

26 September 2024

QXR secures option to additional prospective US lithium Brine Projects and Restructures Terms for Liberty Lithium Brine Project

- QXR and IG Lithium have agreed to restructure the Option Agreement in respect of the Liberty Lithium Brine Project to reduce option payments and also to include an option over two additional prospective lithium brine projects in the USA.
- QXR now has the option to acquire a 25% interest in IGL, the holder of the Liberty Lithium Brine Project, which reduces QXR's cash option payments from US\$1.7 million to US\$500,000.
- QXR has also entered into an option agreement with IGX Minerals LLC (a related company of IGL), granting QXR an option to acquire a 15% stake in IGX and which holds two prospective lithium brine projects in Nevada and Utah, USA.
- IGX and IGL continue discussions with US based producers of battery-grade lithium products in relation to the future supply of lithium brine products.
- QXR will update the market soon regarding planned activities over the gold projects in Queensland.

QX Resources Limited (ASX: QXR, 'QXR') is pleased to announce that QXR has renegotiated the option agreement over the Liberty Lithium Brine Project in California, USA, to reduce option payments and also to include an option to acquire an interest in two additional prospective lithium brine projects in the USA.

QXR had previously entered into an option agreement with IG Lithium LLC (IGL) to acquire up to a 75% interest in IGL, the owner of the Liberty Lithium Brine Project, as announced 5 October 2023 (**Option Agreement**). The parties have negotiated a variation to the Option Agreement, whereby QXR now has an option to acquire a 25% interest in IGL on or before 30 June 2025 (**Variation Agreement**). The restructuring reduces QXR's cash option payments from US\$1.7 million to US\$500,000.

QXR has entered into a further option agreement with IGX Minerals LLC (IGX) (an unlisted Delaware company established in 2022, and a related company of IGL) granting QXR an option to acquire a 15% interest in IGX on or before 30 June 2025 for US\$500,000 (**IGX Option**). IGX has identified and secured two (2) prospective lithium brine projects in Utah and Nevada, USA, covering 10,660 hectares (26,300 acres). IGX and IGL continue discussions with US based developers and producers of battery-grade lithium products to potentially supply future lithium brine feedstock.

IGL and IGX have an excellent local US exploration team and contractors to ensure advancement of the projects. Next steps include permitting for new drill sites at the Liberty Lithium Brine Project, targeting areas that are interpreted to be prospective to intersect deep lithium brines in the centre of the basin, further west of drilling previously undertaken by QXR (ASX announcement 19 June 2024). QXR is continuing its review of work conducted to date by IGX on their two projects, which indicate encouraging results in a favourable geological setting.

QXR Managing Director, Steve Promnitz, said: "QXR, through the new agreements, now has exposure to three large, prospective lithium brine projects, with reduced cash commitments, diversifying the portfolio. The lithium brine projects are located in the US market where demand continues for critical minerals and where downstream processors are still seeking supply options."

IG Lithium and IGX Minerals Member, Stephanie Ashton, said: "We recognize the valuable work that we have done together with QXR and are pleased to continue to consolidate and expand our joint efforts to find new critical supplies of upstream lithium brines for the rapidly expanding US battery industry."

Table 1: IGL Variation Agreement - Key Commercial Terms

| Parties | |
|---------------------------|--|
| Buyer | QX Resources Limited (QXR) and its US subsidiary (and nominees) |
| Vendor | IG Lithium LLC (IGL) |
| Project | Liberty Lithium / SaltFire Flat, California USA |
| Key Commercial Terms | |
| Option | Option to acquire 25% of IGL which holds the Project (25,300 acres), |
| Option Payments to Vendor | US\$500,000 on or before 30 June 2025 |

Table 2: IGX Option Agreement - Key Commercial Terms

| Parties | |
|---------------------------|---|
| Buyer | QX Resources Limited (QXR) and its US subsidiary (and nominees) |
| Vendor | IGX Minerals LLC (IGX) |
| Projects | PV Lithium, Nevada USA; Felix Lithium, Utah USA (26,300 acres) |
| Key Commercial Terms | |
| Option | Option to acquire 15% of IGX which holds the Projects |
| Option Payments to Vendor | US\$500,000 on or before 30 June 2025 |

Approved for release by the board of QX Resources Limited

Further information:

Steve Promnitz, Managing Director: 0423 333 296 steve@qxresources.com.au

 Follow [@QXResources](https://twitter.com/QXResources) on "X"/Twitter

Maurice Feilich, Executive Chairman: 0411 545 262

 Follow [QX Resources](https://www.linkedin.com/company/qx-resources) on LinkedIn

About QX Resources:

QX Resources (ASX:QXR) is focused on exploration and development of battery minerals, with hard rock lithium assets in the Pilbara of Western Australia (WA), lithium brine projects in the USA, gold/copper/moly assets in Queensland, an iron ore project in the Pilbara and a strategic investment in nickel sulphides in Sweden. The aim is to connect end users (battery, cathode and car makers) with QXR, an experienced explorer/developer of battery minerals, with an expanding mineral exploration project portfolio and solid financial support.

Forward Looking Statements and Important Notice

This report contains forecasts, projections and forward-looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations and estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of QX Resources' control.

Actual results and developments will almost certainly differ materially from those expressed or implied. QX Resources has not audited or investigated the accuracy or completeness of the information, statements and opinions contained in this announcement.

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