

MITHRIL RAISES A\$3.5M TO EXPAND HIGH-GRADE GOLD-SILVER RESOURCES AT COPALQUIN MEXICO

Highlights

- Firm commitments received for A\$3.5M share placement (before costs) at A\$0.01 per share
- Participants will receive one free attaching option for every two shares subscribed for under the Placement exercisable at A\$0.015 up to 2 years from date of issue
- The Company remains funded to continue diamond core drilling in the Copalquin District to expand the high-grade gold-silver resource at El Refugio and test other target areas in the district
- Directors of the Company have committed to subscribe for \$100,000 in the Placement

Mithril Resources Ltd (ASX: MTH) (**Mithril** or the **Company**) is pleased to announce it has received firm commitments from sophisticated and professional investors to raise A\$3.5M (before costs) through a Share Placement (**Placement**). The Placement was strongly supported by existing and new institutional and high net worth investors.

Mithril Managing Director and CEO, John Skeet, commented:

"Following on from the excellent high-grade maiden JORC resource at El Refugio, dry season work has expanded drill targets along strike from El Refugio and in other parts of the district. Diamond core drilling will focus on expansion of the El Refugio resource which is open at depth and to the west as well as testing targets further along strike. I thank all participants of the capital raising for their continued support and welcome our new investors. We look forward to reporting continued success at our Copalquin Gold-Silver District in Mexico."

Capital Raising Details

Mithril has received binding commitments for a Placement to sophisticated and professional investors, comprising 350,000,000 new fully paid ordinary shares in the Company (**Placement Securities**) at an issue price of 1 cent (\$0.01) to raise approximately \$3.5M (before costs). An applicable Appendix 3B pertaining to this Placement follows this announcement.

Participants in Placement will receive one free attaching option for every two shares subscribed for under the Placement. The options will be unlisted, have an exercise price of A\$0.015 and an exercise period of 2 years from date of issue (**Attaching Options**).

The Directors of the Company have committed to subscribe for \$100,000 in the Placement. Securities to be issued to the Directors in the Placement will be subject to shareholder approval to be obtained at an EGM to be held as soon as practicable following the completion of the Placement.

The Placement was conducted by Taylor Collison Limited and Morgans Corporate Limited as joint lead managers and within the Company's placement capacity under ASX Listing Rule 7.1 (100,000,000 shares and 175,000,000 options) and 7.1A (250,000,000 shares). Settlement of the Placement is expected to occur on 22 April 2022, with Placement shares expected to be allotted (pursuant to Listing Rules 7.1 and 7.1A) and to commence trading on 26 April 2022. An Appendix 2A confirming the exact allotments will be issued on the same date.

DIRECTORS

John Skeet – Managing Director & CEO
Garry Thomas – Non-Executive Director
Stephen Layton – Non-Executive Director
Claire Newstead-Sinclair – Company Secretary

MITHRIL RESOURCES LIMITED

ACN: 099 883 922
ASX: MTH

www.mithrilresources.com.au

REGISTERED OFFICE

Level 4
100 Albert Rd
South Melbourne VIC 3204
T: +61 3 9692 7222

E: info@mithrilresources.com.au

Copalquin District Middle Trend

El Refugio-La Soledad

- Maiden JORC high-grade resource – 373,000oz gold + 10.9 million oz silver @ 4.80 g/t gold and 141 g/t silver. 529,000 oz gold equivalent using 70:1 gold:silver price ratio
- Expansion at El Refugio below intercept 8.26m @ 80.3 g/t Au, 705 g/t Ag from 468.34m (CDH-077) and west of 18.67m @ 9.64 g/t Au, 278 g/t Ag from 162.67m (CDH-094)
- High grade sheeted veins at La Soledad
- Drilling in April 2022 at El Gallo, 1km west of El Refugio
- Great potential to expand the resource via depth and western extension at this target

