

18 August 2022

Monger secures option to acquire the Brisk Lithium Project located in the James Bay Lithium District, Québec

Highlights:

- **Exclusive option to acquire 100% of the Brisk Lithium Project located in the prolific James Bay Lithium District, Québec along trend from:**
 - Patriot Battery Metals' (TSXV:PMET) Corvette Project (80km east)
 - Winsome Resources' (ASX:WRI) Cancet Project (15Km east)
- **DG Resource Management, vendor of the Brisk Lithium Project, identified, acquired and vended the potentially world-class Corvette Lithium Project**
- **Brisk Lithium Project was generated using similar methods which led to the identification of Patriot Battery Metals' potentially world-class Corvette Project**
- **Brisk Lithium Project covers six prospects over a large project area covering 98.5km² and is host to several known pegmatite outcrops**
- **Brisk Lithium Project is located due west of Winsome Resources' Cancet Project, on trend with Cancet and Corvette**
- **Inaugural field program scheduled to be conducted within the next 45 days to test and confirm several of the targets for their potential to contain lithium**
- **Located within close proximity to the La Grande Complex, one of the world's largest hydroelectric developments providing carbon free energy for future mine development, and associated infrastructure, including the all-weather Trans-Taiga road**
- **Acquisition complements Monger's portfolio of foundational lithium assets covering all lithium resource types within Tier 1 mining jurisdictions:**
 - Brines and Clay – Scotty Lithium Project (Nevada, USA)
 - Hard Rock – Brisk Lithium Project (Québec, Canada)

Monger Gold Ltd (**Monger, MMG** or the **Company**) is pleased to announce that it has entered into an exclusive option agreement to acquire 100% of the Brisk Lithium Project, located in

the prolific James Bay Lithium District in west-central Québec, Canada (the **Brisk Lithium Project** or **Project** or **Mineral Claims**).

The Brisk Lithium Project is host to several known pegmatite outcrops. The vendor of the Brisk Lithium Project is DG Resource Management Ltd., who also generated the potentially world-class Corvette Lithium Project owned by Patriot Battery Metals. Exploration will be managed by Dahrouge Geological, who are accredited with a multitude of significant discoveries across multiple commodities, including lithium, REE's, uranium and specialty metals.

The option agreement includes a 45 day Option Period (as defined below) in which Monger intends to conduct a maiden field program, to confirm and test several of the targets for their potential to contain lithium.

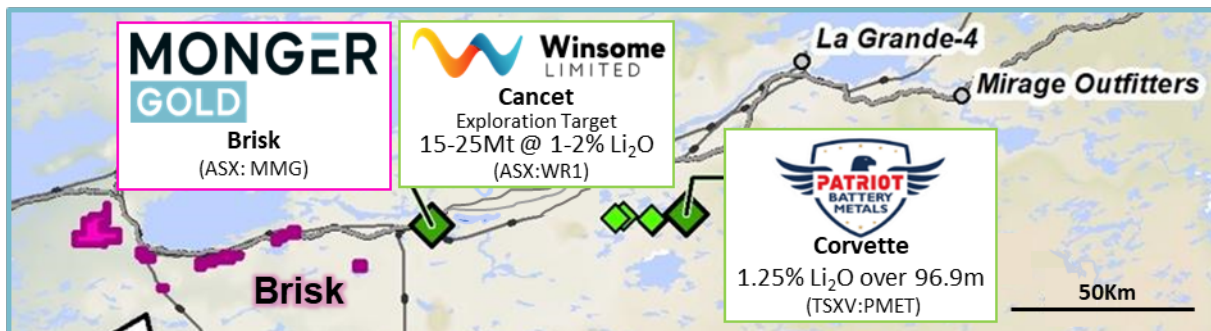


Figure 1 – Brisk Lithium Project located along trend from Patriot Battery Metals

Commenting on the Agreement, MMG CEO Mr Adam Ritchie said:

“Today’s announcement is powerful in two ways, (1) we are signalling our intent to move into the highly fertile grounds of the James Bay Lithium District, and (2) we are doing it in partnership with the highly respected and in-country Dahrouge Group.

