

ASX ANNOUNCEMENT
9 May 2019

About Force

- Force Commodities Limited is a Perth based lithium exploration and development focussed company listed on the Australian Stock Exchange (ASX Code: 4CE)

Project Summary

- 70% interest in JV over Kitotolo-Katamba Lithium Project, DRC.
- 51% interest in JV over Kanuka Lithium Production Project, DRC.

Directors and Management

Mr Jess Oram - Chairperson
Mr Jason Brewer – Managing Director
Mr Gedeon Pelesa – Director
Mr Mike Pitcher – CFO/CoSec

Capital Structure

Shares on Issue:
424,515,868 fully paid ordinary

- Options on Issue:**
- 26,416,662 exercisable @\$0.032; expiring 30 June 2019
 - 10,000,000 exercisable @\$0.035; expiring 30 June 2019
 - 937,500 exercisable @\$0.048; expiring 30 June 2019
 - 2,000,000 exercisable @\$0.06; expiring 1 July 2020
 - 2,000,000 exercisable @\$0.08; expiring 1 July 2020
 - 2,500,000 exercisable @\$0.10; expiring 30 June 2020
 - 1,200,000 Performance Rights; subject to vesting conditions

Substantial Shareholders

Jihad Malaeb:
22,969,673 FPO shares – 5.41%

**December March 2019 Quarter
Review of Operations**

Highlights

Kanuka Lithium Production Project

- In 2018, the early stage drilling program of 45 RC holes was completed for 2,673 m
- Assay results received in the previous quarter confirmed the presence of shallow widespread, multiple stacked, high grade lithium mineralised pegmatites.
 - Assay results further confirmed the potential for higher grade lithium mineralisation at depth.
 - Results from XRD analyses of selected high-grade lithium samples to provide information on the lithia mineralogy, remains outstanding.
- Exploration field work during the Quarter was restricted as a result of the wet season and the need to finalise an updated exploration budget and schedule of activities to incorporate the full results and XRD analyses of the early stage program work completed to date.

Kitotolo-Katamba Lithium Project

- The early stage RC drilling program completed in the previous quarter with 98 holes drilled for 4,272 m
- Drilling program aimed to test +1 km pegmatite strike lying in inferred structural corridor southwest of mineralisation discovered on AVZ's Manono Project.
- Application for transformation of Exploration License PR12453 into a mining lease was lodged during the previous quarter. Transformation is an administrative process with mining leases in DRC granted for a 30-year period.
- A total of 1,170 samples from the early stage RC drilling program were taken for assaying. All these samples are at the ALS laboratory in Johannesburg for routine (ME-MS61 48 element four acid digest) sample analysis and the assay results are awaited.
- Field work during the Quarter was restricted as a result of the wet season and the need to finalise an updated exploration budget and schedule of activities to incorporate the outstanding assay results obtained from the early stage drilling program.

Mt Adrah Gold Project

- In 2018 the Company entered into an agreement to dispose of its non-core Mt Adrah Gold Project in NSW.
- All necessary sale and purchase documentation and associated agreements were executed, along with satisfying several key conditions precedent that allow the transaction to proceed.
- Company to receive revised consideration of net cash of A\$250,000 and the reimbursement of environmental performance bonds of A\$30,000, no commissions or advisory fees payable, and with a further A\$50,000 in ordinary shares in the event an IPO or reverse takeover onto the ASX takes place
- Subsequent to the end of the Quarter on 3 April 2019, the Company advised that financial settlement of the sale is now subject only to approval from the NSW Minister for Resources, given the change in effective control of the license holder.

Halls Peak Base Metals Project

- The Company had previously entered into an agreement to dispose of the Halls Peak Base Metals Project to XS Resources Ltd.
- Subsequent to the end of the Quarter on 3 April 2019, the Company advised that it will not be proceeding with the divestment of its interest given the strengthening in the markets for lead, silver, copper and zinc commodities.

