ASX Announcement
17 November 2020

FAVOURABLE AMENDMENTS TO CARIBOU DOME AQUISITION TERMS

PolarX Limited (ASX: PXX) ("PolarX" or "the Company") advises that further to its announcement of 18 June 2020, the Company has secured more favourable amendments to the terms of its option to acquire (i) an 80% interest in the Caribou Dome copper deposit in Alaska USA; and (ii) a 90% interest in the adjacent Senator property (collectively "the Caribou Dome Project"). The Caribou Dome Deposit, which forms part of the Company's Alaska Range Project, contains an existing mineral resource estimate of 2.8Mt @ 3.1% Cu (refer Table 1). Approximately 60% of the mineral resource occurs within 150m of surface, within which there is a high-grade component of 935,000t @ 4.4% Cu.

The revised option terms with the underlying vendors of the Caribou Dome Project are:

(1) Earn-in deadline extended to 6 June 2024 ("Earn-In Deadline")

(2) One-off cash payment to the underlying vendors of US$75,000 upon execution of the option amendments

(3) Subsequent annual payments to the underlying vendors in the amounts of:

Due Date	Payment
6 June 2021	US$100,000
6 June 2022	US$100,000
6 June 2023	US$100,000
Earn-In Deadline	US$1,260,000

The Company's previous remaining annual payment commitments totalled $1.56 million for the period to 6 June 2023.

(4) Either meeting the following substantially reduced qualifying expenditure requirements or conducting a feasibility study to mine the Caribou Dome Project:

Assessment Period	Expenditure
12 months ending 1 Sept 2021	US$400,000
12 months ending 1 Sept 2022	US$400,000
12 months ending 1 Sept 2023	US$400,000
2 Sept 2023 to Earn-In Deadline	US$400,000

For any period during which the Company does not complete U$400,000 of qualifying expenditure until it has conducted a feasibility study, it shall pay to the underlying vendors a penalty in the amount of 25% of the expenditure shortfall. This payment will be in lieu of the expenditure shortfall. Excess qualifying expenditure in any period may be carried forward to future periods.

(5) The consideration for the amendments also includes the issue to certain underlying vendors of (i) $12,500 worth of fully paid ordinary shares in the Company ("Shares") following execution of the option amendment; and (ii) further annual payment of $12,500 worth of Shares on or before 1 June 2021 and on or before 1 June of each subsequent year as long as the 0ption remains in effect. For each Share payment instalment, the number of Shares to be issued will be based on the 10-day volume weighted average price of the Company's shares immediately prior to the date of each Share issue.

ABOUT THE CARIBOU DOME PROJECT

The Caribou Dome Project (Figure 1) is located approximately 250km northeast of Anchorage in Alaska, USA. It is readily accessible by road – the Denali Highway passes within 20 kilometres of the Project and from there a purpose-built road provides direct access to the historic underground development at the Project. The Caribou Dome Project comprises 216 State Mining Claims covering approximately 28,800 acres (11,655 hectares).

Copper mineralisation was discovered at the Caribou Dome Project in 1963. From 1963-1970 nine lenses of volcanic sediment-hosted copper mineralisation were delineated over approximately 700 metres of strike. 95 diamond core holes were drilled during this period, from surface and underground.

On 25 February 2015, PolarX secured the right to acquire an 80% interest in the Caribou Dome Project by meeting certain expenditure obligations and annual cash payments. Very limited exploration had been undertaken since 1970, until PolarX secured the rights to explore and develop the project in February 2015. It compiled all historic technical information, prioritised targets arising, completed a ground geophysics (induced polarisation) survey, and two programs of diamond core drilling. Confirmatory drilling rapidly validated previous work and the Company was able to publish a maiden resource in April 2017 (see Table 1 below and Figure 2).

The mineralisation occurs in a series of deformed lenses of fine-grained massive sulphides comprising pyrite and chalcopyrite. The mineralisation has been deformed by two-phases of folding and then subsequently faulted. The mineralisation extends form surface to depths of over 300m.

Multiple high-priority targets based on surface geochemical soil sampling and IP survey remain undrilled (see Figures 3 and 4). With >18km of the stratigraphic horizon that hosts the mineralisation evident within the Company's project area, there is considerable potential to discover additional high-grade mineralisation and to continue to expand the resource base at the Project. The Company intends to evaluate the economic viability of trucking copper mineralisation from Caribou Dome to potential processing plant sites at it wholly owned Zackly copper-gold deposit.

Authorised for release by Ian Cunningham, Company Secretary

For further information contact Peter Nesveda, International Investor Relations and Corporate Affairs on +61 3 9504 8420 or contact the Company directly on +61 8 6465 5500

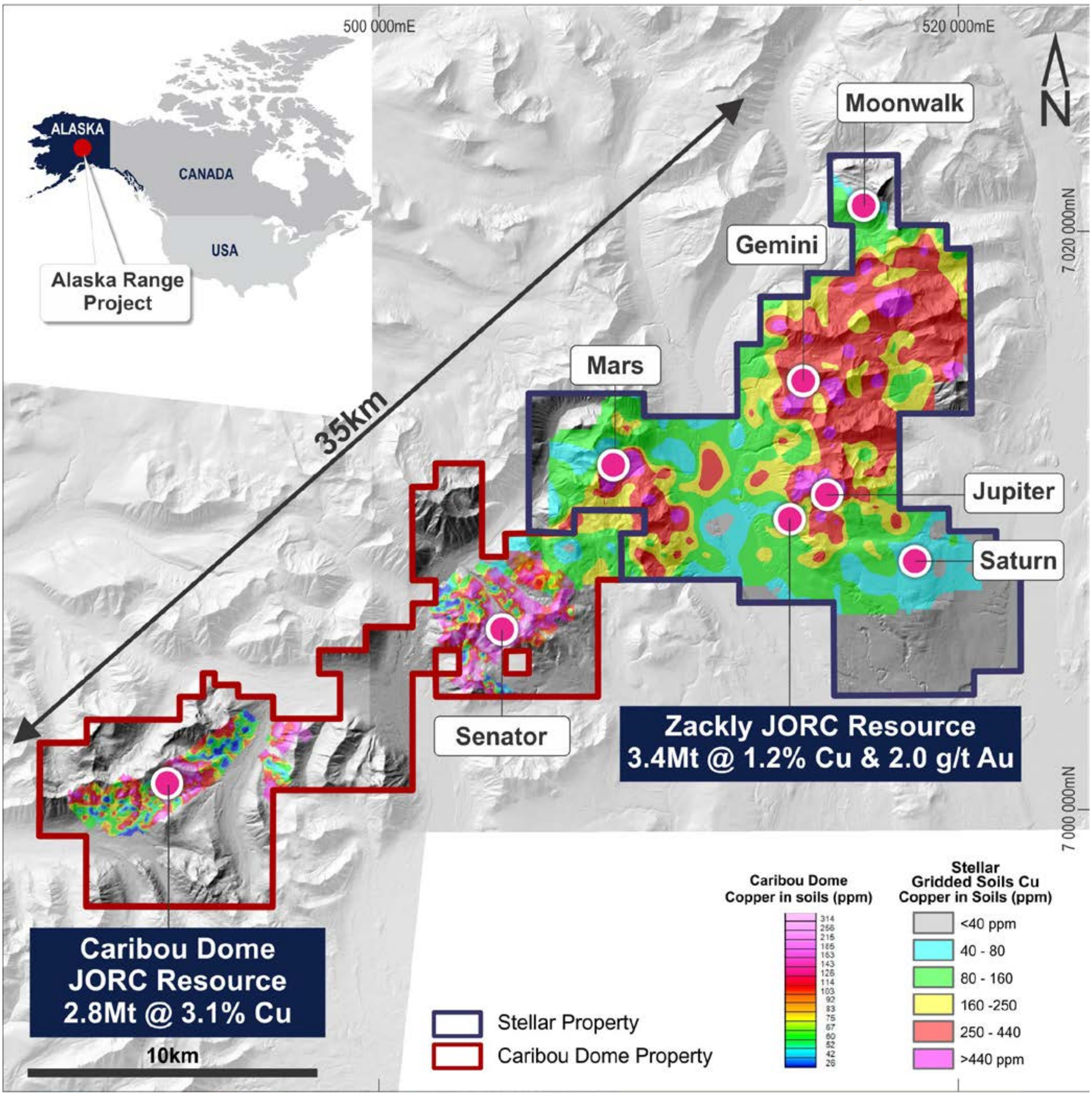

***Figure 1** Location Map showing Caribou Dome with respect to PolarX's other project claims*

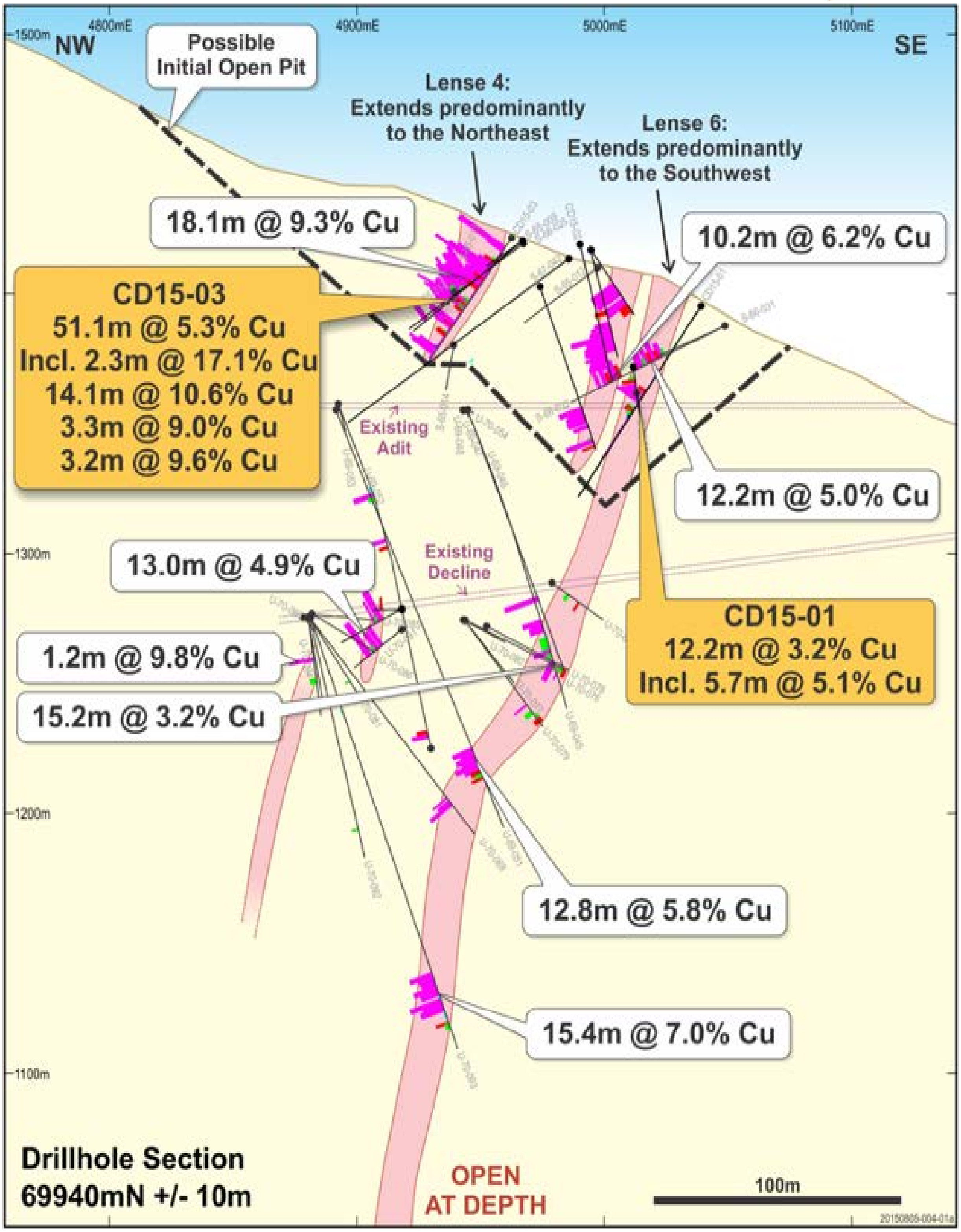

Figure 2 *Cross-section showing nature and geometry of the Caribou Dome copper mineralisation*

