



**LEVERAGED TO EXPLORATION
SUCCESS IN THE BATTERY
METALS/NICKEL SECTOR**

**CORPORATE PRESENTATION
27 JANUARY 2021**

**ASX: ADD
WWW.ADAVALERESOURCES.COM**

IMPORTANT NOTICE & DISCLAIMER

This presentation has been prepared by Adavale Resources Ltd (ASX:ADD).

This document contains background information about ADD current at the date of this presentation. The presentation is in summary form, has not been independently verified and does not purport to be all inclusive or complete nor does it contain all the information that a prospective investor may require in evaluating a possible investment in ADD or its assets.

Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this presentation.

This presentation is for information purposes only. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of securities in any jurisdiction. This document is not a prospectus and does not contain all of the information which would be required to be disclosed in a prospectus. This presentation may not be distributed in any jurisdiction except in accordance with the legal requirements applicable in such jurisdiction. Recipients should inform themselves of the restrictions that apply in their own jurisdiction. A failure to do so may result in a violation of securities laws in such jurisdiction.

This presentation does not constitute investment advice and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. Recipients should seek their own professional, legal, tax, business and/or financial advice when deciding if an investment is appropriate.

All securities transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments. Recipients of this presentation who decide to invest in ADD do so at their own risk.

To the fullest extent permitted by law, ADD and its related bodies corporate, its directors, officers, employees and representatives (including its agents and advisers), disclaim all liability, take no responsibility for any part of this presentation, or for any errors in or omissions from this presentation arising out of negligence or otherwise and do not make any representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of any information, statements, opinions, estimates, forecasts, conclusions or other representations contained in this presentation.

This presentation may include forward-looking statements. These forward-looking statements are not historical facts but rather are based on ADD's current expectations, estimates and assumptions about the industry in which ADD operates, and beliefs and assumptions regarding ADD's future performance. Words such as "anticipates", "expects", "intends", "plans", "believes", "seeks", "estimates", "potential" and similar expressions are intended to identify forward-looking statements. Forward-looking statements are only predictions and are not guaranteed, and they are subject to known and unknown risks, uncertainties and assumptions, some of which are outside the control of ADD. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward looking statements in this presentation speak only at the date of issue of this presentation. Subject to any continuing obligations under applicable law, ADD does not undertake any obligation to update or revise any information or any of the forward looking statements in this presentation or any changes in events, conditions or circumstances on which any such forward looking statement is based.

Competent Person Statement

The information in this report that relates to Exploration Results (granting of prospecting permits) has been compiled under the supervision of Mr David Dodd, a Competent Person who is registered with the South African Council for Natural Scientific Professionals, a 'Recognised Professional Organisation (RPO)'. Mr David Dodd is a full-time employee of The MSA Group in the role of HOD Geology. Mr David Dodd has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity 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 David Dodd consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

CORPORATE OVERVIEW

ASX Code

ADD

Shares on Issue

285,532,677

Options (@ \$0.06, Expiry Dec 2022)

17,500,000

52 Week Range

\$0.012 - \$0.087

Share Price (25th Jan 2021)

\$0.076

Market Capitalisation

\$21.7m

Cash (31st Dec 2020)

\$2.3m

Debt

Reduced to Nil

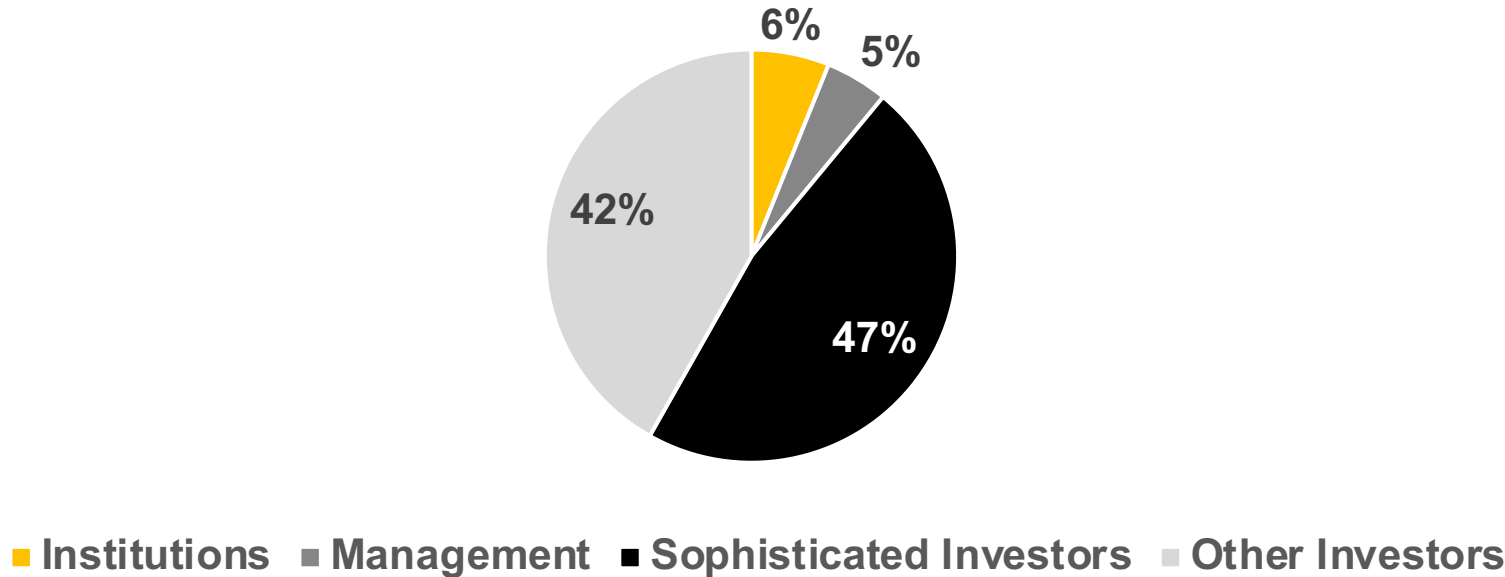
Top 20 Shareholders

40%



| Rank | Name | Shares | % |
|---|--|-------------|-------|
| 1 | Mr Matthew John Boysen | 12,019,650 | 4.21 |
| 2 | Mr William McArthur | 10,590,000 | 3.71 |
| 3 | Mr Peter Andrew Proksa | 8,500,000 | 2.98 |
| 4 | Stone Investments & Holdings Pty Ltd | 7,981,939 | 2.80 |
| 5 | LKC Technology Pty Ltd <LKC Technology P/L S/F A/C> | 7,750,000 | 2.71 |
| 6 | RAAR Capital Group Pty Ltd | 7,363,849 | 2.58 |
| 7 | Mr Frank Poullas | 6,400,000 | 2.24 |
| 8 | HSBC Custody Nominees (Australia) Ltd – A/C 2 | 5,600,001 | 1.96 |
| 9 | Mr Louis Alfred Clinton | 5,333,333 | 1.87 |
| 10 | Distington Holdings Pty Ltd | 5,333,333 | 1.87 |
| 11 | J P Morgan Nominees Australia Pty Ltd | 5,207,132 | 1.82 |
| 12 | AM 49 Pty Ltd | 4,986,626 | 1.75 |
| 13 | Markets-Alert Pty Ltd | 4,320,402 | 1.51 |
| 14 | The Gas Super Fund Pty Ltd <The Gas Super Fund A/C> | 4,250,000 | 1.49 |
| 15 | Peter Tsegas | 3,916,667 | 1.37 |
| 16 | Mr Adrian Dunphy | 3,883,333 | 1.36 |
| 17 | Mr Haryono Eddyarto | 3,207,728 | 1.12 |
| 18 | M & K Korkidas Pty Ltd <M&K Korkidas P/L S/Fund A/C> | 2,873,656 | 1.01 |
| 19 | Mr Tony Athas and Mrs Angela Athas <Athas Family Super Fund A/C> | 2,850,000 | 1.00 |
| 20 | RAAR Capital Group Pty Ptd | 2,838,562 | 0.99 |
| Top 20 holders of ORDINARY FULL PAID SHARES (Total) | | 115,206,211 | 40.35 |
| Total Remaining Holders Balance | | 170,326,466 | 59.65 |

ADD Shareholder Distribution
(as published on the ASX 8 Jan 2021)



BOARD AND MANAGEMENT

Three decades of Tanzanian/African mine building experience



Grant Pierce – Chairman

Is a qualified mining engineer with 30 years of operating experience in both Australia and includes 21 years in Africa. He was in the team that built Tanzania's first modern gold mine, Resolute's Golden Pride Project (ASX:RSG) and was Operations Manager of the mine for its first 6 years. Other senior roles include Executive General Manager (Tanzania) for Barrick Gold Corporation (NYSE:GOLD) and Executive Director of ASX:EGR leading to the Company receiving the Epanko Graphite Projects' Environmental Certificate and Mining Licence. Grant has been publicly recognised for his philanthropic work with remote communities in developing nations.



Allan Ritchie – Chief Executive Officer

A career spanning more than 30 years as an investment banker and in leadership roles in the energy and resources sectors for private and publicly listed companies. He currently serves as Non-Executive Director of Hydrocarbon Dynamics Limited (HCD:ASX) and has previously served as Director & Deputy CEO of energy group EPI Holdings Limited (0689.HKEX). Senior banking roles were at Westpac, ANZ, HSBC and BNP Paribas in Australia, London, New York and Asia Pacific.



Rod Chittenden – Non-Executive Director

Is a Metallurgist with over 40 years of experience across Africa, Australia and South America, both in executive and project development roles. He has worked over 9 years in Tanzania and recently led the team on the Nachu Graphite Project for Magnis Energy Technologies (ASX:MNS) from discovery through to BFS and Environmental permits. Prior to that he had a key role in (ASX:PDN) Langer Heinrich and Kayelekera projects and worked for (ASX:NCM) and (NYSE:GOLD).



Steven Georgiadis – Non-Executive Director

Is a lawyer with over 20 years of experience encompassing private equity transactions, corporate finance and corporate governance. Steven is a highly respected advisor to private and public companies both within Australia and internationally for technology companies in the field of energy storage, battery chemistry, LFP and NMC battery technologies, including battery management systems and hardware. Steven's demonstrated experience covers both listed and unlisted companies with operations in Tanzania, South-East Africa, Asia and North America.



Geoff Brayshaw – Chief Financial Officer

A Chartered Accountant for 35 years with expertise in audit and corporate finance. Geoff was former managing partner BDO Perth and was National President of the ICA in 2002 and awarded a Member of the Order of Australia in 2007. He was a former Director and Chair of the Audit Committee of both ASX:FMG and ASX:POS (chairman of ASX:POS in 2018 & 2019). He was a member of the Companies Auditors and Liquidators Disciplinary Board and chaired the trustee aboriginal corporation Gumala Investments Pty Ltd.

