

22 May 2023

Drilling permit received for Tomas III concession at Incahuasi Salar

Highlights

- The Mining Court of Salta has issued drilling permit 302-92784/2023 to drill two diamond drill holes
- The permit is for both lithium and copper exploration
- The permit relates to judicial file 24,142 – Tomas III mina
- An MT geophysics study will be completed before a drill rig is engaged

Patagonia Lithium Ltd (ASX:PL3 or Company) is pleased to announce that it has completed the necessary environmental reports and been granted a drill permit to drill two holes on the side of the Incahuasi salar.

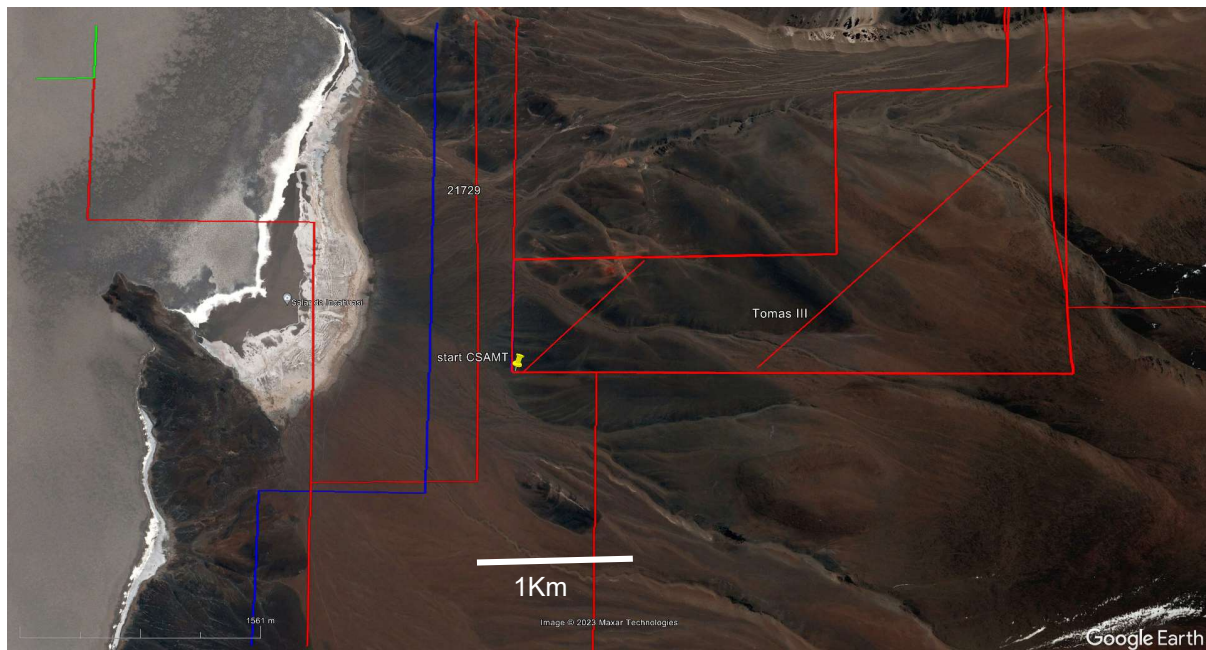


Figure 1. Google earth photo of the southern section of the Tomas III concession at Incahuasi Salar with CSAMT geophysics lines drawn.

The concession is adjacent to a concession currently owned by REMSa (Salta Mining and Energy Corporation) which in turn is adjacent to a concession owned by Power Minerals Ltd (ASX:PNN). PNN's recent drilling¹ at PM23-IN-04 was successfully completed to a depth of 120 metres. A total interval of at least 60 metres was intersected, with the potential to host lithium in brines. The results successfully

¹ Power Minerals ASX release dated 6 April 2023

Capital structure

58.6m - PL3 shares

5.5m - unquoted options

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Board

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Paul Boyatzis - NED

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confirmed the presence of lithium-bearing brines in this target area. These positive results under these alluvial fans, which have previously not been tested, expand the area and volume of potential lithium brine mineral resources. The materials may be dendritic rather than evaporitic which is encountered in the middle of the salar.

Further updates will be made when geophysics contractors commence their survey.

Authorised for release by the Board of the Company.

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