Los Pinos-Los Reyes-La Montura

- High-grade gold in soils anomaly at Los Pinos – high-grade in scout drill hole 0.60m @ 9.91 g/t Au, 161 g/t Ag from 78.6m (CDH-113)
- Gold and silver in soils at Los Reyes and drilling – 2.22m @ 32.3 g/t Au, 185 g/t Ag from 91.55m (CDH-040)
- Extensive quartz vein mapped at surface at La Montura over 500m. Drilling scheduled for Q2 2022
- Total strike length at this target area is over 2.5km

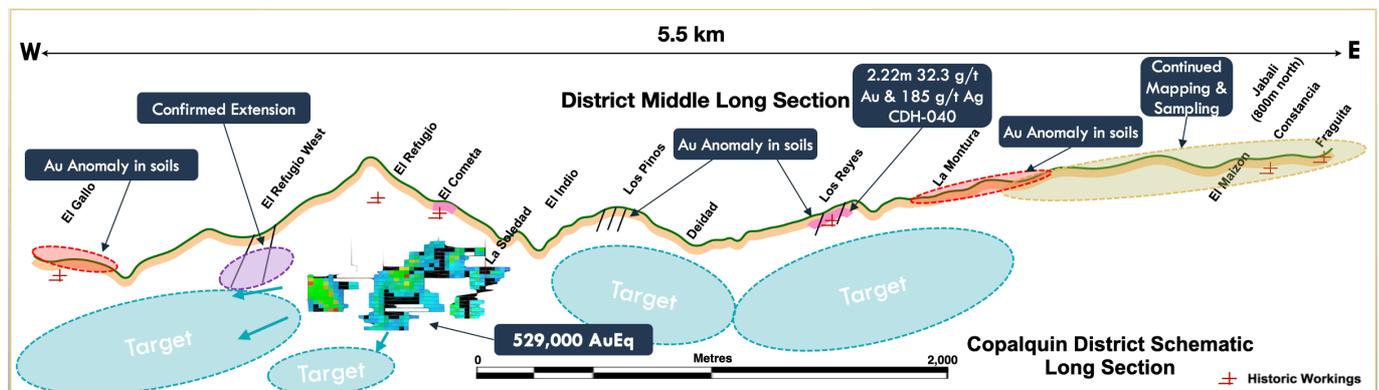


Figure 2 – Schematic long section of the Copalquin District middle mineralised trend which includes the maiden JORC resource at El Refugio/La Soledad.

Copalquin District South

Las Brujas-El Peru-San Manuel

- Developing as a primary drill target area. High-grade rock chip sampling up to 49 g/t Au, 665 g/t Ag at Las Brujas.
- Soil sampling completed, awaiting assays.

Multilevel San Manuel Mine Area

- Continued mapping and sampling for future drill target

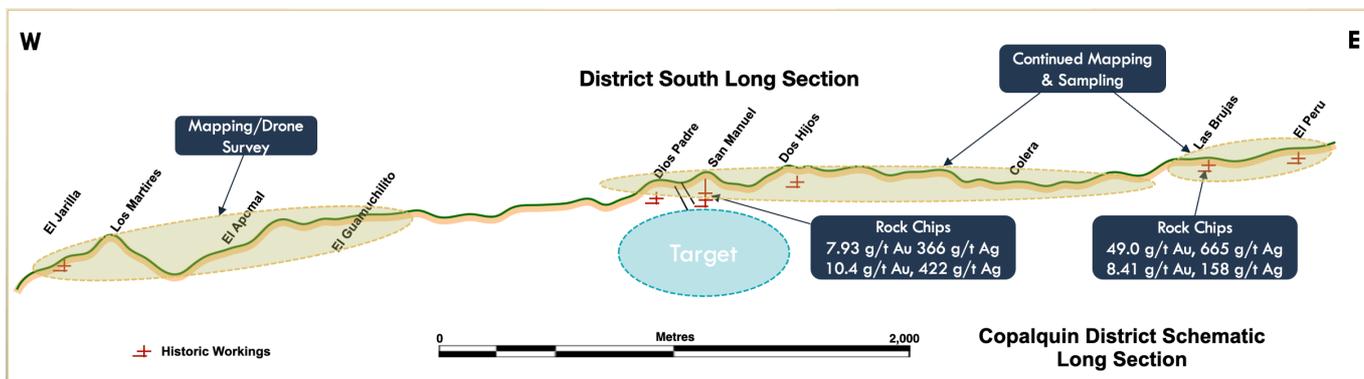


Figure 3 – Schematic long section of the southern part of the Copalquin District.