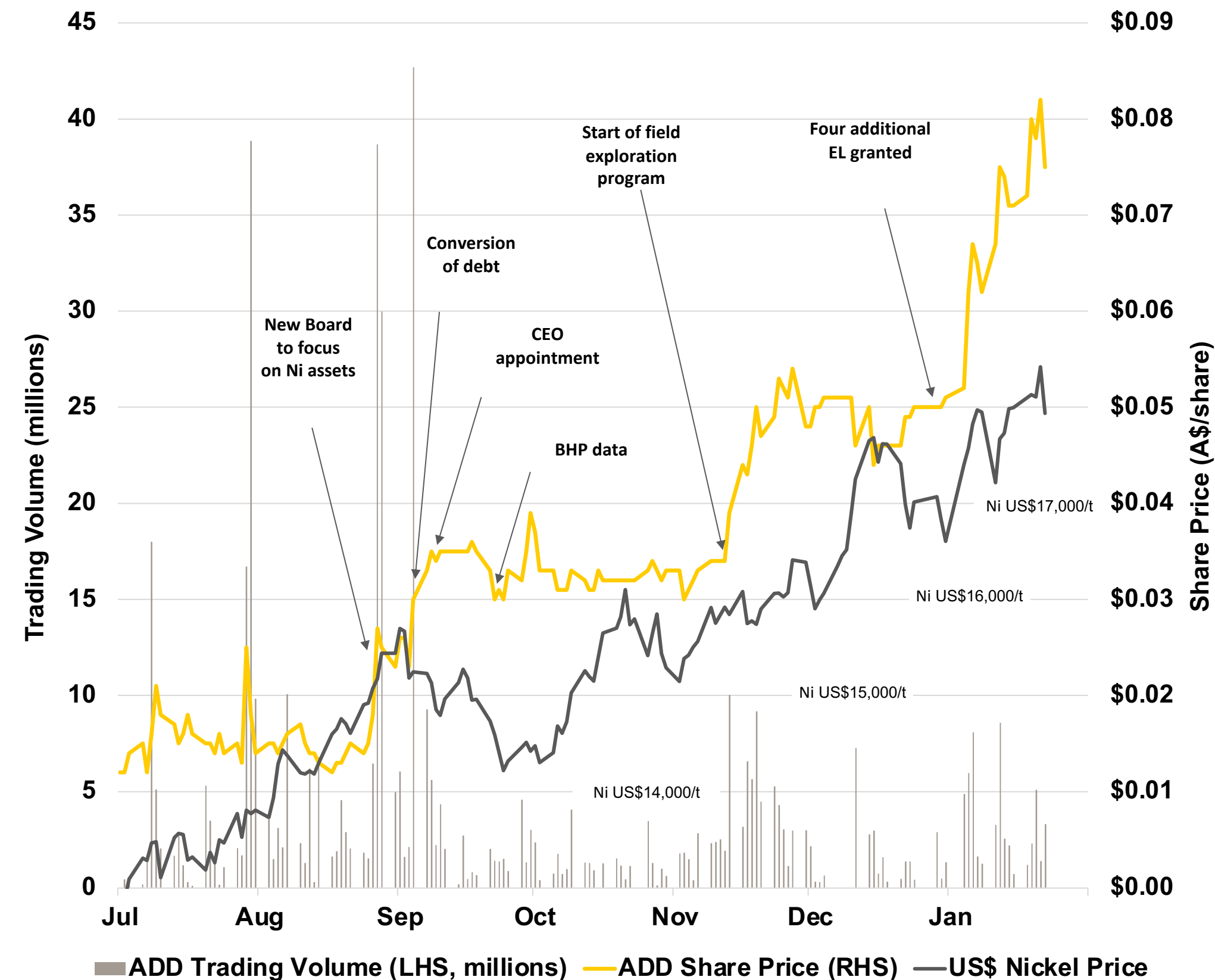


Julian Rockett – In-house Counsel and Company Secretary

He brings a wealth of experience of equity raising, M&A and other corporate transactions specialising in the small-cap ASX listed space. He acted as the company secretary and/or in-house counsel to more than fifteen (15) ASX listed companies. He has also provided governance, equity, and transactional support to numerous public and private companies including well-known Australian brands, and other ASX listed companies, NSX listed companies, and in New Zealand and Malaysia.

POSITIONED FOR GROWTH IN THE “BATTERY METALS” SPACE

- ADD has acquired the extensive 1970's to 2008 BHP and UNDP geological data including:
 - Geochemical data rock chip, soil and stream sediment sample results, high-level results of geophysical programs, geological maps and reports, previous drilling results logs and relevant geological interpretation and reports
- \$2.3m in cash and a further \$1m potential from ITM options @6¢ and NO debt, Adavale is now well positioned to pursue its Tanzanian exploration opportunity
- In-country team includes very experienced local geologists and world renowned nickel expert Dave Dodd as Competent Person
- Key asset: 100% of Kabanga Jirani Nickel Project with 7 highly prospective nickel tenements, 6 granted, 1 in application. An area of 1,145 km² surrounding or proximal to the world class Kabanga Nickel Deposit (58Mt @ 2.62% Ni)



Source: ASX, Chi-X, Terra Studio

INVESTMENT CASE SUMMARY

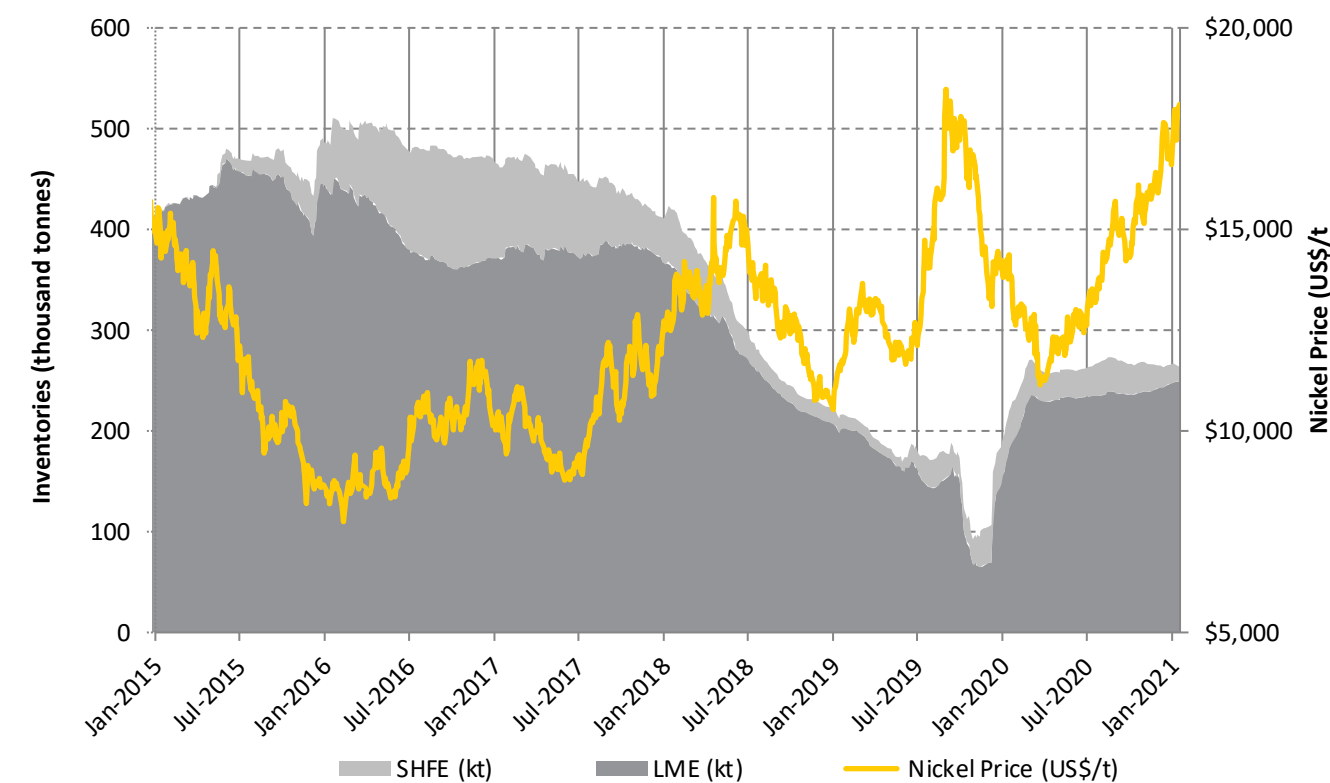
- ▼ Start of a Commodities Super-Cycle
- ▼ Battery metals sector is a solid thematic performer that should continue for at least the next decade, in particular the demand for nickel sulphide
- ▼ Nickel price has increased by over 160% from its lows in March 2020 and forecasters suggest this growth will continue (Tim Treadgold, Forbes Jan 14th, 2021)
- ▼ ADD is focused on high grade nickel sulphide exploration in Tanzania
- ▼ ADD is a value play in the battery metals thematic, highly leveraged to exploration success
- ▼ Tanzania Open for Business – President Magufuli won second 5-year term and is delivering on foreign investment in mining
- ▼ Additional blue sky - with an improving uranium sector via historic asset - Lake Surprise - 3 contiguous tenements located in the uraniferous Lake Frome South Australia

Chart 1: US commodity price index 1795 to present

Red dots: major inflation peaks, Blue dots: major inflation troughs

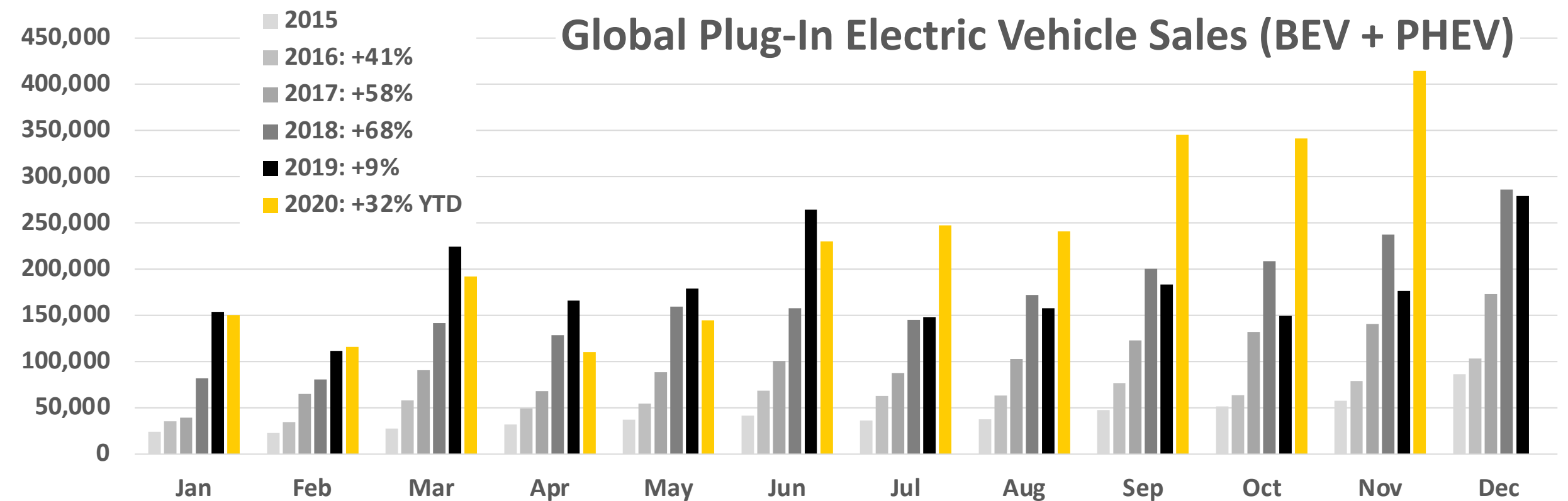
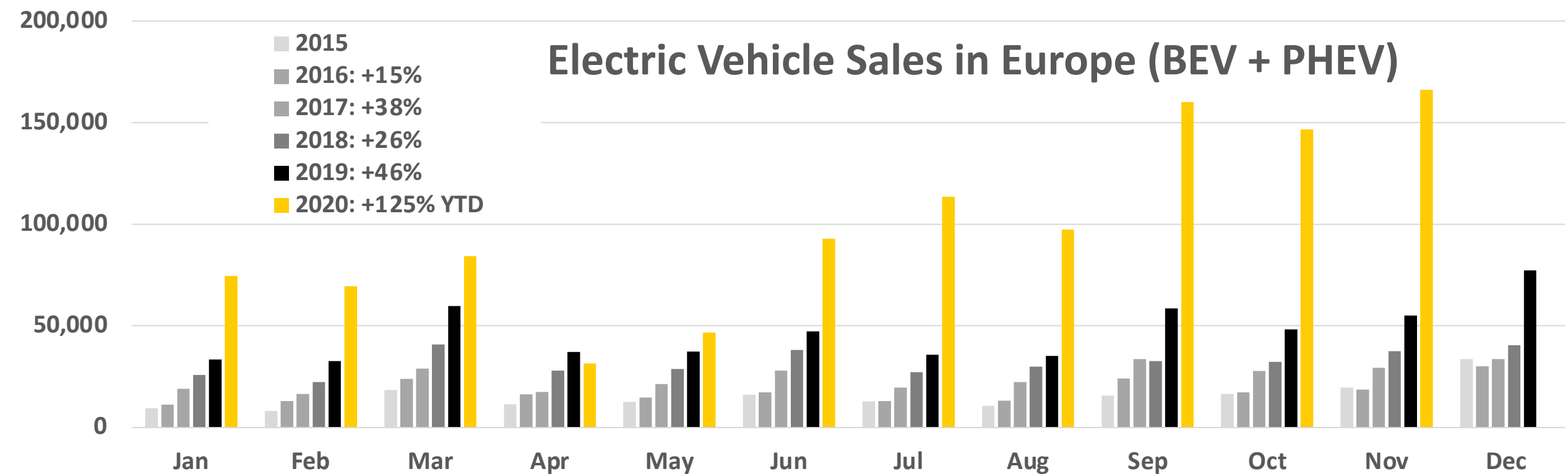


