

5 September 2022

DRILLING RAMPS UP WITH SECOND RIG

Sarytogan Graphite Limited (ASX: SGA, the Company, Sarytogan) is pleased to provide the following update:

Highlights

- Second drill rig added to accelerate program after exceptional early results (refer ASX announcement 15 August 2022).
- The second of several batches of assay results is expected within the month and will include results from drilling outside of current Mineral Resource footprint.



Figure 1 – Two diamond drill rigs and support equipment at the Central Graphite Zone, Sarytogan Graphite Deposit.

Managing Director, Sean Gregory, commented: "After the first batch of excellent drilling results, the Company is delighted to add a second drill rig to accelerate the program and potentially add to the already strong news flow pipeline ahead.

Being able to easily add additional personnel and equipment is a testament to both the strong in-country relationships as well as the maturity of the Kazakhstan mining industry."

Sarytogan is pleased to report that drilling operations have been accelerated with the arrival of a second diamond drill rig on site at the Sarytogan Graphite Deposit in Central Kazakhstan.

The addition of the second drill rig will ensure that the objectives of the current drill program, as articulated in the ASX Announcement of 25 July 2022, are met within the current calendar year.

All results will continue to be released to the ASX in regular batches as they become available, with the first batch of outstanding drilling results from the Central Graphite Zone reported to the ASX on 15 August 2022. The second batch of results is expected within the month and will include drilling conducted outside of the current Mineral Resource footprint, which, if successful, could contribute to a meaningful resource upgrade.

This announcement is authorised by the Board of Directors of the Company.

Sean Gregory

Managing Director

About Sarytogan

The Sarytogan Graphite Deposit is located in the Karaganda region of Central Kazakhstan. It is 190km by highway from the industrial city of Karaganda, the 4th largest city in Kazakhstan (Figure 2).

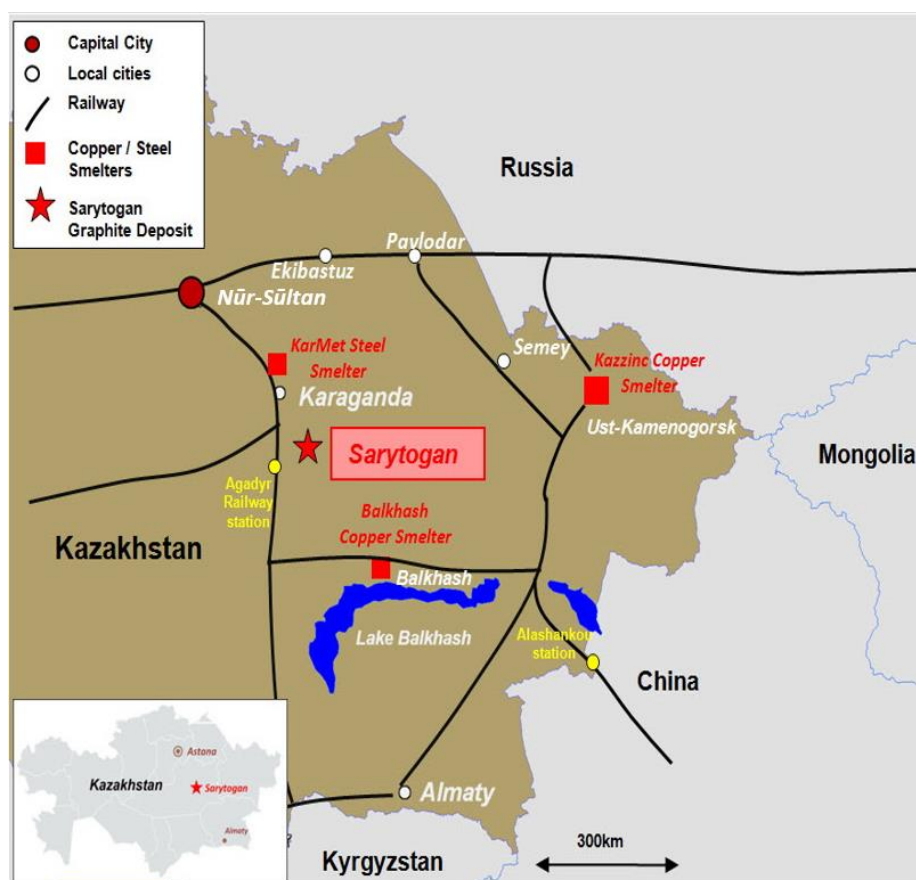


Figure 2 - Sarytogan Graphite Deposit location

The Sarytogan Graphite Deposit was first explored during the Soviet era in the 1980s with sampling by trenching and diamond drilling. Metallurgical testwork successfully produced graphite concentrate (reported in the 23 February 2022 Prospectus posted on the ASX on 14 July 2022). Further metallurgical testing is underway to validate these historical results.

Diamond drilling and surface sampling resumed after a 30-year hiatus in 2019 that enabled the estimation of an Inferred Mineral Resource of **209Mt @ 28.5% TGC for 60Mt contained graphite** by CSA Global (Table 1).

Table 1 - Sarytogan Graphite Deposit Inferred Mineral Resource (cut-off grade of 15%). Refer to Prospectus dated 23 February 2022, published on the ASX 14 July 2022, for full details of the Mineral Resource Estimate.

Zone	JORC Classification	In-Situ Tonnage (Mt)	Total Graphitic Carbon (TGC %)	Contained Graphite (Mt)
North	Inferred	159	28.8	46
Central	Inferred	49	27.5	14
Total	Inferred	209	28.5	60

Competent Person's Statement

The information in this report that relates to JORC estimates of Mineral Resources and 2021 Exploration Results was first reported in the Prospectus dated 23 February 2022 posted at www.asx.com.au on 14 July 2022. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified.