

ASX Code: MCT
19 January 2015

High Priority Lithium Targets in the Pilgangoora District

- **The L1 and L2 Lithium Targets identified at the Stannum Project from desktop studies**
- **Pegmatites identified at surface across significant strike length of over 5km**
- **Lithium minerals spodumene and lepidolite reported within the target area**
- **Lithium rock chip sample of 1.62% Li₂O reported within the target area**
- **No systematic work has been undertaken for the discovery of Lithium mineralisation**
- **Remote sensing and field surveys being organised before drill testing L1 and L2.**
- **Lithium tenements cover large area of 450km² in the world class Pilgangoora district**

Metalicity Limited (**ASX:MCT**) ("**MCT**" or "**Company**") is pleased to report that the Company has identified high priority lithium targets at L1 and L2 (Figure 2, 3) within the Stannum Project, part of the company's large area of 450km² of lithium prospective tenements at Pilgangoora South, located within the world class Pilgangoora district, Pilbara Region, WA.

The Pilgangoora South Project comprises the Stannum Project (E45/4677) located adjacent to the Wodgina Operations of Global Advanced Metals (GAM), where one of the largest hard rock resources of tantalum is located while the Turner River Project (Applications E45/4675, E45/4676) located 5 km SW of the Pilgangoora Lithium deposits (Pilbara Minerals ASX:PLS), where the world's 2nd largest deposit of spodumene (hard rock lithium) has recently been defined (Figure 1).

The Stannum Project is located within the Wodgina Greenstone Belt, which hosts rare metal pegmatite mineralisation at numerous prospects, including Wodgina, Mount Cassiterite, Tinstone South and Wodgina West (Figure 2). Spodumene has been recorded at several localities throughout the belt, including at the L1 target. (Figure 3, 4).

Compilation and assessment of available data has identified several targets for initial field based programs. These targets, where outcropping pegmatites have been identified, were generated from existing geological mapping datasets, aerial imagery analysis, and limited previous surface sampling which was not analysed for lithium. A significant strike length (>5km) of prospective rocks has been identified on this basis.

At Stannum, a Lithium rock chip sample of 1.62% Li₂O was reported by the West Australian Geological Survey in the 1970's, while a drill program for tantalum undertaken by Talison Wodgina Pty Ltd in 2007, identified rare metal pegmatites with tantalum and tin mineralisation including intersections of 5 m @ 419 ppm Ta₂O₅ and 9 m @ 232 ppm Ta₂O₅. Lithium analysis was not undertaken on these samples (Reference: DMP open file report a078076).

The Company is in the process of acquiring the available hyperspectral survey data, to assist in refining targets ahead of commencement of field based programs. Field based programs will focus on sampling all pegmatites identified from the desktop studies, and additionally new pegmatites that are expected to be identified in the field to determine their lithium content and identify any lithium minerals present.

Figure 1. Pilgangoora South Lithium Project, Stannum Project (E45/4677) and Turner River Project (E45/4675, E45/4676)