Copalquin District North Area

- Three large areas of surface alteration possibly indicative of further district hydrothermal activity for gold-silver deposits. Mapping and sampling to be conducted in these areas

ABOUT THE COPALQUIN GOLD SILVER PROJECT

The Copalquin mining district is located in Durango State, Mexico and covers an entire mining district of 70km² containing several dozen historic gold and silver mines and workings, ten of which had notable production. The district is within the Sierra Madre Gold Silver Trend which extends north-south along the western side of Mexico and hosts many world-class gold and silver deposits.

Multiple mineralisation events, young intrusives thought to be system-driving heat sources, widespread alteration together with extensive surface vein exposures and dozens of historic mine workings, identify the Copalquin mining district as a major epithermal centre for Gold and Silver.

Within 15 months of drilling in the Copalquin District, Mithril delivered a maiden JORC mineral resource estimate demonstrating the high-grade gold and silver resource potential for the district. This maiden resource is detailed below.

- **2,416,000 tonnes @ 4.80 g/t gold, 141 g/t silver for 373,000 oz gold plus 10,953,000 oz silver (Total 529,000 oz AuEq*) using a cut-off grade of 2.0 g/t AuEq***
- **28.6% of the resource tonnage is classified as indicated**

	Tonnes (kt)	Tonnes (kt)	Gold (g/t)	Silver (g/t)	Gold Equiv.* (g/t)	Gold (koz)	Silver (koz)	Gold Equiv.* (koz)
El Refugio	Indicated	691	5.43	114.2	7.06	121	2,538	157
	Inferred	1,447	4.63	137.1	6.59	215	6,377	307
La Soledad	Indicated	-	-	-	-	-	-	-
	Inferred	278	4.12	228.2	7.38	37	2,037	66
Total	Indicated	691	5.43	114.2	7.06	121	2,538	157
	Inferred	1,725	4.55	151.7	6.72	252	8,414	372
	TOTAL	2,416	4.80	141	6.81	373	10,953	529

Table 1 - Mineral resource estimate El Refugio – La Soledad using a cut-off grade of 2.0 g/t AuEq*

*AuEq. = gold equivalent calculated using and gold:silver price ratio of 70:1. That is, 70 g/t silver = 1 g/t gold. The metal prices used to determine the 70:1 ratio are the cumulative average prices for 2021: gold USD1,798.34 and silver: USD25.32 (actual is 71:1) from kitco.com

Mining study and metallurgical test work supports the development of the El Refugio-La Soledad resource with conventional mining methods indicated as being appropriate and with high gold-silver recovery to produce metal on-site with conventional processing.

Mithril is currently exploring in the Copalquin District to expand the resource footprint in 2022 to demonstrate its multi-million ounce gold and silver potential.

Mithril Resources is earning 100% interest in the Copalquin District mining concessions via a purchase option agreement detailed in ASX announcement dated 25 November 2019.