Source: Stifel Report June 2020. Note: Shown as 10yr rolling compound growth rate with polynomial trend at tops and bottoms. Blue dotted line illustrates a forecast estimation. Source: Warren & Pearson Commodity Index (1795-1912),



THE EV SECTOR IS BOOMING

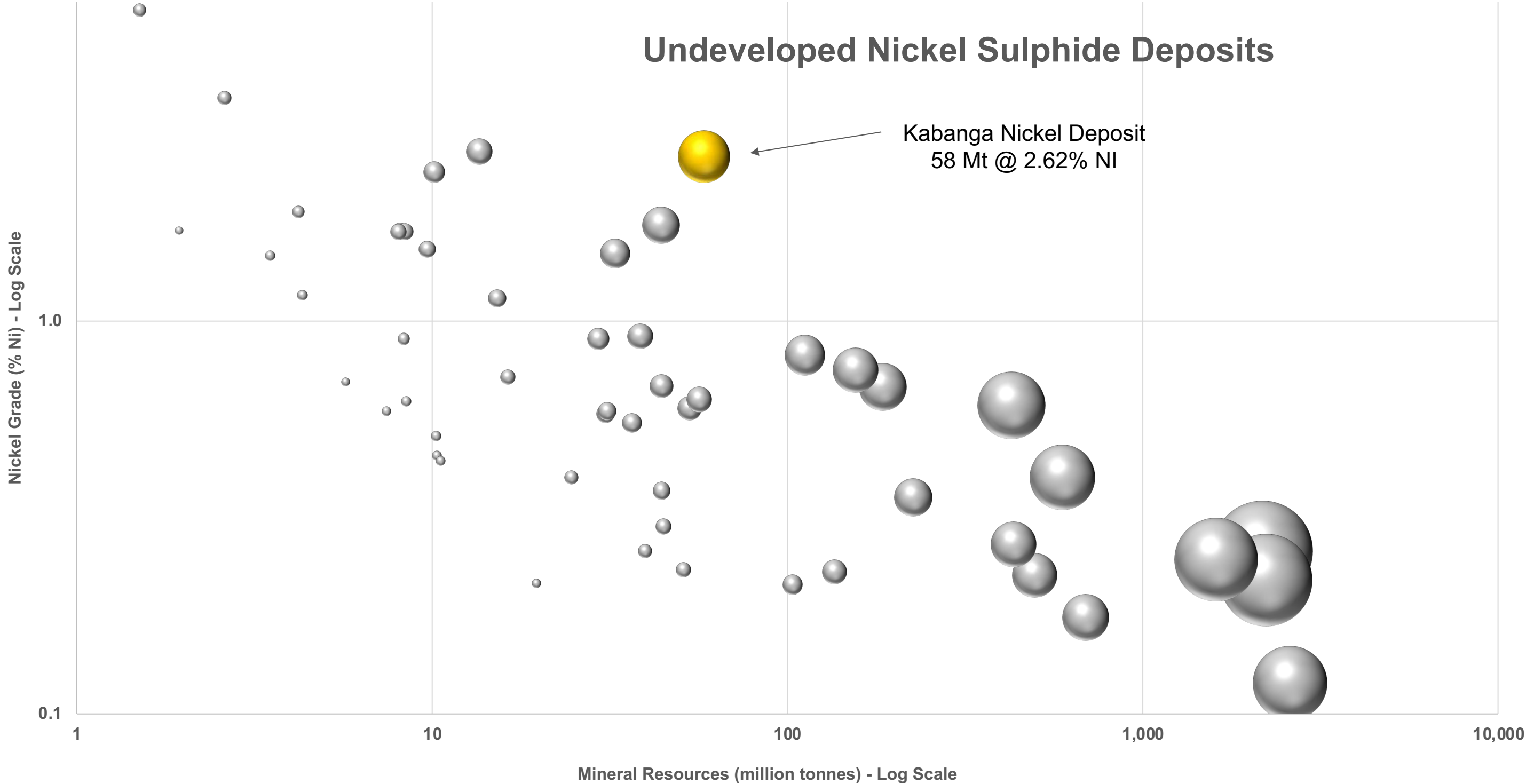
- ▼ Despite COVID-19, Electric Vehicle (EV) sales are booming in Europe and growing strongly globally
- ▼ Europe has replaced China as the driving force in EV market growth



Source: Inside EV, Terra Studio

HIGH GRADE NICKEL SULPHIDE EXPLORATION

▼ Adavale has secured a number of tenements, next to the most significant undeveloped high-grade nickel sulphide resource globally

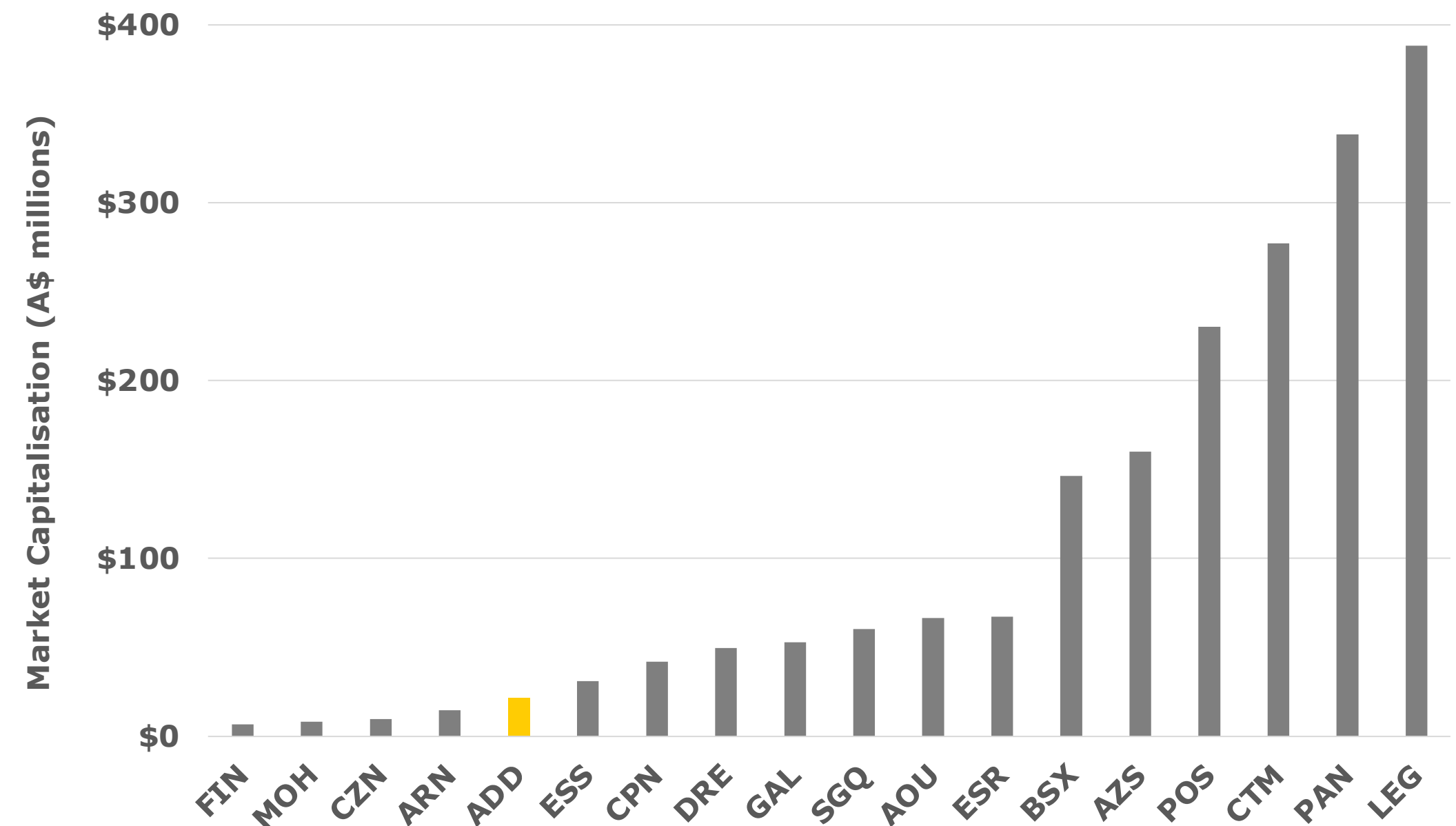


Source: Company announcements, S&P Global, Terra Studio

LEVERAGED TO EXPLORATION SUCCESS

- ▼ ADD offers excellent leverage to exploration success
- ▼ Some recent ASX listed exploration discoveries:
 - AZS – Andover, WA
 - BSX – King Cobra Zone, Vietnam
 - CTM – Jaguar, Brasil
 - ESR – Carr Boyd, WA
 - POS – Golden Swan, WA
- ▼ ADD looks to replicate similar successes at the Kabanga Jirani Project with a high-grade nickel sulphide discovery from its own portfolio of licences

Market Capitalisation of ASX-Listed Nickel Sulphide Exploration and Development Companies