As the founding geological team behind the lithium bearing pegmatites of the Corvette Project, Dahrouge’s insights behind the Brisk Lithium Project must not be underestimated. Local in-country geological support is fundamental to our success and the deal structure shows long-term and ongoing commitment from our new partner.

The James Bay Lithium District is emerging as the hard rock capital of North America and metallurgical test work from adjacent discoveries suggests that the Brisk Lithium Project is of great quality with potential processing advantages compared to other regions.

For Monger, this deal solidifies the foundational lithium asset set. In combination with the Scotty Lithium Project in Nevada, all three main lithium resource types are now covered being brine, sedimentary and hard rock. This places Monger in a prime position to take advantage of legislation recently passed by the US congress, enforcing a minimum level of locally sourced raw materials within the North American battery supply chain.”

Commenting on the Agreement, Jody Dahrouge said:

“It’s great to find a partner with serious intent, development know-how and backing to explore the highly prospective Brisk Lithium Project.

Our team is passionate about exploration, with a strong commitment to analysing available geological and geophysical data to identify these early-stage targets. We are very excited about the opportunity to make a significant grassroots discovery at the Brisk Lithium Project alongside Monger, within the emerging James Bay Lithium District.”

Brisk Lithium Project Overview

The Brisk Lithium Project comprises six prospects covering 192 mineral claims totalling 9,849 hectares (98.5 Km²) located in the James Bay Region of west-central, Québec.

The Project was identified due to its prospective nature for hosting hard-rock, pegmatite-hosted lithium mineralisation by Dahrouge’s proprietary targeting method, which included the review of pegmatite occurrences across the James Bay region of Québec with the appropriate indicator-mineralogy for hosting spodumene-bearing pegmatites, within favourable host-rocks.

Inaugural Exploration Program

The Project is host to several known pegmatite outcrops, but no lithium-focused work has been conducted on the Project, and thus no lithium-bearing occurrences have yet been noted. Multiple target areas have been identified based on the aforementioned targeting criteria and confirmed using aerial imagery. In addition to the indicator mineralogy, the Project is located along trend of the Cancet Project (Winsome Resources) and Corvette (Patriot Battery Metals).

An inaugural field program is to be conducted within the Option Period, with the aim to test and confirm several of the targets for their potential to contain lithium.

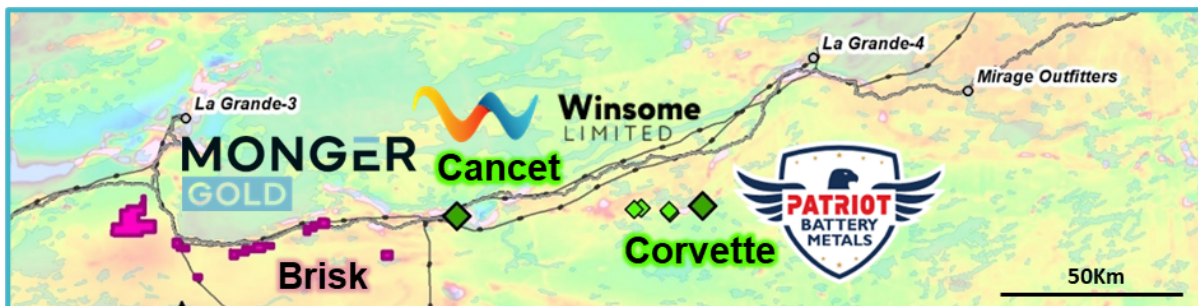


Figure 1 – Brisk Lithium Project Magnetic Imagery

Overview of the James Bay Lithium District, Québec

Québec is a highly attractive investment destination for lithium production due to its supportive resource development sector, access to skilled labour and its proximity to the

emerging European and North American electric vehicle markets. Importantly, Canada has free trade agreements with the United States and the European Union.

