

ASX RELEASE

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ASX CODE

PNN

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BOARD**Stephen Ross**

Non-Executive Chairman

Mena Habib

Executive Director

James Moses

Non-Executive Director

David Turvey

Non-Executive Director

PROJECTS**Argentina**

Salta Lithium Project

AustraliaEyre Peninsula Kaolin-Halloysite
ProjectMusgrave Nickel-Copper-Cobalt-
PGE Project

Power to divest Santa Ines Copper-Gold Project for A\$1.5M

- Power executes binding agreement with Fuyang Mingjin New Energy Development Co., Ltd (Mingjin) for the sale of its Santa Ines Copper-Gold Project in Salta Province, Argentina
- Sale of the non-core Santa Ines Project is consistent with Power's focus on becoming a leading lithium project developer in Argentina
- The all-cash consideration of \$1.5m to Mingjin follows its recent \$2.6m strategic investment in Power
- Combined proceeds of \$4.1m to be utilised in the ongoing development of Power's Argentinian lithium assets

Diversified minerals company Power Minerals Limited (ASX: **PNN**) (**Power** or **the Company**) is pleased to announce it has executed a binding sale and purchase agreement (**Agreement**) for the sale of its 100%-owned Santa Ines Copper-Gold Project in the Salta Province of Argentina (**Santa Ines**) for an all-cash consideration of A\$1.5 million.

The divestment on the non-core Santa Ines Project is consistent with Power's commitment to becoming a leading lithium project developer in Argentina. The sale proceeds will be deployed in Power's ongoing expedited development plans for its Salta Lithium Project.

Mingjin has completed its due diligence process and under the terms of the Agreement will pay Power A\$1.5m to acquire 100% of the Santa Ines Project within the next 90 days.

"We are delighted to further enhance our relationship with Mingjin with the sale of our Santa Ines Project, following its recent strategic investment in Power. We plan to use the combined project sale and investment proceeds, of \$4.1m, to continue the accelerated development of our Argentinian lithium assets."

Power Minerals Managing Director, Mena Habib

Richlink Capital Group and Lynx Advisors Pty Ltd acted as advisors to the Project sale, and will receive a total 6% commission on completion of the Agreement.

Authorised for release by the Board of Power Minerals Limited.

-ENDS-

For further information please contact:

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Additional information is available at www.powerminerals.com.au

About Power Minerals Limited

Power Minerals Limited is an ASX-listed lithium-focused exploration and development company, committed to the systematic exploration and development of its core asset, the Salta Lithium Brine Project in the prolific lithium triangle in the Salta Province in Argentina. It is currently undertaking a major JORC Mineral Resource expansion drilling campaign at Salta, and is focused on expediting development of the Project in to a potential, future lithium producing operation. Power also has a portfolio of other assets in key, demand-driven commodities including; kaolin-halloysite, nickel-copper-cobalt and PGEs.

Competent Persons Statement

This announcement regarding the Salta Lithium project has been prepared with information compiled by Marcela Casini, MAusIMM. Marcela Casini is the Company's Exploration Manager, Argentina and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration 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". Marcela Casini consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

Forward looking Statements

This announcement contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information.