Corporate & Finance

- Cash at bank as at 31 March 2019 of \$0.040m.
- During the Quarter, the Company's 2,250,000 shares in ASX-listed Marquee Resources were released from escrow and are currently valued at ~\$101k (as at 3 May 2019). The Company also holds a further 750,000 options exercisable at 20 cents on or before 30 September 2020.
- Board and executive management changes made to strengthen the Company's capabilities, with Mr Jess Oram appointed as Non-Executive Chairman of the Company and Mr Mike Pitcher been appointed as Company Secretary.
- During the Quarter, the Company continued to review a number of additional exploration and development opportunities, including lead, silver, copper and zinc projects located in Central Africa that are considered highly complementary to the Company's existing projects.
- Subsequent to the Quarters end, on 30 April 2019, the Company entered into trading halt pending an announcement to be made in connection with the entering into of a heads of agreement in connection with the acquisition of a new project.

Activities Report for the quarter ended 31 December 2018.

Force Commodities Limited (ASX Code: 4CE) (“**Force**” or the “**Company**”) provides its activities report for the quarter ended 31 March 2019.

Force has a majority interest in two highly prospective lithium projects (Kitotolo-Katamba Lithium Project, Kanuka Lithium Production Project) in the Tanganyika Province of the Democratic Republic of Congo (**DRC**), each of which have identified pegmatites across significant areas of their project area. The projects are highlighted in red in Figure 1.

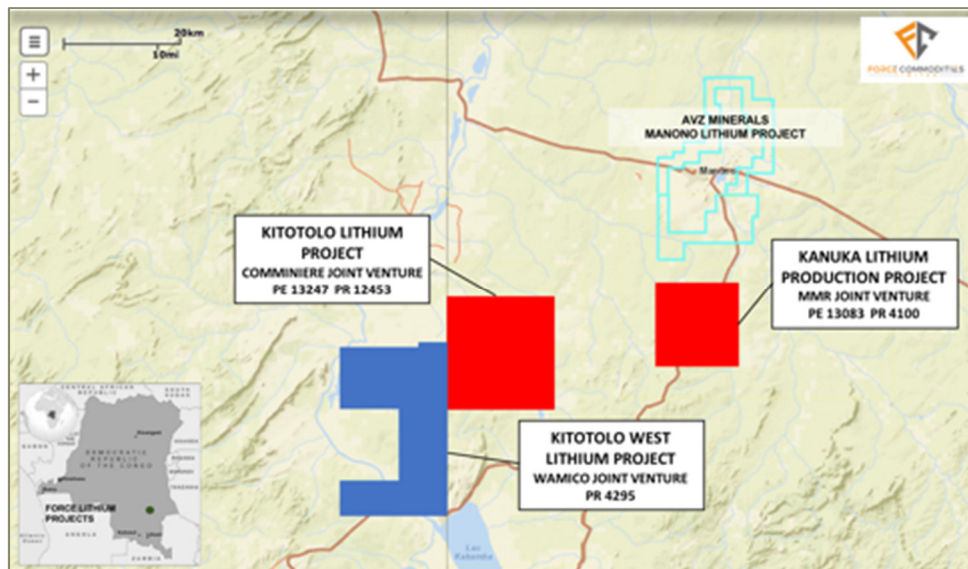


Figure 1. Location Map: Force project interests in Kitotolo-Manono region. Owned interests (in red). Option interests (in blue).

In addition, Force has an option to acquire the Kitotolo West Lithium Project, which is also considered highly prospective for lithium mineralisation and has known areas of artisanal mining activities and exposed lithium bearing pegmatites.

Presently, the Company has a landholding of 594 km² in the Kitotolo-Manono area. Should the Company proceed with the proposed acquisition of the Kitotolo West Lithium Project, it will result in the Company increasing its landholding to 994 km² in the Kitotolo-Manono area and with all its licenses and project interests in proximity to AVZ's Manono Project. The Kitotolo-Manono area is a 'world-class' lithium region.

AVZ's Manono Project is the largest lithium rich LCT (lithium, caesium, tantalum) pegmatite deposit in the world. Work performed to date by AVZ has demonstrated that the pegmatites extend for a strike length of 13 km+ and is more than 240 m thick, in places.