The James Bay Lithium District is home to a number of world-class Lithium Projects, including:¹

- Allkem Limited (ASX:AKE)
- Sayona Mining Limited (ASX:SYA)
- Patriot Battery Metals Inc. (TSXV:PMET)
- Critical Elements Lithium Corporation (TSXV:CRE)
- Winsome Resource Limited (ASX:WR1)

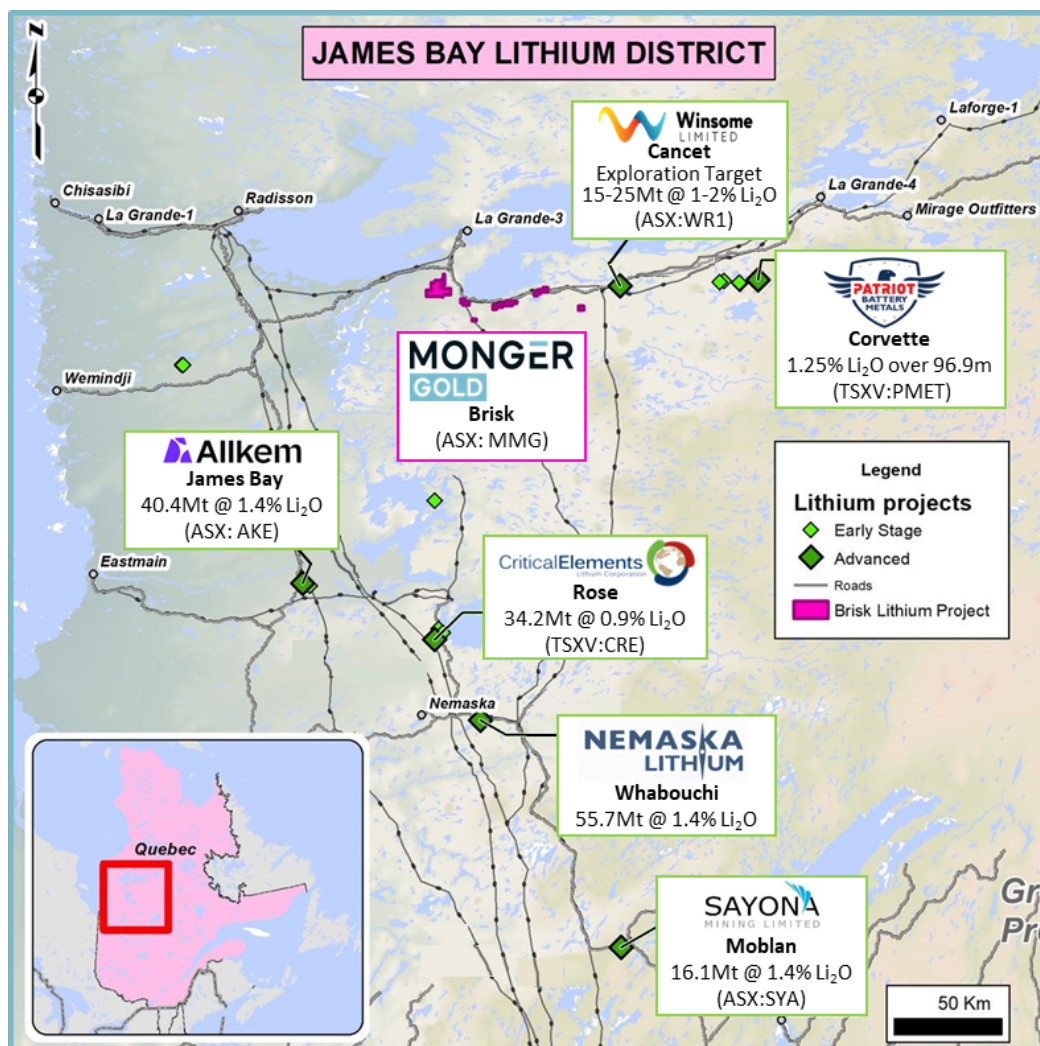


Figure 3 – James Bay Lithium Projects¹

1. James Bay (40.3Mt @ 1.4% Li₂O) operated by Allkem Ltd (Refer to Allkem’s ASX Announcement dated 21 December 2021); Cancet (15-25Mt @ 1-2% Li₂O Exploration Target) operated by Winsome Resources Ltd (Refer to Winsome’s ASX Presentation dated 29 June 2022); Whabouchi (55.7Mt @ 1.4% Li₂O) operated by Nemaska Lithium Inc (Refer to Nemaska Lithium NI 43-101 dated 31 May 2019); Rose (34.2Mt @ 0.9% Li₂O) operated by Critical Elements Lithium Corp (Refer to Critical Elements’ TSX-V Announcement dated 13 June 2022); Moblan (16.1Mt @ 1.4% Li₂O) operated by Sayona Mining/SOQUEM Inc (Refer to Sayona Mining’s ASX Presentation dated 27 May 2022); Monger Gold is not aware of any new information or data that materially effects the information in the said announcements.

Quebec provides a viable source of low-cost, low-carbon power with its electricity production sector having one of the lowest carbon footprints in the world. The electricity produced is derived from sources that are more than 99.8% renewable, mainly hydropower.

The Québec Government is also committed to reducing its carbon emissions and building accessibility and availability of battery metals to fuel the development of a green economy. Its '2030 Plan for a Green Economy' targets a 37.5% reduction in carbon emissions compared to 1990 levels and outlines a framework for the electrification of transportation. The Government has also released a 'Plan for the Development of Critical and Strategic Minerals (2020-2025)' which includes lithium and details commitments to share financial risk, as well as infrastructure improvements for projects in northern Québec.

Summary of Key Terms of The Acquisition:

The Company and Jody Dahrouge (**Vendor**) have entered into a binding term sheet (**Term Sheet**) pursuant to which the Vendor has granted the Company an option to acquire 100% of the Mineral Claims (**Proposed Acquisition**).

The key terms of the Term Sheet are as follows:

1. **Grant of Option:** In exchange for payment of a non-refundable Option Fee of CDN \$35,000 (payable on signing), the Vendor grants the Company the exclusive right to acquire 100% of all of the Mineral Claims (**Option**).
2. **Exercise of the Option:** On payment of the Option Fee, the Company may exercise the Option at any time until expiry of the Option Period on 5pm AWST on 30 September 2022.
3. **Exploration during Option Period:** During the Option Period, the Company has an exclusive licence to conduct surface exploration activities on the Mineral Claims.
4. **Settlement:** Settlement under the Term Sheet will occur on the date that is 5 days after the date of the Option Exercise Notice, or such other date as the parties agree in writing (**Settlement Date**).
5. **Consideration:** At Settlement, the following consideration is payable by the Company to the Vendor (and/or its nominees):
 - a) CDN\$65,000 cash;
 - b) 1 million fully paid ordinary shares in the Company (**Shares**) at a deemed issue price of AUD\$0.20 per Share (**Consideration Shares**); and
 - c) 4 million Deferred Consideration Shares, convertible to Shares, subject to satisfaction of the Vesting Conditions set out in Annexure A.

The Consideration Shares will be subject to voluntary escrow for a 6-month period to commence on the Settlement Date.

6. **Royalty:** From Settlement, the Company grants the Vendor (and/or their nominee) a 3.0% net smelter royalty on all minerals recovered from the Mineral Claims (**Royalty**). The Company has the option to buy-back 1.00% of the Royalty (**Royalty Option**) for the following consideration if the Royalty Option is exercised within 4 years of the

Settlement Date, for CDN\$1 million and if the Royalty Option is exercised thereafter, for CDN\$2.5 million.

