

\$1.5 MILLION CAPITAL RAISING TARGETS DRILLING AT BITTERWASSER LITHIUM BRINE PROJECT

HIGHLIGHTS:

- Arcadia has received firm commitments from sophisticated and professional investors to raise \$1,500,000 via a chess depositary interests over shares (**CDIs**) placement of 15M CDIs at \$0.10 per CDI
- Subject to shareholder approval, existing major shareholder Raubex Group Limited (**Raubex**) has committed to subscribe for \$431,250 under the placement which will see it maintain its 28.75% interest in the Company
- **Funds will allow the Company to:**
 - Undertake drilling at the Bitterwasser lithium brine project;
 - Further metallurgical work on the Bitterwasser lithium clays, including completion of a preliminary economic assessment (PEA);
 - Complete a mapping and sampling program across the ~200 known pegmatites at the Swanson project; and
 - Working capital

Arcadia Minerals Limited (ASX:AM7, FRA:8OH) (Arcadia or the Company) is pleased to announce that it has received binding firm commitments from sophisticated and professional investors to raise \$1,500,000 through the issue of 15M CDIs at an issue price of \$0.10 per CDI ("**Placement**").

Jurie Wessels Chairman of Arcadia stated: *"The capital raise announced today provides the required funding to complete a Pre-Economic Assessment over the Bitterwasser Lithium in Clay project, drill and test the brine aqueous body at the Bitterwasser Lithium in Brines project with the aim of possibly making a discovery of regional significance, explore around 200 LCT pegmatites at the TVC Pegmatite project near our Swanson Mining Project which is currently under construction and to do further work over the Kum-Kum Nickel & PGE project. We are grateful for the continued support of existing shareholders as well as new investors who share our vision in the Company advancing and delivering on the Company's previously reported strategy."*

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CDIs Placement

The Placement of 15M CDIs at \$0.10 per CDI to raise \$1,500,000 was strongly supported by existing shareholders. The Company will issue 10,687,500 Placement CDIs under the Company's existing placement capacity under ASX Listing Rule 7.1 and 7.1a capacity, with Raubex's participation of \$431,250 (4,312,500 CDIs) subject to shareholder approval to be sought at General Meeting of Shareholders which the Company intends to convene and hold in September 2023.

The Placement issue price of \$0.10 represents a ~9% discount to the last traded priced of \$0.11 on ASX on 28 July 2023 and a ~18.4% discount to the 15-day VWAP of \$0.1226.

Funds raised from the Placement will be used to further exploration work comprising drilling at the Bitterwasser lithium brine project, further metallurgical work & a PEA on the Bitterwasser lithium clay project, mapping and sampling program over the ~200 known pegmatites on the Swanson project, working capital and costs of the offer.

Kaai Capital acted as Lead Manager to the Placement. In consideration for lead managing the Placement, the Company will pay Kaai (and/or their nominees) a fee of 6% of the amount raised under the Placement (excluding Raubex's participation, for which it will receive a management fee of 2%), and issue to Kaai or its nominees 5M Lead Manager Options each at \$0.00001 per option. The options have an exercise price of \$0.15c expiring three years from date of issue, expected on or before 9 August 2023. The Options will only vest upon the Company's 10 day VWAP being equal to or greater than \$0.20.

The Placement is expected to be completed on or around 9 August 2023.

Please refer to the Company's Appendix 3B for further details in regards to the Placement Shares to be issued.

For the purpose of Listing Rule 15.5, this announcement has been authorised for release by the Board of Directors of Arcadia Minerals Limited.

For further information, please contact:

Jurie Wessels - Executive Chairman

ARCADIA MINERALS LIMITED

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BACKGROUND ON ARCADIA

Arcadia is a Namibia-focused diversified metals exploration company, which is domiciled in Guernsey. The Company explores for a suite of new-era metals (Lithium, Tantalum, Platinum-Group-Elements, Nickel and Copper). The Company's strategy is to bring the advanced Swanson Tantalum project into production and then to use the cashflows (which may be generated) to drive exploration and development at the potentially company transforming exploration assets. As such, the first two pillars of Arcadia's development strategy (a potential cash generator and company transforming exploration assets) are established through a third pillar, which consists of utilising the Company's human capital of industry specific experience, tied with a history of project generation and bringing projects to results, and thereby, to create value for the Company and its shareholders.

Most of the Company's projects are located in the neighbourhood of established mining operations and significant discoveries. The mineral exploration projects include-

1. Bitterwasser Lithium in Clay Project – which project contains a potentially expanding JORC Mineral Resource from lithium-in-clays
2. Bitterwasser Lithium in Brines Project – which is prospective for lithium-in-brines within the Bitterwasser Basin area.
3. Kum-Kum Project – prospective for nickel, copper, and platinum group elements.
4. TVC Pegmatite Project – prospective for Lithium, Tantalum and other associated minerals.
5. Karibib Project – prospective for copper and gold.
6. The Swanson Mining Project – advanced tantalum mining project undergoing development to become a mining operation, and which contains a potentially expanding JORC Mineral Resource within the Swanson Project area.

As an exploration company, all the projects of the company are currently receiving focus. However, currently the Swanson project and the Bitterwasser Lithium projects may be considered as Arcadia's primary projects due to their potential to enhance the Company's value.

For more details, please visit www.arcadiaminerals.global

DISCLAIMER

Some of the statements appearing in this announcement may be forward-looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Arcadia operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward-looking statement. No forward-looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside Arcadia's control.

The Company does not undertake any obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of Arcadia, its directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

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