Historical records suggest that the pegmatite field in the region extends over 500 km from Kolwezi in the southwest to Kalemie in the northeast and that Force's lithium projects overlay a significant section of the pegmatite field.

Force's exploration program completed in 2018 were aimed to quickly identify the extent of shallow pegmatites within the Company's project areas and to target lithium mineralisation.

1. KITOTOLO-KATAMBA LITHIUM PROJECT (70%)

1.1 Overview

The Kitotolo-Katamba Lithium Project comprises exploration license PR 12453 and mining lease PE 13247, and extends over an area of about 400 km². It is located southwest of ASX listed AVZ Minerals' Manono Lithium Project.

Force has acquired a 70% interest in a new joint venture company with DRC state-owned mining company La Congolaise d'Exploitation Minière (**Cominiere SA**) (30%) to jointly explore the Kitotolo Lithium Project.

A brief overview of the Project follows:

- Project comprises exploration license PR 12453 and mining lease PE 13247, and extends over an area of about 400 km².
- Project area along strike from AVZ's 'world-class' Manono Project; considered to be one of the largest pegmatite bodies in the world.
- Joint venture agreement executed in November 2017, with incorporation of a new joint venture company, COMFORCE, to recognise Force's interest, management role and the planned exploration programs and proposed development activities completed during the quarter.
- JV partner, DRC state-owned mining company La Congolaise d'Exploitation Minière (Cominiere SA) hold 34 additional mining and exploration tenements across four DRC provinces including a 25% interest in AVZ's Manono Project.
- Due diligence investigations identified spodumene in pegmatites across significant areas within Project area.
- Initial assay results confirm high grade lithium mineralisation (up to 2.15% Li₂O) in pegmatites.
- Subsequent assays from shallow exploration pits and trenches confirm high grade lithium mineralisation in shallow pegmatite bodies 1 km along strike from the Katamba Artisanal Pit.
- Project area has historical cassiterite and columbite-tantalum mining, minerals commonly associated with lithium.
- 16,000 m AC-RC and diamond drilling program completed.

A more detailed overview of the Project is included at Annexure A.

1.2 Work Completed during March 2019 Quarter

Phase One RC Drill Program

Limited exploration field work was completed during the Quarter as a result of the wet season curtailing activities, along with outstanding assay results from the initial stage of its Phase 1 drilling program that was completed in the previous quarter.

Force drilled 98 RC holes for 4,272 m in the previous quarter under the initial stage of its Phase 1 RC drill program. A total of 1,170 samples from were taken for sample preparation and assaying. All the samples are at the ALS laboratory in Johannesburg for routine (ME- MS61 48 element four acid digest) preparation and assay and the results are awaited. It is expected that these assay results will be received by the Company in May 2019.

Upon receipt and review of these assay results, by the Company and its joint venture partner at the Kitotolo-Katamba Lithium Project, Cominiere SA, the exploration budget and schedule for the remainder of 2019 will be finalised and approved.

2. KITOTOLO WEST LITHIUM PROJECT – UNDER OPTION

The Company announced in 2018 that it acquired an option for a 75% interest in the Kitotolo West Lithium Project. The Kitotolo West Lithium Project comprises granted exploration license PR4295.

PR4295 covers an area of about 400 km² and is contiguous to the Company's existing Kitotolo-Katamba Lithium Project and 35 km west of the Company's Kanuka Lithium Production Project.

A decision on whether to exercise the option to acquire the Project has not yet been reached and no work was completed during the Quarter.

3. KANUKA LITHIUM PRODUCTION PROJECT (51%)

The Kanuka Project area comprises two contiguous licenses: granted mining lease PE13082 and exploration license PR4100.

These licenses cover an area of about 194 km² and are located 20 km east of the Company's existing Kitotolo Lithium Project. The licenses are immediately south (about 4 km from the license boundaries) of AVZ's Manono Project.

