

Maiden RC drilling commences at Lyons River

Highlights

- RC drilling underway at Lyons River Project testing lead-zinc BHT/SEDEX targets comprising:
 - Extensions to primary lead and zinc sulphide mineralisation intersected in recent diamond drill hole LRDD003 (0.2m @ 3.05% Pb, 1.37% Zn and 3 g/t Ag from 223.2m) along the strike extent of the NE zone of the Induced Polarisation (IP) anomaly.
 - To obtain greater understanding of the metamorphosed stratabound sequence of pyritic psammitic and pelitic rocks and corresponding anomalous Pb-Zn geochemistry.

Dalaroo Metals Ltd ("DAL" or "Company") is pleased to provide an update on exploration activities at the Lyons River Project ("Lyons River" or "Project"), where a program of RC drilling has begun at the Four Corners prospect (Figure 1 and 2). Lyons River comprises a strategic (100% owned) land position of 703 km² within the Proterozoic Mutherbuckin Zone of the Gascoyne Province. The Company believes the district is an emerging Broken Hill Type ("BHT") / Sedimentary Exhalative ("SEDEX") deposit setting.



Figure 1: RC drill rig at Four Corners prospect

The Company's maiden RC drill program at the Four Corners prospect is designed to test several base metal and geological targets (Figure 3). Initial focus is to test the extensions to the significant primary zinc and lead sulphide mineralisation intersected in recent diamond drill hole LRDD003 (0.2m @ 3.05% Pb, 1.37% Zn and 3 g/t Ag from 223.2m) along the strike extent of the NE zone of the Induced Polarisation (IP) anomaly.

Following on from the wide spaced diamond drill programme completed in late 2020, additional RC holes will be drilled to obtain greater understanding of the metamorphosed stratabound sequence of pyritic psammitic and pelitic rocks intersected and corresponding Pb-Zn geochemistry to help support the BHT/SEDEX prospectivity at the Lyons River Project area.

The drilling will also target the encouraging north-east part of the copper trend located along the northern edge of the NE zone of the IP anomaly defined by recent geological mapping and anomalous rock chip and soil geochemistry results.

The RC drilling program is expected to consist of approximately 2,000m.

The Four Corners prospect is one of six regional Pb-Zn soil geochemical prospects identified at Lyons River within a Proterozoic basin setting covering an area of 30 km by 10 km. Targets generated from gravity surveys completed in the September quarter at Four Corners and Browns and infill geochemical surveys currently underway will be drill tested early in 2022 following passing of the cyclone season.

