

Sipa Moves to 100% Ownership of Barbwire Terrace Project

Key Points

- Sipa agrees to purchase Buru Energy Limited's 50% share of the Barbwire Terrace Project, to move to 100% ownership
- Consideration for the purchase is a 0.6% Net Smelter Return royalty

Sipa Resources Limited (ASX: SRI) ("Sipa" or "the Company") is pleased to advise that it has moved to 100% ownership of the Barbwire Terrace Base Metal Project ("Barbwire Terrace"), located in the Kimberley region of Western Australia (see Figure 1). Exploration at Barbwire Terrace is targeting Mississippi Valley style zinc-lead-silver deposits, similar to the Lennard Shelf deposits located on the northern side of the Fitzroy Trough.

On 21 November 2024 Buru Energy Limited (ASX: BRU) announced that it is simplifying its business structure to focus on its Rafael Hydrocarbon Project, with plans to monetise its 2H Resources and Battmin subsidiary companies. Battmin Pty Ltd ("Battmin") is the entity Buru is using for its battery minerals exploration, which included the 50:50 Barbwire Terrace Joint Venture with Sipa.

Battmin and Sipa have entered into a Sale and Purchase Agreement ("SPA"), whereby Battmin has agreed to sell its 50% interest in the two granted Barbwire Terrace tenements ("Tenements") to Sipa. As consideration for the transfer of Battmin's interest to Sipa under the SPA, Sipa has agreed to grant to Battmin (or its nominated Related Body Corporate) a royalty in respect of the Tenements.

The rate of royalty payable by Sipa to Battmin is 0.6% of the Net Smelter Return from future production. Sipa has the option to purchase the full royalty back for \$600,000.

The Barbwire Terrace Project is now 100% owned and controlled by Sipa. Multiple targets remain to be tested at the project and Sipa will refine and prioritise these to assess the next steps, as part of its ongoing portfolio review and business development strategy.

Sipa Managing Director Andrew Muir commented:

"We would like to thank BRU for its support and contribution to the Barbwire Terrace Joint Venture and for the collegial manner in which it has approached the Joint Venture. With BRU's assistance, we have undertaken several rounds of exploration, including completing proof of concept diamond drilling. Recent work has confirmed the presence of multiple prospective targets, which Sipa plans to follow up."



Figure 1: Location of New and Existing Sipa Projects

This announcement has been authorised for release by the Board of Sipa Resources Limited.

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About Sipa

Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of precious, base and specialty metal deposits, primarily in Western Australia.

- Sipa has recently entered into agreements to acquire prospective gold exploration tenements in the Gawler Craton of South Australia, along strike from the Tunkillia gold deposit, and in the Goldfields of WA.
- The Paterson North Project is targeting intrusion-related copper-gold mineralisation concealed by more recent cover sediments and is located to the northeast of Rio Tinto's Winu copper-gold discovery.
- The Skeleton Rocks Project covers outcropping and buried greenstone units, prospective for gold, lithium and nickel-copper-platinum group element (Ni-Cu-PGE) deposits, with limited previous drilling completed.
- The Barbwire Terrace base metal (lead-zinc) project, where exploration to date has achieved 'proof of concept' status.
- At Wolfe Basin, extensive sedex-style base metal (copper-lead-zinc) anomalism and gossans provide targets for drill testing along a >80km long prospective horizon.
- The Warralong Project is prospective for intrusion-related gold and lithium-tin-tantalum mineralisation in the north Pilbara region, in an analogous, parallel structural setting to recent discoveries such as Hemi.