A brief overview of the Project follows:

- Project comprises mining lease PE13082 and exploration license PR4100; covering an area of 194 km² and containing extensive lithium bearing pegmatites.
- Project licenses located 5 km south of AVZ Mineral's 'world-class' Manono-Kitotolo Lithium Project licenses and 20 km east of the Company's Kitotolo Lithium Project.
- Joint venture agreement executed in late March 2018 with incorporation of a new joint venture company, MINFORCE, to recognise Force's interest, management role and the planned exploration programs and proposed development activities completed during the quarter.
- JV partner, Mining Mineral Resources SPRL (MMR), a member of the VinMetals Group (a diversified mining, metals and trading group that has operated successfully in the DRC since 1997) operating existing copper, cobalt, tantalum, tin and tungsten mines and processing plants.
- MMR currently produces tin and tantalum from mining and processing operations on part of the license areas and in conjunction with the iTRi exports ICGLR-certified tin and tantalum to international markets.
- Pegmatites on the license areas have been identified on a northeast-southwest trend which are exposed at surface and observed to extend over 5 km in length and 300 m in width in the current main MMR mining area. Pegmatites have, in places, been exposed by historic and current mining operations and have been observed to depths of up to 15 metres.
- Pegmatites have also been identified less than 2 km from and parallel to mineralisation in the main mining area and extend for over 5 km in length and are 200 m in width.
- The Kanuka Lithium Project Joint Venture will benefit from the excellent infrastructure established by MMR's mining operation, having power, a mine camp and offices and a serviceable airstrip which will aid to accelerate exploration activities.
- The Kanuka Lithium Project Joint Venture will utilise MMR's existing logistics capabilities in the region and on-site drilling equipment and mining fleet and services which are anticipated to substantially increase operating efficiencies, reduce costs and accelerate exploration and study work timeframes.
- Force completed of 45 holes for 2,700 m of RC drilling; further diamond drilling of about 1,000 m to be based upon review of assay results.

- Phase 1 Drill Program targeted the strike continuity of the Kania Main Pegmatite exposed in the current main mining area and the new parallel pegmatites identified at the Kalombo Mushwima Prospect.

3.1 Phase One RC Drilling Program Completed

The Company has completed its Phase One RC drill program which consisted of 45 holes for ~2,700m.

A total of 2,621 RC samples were taken from all 45 RC drill holes. Samples were dispatched to ALS in Lubumbashi for sample preparation and on-forwarded by ALS to its Johannesburg laboratory for a multi-element assay finish (ME-MS61 48 element four acid digest).

The Phase 1 RC drilling program conducted from July to September 2018 targeted near surface (within 40-60 m below surface) lithium mineralisation in a number of identified pegmatite bodies.

Some assay results received during the previous quarter confirmed the drilling program has successfully intersected multiple and stacked lithium bearing pegmatite veins over an initial inferred strike of 1.3 km at the Kania Main Pegmatite. This body is located inside the main open pit mining operation and is observed over a width of up to 300 m. The assays confirmed that drilling at the Kalombo Mushwima Prospect, west of the Kania Main pegmatite, had identified a very significant, shallow and broad lithium mineralised system. Its surface projection is 1.4 km wide and it remains open in all directions.

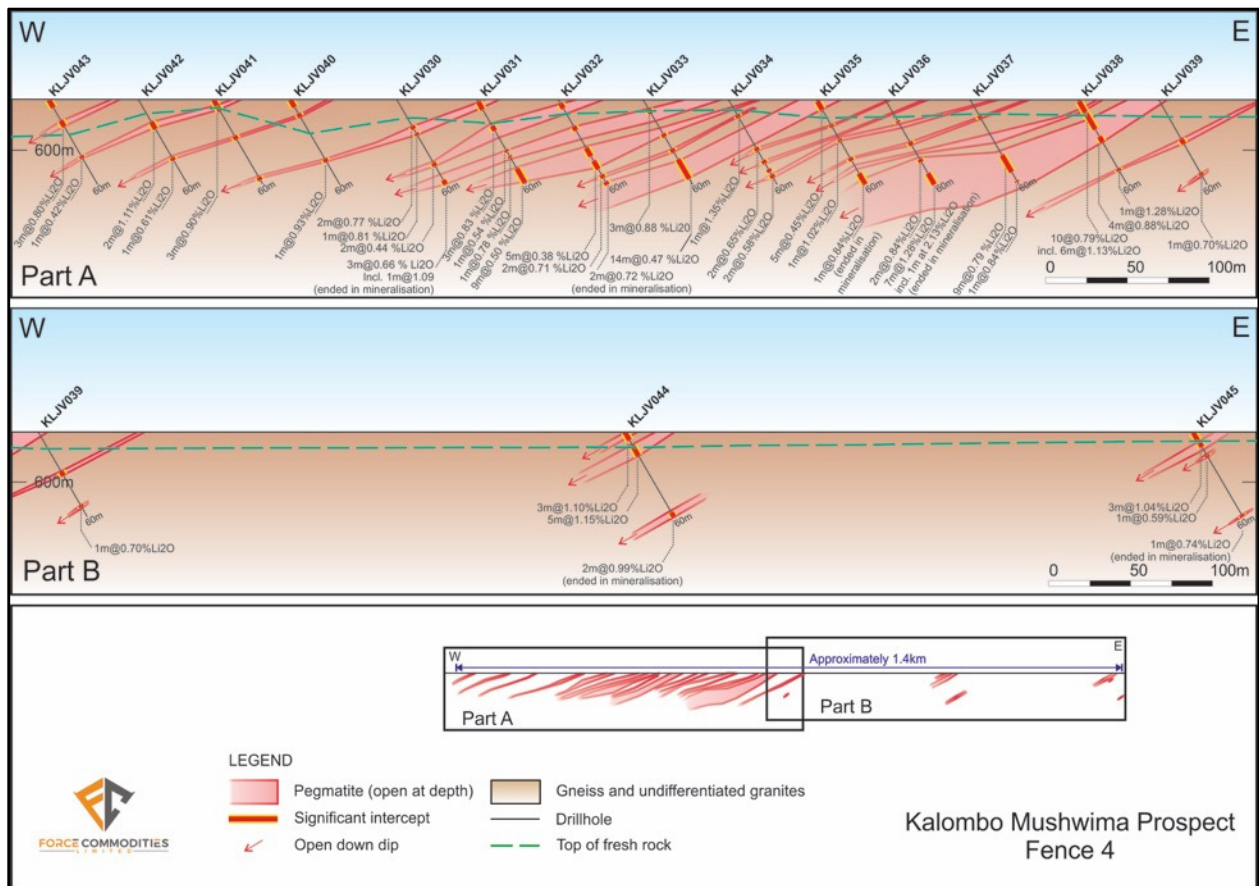


Figure 7: Schematic cross section of Kalombo Mushwima Prospect and significant drilling results – and extended section (A+B).