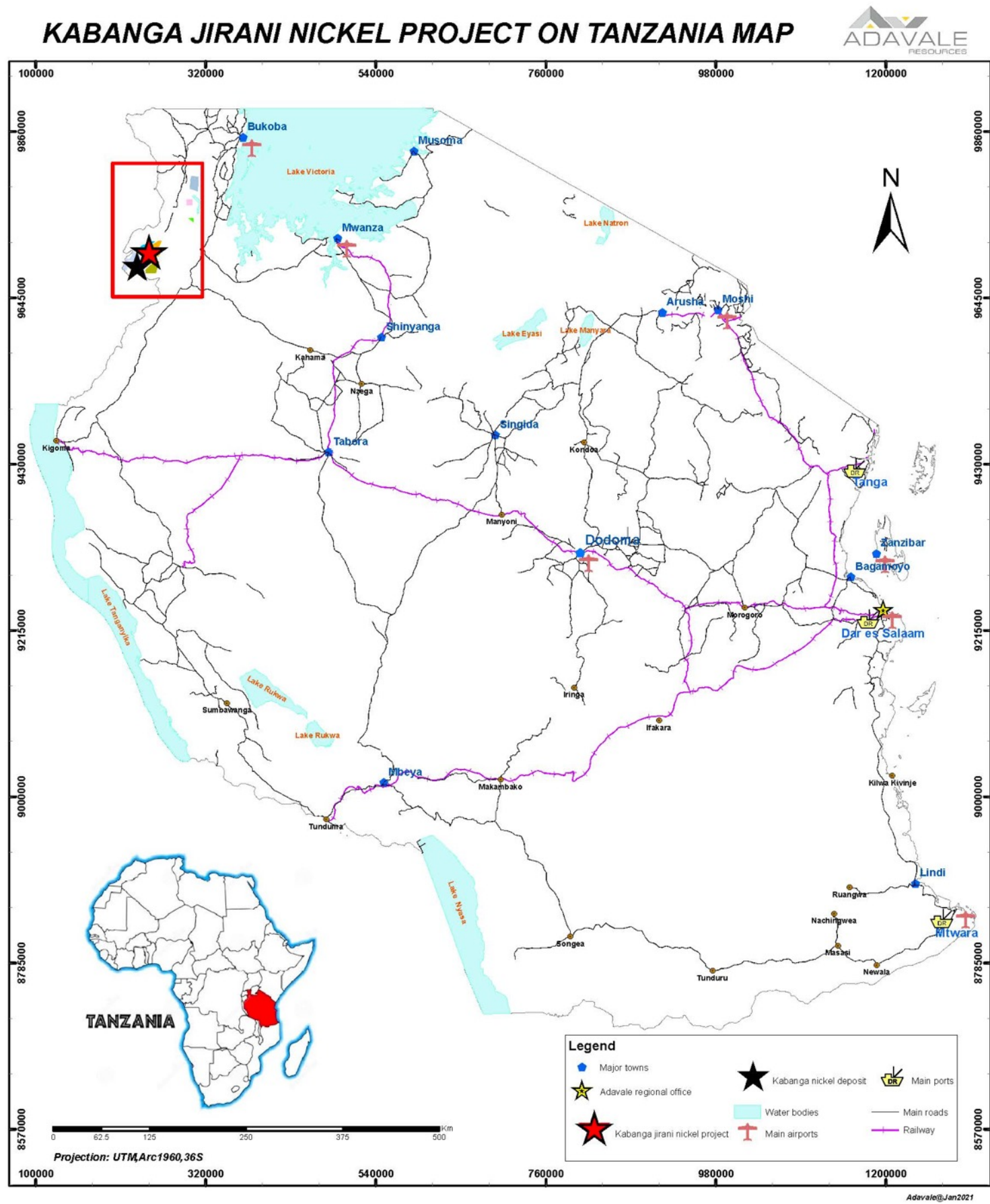


Source: S&P Global, Terra Studio, market data as at 22nd Jan 2021

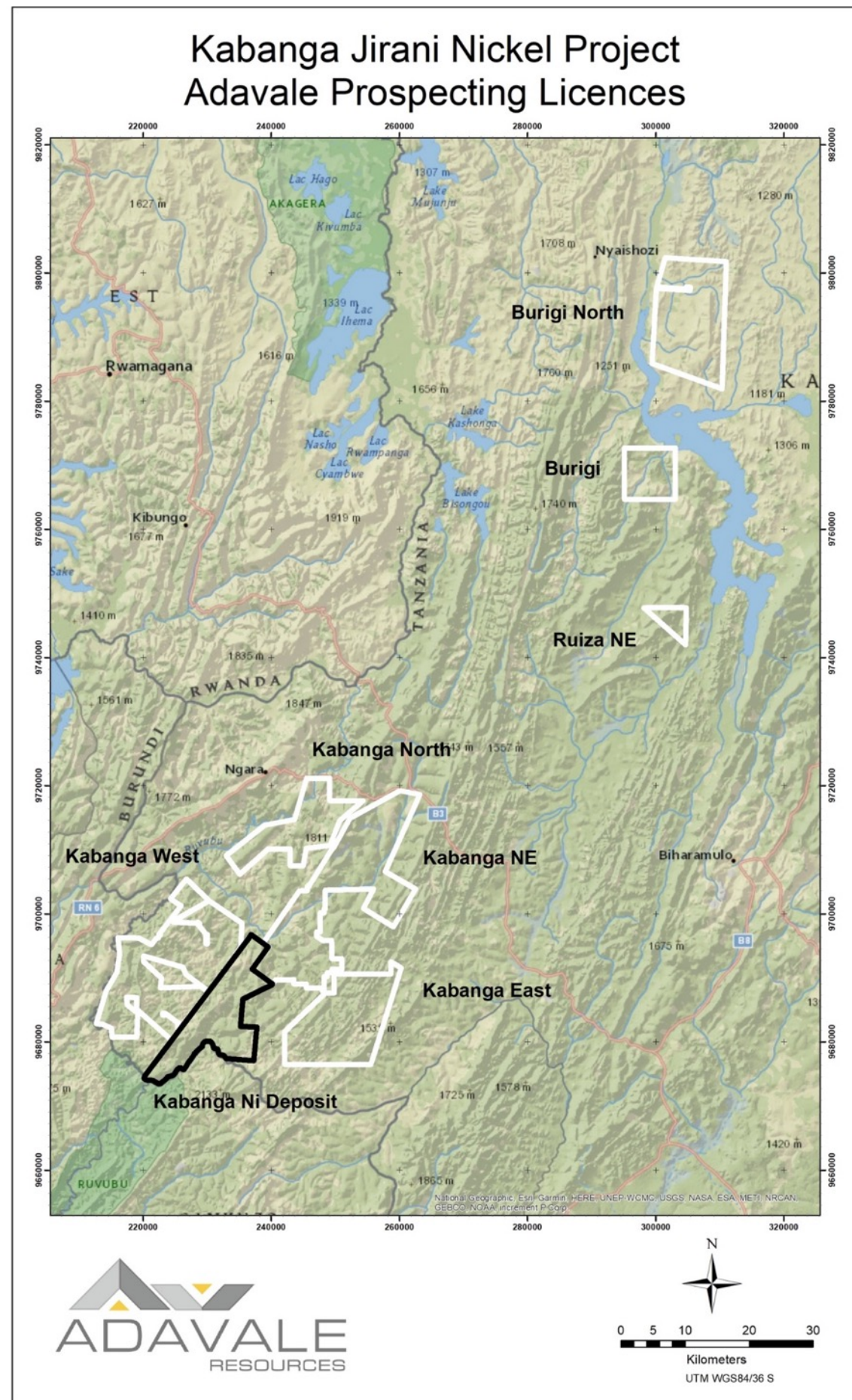
KIBANGA JIRANI PROJECT NICKEL LICENCES

- Key assets are now prospective Tanzanian nickel Prospecting Licences in well known nickel province in Tanzania
- Highly prospective nickel licences adjacent to the world class Kabanga Nickel deposit in Tanzania. “Jirani” is Swahili for “neighbour”
- Prospecting Licences and Applications cover 1,145 km² .targeted using acquired BHP Data
- Focus on the NNE-trending Mesoproterozoic-age, meta-sedimentary, Karagwe-Ankole Orogenic Belt of North West Tanzania
- All Licences within the highly prospective Kabanga-Musongati mafic-ultra mafic belt of Tanzania

| Ministry ID | Area (km ²) | Project Location |
|-------------------|-------------------------|------------------------------|
| PL 11406/2020 | 298.02 km ² | Kabanga North East, Tanzania |
| PL 11405/2020 | 113.84 km ² | Kabanga North, Tanzania |
| PL 16307/2020 | 64.08 km ² | Burigi, Tanzania |
| PL 16469/2020 | 194 km ² | Burigi North, Tanzania |
| PL 16522/2020 | 181.74 km ² | Kabanga East, Tanzania |
| PL 16521/2020 | 273.27 km ² | Kabanga West, Tanzania |
| Under Application | 19.4 km ² | Ruiza North East, Tanzania |

