



4 July 2023

MAIDEN PHASE 2 DRILLING PROGRAM AT MORTIMER HILLS PROJECT

HIGHLIGHTS

Phase 2 drilling program at Mortimer Hills Lithium Project, Gascoyne Region, Western Australia will commence in mid-July 2023.

- The Phase 2 drilling program, planned for approximately 2,500 m, will focus on deeper drilling than tested in the Phase 1 drilling program and test new targets identified by recent field mapping and geochemical surveys. The Company notes that neighbouring DLI's drilling on its Yinnietharra Project (Figure 1) on Zeus' western boundary has encountered the bulk of its pegmatites at depths of between 50-200 m (**See DLI ASX Announcement, 23 June 2023**).
- Encouraging results of up to 34 m pegmatite from phase 1 drilling (**See ZEU ASX Announcements, 20 and 23 June 2023**).
- The Phase 1 drilling samples have been submitted to ALS Global Laboratory in Perth for expedited chemical analysis and the assay results are expected to be received in early July.

Zeus Resources Ltd (ASX: ZEU) ("Zeus" or "the Company") is pleased to announce that it will commence Phase 2 drilling at its Mortimer Hills Project approximately 130 km Northeast of Gascoyne Junction in Western Australia.

Zeus' proposed Phase 2 RC drilling program will continue testing mapped pegmatites and geochemical anomalies in the Pooranoo Metamorphics along the contact with the Thirty Three Supersuite granite.

"After receiving encouraging results of up to 34 m pegmatite from the Phase 1 drilling (**See ZEU ASX Announcements, 20 and 23 June 2023**), the Company is more confident of the lithium potential of the Gascoyne region. We are therefore pleased to announce that the Company has accelerated its drilling program and will now commence the Phase 2 drilling program in mid-July 2023.

After visiting DLI's Yinnietharra Project and looking at the pegmatites in outcrop and in drilling samples, I am confident that the Phase 1 drilling at our Mortimer Hills Project has intersected pegmatites very similar to the pegmatites at Yinnietharra. We have also noted that the neighbouring DLI's drilling achieved better results at a depth of around 200 m (**See DLI ASX Announcement, 23 June 2023**), and our Alpha Prospect could potentially be the extension of DLI's Malinda Prospect to the east (Figure 1). Our next drilling program will be targeting similar depths as well as testing new target areas" said **Mr Jian (Daniel) Liu, Executive Director of Zeus**.

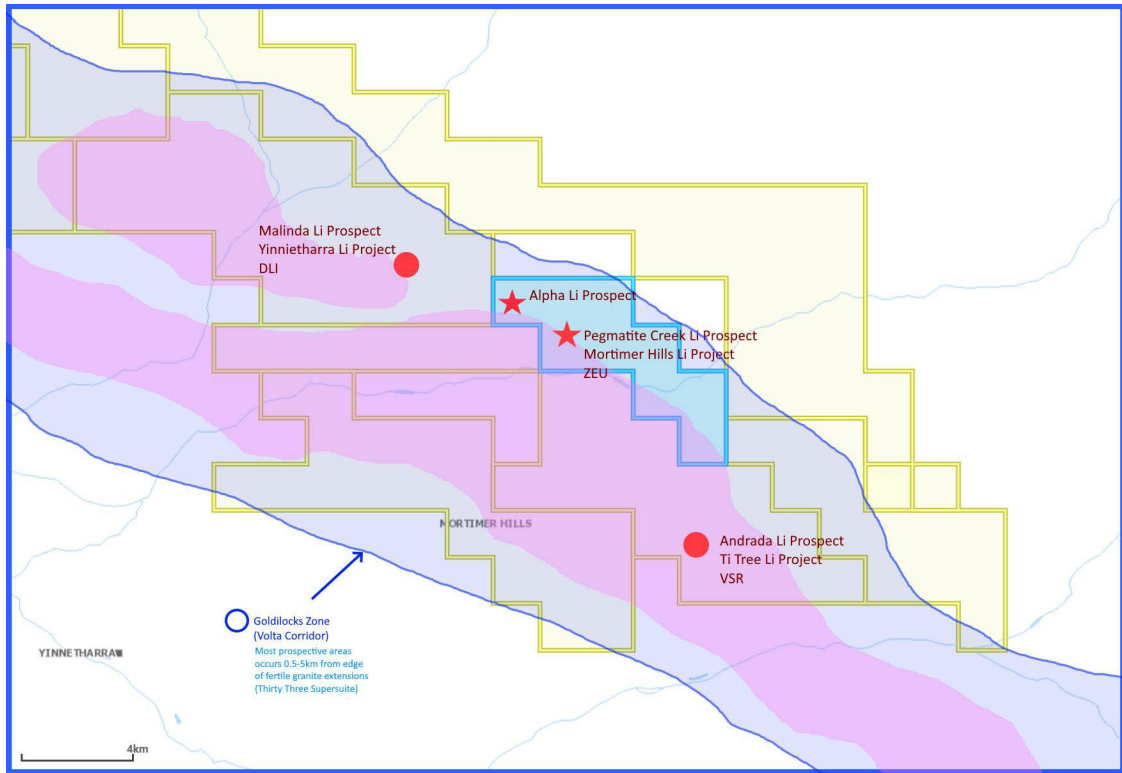


Figure 1: Locations of Mortimer Hills Project (ZEU), Yinnietharra Li Project (DLI) and Ti Tree Project (VSR)

PLANNED DRILLING PROGRAM

PHASE 2 DRILLING

The Company is aiming to commence the Phase 2 drilling in mid-July 2023. Zeus intends to progressively RC drill, extending along the strike and at the depth the pegmatites intersected during the Phase 1 drilling, on an appropriate grid. The total depth is planned for approximately 2,500 m. New targets identified during recent field mapping and geochemical surveys will also be tested by this next phase of drilling.