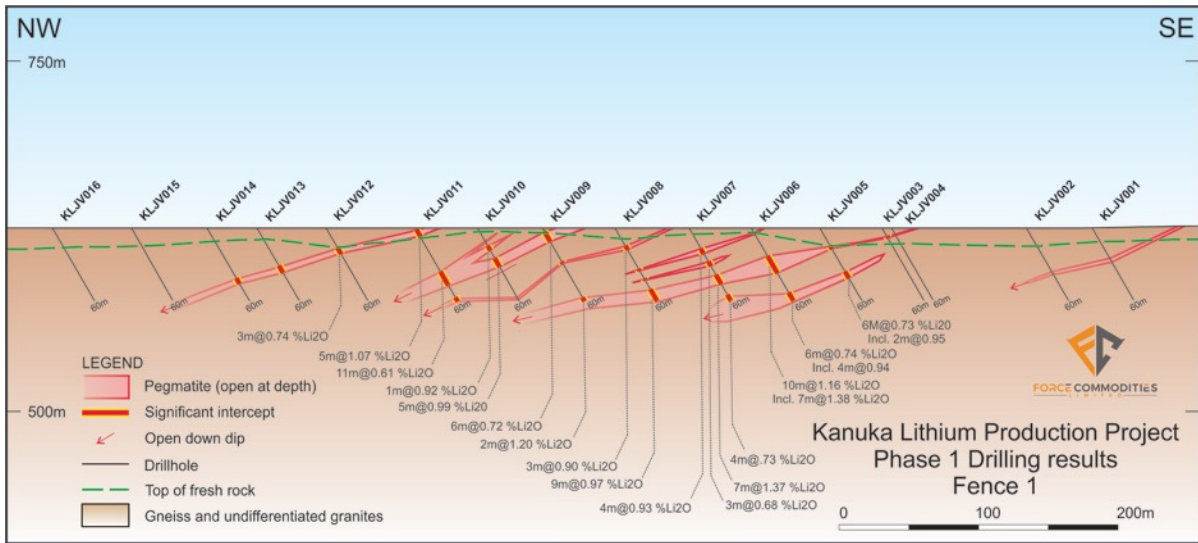


Figure 8: Schematic cross section highlighting Fence 1 and significant drilling results.

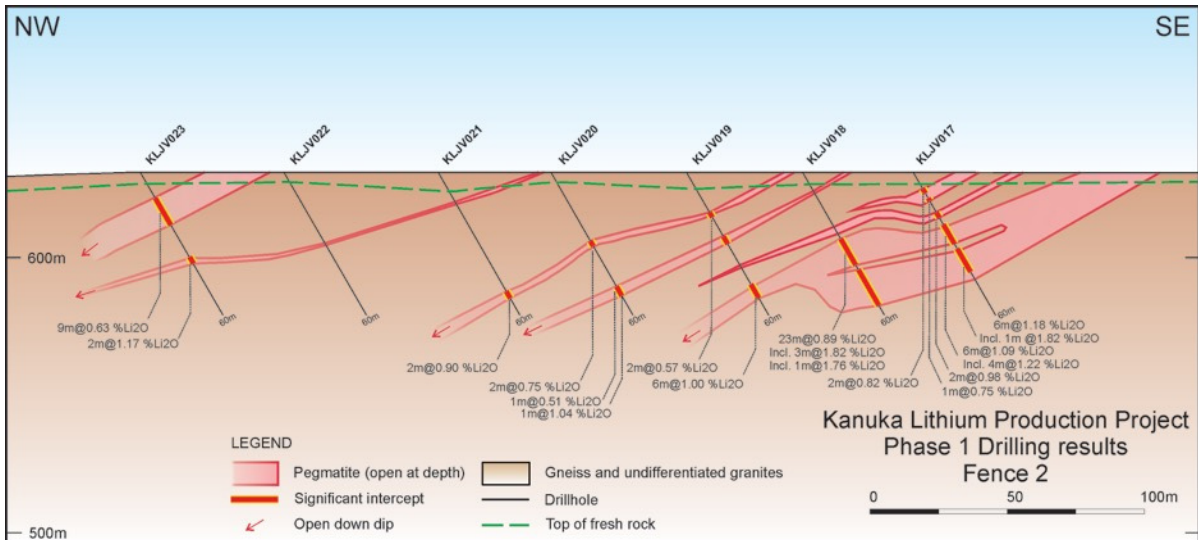


Figure 9: Schematic cross section highlighting Fence 2 and significant drilling results.

