



Murchison Gold Project Doubles Through Acquisition

- Three tenements acquired within the Murchison region covering key prospective gold structures
- New purchase expands Sipa's Murchison Project area to over 460 km²
- Work approvals currently being obtained to support drilling in the near future

Sipa Resources Limited (**ASX: SRI**, 'Sipa' or 'the Company') is pleased to announce the execution of a Sale and Purchase Agreement with Miramar Resources Limited (**ASX: M2R**, 'Miramar') to acquire its Garden Gully Project, located in the Murchison district of Western Australia ('the Acquisition'). The tenement package covers an area of 207 km², overlying the Abbotts Greenstone Belt immediately along strike from Sipa's existing 100% owned and Farm In tenements to the south (ASX: SRI 20 November 2020, Figure 1).

The Acquisition will double the size of Sipa's landholding in the Murchison district, to a total of 467 km² and provides the Company a dominant position in the Abbotts Greenstone Belt. Importantly, the Acquisition ground package covers the mineralised structures that trend north from Sipa's existing ground, and prospective geology where there has been limited drill testing of basement rocks.

Sipa will now expedite the grant of the remaining tenements within the Murchison Region and expand its current drilling plans to include the new Acquisition tenements. Program of Work approvals for drilling on the Farm In tenements (Figure 1) have already been achieved and a heritage survey is scheduled for later this month. Successful completion of the heritage survey will allow for on-site clearing to occur. Drill contractors have been engaged to undertake the aircore drilling program.

The Murchison Project represents a high-potential opportunity for Sipa to explore for gold in a prolific district in the WA Goldfields which contains excellent infrastructure, access and high levels of nearby activity, and the expanded ground position enhances this opportunity significantly.

Commenting on the Acquisition, Sipa's Managing Director Mr Pip Darvall said, "The acquisition of these three tenements provides an opportunity for Sipa to not only build on our land package in the highly prospective Murchison region, but provides a fantastic opportunity for larger scale exploration and drilling programs. We are currently broadening our upcoming programs to include the new ground and looking forward to drill testing priority targets as soon as all approvals are achieved."

Key Deal Terms

Sipa has executed a Sale and Purchase Agreement for outright (100%) purchase of three tenements E51/1932, E51/1972 and E51/1973 from Miramar with the following key terms:

- \$50,000 cash
- \$100,000 in Sipa shares based on the 5-day VWAP prior to the date of this announcement
- Sipa shares to be subject to a 6-month escrow period
- Sale subject to Ministerial consent