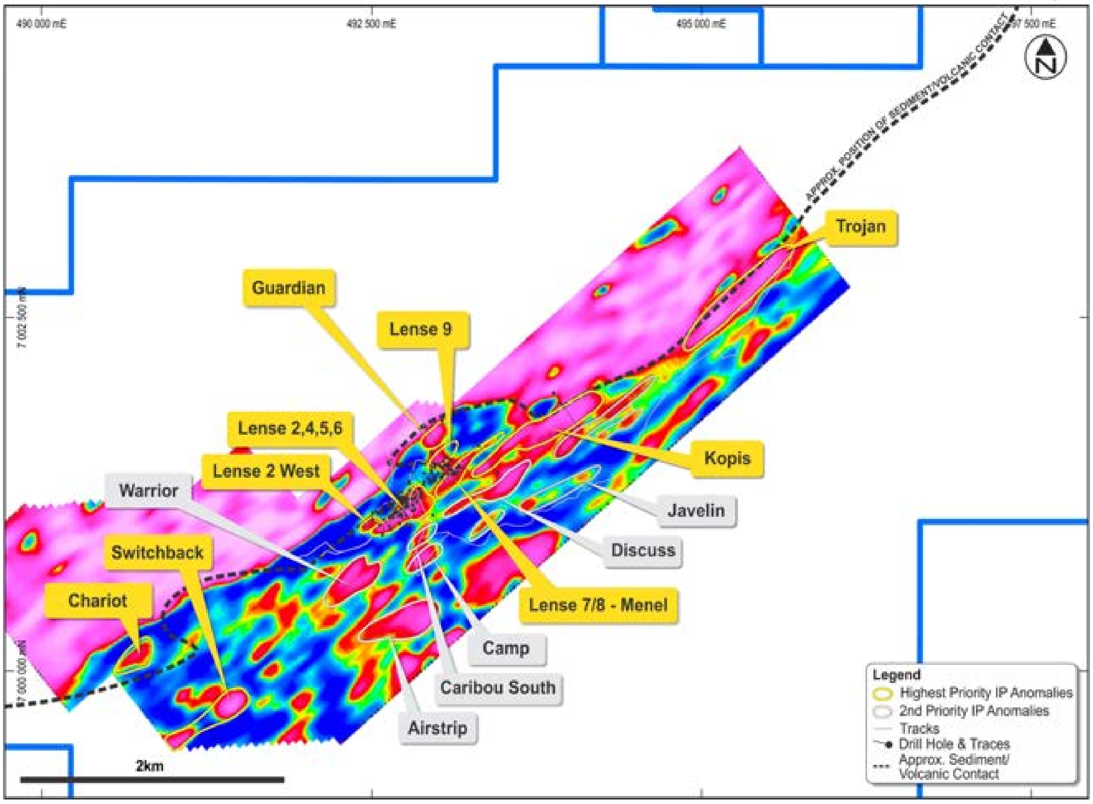

Figure 3 *Plan view of Caribou Dome IP chargeability data showing targets and drill collars*