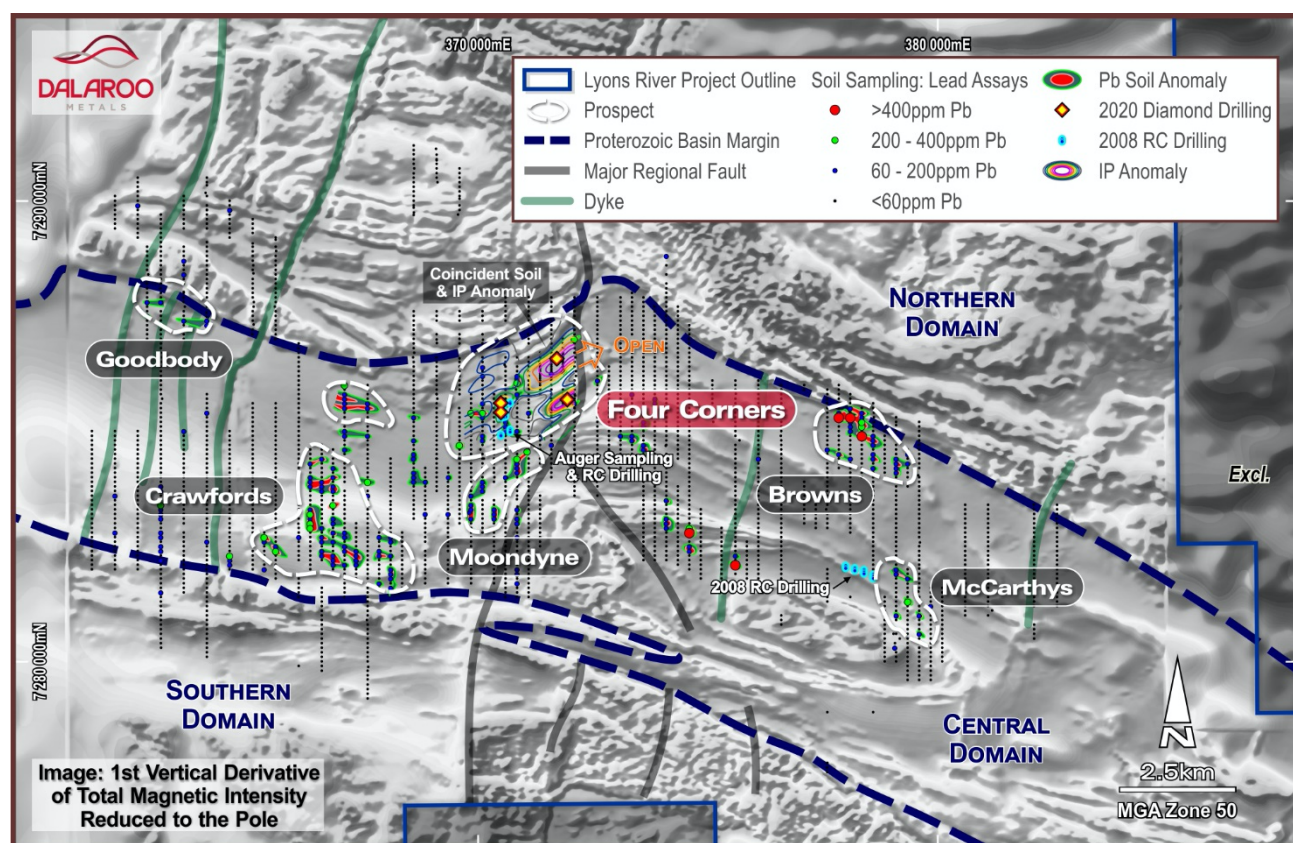


Figure 2: Lyons River, Four Corners prospect and new five Pb-Zn soil geochemical prospects /targets

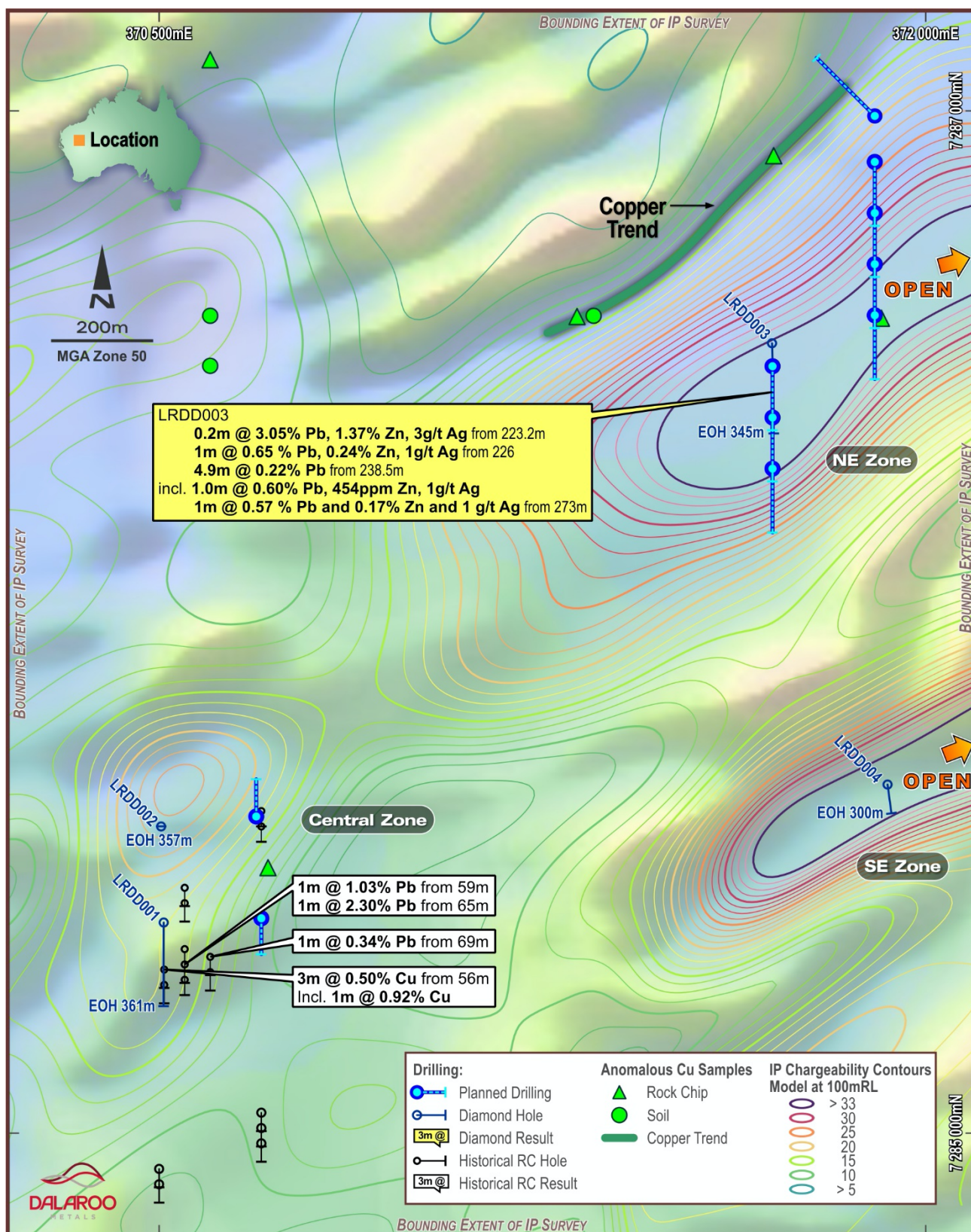


Figure 3: Lyons River Project, drill hole location map with historical holes and current drill program RC holes

ENDS

For more Information:

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COMPETENT PERSON

The information in this report that relates to Exploration results is based on information compiled by Dalaroo Metals Ltd and reviewed by Mr Harjinder Kehal who is the Managing Director of the Company and is a Registered Practicing Geologist and Member of the AusIMM and AIG. Mr Kehal has sufficient experience that is relevant to the style of mineralisation, the type of deposit under consideration and to the activities 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 Kehal consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

Authorised for release to the ASX by the Board of Dalaroo Metals Ltd.