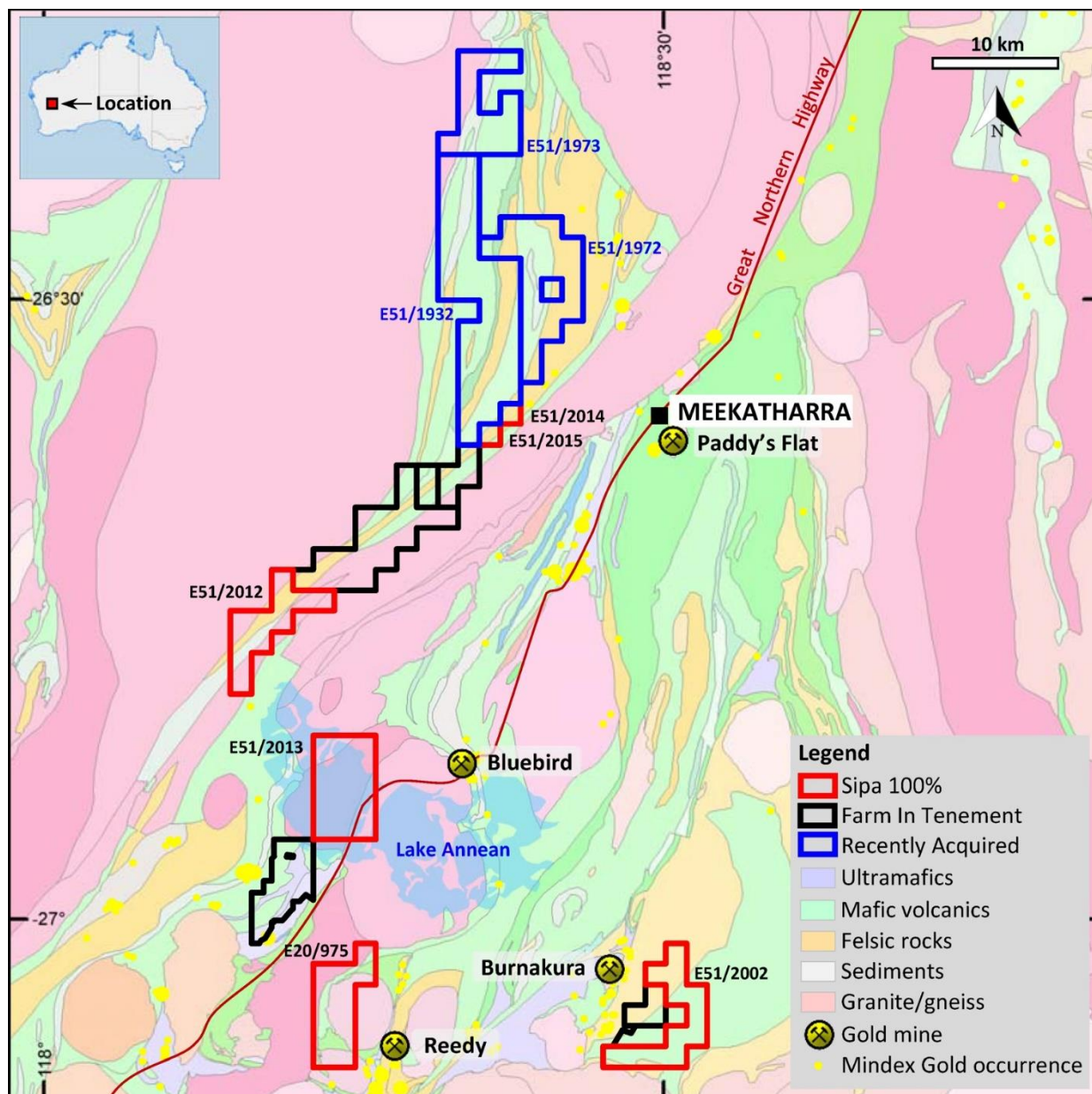
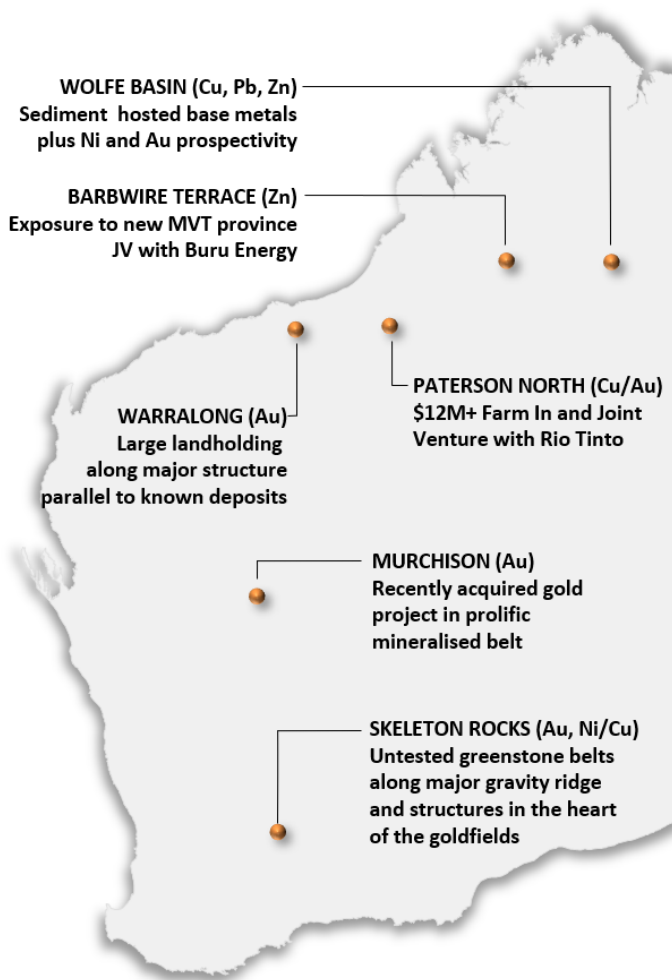


Figure 1: Location of the Recently Acquired, Farm In and Sipa's 100% owned tenements in the Murchison region in relation to nearby gold mines and deposits overlain on regional geology.



About Sipa



Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of gold and base metal deposits primarily in Western Australia. The Paterson North Copper-Gold Project is being progressed in partnership with Rio Tinto Exploration, and the Barbwire Terrace Base Metals Project involves an innovative joint venture with petroleum explorer and operator Buru Energy Limited.

At Wolfe Basin, extensive base metal anomalism and gossans have provided several targets for the current drill testing along a prospective horizon over 40km long. The Warralong Project is prospective for intrusion hosted gold in the north Pilbara region in a 'look-alike' structural setting to recent discoveries in the district.

The Skeleton Rocks project covers outcropping and interpreted greenstone units prospective

for gold and nickel-copper-platinum group element (Ni-Cu-PGE) deposits with limited to no drilling ever completed in these areas. The 100%-owned Uganda Base Metals Project contains an intrusive-hosted Ni-Cu sulphide discovery with significant scale potential, and Sipa is currently seeking a new partner to fund further exploration at this location.

This announcement has been authorised for release by the Board of Sipa Resources Limited.

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