- 7. Expenditure Commitment:** Subject to Settlement occurring, on or before 31 December 2023 (**Expenditure Deadline**), the Company undertakes to expend up to CDN\$750,000 on exploration activities on the Mineral Claims (**Expenditure Commitment**). However, the Company is not obliged to spend the full CDN\$750,000 if it forms the view that further expenditure is not warranted, provided that at a minimum, the Company has spent CDN\$150,000 on exploration activities on the Mineral Claims and, on or before the Expenditure Deadline, the Company has completed a reconnaissance field trip (**Field Trip**) with respect to the Mineral Claims and procure experienced geologists to conduct and complete a program of rock chip sampling. If the Company undertakes further exploration on the Mineral Claims, all costs associated with the Field Trip and rock chip sampling will count towards the CDN\$750,000 Expenditure Commitment. In any event, should lithium bearing pegmatite(s) be detected on the Mineral Claims as a result of the Field Trip, the Purchaser must expend CDN\$750,000 on exploration activities on the Mineral Claims by the Expenditure Deadline, subject to Settlement occurring.

The Term Sheet otherwise contains terms and conditions typical for binding agreements of this nature.

Approved by the board of Monger Gold Limited.

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About Monger Gold

Monger Gold Limited (ASX: MMG) is a well-structured listed resource exploration company with projects in Western Australia, ~50km SE and W of Kalgoorlie and Nevada, USA. Through the systematic exploration of its projects, The Company aims to delineate JORC compliant resources, creating value for its shareholders.

Future Performance

This announcement may contain certain forward-looking statements and opinion Forward-looking statements, including projections, forecasts and estimates, are

provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties, assumptions, contingencies and other important factors, many of which are outside the control of the Company and which are subject to change without notice and could cause the actual results, performance or achievements of the Company to be materially different from the future results, performance or achievements expressed or implied by such statements. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Nothing contained in this announcement, nor any information made available to you is, or and shall be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Monger Gold Ltd.

ANNEXURE A – DEFERRED CONSIDERATION SHARES

Vesting Conditions: The Deferred Consideration Shares will be subject to the following vesting criteria:

Milestone/ Tranche	Number of Deferred Consideration Shares	Particulars of Performance Milestone Conditions
Milestone 1	1,000,000	<p>Due date: This milestone must be achieved within 48 months of issuing the Deferred Consideration Shares.</p> <p>Expiry Date: The holder must elect to convert any vested Deferred Consideration Shares to Shares before the date which is 5 years after their date of issue, failing which, the relevant Deferred Consideration Shares will automatically lapse.</p> <p>Vesting criteria/Performance Milestone Condition: The sourcing of at least 5 rock samples of at least 1% Li₂O (or equivalent) on the Mineral Claims, as verified by an independent competent person under the JORC Code 2012, from the Mineral Claims.</p>
Milestone 2	1,000,000	<p>Due date: This milestone must be achieved within 48 months of issuing this class of Deferred Consideration Shares.</p> <p>Expiry Date: The holder must elect to convert any vested, the Deferred Consideration Shares to Shares before the date which is 5 years after their date of issue, failing which, the relevant Deferred Consideration Shares will automatically lapse.</p> <p>Vesting criteria/Performance Milestone Condition: A drilled or surface channel sample interval of at least 5m of at least 1% Li₂O (or equivalent) on the Mineral Claims, as verified by an independent competent person under the JORC Code 2012.</p>

Milestone/ Tranche	Number of Deferred Consideration Shares	Particulars of Performance Milestone Conditions
Milestone 3	2,000,000	<p data-bbox="675 551 1394 674">Due date: This milestone must be achieved within 60 months of issuing this class of Deferred Consideration Shares.</p> <p data-bbox="675 707 1394 898">Expiry Date: The holder must elect to convert any vested Deferred Consideration Shares to Shares before the date which is 5 years after their date of issue, failing which, the relevant Deferred Consideration Shares will automatically lapse.</p> <p data-bbox="675 931 1394 1133">Vesting criteria/Performance Milestone Condition: Delineation of a JORC compliant resource on the Mineral Claims of a minimum of 10,000,000 tonnes grading at least 1% Li₂O, as verified by an independent competent person under the JORC Code 2012.</p>