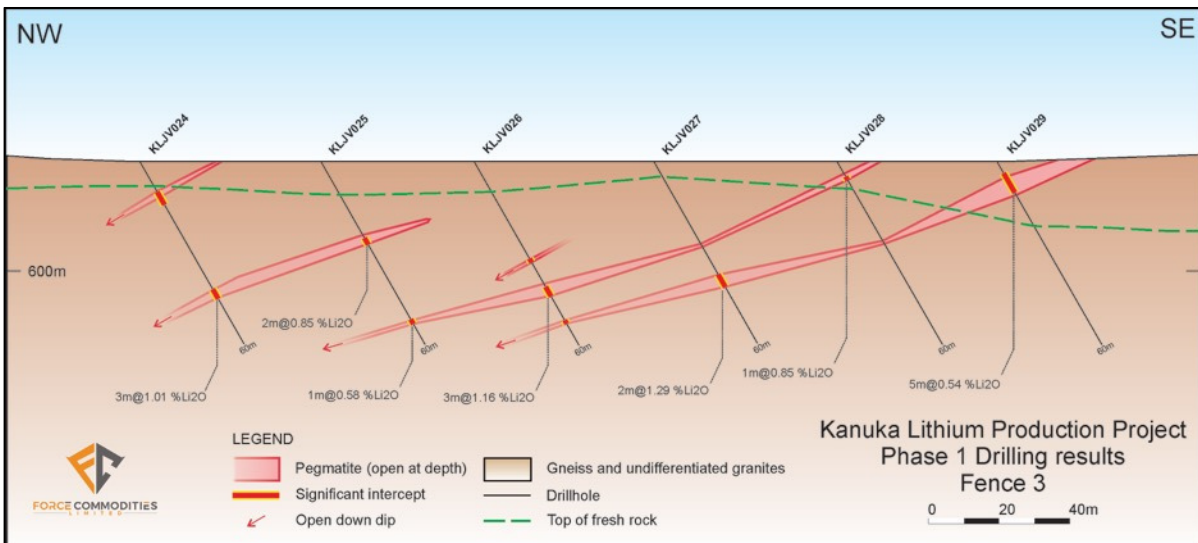


Figure 10: Schematic cross section highlighting Fence 3 and significant drilling results.

During the previous quarter, the Company engaged Geolabs Global (Pty) Ltd (South Africa) in Johannesburg to complete further XRD analyses. The laboratory will determine by XRD the mineralogy of selected high-grade lithium samples from the the Kania Main and Kalombo Mushwima Prospect. It is expected that these assay results will be received by the Company in May 2019.

The Company will complete its review of the XRD results and assays returned from samples derived from the Phase 1 RC drilling program. These results will be used to finalise the exploration budget and schedule for the remainder of 2019 and submitted for review with the Company's joint venture partner.

4. NSW PROJECTS

4.1 Mt Adrah Gold Project

The Company entered into a sale agreement for Mt Adrah Gold Project on 16 March 2018 with Wildcat Resources Pty Limited (**Wildcat**).

All necessary sale and purchase documentation and associated agreements have been executed by the parties to allow the sale to proceed. In addition, a number of key conditions precedent were satisfied.

The Company agreed to receive a revised consideration of net cash of A\$250,000 along with the reimbursement of environmental performance bonds of A\$30,000, and with a further A\$50,000 in ordinary shares in the event an IPO or reverse takeover onto the ASX takes place. The previously agreed advisory fees and commission due on the sale and payable by the Company, was removed making them the responsibility of Wildcat.

On 3 April 2019, the Company advised that financial settlement of the sale is now subject only to approval from the NSW Minister for Resources, given the change in effective control of the license holder.

The cash settlement of the sale is expected in the June quarter.

4.2 Halls Peak Base Metals Project

During the September 2018 quarter, the Company advised it had entered into separate option agreements with XS Resources (**XS Resources**) to sell its two Halls Peak Project tenements in New South Wales.

Subsequent to the end of the Quarter on 3 April 2019, the Company advised that it will not be proceeding with the divestment of its interest given the strengthening in the markets for lead, silver, copper and zinc commodities. Also, the Company was reviewing a number of exploration and development opportunities in Central Africa considered highly complementary to the Halls Peak Base Metals Project.

5. NEW PROJECT OPPORTUNITIES

During the Quarter, the Company continued to review a number of additional exploration and development opportunities, including lead, silver, copper and zinc projects located in Central Africa.

The project opportunities under consideration are considered highly complementary to the Company's existing projects and activities and infrastructure already established in Africa.

Subsequent to the Quarters end, the Company entered into trading halt pending an announcement to be made in connection with the entering into of a heads of agreement in connection with the acquisition of a new project.

On 9 May 2019, the Company announced it has executed a binding HOA to acquire majority interests in the lead, silver and zinc rights over three granted exploration licenses and one mining license (under application) located in the Central Region of the Republic of Malawi.

For further details refer ASX Announcement dated 9 May 2019.

6. CORPORATE

6.1 Board Strengthened

During the Quarter, several changes were made to the Board and executive management of the Company.

