



**SCORPION
MINERALS**
LIMITED

ASX ANNOUNCEMENT

8th October 2020

Phase 2 RC Drilling Programme Commenced - Pharos Project

HIGHLIGHTS

- Phase two 2,500m Phase Two RC Drilling programme commenced this week
- Programme designed to extend promising structures encountered in Phase One drilling
- Remaining assay results from Phase 1 yet to be received

Scorpion Minerals Limited (the Company; ASX: SCN) is pleased to announce that the second phase of planned Reverse Circulation (RC) drilling has commenced at its Pharos Project located approximately 50kms north west of Cue in the Murchison district of WA, immediately north of its Mt Mulcahy Project (refer Figure 1).

The Company recently completed a 28 hole, 2,482m Phase One RC drilling programme focused on confirming and defining historical intersects of gold in previous drilling, testing below outcrop and workings recently shown to contain gold mineralisation. Results from 4 of 28 holes completed have been communicated to market, including a significant result of **3m @ 18.0 g/t Au from 4m** at Lantern (refer ASX:SCN release *High Grade Gold Confirmed at Lantern-Pharos Project- 28th September 2020*). The Company is currently experiencing delays in the receipt of additional assays from the laboratory.

To take advantage of drill rig availability, the Company brought forward its planned 2,500 metres of follow up RC drilling. With drilling now commenced it is planned to complete half of this meterage in the short term, with the ability to complete the programme once Phase One results are returned. Phase 2 drilling will include extensional drilling at Salt Flat and Olivers Patch - where promising vein intercepts were encountered- along with follow up drilling at Lantern, extensional drilling of the Beacon section, and initial drilling across additional workings in the area such as Terrys South (refer Figure 2).

This announcement has been authorised by the board of directors of the Company.

- ENDS -

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BOARD OF DIRECTORS

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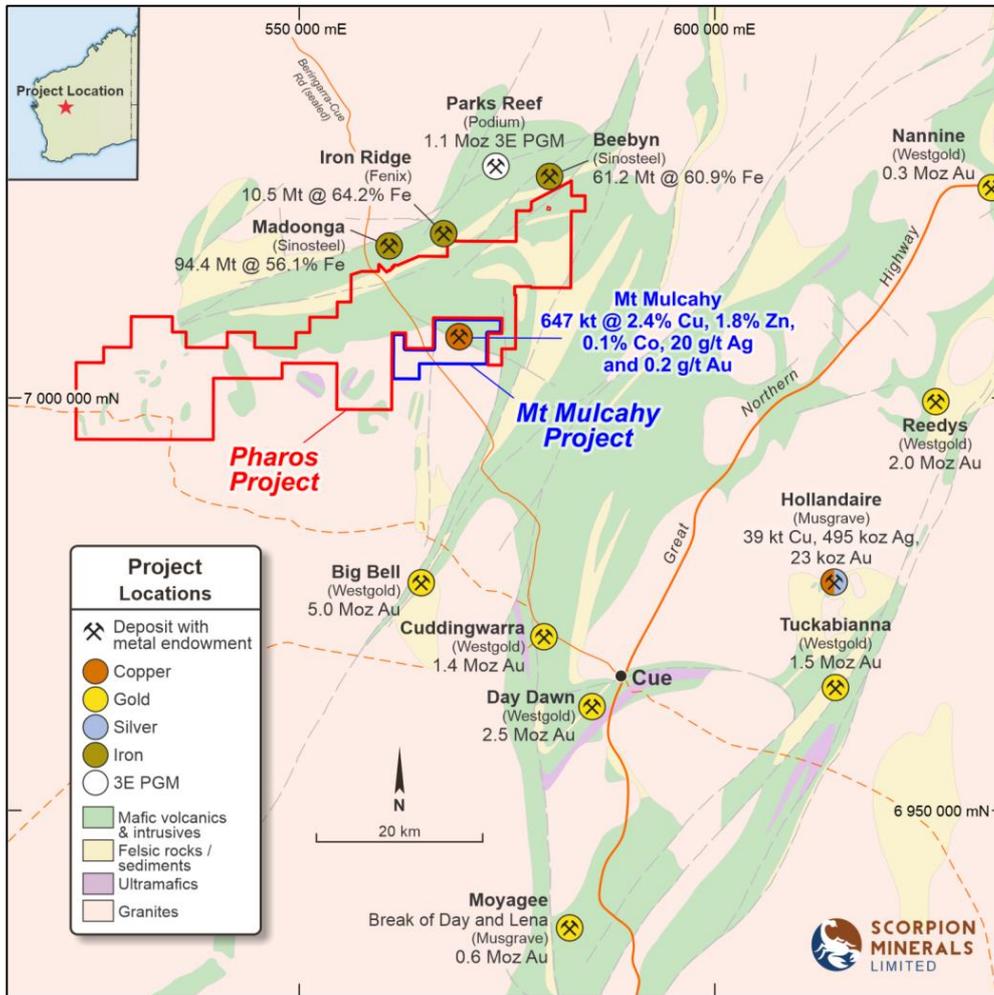


Figure 1 – Location of Pharos and Mt Mulcahy Project in Murchison area, WA, highlighting regional mineral endowment.

