

OAR RESOURCES

MAY ENEWSLETTER

ADDRESS FROM PAUL STEPHENS



From the CEO's desk

Dear Shareholders and Stakeholders,

We are entering an exciting period for OAR Resources as we continue to refocus attention on battery and critical minerals amid surging global demand for these commodities.

We recently secured funding to accelerate exploration and development of our two battery and critical minerals projects – the Denchi Lithium Project in Western Australia and the Oar Graphite Project on South Australia's Eyre Peninsula.

The \$1.75 million funding we have secured will be put towards ongoing exploration aimed at generating drill targets at the Denchi Lithium Project and upgraded JORC Resource, and the commencement of feasibility studies at the Oar Graphite Project.

The Oar Graphite Project is the most advanced of our battery and critical mineral projects, having already been assessed to hold a combined JORC 2012 Indicated and Inferred Mineral Resource Estimate (MRE) of 13.47Mt @ 3.3% TGC, including 6.31Mt @ 4.7% TGC.

Encouragingly, the resource remains open along strike and at depth, providing further upside potential as we look to pursue a pathway to development.

Our metallurgical test work on historic drill core from the Oar Graphite Project has identified ultra-fine flake graphite, which is in high demand due to its suitability for production of spherical graphite, which is used in battery manufacturing.

Initial test work has already achieved encouraging grades of 89.1 per cent total graphitic carbon and we are confident further work can raise the final concentrate grade beyond 95 per cent, allowing it to be refined into battery anode material.

Research group Benchmark Mineral Intelligence has forecast a sharp rise in demand for natural graphite — predicting a rise of 650 per cent by 2035, driven by the global growth of the EV market.

This growing demand for battery minerals globally has allowed us to approach the Oar Graphite Project with a renewed focus.

Approvals are in place for the planned 5,000m aircore drilling program to expand the existing JORC MRE and provide fresh samples for the next stage of test work.

Program for Environment Protection and Rehabilitation (PEPR) approval is already in place from the Department of Energy and Mining South Australia, and we have commenced landholder engagement in preparation for the drilling campaign.

At the Denchi Lithium Project in WA, OAR is continuing its systematic, boots-on-ground exploration to uncover the lithium resource potential at the project.

The project hosts a number of prospective Lithium-Caesium-Tantalum (LCT) pegmatite outcrops, roughly 120km north-west of Liontown Resources' Kathleen Valley lithium deposit, which holds a current Mineral Resource Estimate of 156Mt at 1.4% Li₂O and 130ppm Ta₂O₅.

OAR completed the acquisition of the Denchi Lithium Project in November Last year and has already submitted applications for five additional prospective tenements to expand the project area to more than 1,000km², demonstrating our confidence in the potential of the area.

We have submitted a number of rockchip samples from potential LCT pegmatites in the expanded acreage area for assay, the results of which are anticipated in the coming weeks.

OAR is well-positioned to capitalise on the opportunities in the market and create value for its shareholders and stakeholders amid continued growing demand for battery and critical minerals. I look forward to sharing more exciting developments as they unfold.

Paul Stephen
Chief Executive Officer