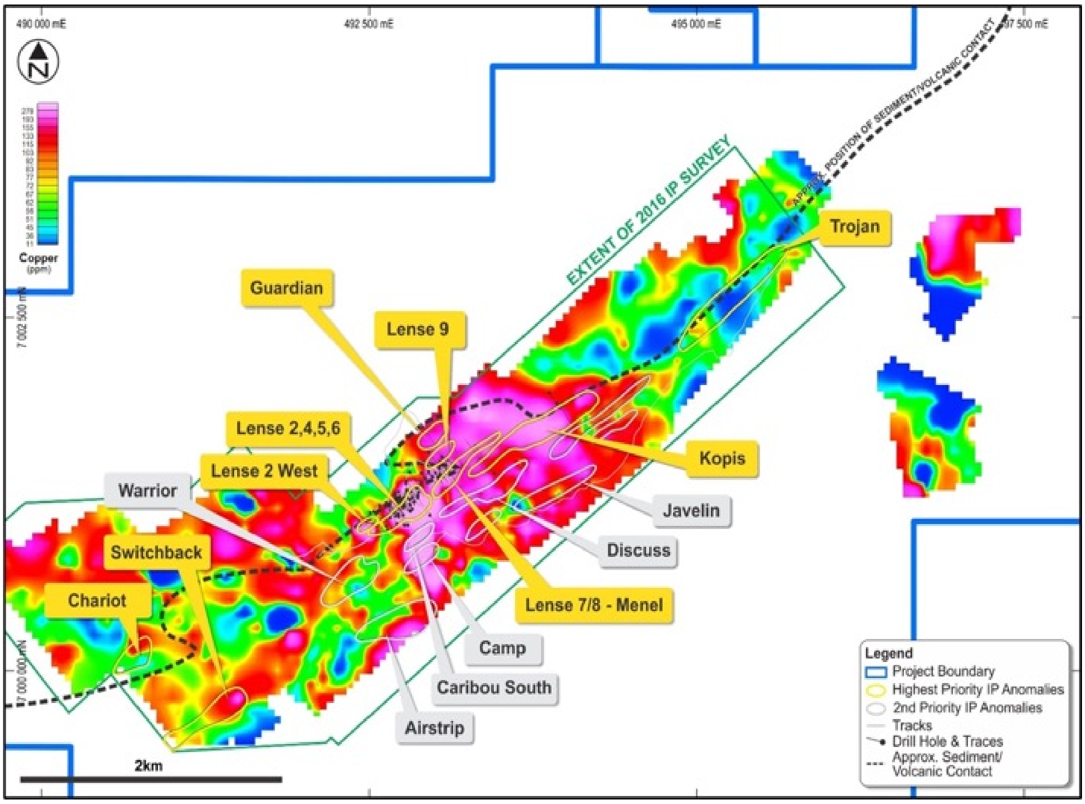

Figure 4 *High priority IP targets on image of copper in soil anomalism*

Additional Disclosure

Table 1. Alaska Range Project Existing Resource Estimate (JORC 2012), 0.5% Cu cut-off grade

	Category	Million	Cu %	Au g/t	Ag g/t	Contained Cu (t)	Contained Cu (M lb)	Contained Au (oz)	Contained Ag (oz)
ZACKLY	**Inferred**	**3.4**	**1.2**	**2.0**	**14.0**	**41,200**	**91**	**213,000**	**1,500,000**
CARIBOU DOME	**Measured**	**0.6**	**3.6**	-		**20,500**	**45**	-	-
	Indicated	**0.6**	**2.2**	-		**13,000**	**29**	-	-
	Inferred	**1.6**	**3.2**	-		**52,300**	**115**	-	-
					TOTAL	**127,000**	**280**	**213,000**	**1,500,000**

There is information in this announcement relating to:

(i) the Mineral Resource Estimate for the Caribou Dome Deposit (Alaska Range Project), which was previously announced on 5 April 2017; and

(ii) the Mineral Resource Estimate for the Zackly Deposit (Alaska Range Project), which was previously announced on 20 March 2018.

Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements, and that all material assumptions and technical parameters have not materially changed. The Company also 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.

Forward Looking Statements:

Any forward-looking information contained in this release is made as of the date of this release. Except as required under applicable securities legislation, PolarX does not intend, and does not assume any obligation, to update this forward-looking information. Any forward-looking information contained in this release is based on numerous assumptions and is subject to all of the risks and uncertainties inherent in the Company's business, including risks inherent in resource exploration and development. As a result, actual results may vary materially from those described in the forward-looking information. Readers are cautioned not to place undue reliance on forward-looking information due to the inherent uncertainty thereof.