

ASX RELEASE

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ASX CODE

PNN

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BOARD**Stephen Ross**

Non-Executive Chairman

Mena Habib

Managing Director

James Moses

Non-Executive Director

David Turvey

Non-Executive Director

PROJECTS**Argentina**

Salta Lithium Project

Santa Ines Copper-Gold Project

AustraliaEyre Peninsula Kaolin-Halloysite
ProjectMusgrave Nickel-Copper-Cobalt-
PGE Project

Power Secures \$1.5m to Expand Argentina Lithium Portfolio

Power Minerals Limited (**Power** or **Company**) is pleased to announce it has secured \$1.5 million via a secured convertible note to allow Power to make a key acquisition of a new salar and facilitate the strategic expansion of its lithium brine project area in Argentina.

This is consistent with the Company's goal of building one of the largest lithium-brine land holdings in the world-renowned lithium triangle region of Argentina, and becoming a leading Argentinian lithium brine developer.

This acquisition is a short-term opportunity in a highly competitive market based on successful meetings on the recent visit by Power's Managing Director to Argentina.

Power will announce further acquisition details as they become available.

Power intends to repay the convertible note within two months, upon Power receiving funds from its previously announced strategic investment of \$2.6 million from Fuyang Mingjin Development Co., Ltd (Fuyang) (ASX Announcement 1 May 2023), and the \$1.5 million sale of its non-core Santa Ines Copper-Gold Project to Fuyang (ASX Announcement 16 May 2023). Power will also receive US\$2 million in a placement from world-leading Canadian direct-lithium extraction company Summit Nanotech Corporation for the development of the Incahuasi lithium brine project (ASX Announcement 14 August 2023).

Managing Director Mena Habib said:

"This short-term funding will provide us with capital to allow us to make a key acquisition and expand our lithium project portfolio in Argentina in the near-term, while we await receipt of funds from our recently announced strategic investments. As a company, we believe this convertible note funding provides appropriate flexibility and optionality to allow us to expand our lithium landholding in Argentina's lithium triangle."

Convertible Note Terms

GBA Capital is the lead manager for the convertible note. Clients of GBA Capital will subscribe for \$1.5 million in convertible notes.

If not repaid, the convertible note would convert at \$0.40, a significant premium on Power's closing share price on 21 August 2023. The convertible note is secured over the assets of the Company.

Subscribers to the note will also receive 0.75 options for every \$1 subscribed for a total of 1.125 million options. These options will be exercisable at \$0.50 per option and will expire on 31 December 2025.

Subscribers to the convertible note will receive an establishment fee of 4% and interest at 3% per month and GBA Capital, as lead manager, will receive a fee of 5%, and 800,000 lead manager options. These options will also be exercisable at \$0.50 per option and will expire on 31 December 2025.

Authorised for release by the Board of Power Minerals Limited.

-ENDS-

For further information please contact:

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Additional information is available at www.powerminerals.com.au

About Power Minerals Limited

Power Minerals Limited is an ASX-listed lithium-focused exploration and development company, committed to the systematic exploration and development of its core asset, the Salta Lithium Brine Project in the prolific lithium triangle in the Salta Province in Argentina. It is currently undertaking a major JORC Mineral Resource expansion drilling campaign at Salta, and is focused on expediting development of the Project in to a potential, future lithium producing operation. Power also has a portfolio of other assets in key, demand-driven commodities including; kaolin-halloysite, nickel-coppercobalt and PGEs plus copper-gold.