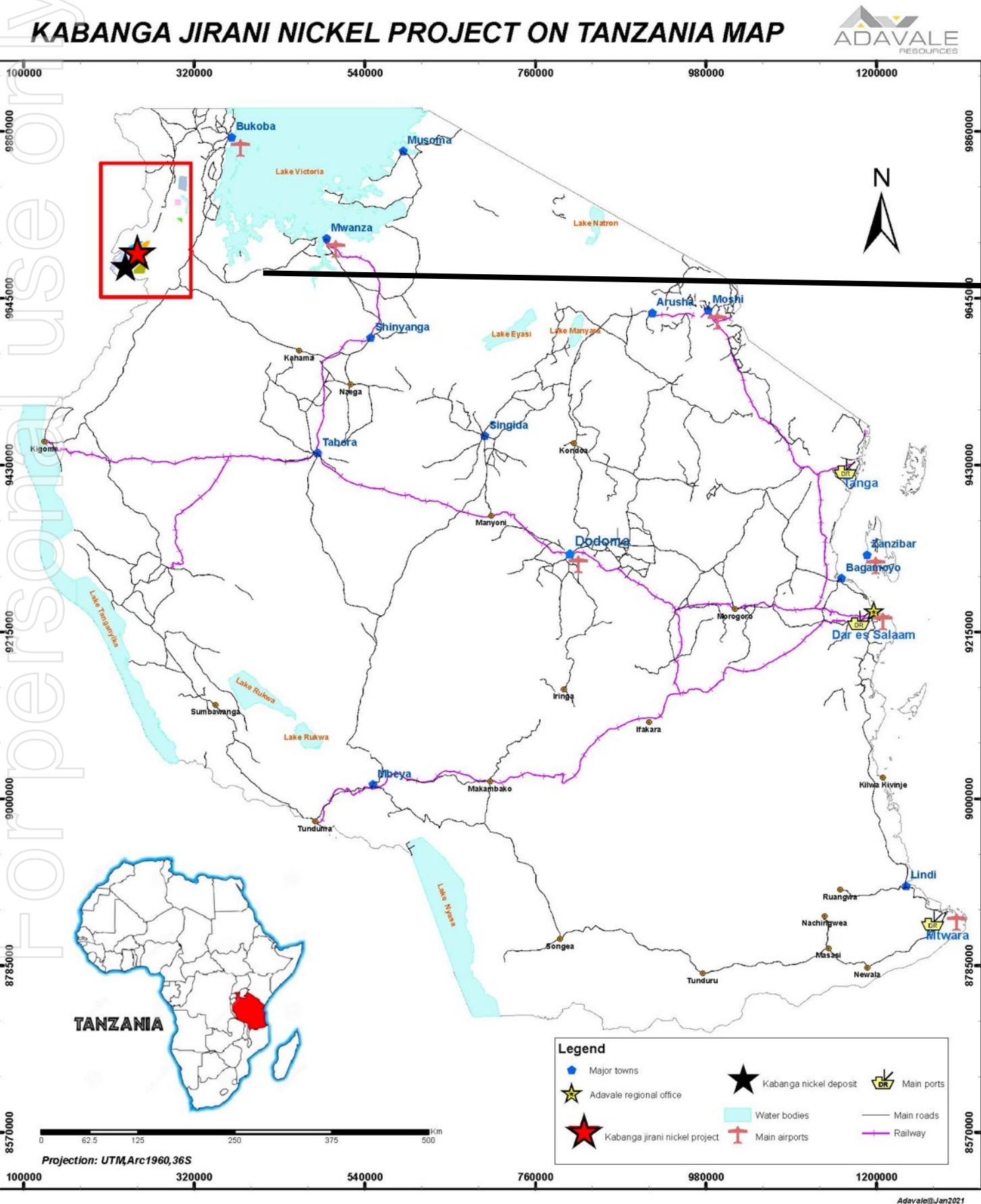


KABANGA JIRANI PROJECT NICKEL LICENCES



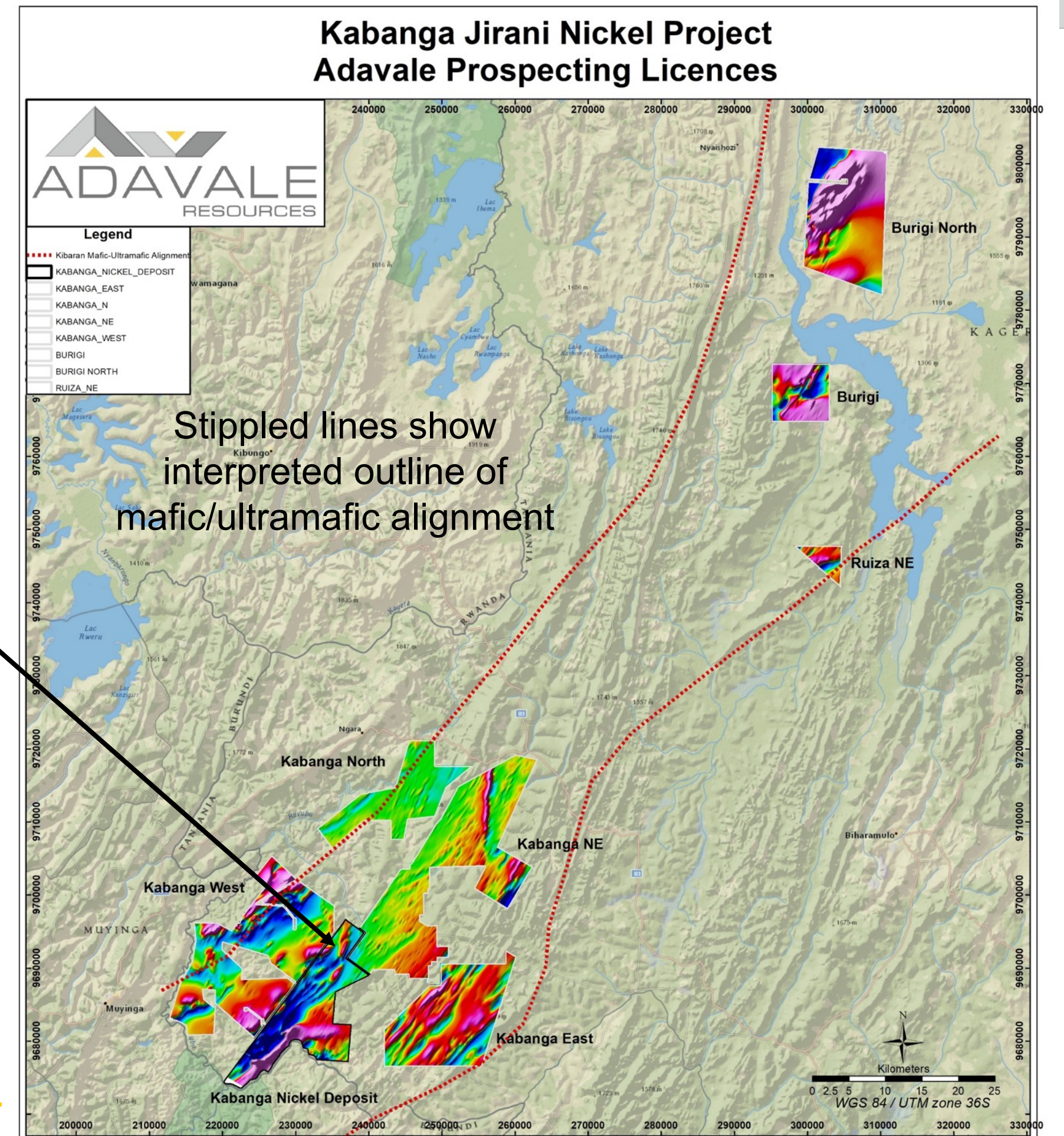
- ▼ Adavale has acquired a very significant historical geological database (which significantly de-risks both protracted cost and timeline of typical early exploration initiatives) and includes:
 - Airborne EM and aeromagnetic survey
 - baseline geology mapping
 - Geochemical assays and drilling data over much of the region
- ▼ Adavale's licences were targeted within this prospective belt utilizing historical BHP and UNDP data through identifying a combination of stream/soil anomalies and magnetic lows (indicating underlying mafic/ultramafic intrusions)

HIGHLY PROSPECTIVE GEOLOGICAL SETTING



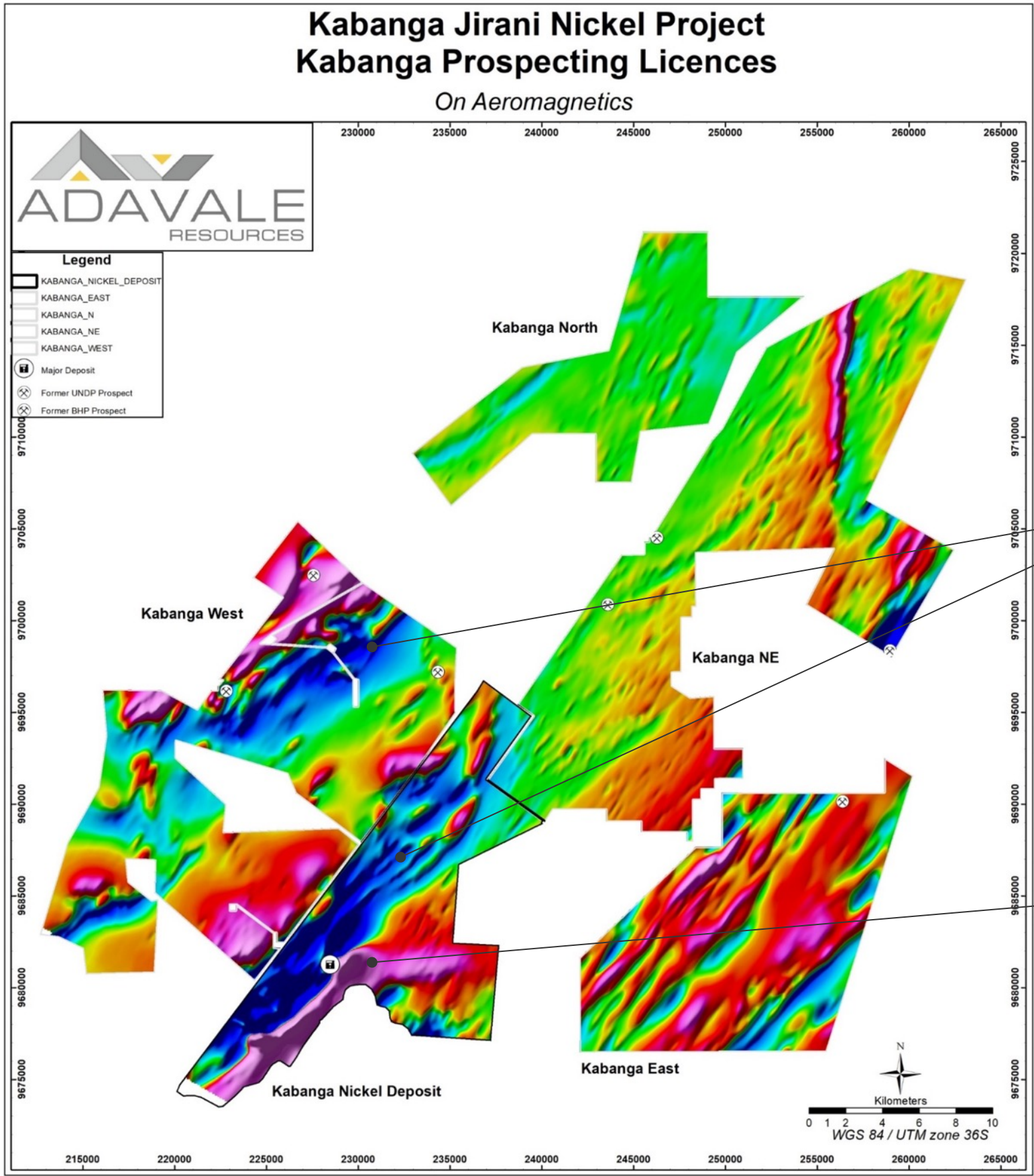
Licences are adjacent to, and along strike from the Kabanga Nickel Deposit

