcropping and buried greenstone units, prospective for gold, lithium and nickel-copper-platinum group element (Ni-Cu-PGE) deposits, with limited previous drilling completed.
- The Barbwire Terrace base metal (lead-zinc) project, where exploration to date has achieved 'proof of concept' status, involves an innovative joint venture with energy company, Buru Energy Limited.
- At Wolfe Basin, extensive sedex-style base metal (copper-lead-zinc) anomalism and gossans provide targets for drill testing along a >80km long prospective horizon.
- The Warralong Project is prospective for intrusion-related gold and lithium-tin-tantalum mineralisation in the north Pilbara region, in an analogous, parallel structural setting to recent discoveries such as Hemi.

For personal use only