



15 September 2022

Drilling to Commence at Skeleton Rocks Lithium Targets

- RC drilling of lithium targets at 100%-owned Skeleton Rocks will commence shortly
- Targets have been generated from Sipa's aircore drilling completed in March 2022
- Target areas comprise elevated levels of lithium and other pegmatite-associated elements, consistent with the geochemical 'halo' to lithium mineralisation

Sipa Resources Limited (**ASX: SRI**) ("**Sipa**" or "the **Company**") advises that it has secured all the necessary approvals, and a drill rig, to shortly commence testing of lithium targets at its 100%-owned Skeleton Rocks project (Figure 1).

Results from an aircore program conducted in March 2022 confirmed the existence of anomalous lithium in previously untested greenstone units (refer ASX Release dated 27/5/2022). As a result, Sipa undertook further analysis of the complete data set, both internally and via external consultants. Those reviews highlighted target areas where elevated lithium and other pegmatite-associated elements (caesium and rubidium) form coherent halos of 4-5 times background levels on the margins of the greenstone units, often in association with quartz veining (refer ASX Release dated 28/6/2022 and Figure 2). These anomalous results may indicate the presence of nearby lithium-bearing pegmatites and will be tested via a follow up drill program commencing in the coming days. The planned reverse circulation program will comprise a series of deeper holes angled directly under the geochemical anomalies.

Skeleton Rocks is strategically located between the Great Eastern Highway and the Mt Holland lithium project currently being developed as part of a joint venture between Wesfarmers and Chilean mining major Sociedad Quimica y Minera de Chile S.A. (SQM).

Sipa Resources Managing Director, Pip Darvall said: *'Skeleton Rocks is a great location to hunt for lithium with major groups operating nearby, and we are eager to get this drill program started. Our aircore program earlier in the year was the first drilling ever completed in this area, offering plenty of opportunity for a discovery.'*