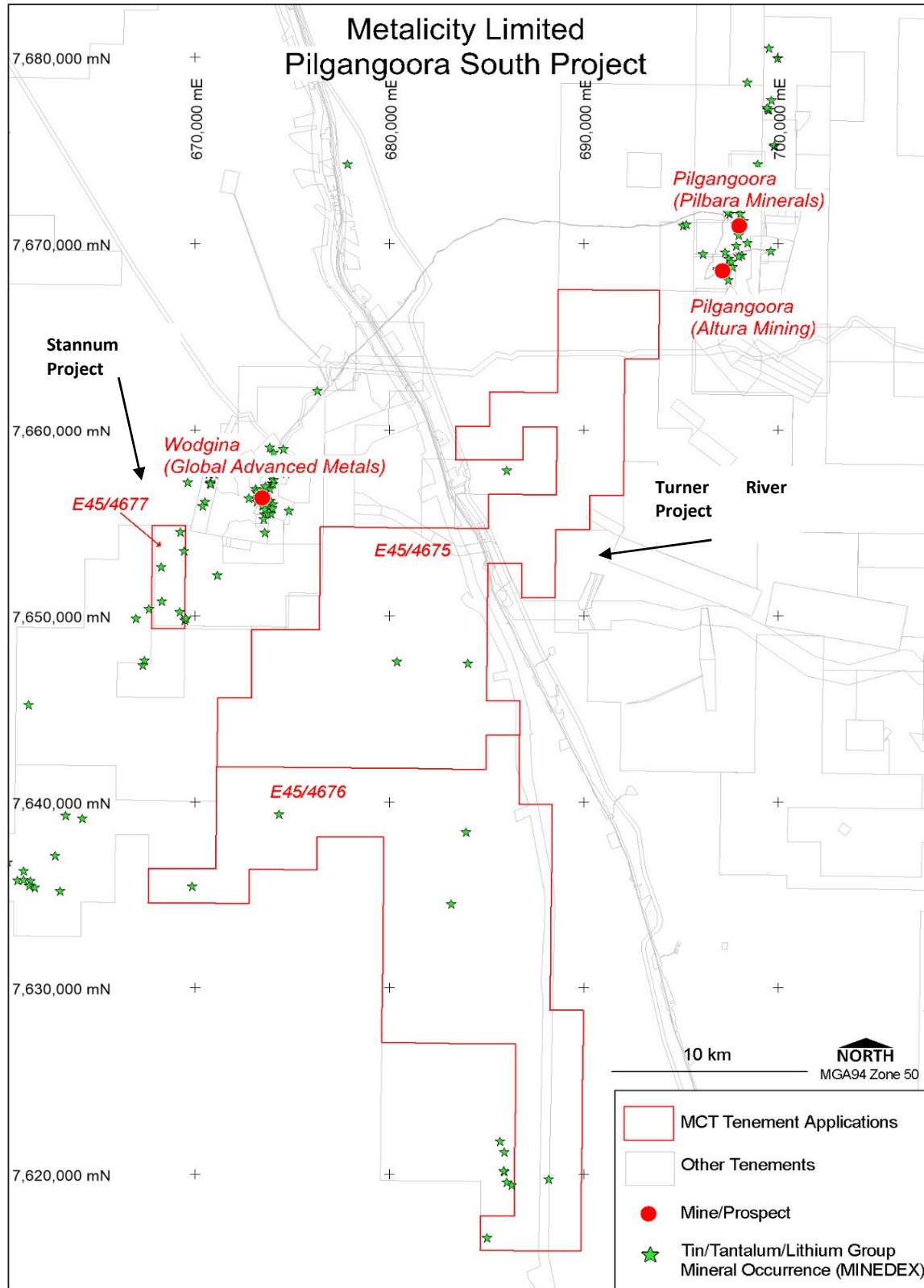


Figure 2. Wodgina Greenstone Belt and Geology

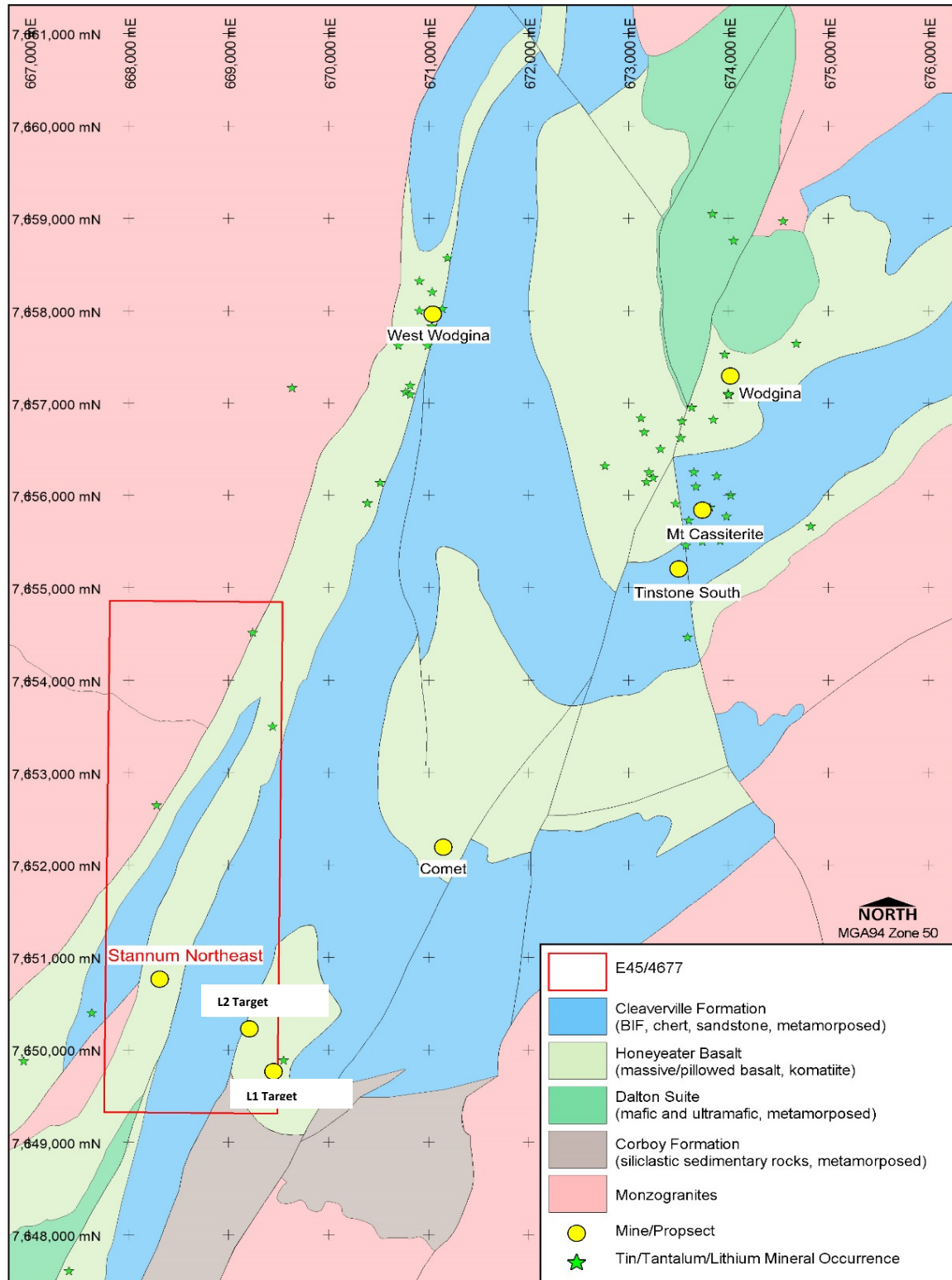


Figure 3. Stannum Project on Geology, L1 and L2 targets areas

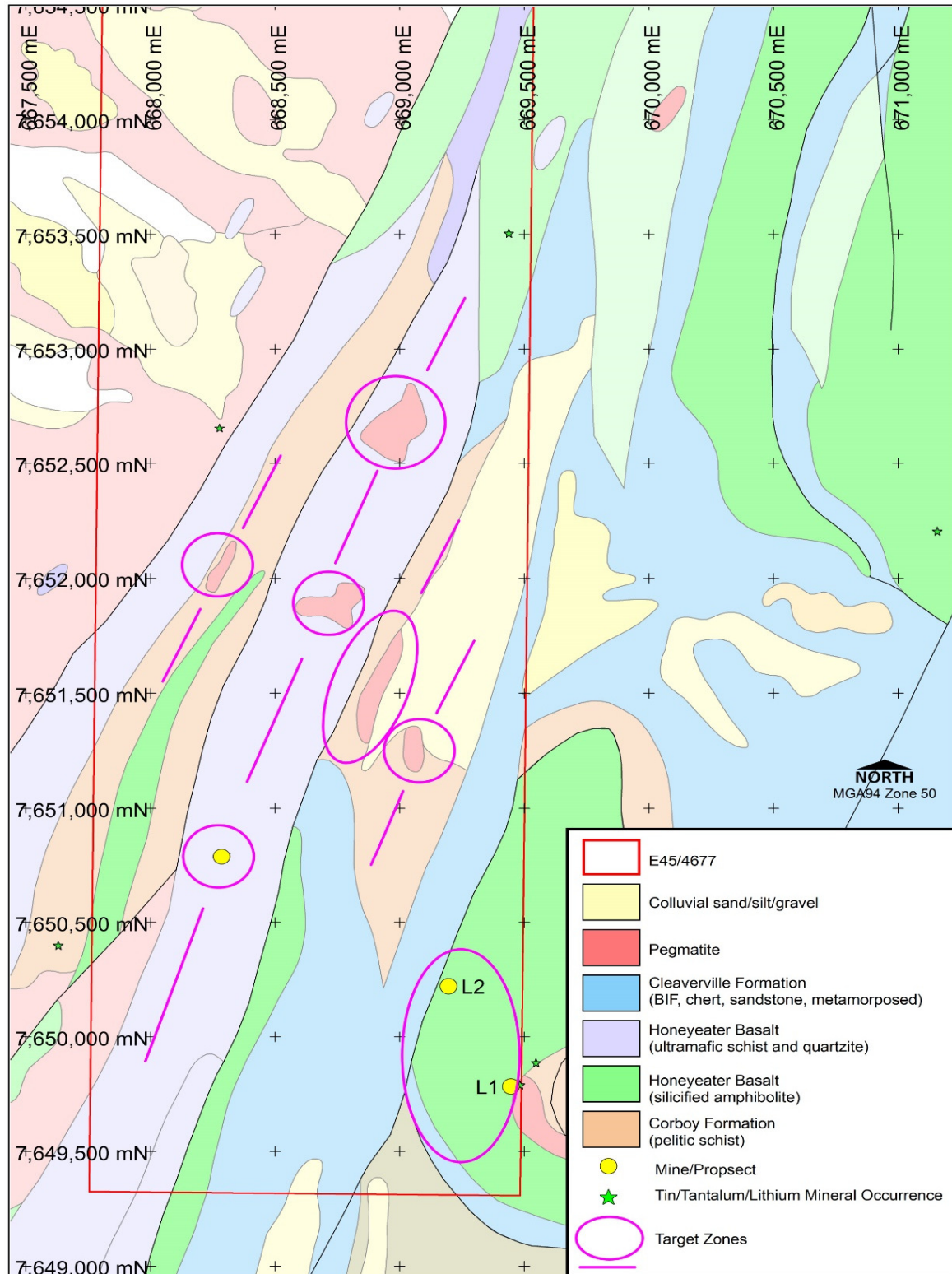
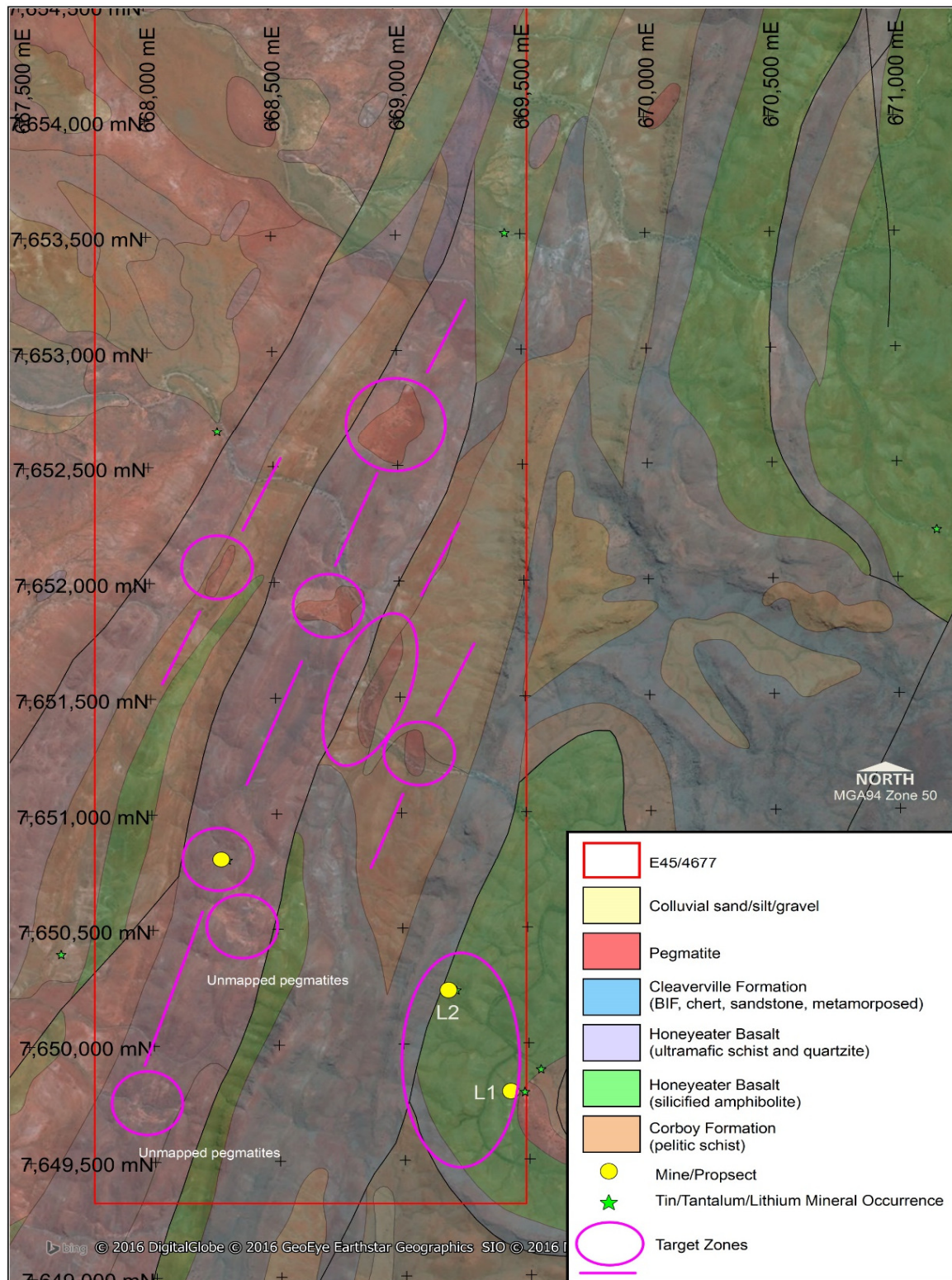


Figure 4. Stannum Project on Aerial Image, L1 and L2 Targets



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About Metalicity Limited

Metalicity Limited is an Australian mining exploration company with a primary focus on base metals sector and the development of the world class Admiral Bay Zinc Project, located in the north west of Australia. The company is currently undertaking a scoping study on Admiral Bay due to be completed by March 2016. The Company's secondary focus is the rare metals sector with the recent addition of the Pilgangoora South Lithium Project and the Munglinup North Graphite Project where early stage exploration has commenced. The Company is supported by a management team with more than 200 years collective experience in the resources sector.

Competent Person Statement

The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the 'JORC Code') sets out minimum standards, recommendations and guidelines for Public Reporting in Australasia of Exploration Results, Mineral Resources and Ore Reserves. The Information contained in this announcement has been presented in accordance with the JORC Code and references to "Measured, Indicated and Inferred Resources" are to those terms as defined in the JORC Code.

Information in this report relating to Exploration results is based on information compiled by Mr Brendan Borg who is a Member of the Australasian Institute of Mining and Metallurgy and a Principal Consultant with Borg Geoscience Pty Ltd. Mr Borg has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Borg consents to the inclusion of the data in the form and context in which it appears.