All the drilling will be Reverse Circulation (RC) with the holes inclined at 60 degrees. The hole depths and spacing along the section lines are designed to have 100% horizontal coverage such that the base of a hole is directly below the collar of the next hole along the section line. This configuration ensures that any vertical or dipping pegmatites will be intersected by this drilling.

The Company will also extend the previous field mapping and surface geochemical sampling to better target drill hole locations in preparation for further drilling programs.

Competent Person Statement:

The information in this announcement that relates to the Exploration Results is based on information compiled by Mr Phil Jones, who is a Member of the Australian Institute of Geologists (AIG) and Australian Institute of Mining and Metallurgy (AusIMM). Mr Jones is an independent geological consultancy. Mr Jones does not nor has had previously, any material interest in Zeus or the mineral properties in which Zeus has an interest. Phil Jones's relationship with Zeus is solely one of professional association between client and independent consultant. Mr Jones has experience in exploration, prospect evaluation, project development, open pit and underground mining and management roles. Mr Jones has worked in a wide variety of commodities including gold, lithium, iron ore, phosphate, copper, lead, zinc, silver, nickel and silica in Australia, China, Kyrgyzstan, Indonesia, New Zealand, Malaysia, Papua New Guinea, and Africa. Mr Jones has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Jones consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

Disclaimers

This announcement is provided for information purposes only and is not a prospectus, disclosure document or other offering document under Australian law or under any other law.

The information in this announcement is of a general nature and does not purport to be complete. This announcement does not purport to contain all the information that a prospective investor may require in connection with any potential investment in the Company. Each recipient must make its own independent assessment of the Company before acquiring any securities in the Company.

Except for any liability that cannot be excluded by law, the Company and its related bodies corporate, directors, employees, servants, advisers and agents (together, “**Affiliates**”) disclaim and accept no responsibility or liability for any expenses, losses, damages or costs incurred by you relating in any way to this announcement including, without limitation, the information contained in or provided in connection with it, any errors or omissions from it however caused, lack of accuracy, completeness, currency or reliability or you or any other person placing any reliance on this announcement, its accuracy, completeness, currency or reliability.

Not investment advice

This announcement is not financial product or investment advice nor a recommendation to acquire or sell securities in the Company. Information in this announcement is not intended to be relied upon as advice to investors or potential investors and has been prepared without taking account of any person’s individual investment objectives, financial situation, or particular needs.

Each recipient of this announcement should make its own enquiries and investigations regarding all information in this announcement including but not limited to the assumptions, uncertainties and contingencies which may affect future operations of the Company and the impact that different future outcomes might have on the Company.

Before making an investment decision, prospective investors should consider the appropriateness of the information having regard to their own investment objectives, financial situation and needs and seek legal, accounting and taxation advice appropriate to their jurisdiction. The Company is not licensed to provide financial product advice in respect of its securities.

Past performance

Past performance of the Company should not be relied on and is not indicative of future performance including future security prices.

Forward looking statements

This announcement may contain certain forward-looking statements. The words ‘anticipate’, ‘believe’, ‘aim’, ‘estimate’, ‘expect’, ‘intend’, ‘may’, ‘plan’, ‘project’, ‘will’, ‘should’, ‘seek’ and similar expressions are intended to identify forward looking statements. These forward-looking statements are based on assumptions and contingencies that are subject to change without notice and involve known and unknown risks, uncertainties, and other factors, many of which are beyond the control of the Company and its Affiliates. Refer to the ‘Risk factors’ above for a summary of certain risk factors that may affect the Company.

Investors are strongly cautioned not to place undue reliance on forward looking statements, particularly in light of the current economic climate and the significant volatility, uncertainty and disruption caused by the COVID 19 pandemic.

Forward looking statements are provided as a general guide only and should not be relied on as an indication or guarantee of future performance. Actual results, performance or achievements may differ materially from those expressed or implied in those statements and any projections and assumptions on which these statements are based. These statements may assume the success of the Company’s business strategies, the success of which may not be realised within the period for which the forward-looking statements may have been prepared, or at all.

No guarantee, representation, or warranty, express or implied, is made as to the accuracy, likelihood of achievement or reasonableness of any forecasts, prospects, returns, statements, or tax treatment in relation to future matters contained in this announcement. The forward-looking statements are based on information available to the Company as at the date of this announcement. Except as required by applicable laws or regulations, none of the Company or its Affiliates undertakes to provide any additional information or revise the statements in this announcement, whether as a result of a change in expectations or assumptions, new information, future events, results, or circumstances.

Not an offer

This announcement is not an offer or an invitation to acquire securities of the Company or any other financial products. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy securities in the United States or any other jurisdiction where it would be illegal and will not form any part of any contract or commitment for the acquisition of securities.

This announcement has been prepared for publication in Australia only and may not be released to US wire services or distributed in the United States. The securities have not been, and will not be, registered under the US Securities Act of 1933 (the US Securities Act) and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws. The distribution of this announcement in the United States and elsewhere outside Australia may be restricted by law. Persons who come into possession of this announcement should observe any such restrictions as any non-compliance could contravene applicable securities laws.

This announcement was authorised for release to the ASX by the Board of the Company.

ENDS

For further information, please contact:

Mr Jian Liu
Executive Director

info@zeusresources.com