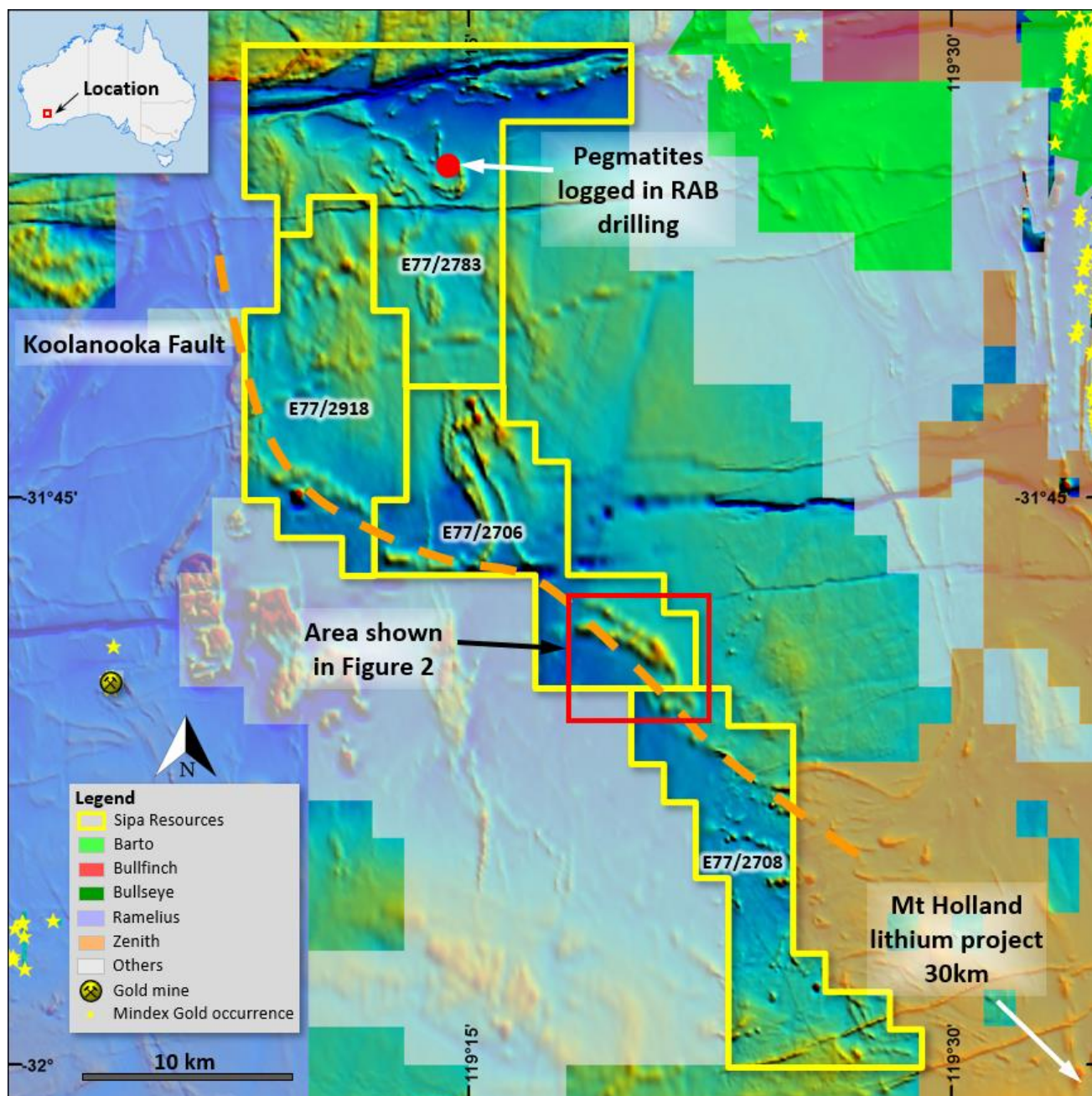


Figure 1: Sipa's Skeleton Rocks project showing the location of the area detailed in Figure 2



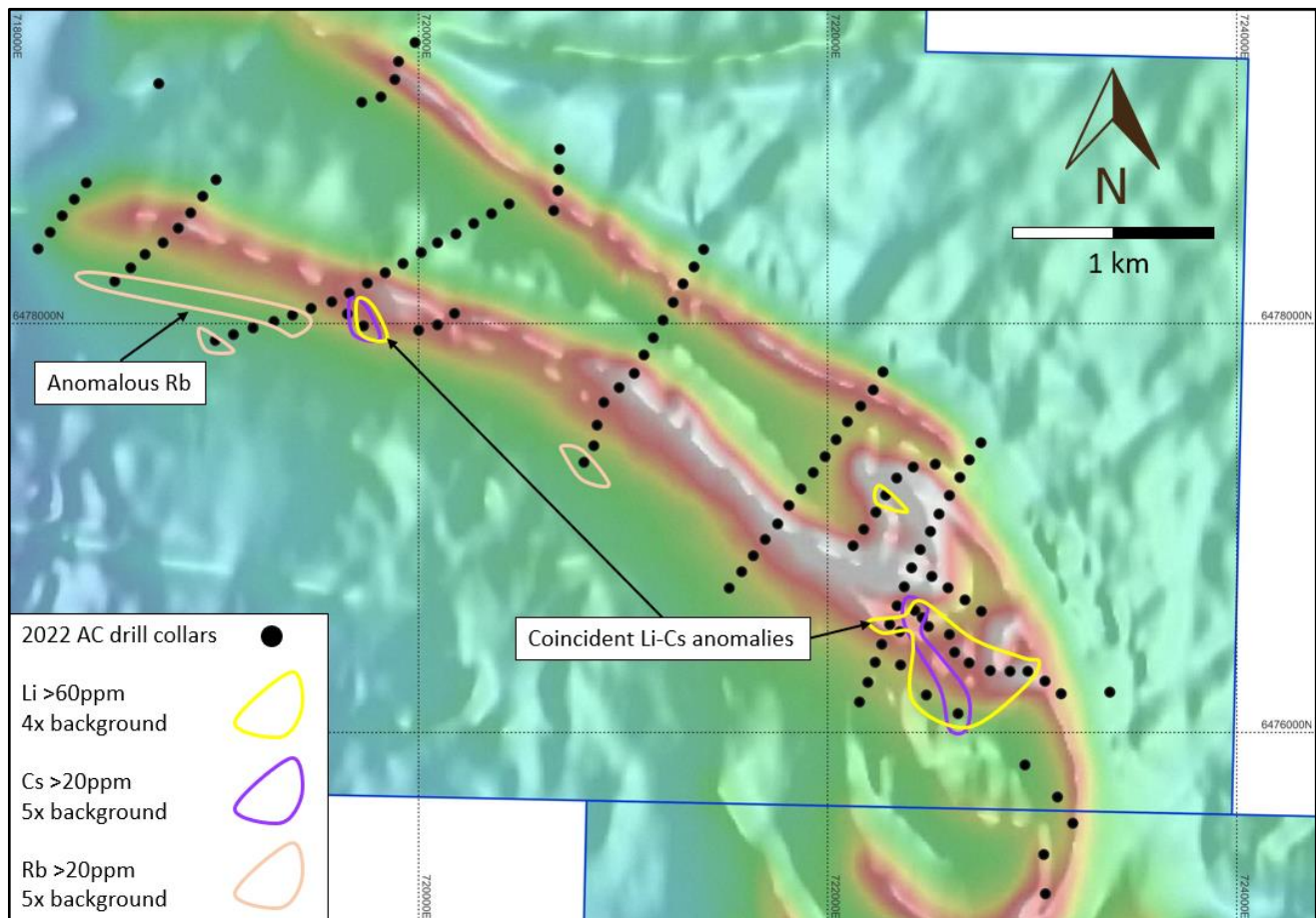


Figure 2: Lithium, caesium and rubidium halos defining target areas for follow up drilling