7 licences totaling 1,145 km²
6 granted, 1 application



GEOPHYSICAL SIGNATURES

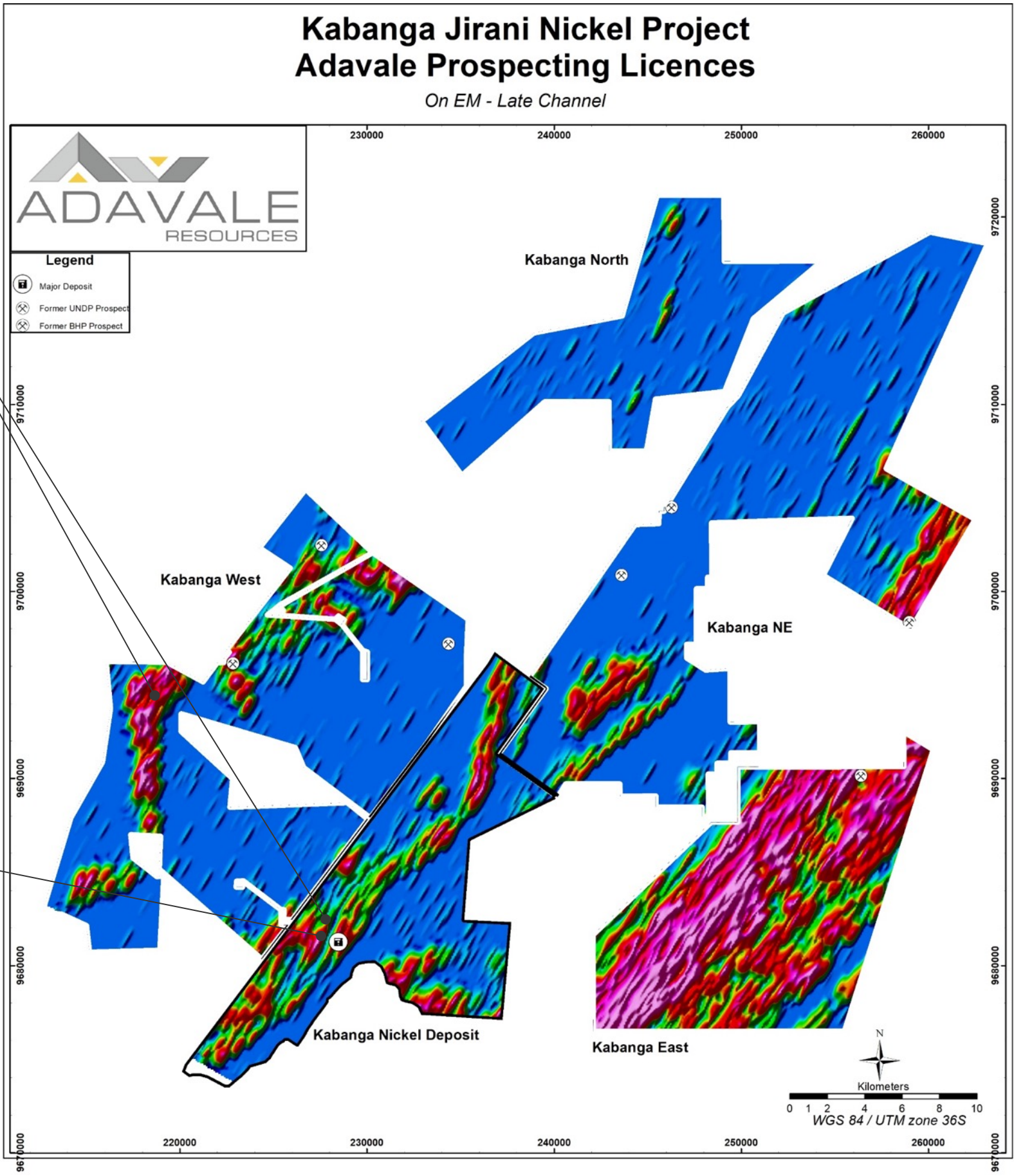
For personal use only



Similar EM signature
to Kabanga
Nickel Deposit

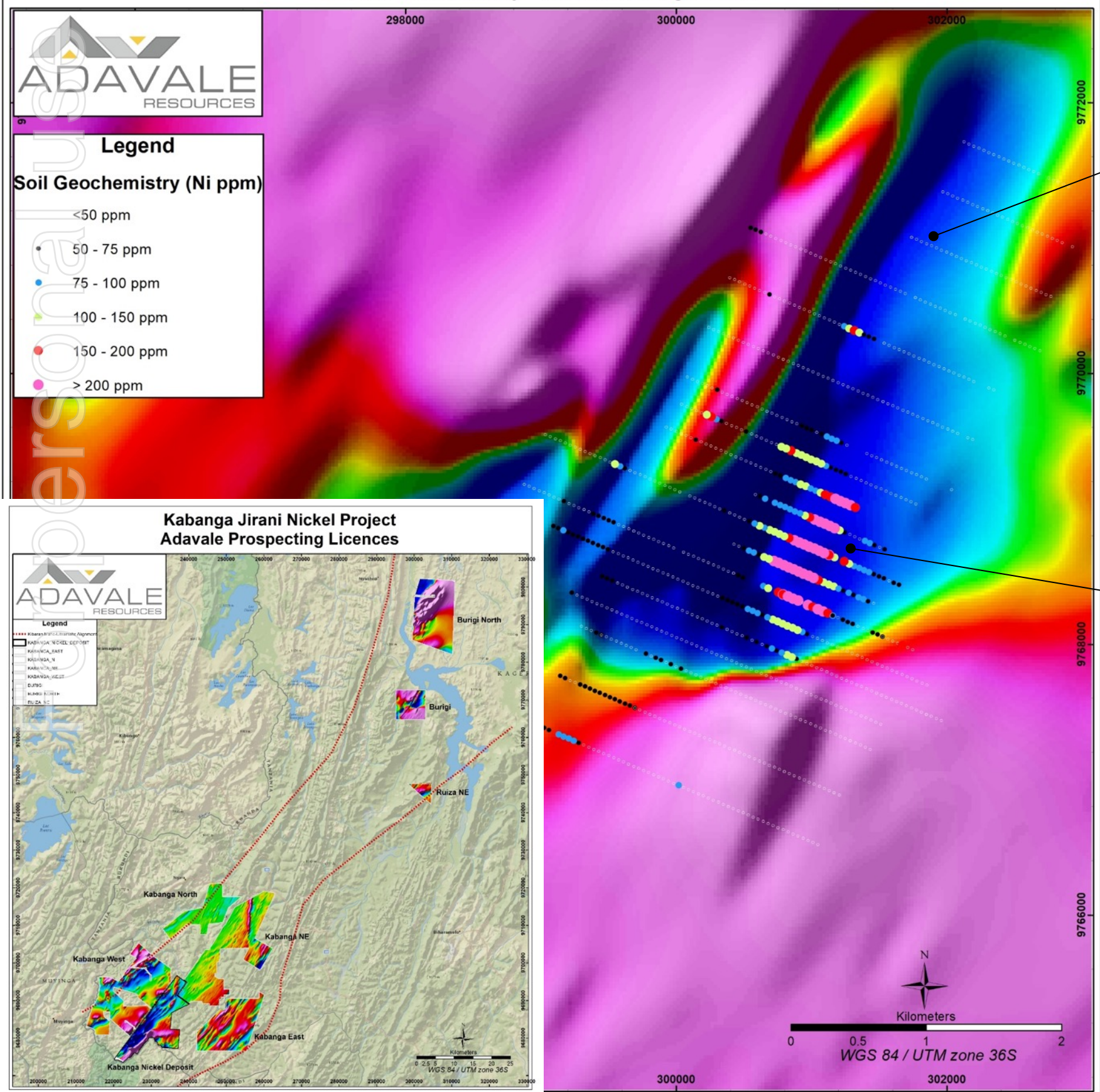
Similar magnetic
signature to Kabanga
Nickel Deposit

Kabanga Nickel
Deposit



BURIGI TENEMENT

Kabanga Jirani Nickel Project Burigi Prospecting Licence *Soil Geochemistry On Aeromagnetics*

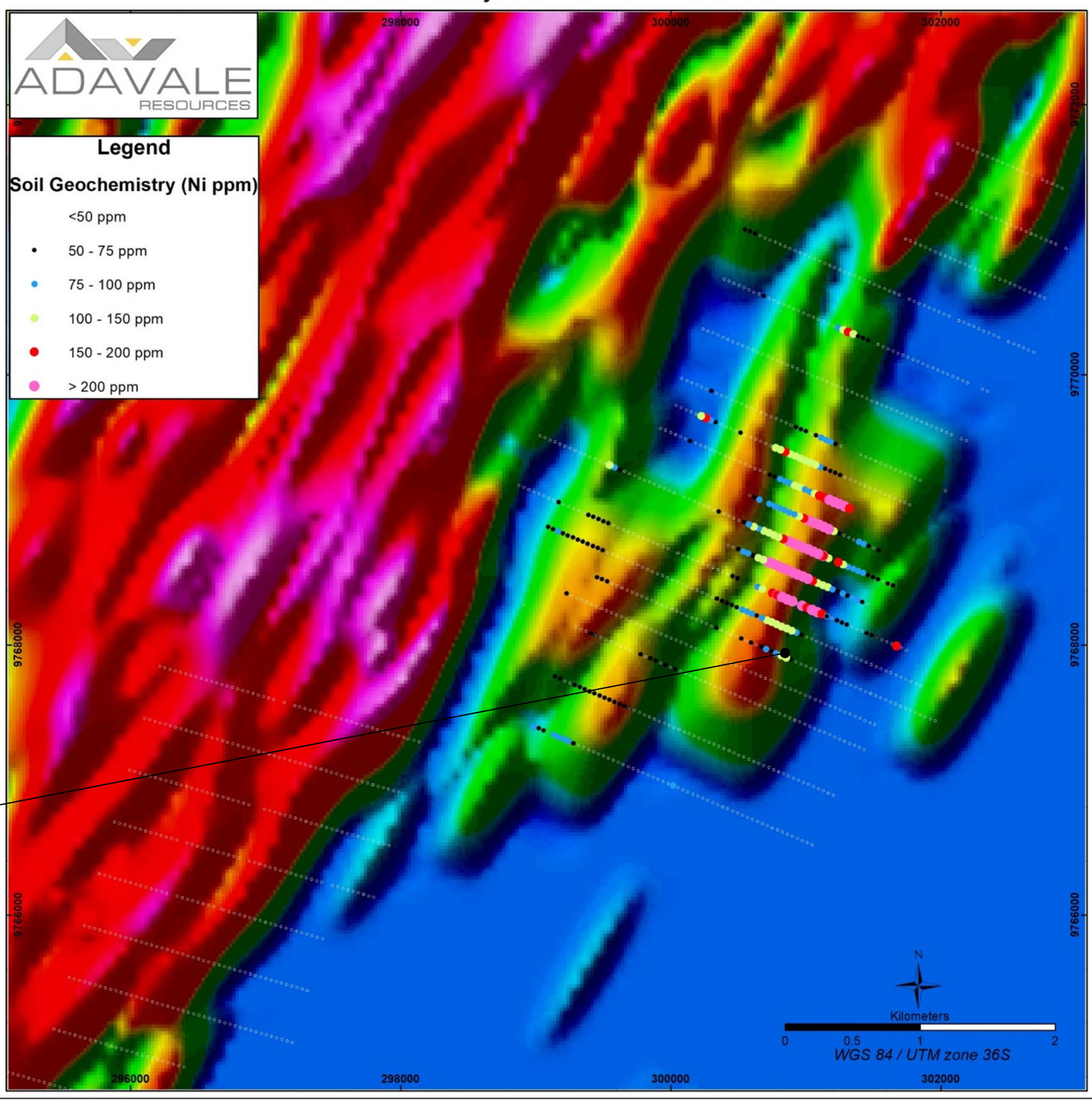


Distinctive magnetic low possibly indicating underlying mafic/ultramafic intrusion

