



PROJECTS UPDATE

Wolfe Basin Project

- Completion of heritage survey paves way for October drill testing of base-metal gossan targets
- Ground geophysics crew mobilised to site and drilling company contracted

Warralong Gold Project

- Stream sediment sampling completed
- Detailed aeromagnetic survey to highlight prospective intrusions to commence in early October

Paterson North Project satisfaction of all Conditions Precedent for the \$12M+ Farm In by Rio Tinto Exploration Pty Limited (RTX)

- Conditions precedent satisfied including waiver of first right of refusal by minority partner
- Subscription by RTX for \$250,000 of Sipa shares

Sipa Resources Limited (ASX: SRI, 'Sipa') is pleased to provide an update on its recent exploration activities in Western Australia following on from its recent announcement of a joint venture with Buru Energy at the Barbwire Terrace Project.

Wolfe Basin Base Metals Project (Sipa 100%)

Planned drilling to test priority base-metal gossan targets is on track to commence within weeks, with the successful completion of a heritage survey over these never previously drilled target areas. The ground geophysics survey team has mobilised to site and will shortly complete an extensive gradient array IP survey to allow drill hole locations to be refined. The drilling company has been contracted and the exact timing of drilling commencement will be advised over the coming weeks.

Warralong Gold Project (Sipa 100%)

A stream sediment survey has been completed and all samples are with the laboratory for analysis. Results are anticipated within the current quarter. The planned detailed aeromagnetic survey designed to highlight prospective intrusions is on track to commence in early October, pending the completion of local mustering activities.

Paterson North Copper Gold Project (JV)

The conditions precedent relating to the Farm-in and Joint Venture Agreement (FJVA) with RTX have now been completed. Satisfaction of these conditions means that the joint venture partners can focus on selecting initial target areas and planning and executing exploration activities on the project.

In accordance with the FJVA, RTX will now subscribe for a placement of 2,500,000 ordinary Sipa shares at an issue price of \$0.10 per share (ASX: SRI 3 August 2020).

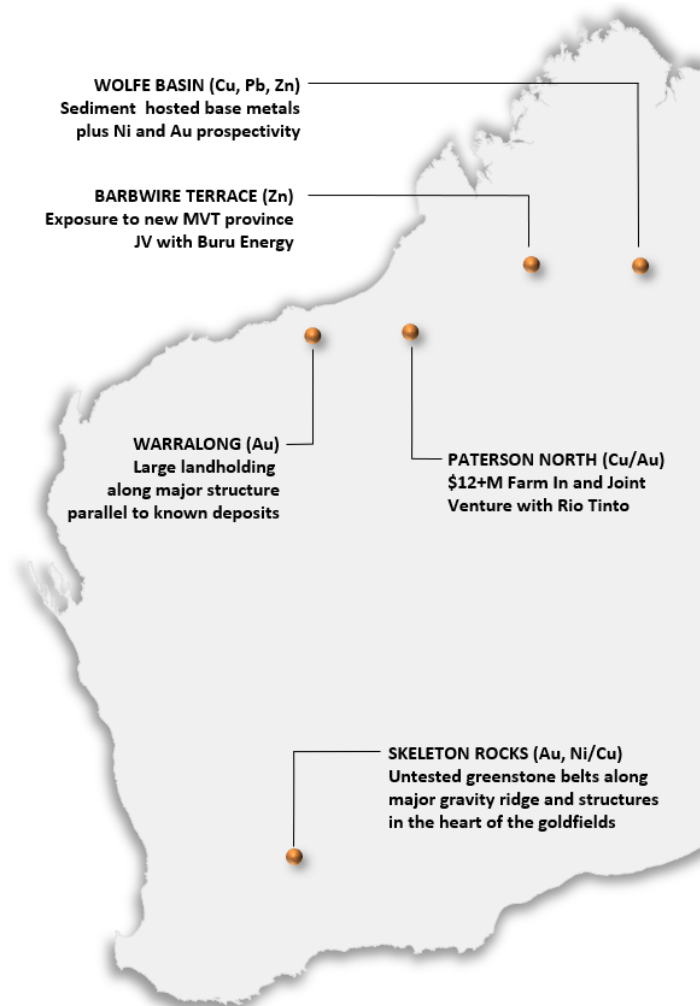


About Sipa

Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of gold and base metal deposits. The Company has generated a number of early stage projects in Western Australia prospective for gold and base metals which are currently being systematically advanced through the initial stages of exploration. 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 drill testing along a prospective horizon over 40km long. The Warralong project is prospective for intrusion hosted gold along a major structure in the north Pilbara region in a 'look-alike' structural setting to recent discoveries in the district.

The 100%-owned Uganda Base Metals Project contains an intrusive-hosted Ni-Cu sulphide discovery with significant scale potential. Sipa is currently seeking a new partner to fund further exploration at this project.



Sipa's Project Locations in Australia

Authorised for release by the Board of Sipa Resources Limited. For more information please contact:

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