Mr Jess Oram was appointed as Non-Executive Chairman of the Company, effective 4 February 2019. Mr Oram has over 25 years' experience in mineral exploration in a wide variety of geological terrains, resource commodities and countries. He has an accomplished track record in establishing and leading the exploration function of several companies. Oram has a Bachelor of Science (BSc), Geology major from the University of Queensland and is a member of the Australian Institute of Geoscientists (AIG).

Mr Mike Pitcher was appointed as Company Secretary replacing Mr Michael Fry due to his other increased work commitments. Mr Pitcher has over 30 years' experience in a variety of accounting, financial and commercial roles and has worked with Force as its Financial Controller since May 2018.

5.1 Cash at Bank

Cash at bank for the Company as at the end of the quarter was \$0.040 million.

The Company anticipates receipt of the consideration due on the Mt Adrah Gold Project to be received during the current quarter.

The Company is further reviewing its shareholding in ASX-listed Marquee Resources of 2,250,000 shares, which were released from escrow in the Quarter and are currently valued at ~\$101k (as at 3 May 2019).

In addition, the Company is in discussion with a number of financing and offtake related groups regarding its future financing requirements in light of potential project acquisitions.

5.2 Shares

As at 31 December 2018, shares on issue total 424,515,868.

5.3 Options

As at 31 March 2019, share options remaining on issue are as follows:

Type	Expiry Date	Exercise Price	Number	Amount Outstanding
Unlisted	30 June 2019	\$0.032	26,416,662	\$845,333
Unlisted	30 June 2019	\$0.035	10,000,000	\$350,000

Type	Expiry Date	Exercise Price	Number	Amount Outstanding
Unlisted	5 August 2019	\$0.048	937,500	\$45,000
Unlisted	1 July 2020	\$0.06	2,000,000	\$120,000
unlisted	1 July 2020	\$0.08	2,000,000	\$160,000
unlisted	30 June 2020	\$0.10	2,500,000	\$250,000
			43,854,162	\$1,770,333

5.4 Consideration Shares Issued pursuant to ASX Listing Rule 7.3.2 Waiver

The Company has received waivers from ASX Listing Rule 7.3.2 relating to its acquisition of each of the Kitotolo Lithium Project and its Kanuka Lithium Production Project, allowing the Company to issue shares in relation to the acquisitions in excess of 3 months after shareholder approval. A condition of the waivers is that the Company report a summary of the number of shares issued during the reporting period, and the number that remain to be issued.

In accordance with this requirement the Company advises the following:

Project	Date of Waiver	Waiver Expiry Date	Number Issued During the Quarter	Number remaining to be Issued
Kanuka Lithium Project	27 April 2018	25 May 2023	-	16,000,000
			-	76,000,000

7. SCHEDULE OF MINERAL TENEMENTS AS AT 31 MARCH 2019

Project	Status	Tenement	Location	Interest held by Force	
				at 31 March 2019	at 31 December 2018
Mt Adrah~	Granted	EL8606	Australia	99.5%	99.5%
Mt Adrah~	Granted	EL6372	Australia	99.5%	99.5%
Mt Adrah~	Granted	EL7844	Australia	99.5%	99.5%
Halls Peak	Granted	EL4474	Australia	100%	100%
Halls Peak	Granted	EL7679	Australia	55%	55%
Rocky River / Uralla	Granted	EL6483	Australia	55%	55%
Rocky River / Uralla	Granted	EL7491	Australia	55%	55%
Kitotolo Lithium Project	Granted	PR12453	DRC	70%*	70%
Kitotolo Lithium Project	Granted	PE13247	DRC	70%*	70%
Kanuka Lithium Project	Granted	PR4100	DRC	51%*	0%

EL, PR – Exploration Licence

PE – Mining Licence

~ - subject to sale agreements

* - Lithium rights only

END

Competent Person Statement

The information in this release that relates to sampling techniques and data, exploration results, geological interpretation and Exploration Targets, Mineral Resources or Ore Reserves has been compiled by Mr James Sullivan is a member of the Australian Institute of Geoscientists. Mr Sullivan is engaged by Force Commodities as a consultant geologist on a full-time basis.

Mr Sullivan has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Sullivan consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

Forward looking statements

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company’s business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company’s control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward-looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.