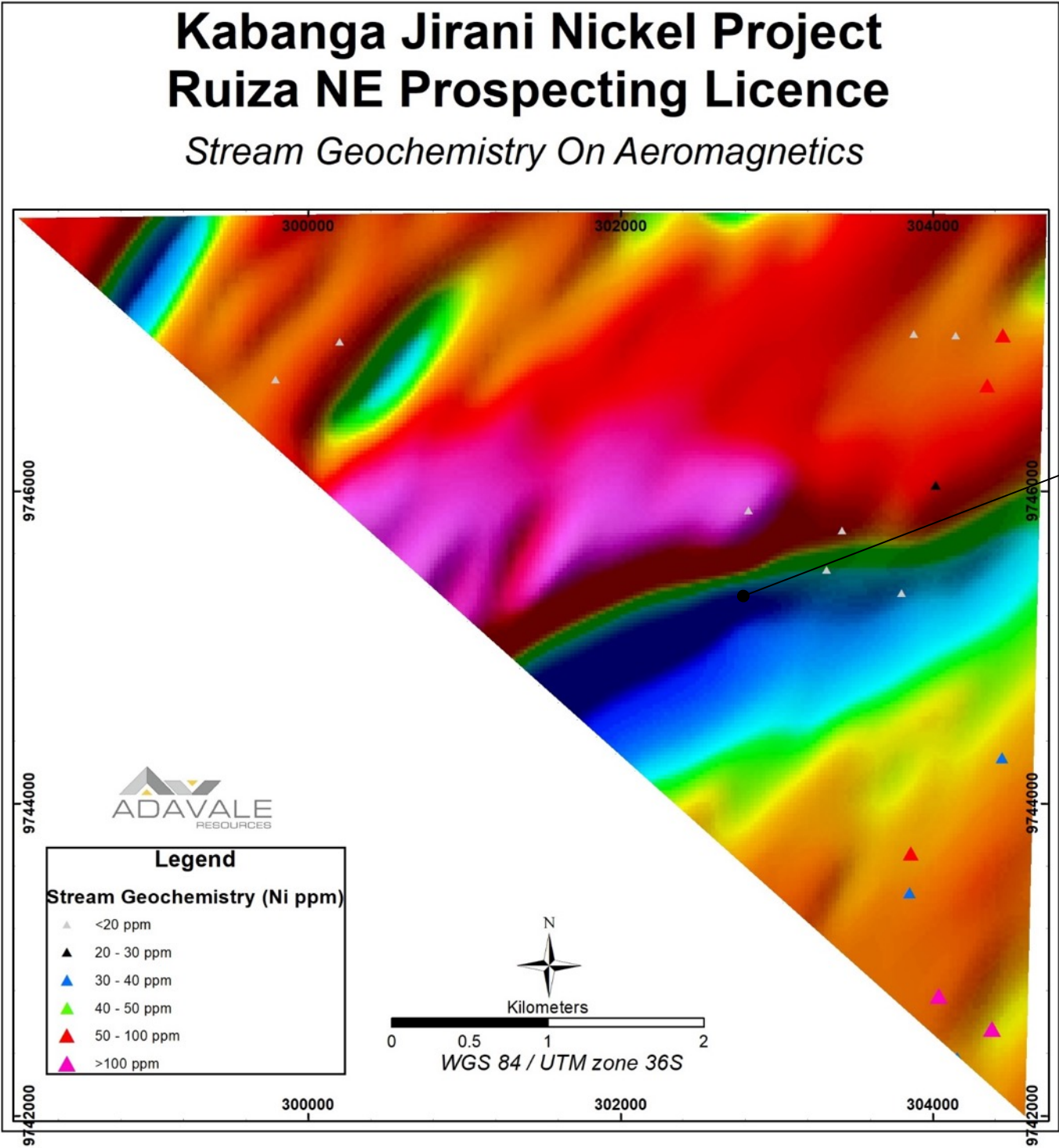
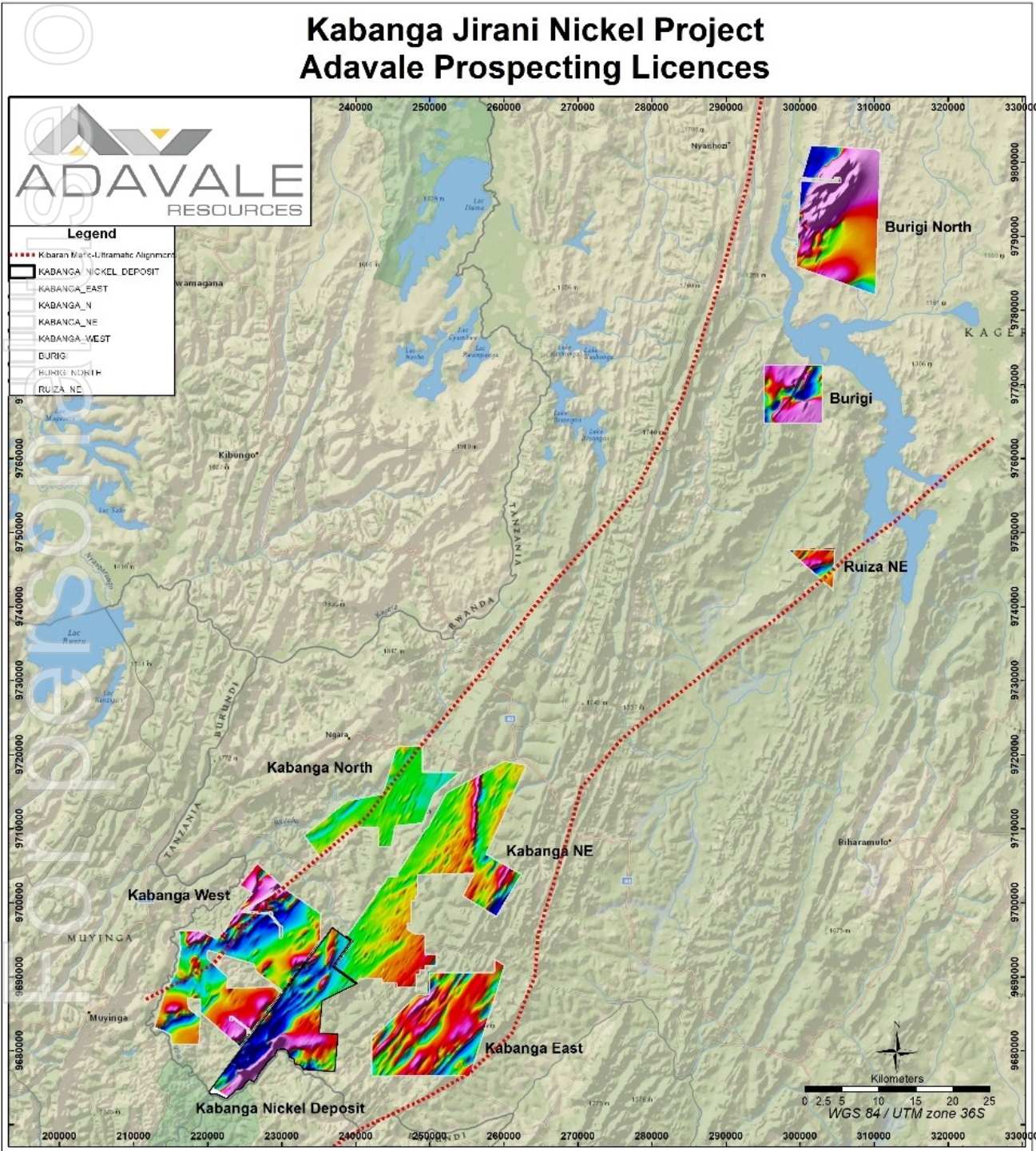
Discrete well defined soil anomaly

EM Anomaly coincident with mag low and soil anomaly

Kabanga Jirani Nickel Project Burigi Prospecting Licence *Soil Geochemistry On EM - Late Channel*

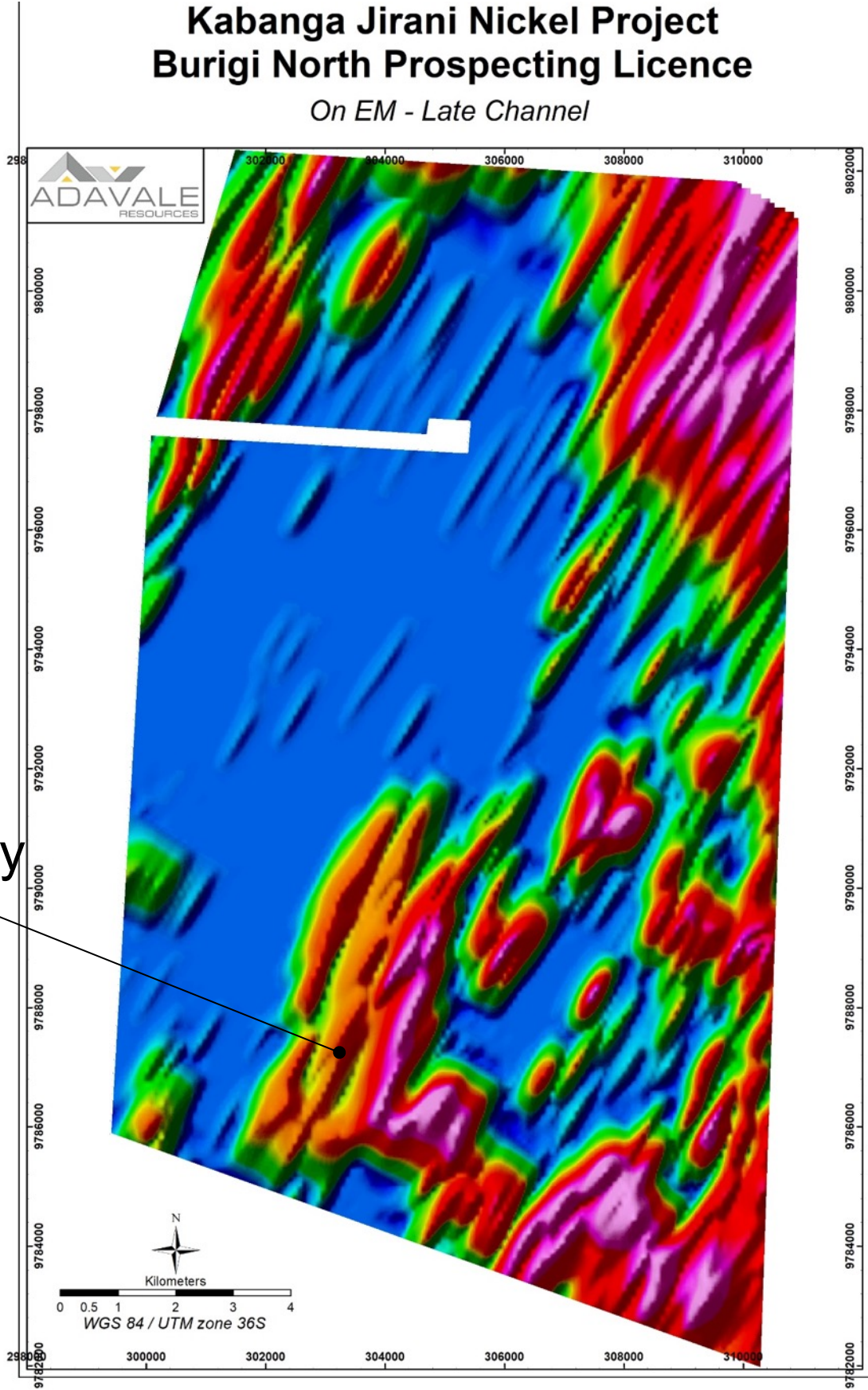


RUIZA NE AND BURIGI NORTH TENEMENTS



Mag Low

EM Anomaly



ADAVALE'S EXPLORATION PROGRAMS

| Step | Timing |
|---|-----------------------------|
| Identify Prospective Ground and Acquire Licences | Completed |
| Review of previous exploration data | Completed |
| Geological mapping, soil and outcrop sampling, followed by trenching and pitting of key targets | In progress |
| Conduct soil sampling and XRF analyses | Completed for 4 out of 6 PL |
| Conduct analyses and laboratory checks as part of QA/QC and identify anomalies for follow up | Underway |
| Design and implement detailed follow up soil sampling program | Q1/Q2 2021 |
| Design and implement targeted ground EM | Q2/Q3 2021 |
| Prioritise drilling targets/EM conductors and start drilling | Q2/Q3 2021 |