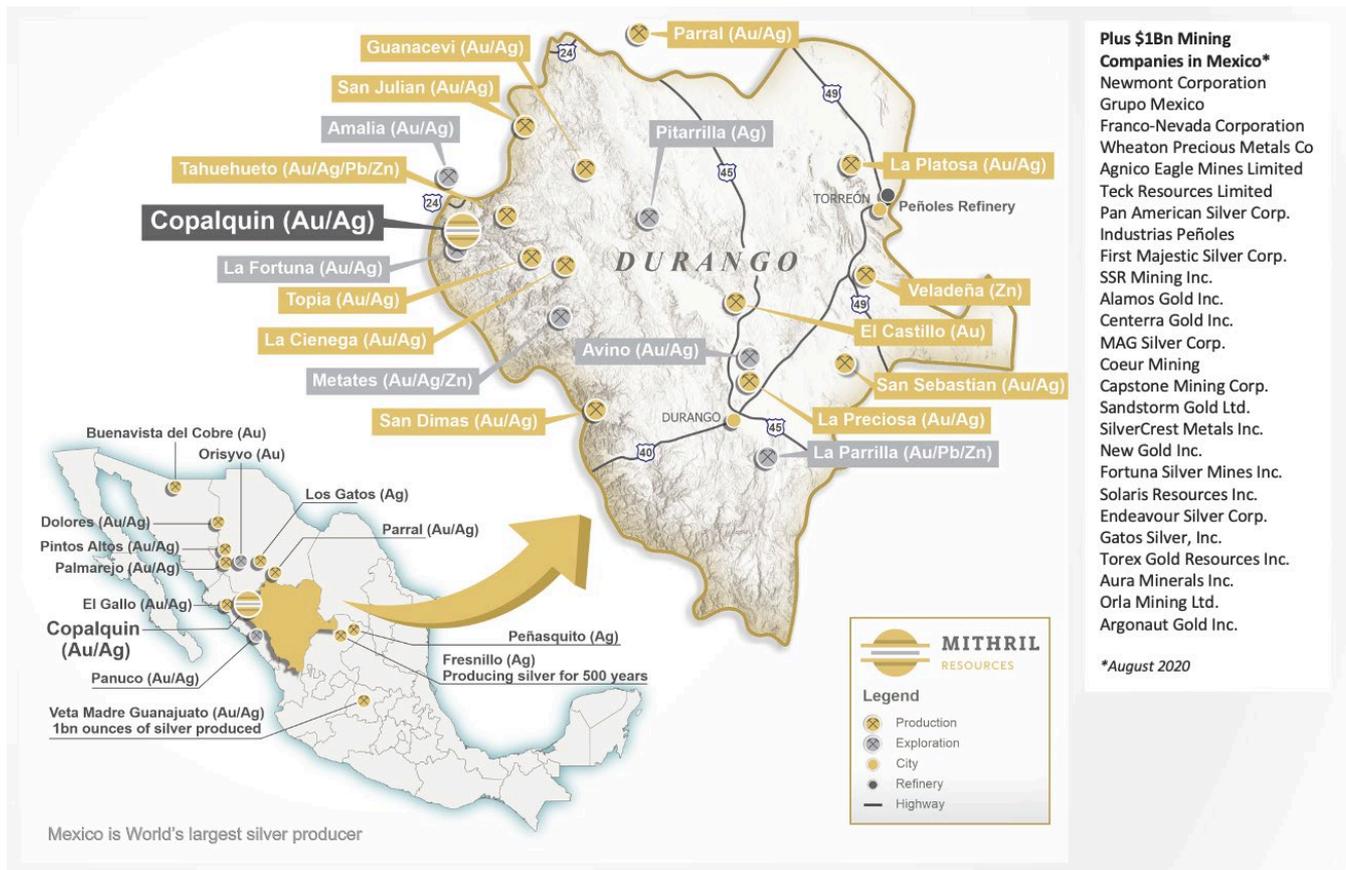


Figure 4 – Copalquin District location map with locations of mining and exploration activity within the state of Durango

-ENDS-

Released with the authority of the Board.

For further information contact:

John Skeet

Managing Director and CEO
 jskeet@mithrilresources.com.au
 +61 435 766 809

Mark Flynn

Investor Relations
 mflynn@mithrilresources.com.au
 +61 416 068 733

Previous announcements that cover the information in this ASX release

- 17 Mar 2022 [High-Grade Multiple Vein Intercepts](#)
- 08 Mar 2022 [Investor Presentation](#)
- 01 Mar 2022 [MINING CONCEPTS STUDY COMPLETED - COPALQUIN](#)
- 25 Feb 2022 [FURTHER EXCELLENT METALLURGY RESULTS](#)
- 28 Jan 2022 [Quarterly Activities Report and Appendix 5B](#)
- 18 Jan 2022 [Exploration & Metallurgy Results - Copalquin District Mexico](#)
- 17 Nov 2021 [MAIDEN JORC RESOURCE 529,000 OUNCES @ 6.81G/T](#)