Project	Drill program	Q3			Q4		
		Jul	Aug	Sep	Oct	Nov	Dec
Paterson North	RC Drilling						
Barbwire Terrace	Diamond Drilling						
Warralong	Aircore Drilling						
Skeleton Rocks	RC Drilling						
Murchison	Aircore Drilling						

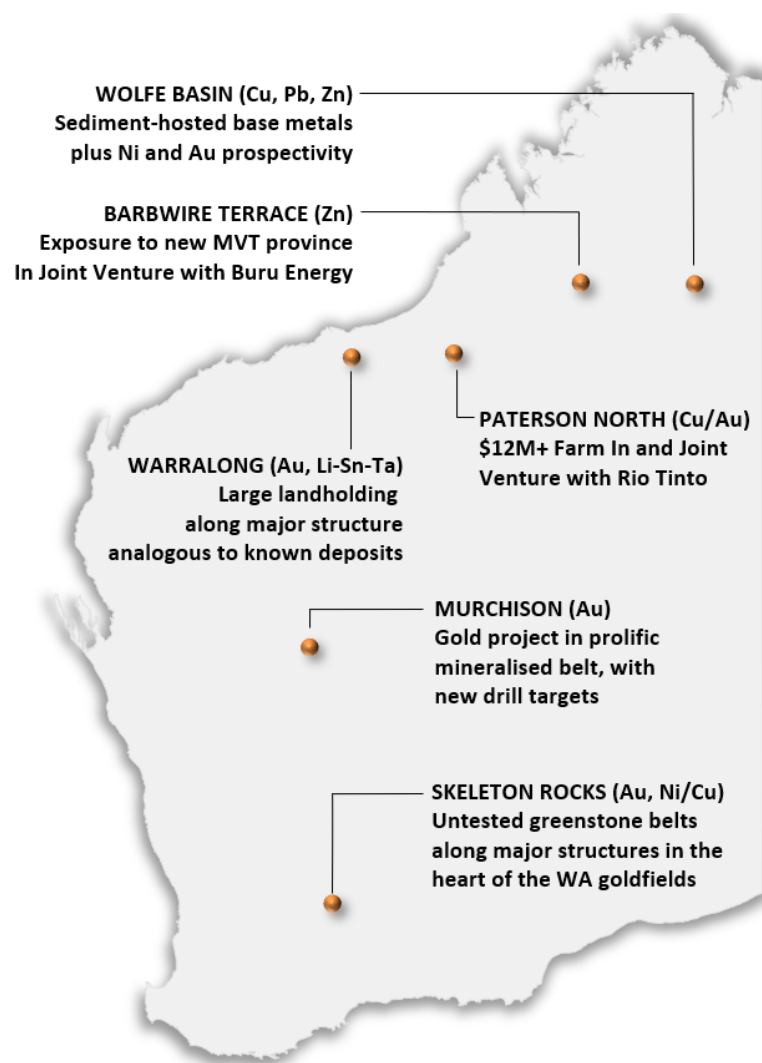
Table 1: Sipa's WA projects drilling schedule, highlighting the planned programs in blue

Competent Person's 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.



About Sipa



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

The Paterson North Copper-Gold Project is being progressed in partnership with Rio Tinto Exploration, and the Barbwire Terrace Base Metals Project in joint venture with energy company Buru Energy Limited.

At Wolfe Basin, extensive base metal anomalism and gossans have provided several targets for drill testing along a prospective horizon over 40km long. The Warralong Project is prospective for intrusion hosted gold, lithium-tin-tantalum and nickel-copper in the north Pilbara region in a 'look-alike' structural setting to recent discoveries in the district. Sipa's Murchison Project covers major structures and prospective geology in prolific greenstone belts within WA's northern goldfields.

The Skeleton Rocks project covers outcropping and interpreted greenstone units prospective for gold, lithium and nickel-copper-platinum group element (Ni-Cu-PGE) deposits with limited to no previous drilling ever completed in these areas. In Uganda,

Sipa holds a Retention License over an intrusive-hosted Ni-Cu sulphide discovery with significant scale potential.

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

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