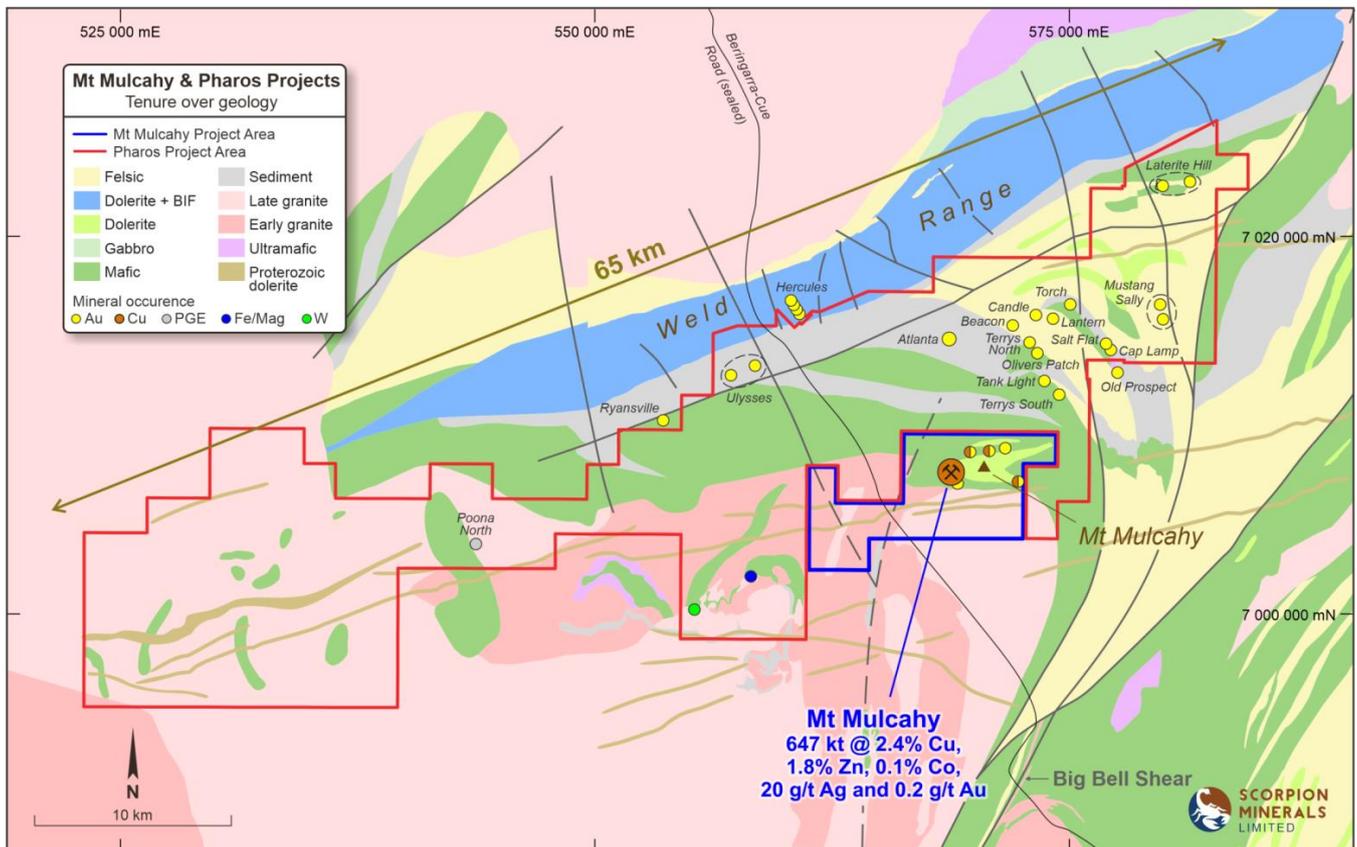


Figure 2 – Location of Pharos and Mt Mulcahy Project, with current gold prospects highlighted

Competent Persons Statement 1

The information in this report that relates to the Exploration Results and Mineral Resources at the Mt Mulcahy and Pharos Projects is based on information reviewed by Mr Craig Hall, whom is a member of the Australian Institute of Geoscientists. Mr Hall is a director and consultant to Scorpion Minerals Limited and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity he is undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012)'. Mr Hall consents to the inclusion of the information in the form and context in which it appears.

The information in this report that relates to the Mt Mulcahy Mineral Resource is based on information originally compiled by Mr Rob Spiers, an independent consultant to Scorpion Minerals Limited and a then full-time employee and Director of H&S Consultants Pty Ltd (formerly Hellman & Schofield Pty Ltd), and reviewed by Mr Hall. This information was originally issued in the Company's ASX announcement "Maiden Copper-Zinc Resource at Mt Mulcahy", released to the ASX on 25th September 2014. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the findings are presented have not materially modified from the original market announcements.

Forward Looking Statements

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