TANZANIA'S INCREASING FAVOURABILITY


- ▼ President Magufuli won second 5-year term with new Cabinet appointed, pledges to remove investment hurdles, and invite foreign investment in mining
- ▼ Government now viewed as highly supportive of the mining sector, in particular to juniors as well as large scale foreign investment from miners and other industries
- ▼ Barrick's recent progress affirms pro-mining climate:
 - Twiga Minerals paying dividend of US\$250M; and
 - expeditious granting of 10 exploration licences
- ▼ Kabanga Nickel signs recent Framework Agreement with government which:
 - secures foreign investment of US\$664M; and includes
 - the granting of a Special Mining Licence,
 - associated infrastructure; and
 - the commitment of a Class 1 Nickel refinery



INVESTMENT HIGHLIGHTS

- ▼ Right metal at the right time
- ▼ Highly prospective location for very high-grade nickel sulphide deposits, based on
 - Geological setting,
 - Historical exploration data,
 - Proximity of the world richest undeveloped nickel sulphide deposit
- ▼ Strong Board and management, extensive in-country experience, receiving remuneration in shares to conserve cash for exploration
- ▼ Company already supported by several financial institutions
- ▼ Tanzanian government open to mining business
- ▼ Share price increase of > 400% since new board reconstituted on 26 August 2020

 Level 7, 6 Underwood Street
Sydney NSW 2000

 +61 2 8003 6733

 www.adavaleresources.com

 investor@adavaleresources.com

 [Adavale Resources Limited](https://www.linkedin.com/company/adavale-resources)

 [@AdavaleL](https://twitter.com/AdavaleL)

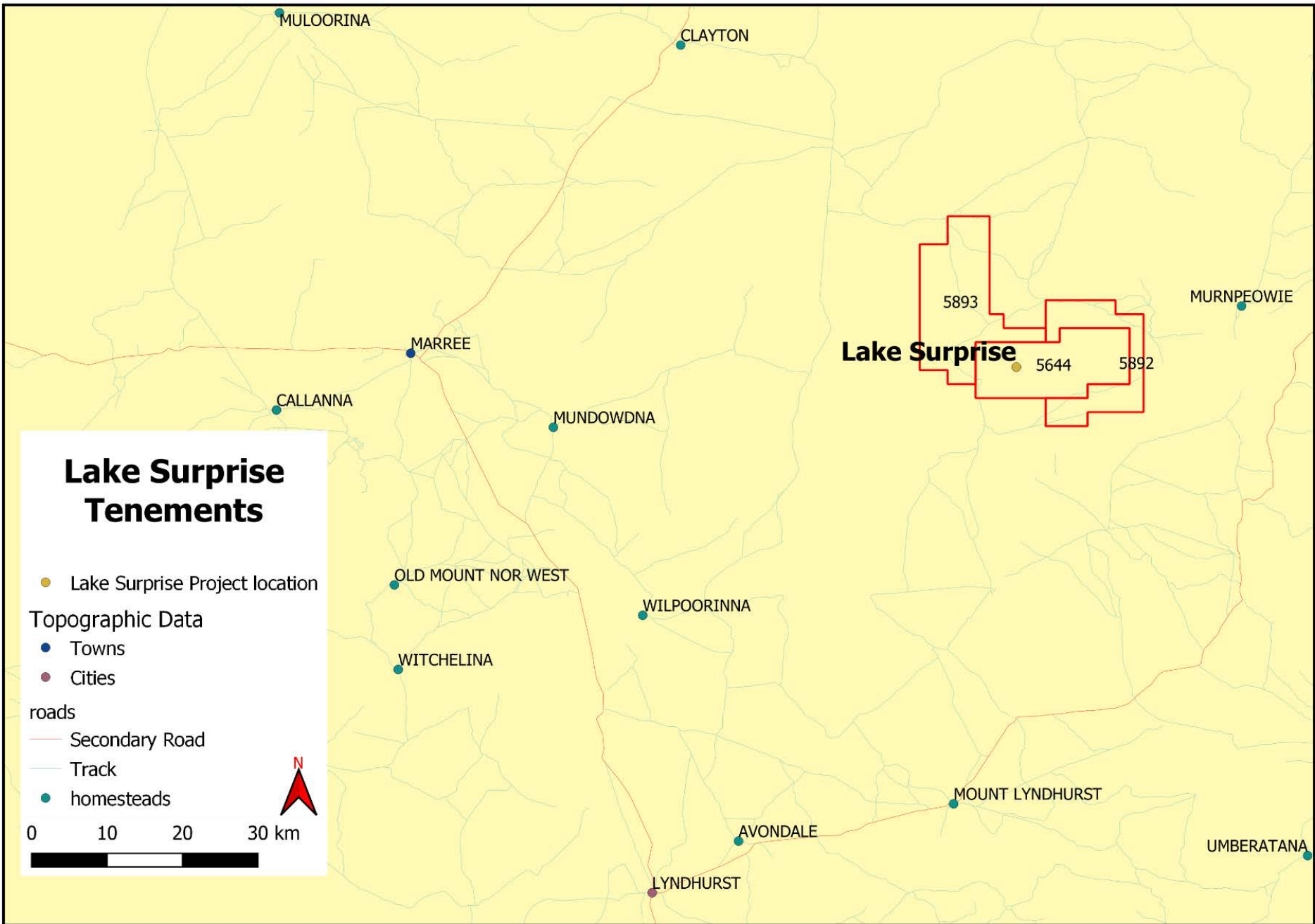


APPENDIX

LAKE SURPRISE PROJECT, SOUTH AUSTRALIA

For personal use only

- ▼ The 100% owned Project is in South Australia situated 550 Km north of Adelaide, covering 396 km² on the northern flank of the Flinders Ranges. Rocks of the Flinders Ranges and surrounding areas are highly uraniferous and it is amongst one of the world's most prolific uranium provinces.
- ▼ Known uranium orebodies on the eastern side of the Flinders Ranges include Beverley, Honeymoon, Goulds Dam and Yarramba and the Mt Gee project lies in the northern Flinders Ranges about 60 Km from the Lake Surprise Project area.
- ▼ The targets are surficial uranium ore bodies in a number of suitable host rocks and roll front style orebodies developed in both Tertiary and Mesozoic host rocks.

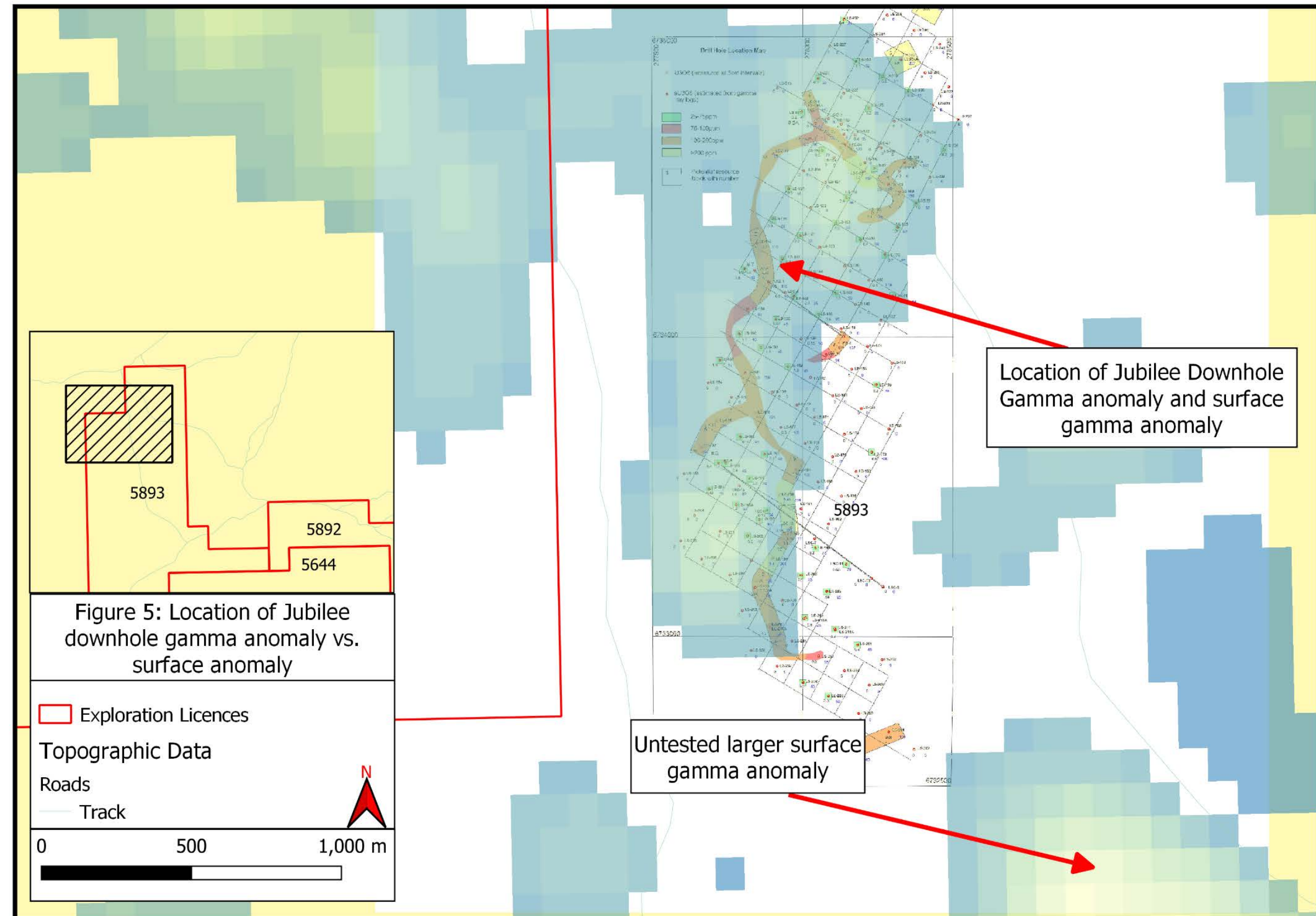


| Ministry ID | Area (km ²) | Project Location |
|-------------|-------------------------|-----------------------------------|
| EL 5892 | 92km ² | Lake Arthur East, South Australia |
| EL 5893 | 167km ² | Lake Arthur, South Australia |
| EL 5644 | 137km ² | Canegrass Swamp, South Australia |

THE JUBILEE PROSPECT

The Jubilee Prospect lies in the northern part of EL5893 and contains zones of strong uranium enrichment that lie within a north-trending paleochannel system. The main features of the paleochannel system are as follows:

- ▼ It is a continuous geochemical anomaly of 1900m length x 50m width at approximately 200ppm eU3O8. This is predominantly based on gamma logging with limited geochemical analysis from handheld equipment.
- ▼ The system contains an equivalent U3O8 concentration downhole up to 611 ppm (0.06%) calculated by calibration of gamma logs against Handheld XRF analysis of diamond drill core



THE MOOKAWARINNA AND CANE GRASS PROSPECTS

The Mookawarinna Prospect is in the south-central part of EL 5893 and has widely spaced drill-holes defining a broad anomalous zone of uranium enrichment. Downhole gamma is recorded in five drill-holes within a zone about 9km in strike length

The Cane Grass Swamp prospect was identified as a potential host for uranium that is underlying recently transported sediments to the south of the Jubilee and Mookwarinna Prospects.

- ▼ Shallow down-warped fold system is present acting as a potential host for the recent transport of uranium in groundwater or uranium transported from the primary source in the Flinders Ranges when the quartz sands forming the Jubilee Deposit and Mookwarinna Deposit were emplaced

