

28 August 2023

CEO Update

Patagonia Lithium Ltd (ASX:PL3 or Company) is pleased to provide an update on the progress of its two lithium projects Formentera/Cilon at Jama salar and Tomas III at Incahuasi salar.

Formentera Drilling Campaign

We have received quotations from three drilling companies and have commenced negotiations on availability, price and terms and conditions for our upcoming 2,000m drill program at Formentera. Timing on drilling commencement will be firmed up when our drill permit is issued, expected in the coming weeks.

Formentera/Cilon Approvals

After the completion of our highly successful MT Geophysics survey in June 2023, our geologists rehabilitated the 24 pits and some of the 4WD truck tracks from the geophysics survey. The Mining Directorate inspected and approved our work at the Jama salar. However, they noticed a remnant well which had previously been reported by the vendor and this took some time to investigate. Meanwhile in July and early August, a 30-page report was authored by staff in Australia and Argentina addressing some of the observations of the Mining Directorate. This report is now with the Mining Directorate in Jujuy and the Secretary for mines. After processing the report, we expect the drill permit to be granted to drill Formentera and Cilon.

Ekosolve™ University of Melbourne Tests

20L of brine was sent to Ekosolve (www.ekosolve.com.au) for processing for extraction efficiency and production and quality of lithium carbonate. A large number of the tests have been completed and a report is expected in September 2023.

Incahuasi Tomas III Concession

WSP Australia is currently completing a NI43-101 (mineral resource) report for a Canadian listed company in proximity to Tomas III concession that has porosity and transmissivity data. As soon as this report is produced, we will be able to access the data and utilise it to refine our current drill program.

WSP Australia Mineral Resource Estimate for Formentera

We have engaged WSP Australia to estimate the mineral resources at Formentera following our drill program. They have uploaded the mapping, sampling and geophysics data and are prepared for our drill hole data and wireline geophysics.

Capital structure

58.6m - PL3 shares

5.5m - unquoted options

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Board

Phil Thomas - Exec Chair

Paul Boyatzis - NED

Gino D'Anna - NED

Sam Qi - NED

Jarek Kopias - Co Sec

Authorised for release by the Board of the Company.

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Our socials - [twitter@pataLithium](#), [Instagram](#), [facebook](#), [pinterest](#) and [youtube](#)

About Patagonia Lithium Limited

Patagonia Lithium has two major lithium brine projects – Formentera/Cilon in Jujuy province and Tomas III at Incahuasi Salar in Salta Province of northern Argentina in the declared lithium triangle. Since listing on 31 March 2023, recharge water analysis, surface sampling and MT geophysics have been completed in preparation of an upcoming drill program at Formentera, and MT Geophysics at Tomas III that was very prospective. Samples as high as 1,100ppm lithium (2 June 2023 announcement) were recorded at Formentera and resistivity values as low as 0.3Ω.m were recorded making the project highly prospective. The Company confirms it is not aware of any new information or data that materially affects the information in this announcement.