About the Lyons River Project

Lyons River is located approximately 1,100km north of Perth and approximately 220 km to the north-east of the coastal town of Carnarvon, Western Australia. The Lyons River Project lies within the Mutherbukin Zone of the Gascoyne Province, which is the deformed and high-grade metamorphic core zone of the early Proterozoic Capricorn Orogen (Figure 4).

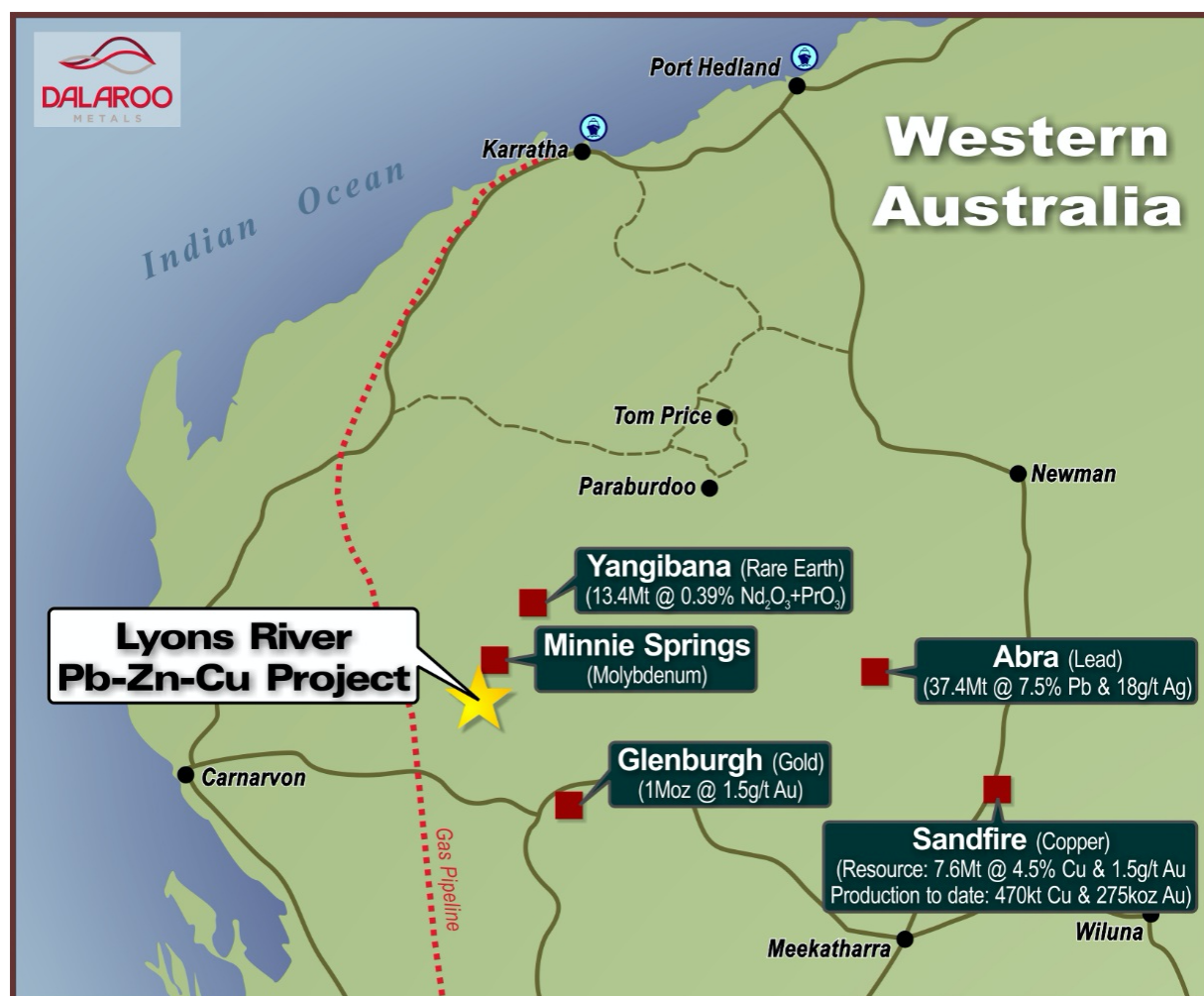


Figure 4: Lyons River Project location diagram