

Drilling to recommence at Conserrat

3 September 2021

E2 Metals (**E2** or **the Company**) is pleased to provide an update on exploration activities at the Conserrat gold and silver project located in the Santa Cruz province of Argentina.

Highlights

Exploration

- E2 advises that exploration work programs have recommenced at Conserrat with diamond drilling to recommence early next week. Initial priorities include:
 - Complete Phase 1 drilling at the **Malvina** and **Emilia** prospects to defining the limits of gold and silver mineralised veins defined at the end of last season (*see ASX Announcement, 30 June 2021, Exploration Update*)
 - Scout drilling at the **Silvia, Florencia Norte** (also continuing from last season) and **Andrea** to test Priority-1 soil anomalies
 - Scout drilling at the **Malvina Sur** and **Ro Este** prospects to targeting the extension of known vein trends under shallow basalt cover.
- An initial phase of up to 800m trenching is planned for the **EI Volcan** (up to 3.4gpt Au, 207gpt Ag in rock chip samples) and **Conserrat Norte** prospects where mapping and sampling has defined gold and silver mineralised structures over 1100m and 750m respectively
- The combined trench and drill program will test 10 new structures with the aim of making further high-grade discoveries, largely in areas with shallow cover.

Metallurgical testwork and Screen Fire Assays

- Preliminary metallurgical testwork on composite drill core samples from the **Mia** prospect is progressing slower than anticipated with final results expected in three weeks.
- The Company is yet to receive results of the Screen Fire Assay (SFA) secondary checks submitted in July. Laboratory turnaround times are estimated to be 12 weeks.

E2 Metals Limited

ABN: 34 116 865 546
ASX Code: E2M

Issued Capital

150.5M fully paid
ordinary shares

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Managing Director Todd Williams states “We are pleased to be back into the field and embark on another aggressive and ambitious exploration program, with a focus on leveraging the lessons learnt from last season to deliver new gold and silver discoveries within the project. While the Screen Fire Assay checks have incurred significant delays, we are confident that more normal laboratory turnaround times can be achieved once this detailed testwork is complete.”

About Conserrat

The Conserrat project (see Figure 1) is comprised of one title totaling 8,696Ha and is centered on the same geological trend that is host to AngloGold Ashanti’s Cerro Vanguardia mine (historical and current reserves 8.9Moz Au, 137Moz Ag). The project is host to a recently discovered epithermal vein field that partially outcrops over an area of 25 square kilometers, within ‘erosional windows’ of younger volcanic and sediment cover.

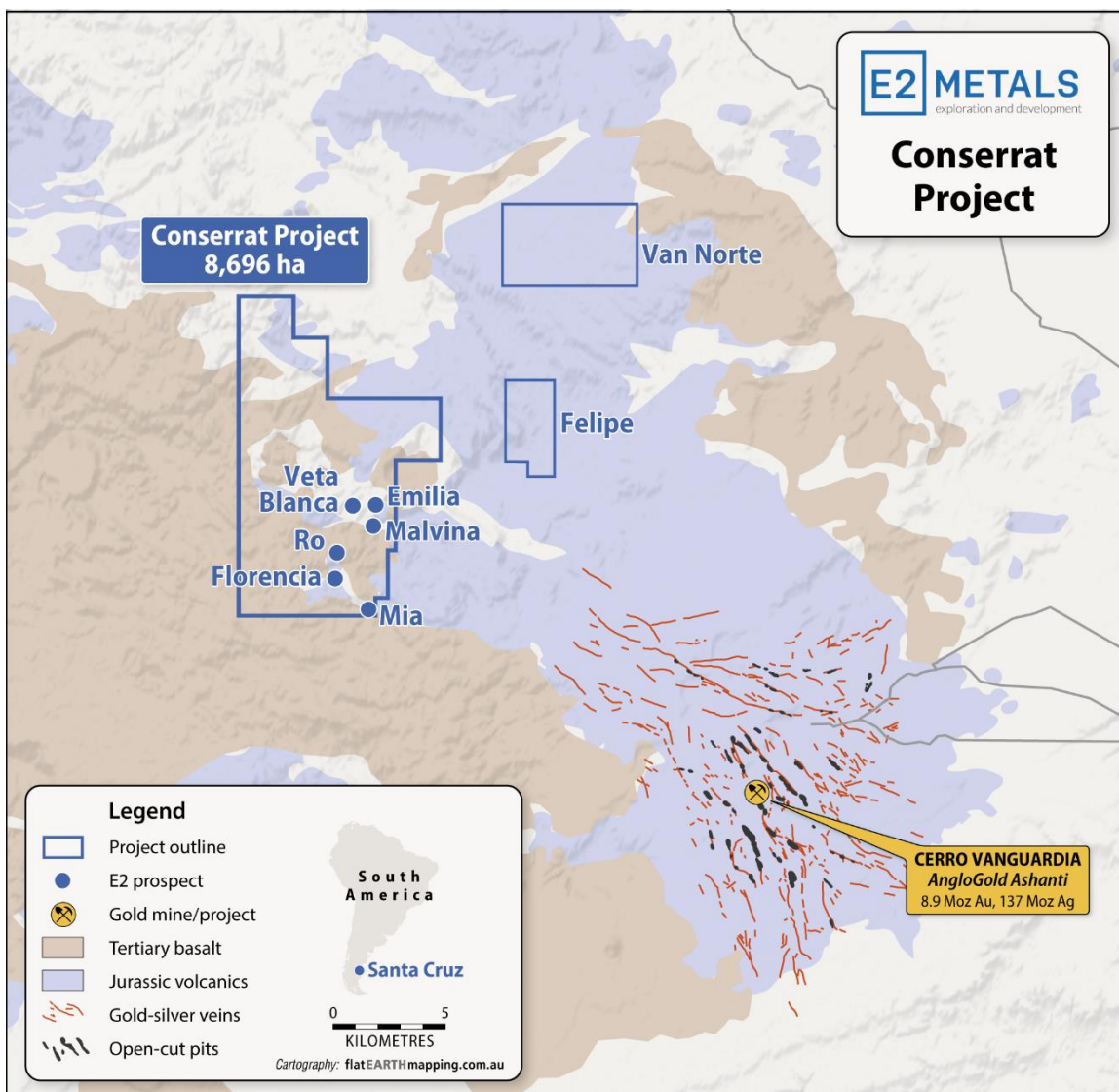


Figure 1: Conserrat project

Exploration drilling by E2 since August 2019 has led to gold and silver discoveries at the **Mia, Emilia, Florencia** and **Ro** prospects located within multiple west-northwest orientated structures spaced over 5 kilometers north-south (see Figure 2).

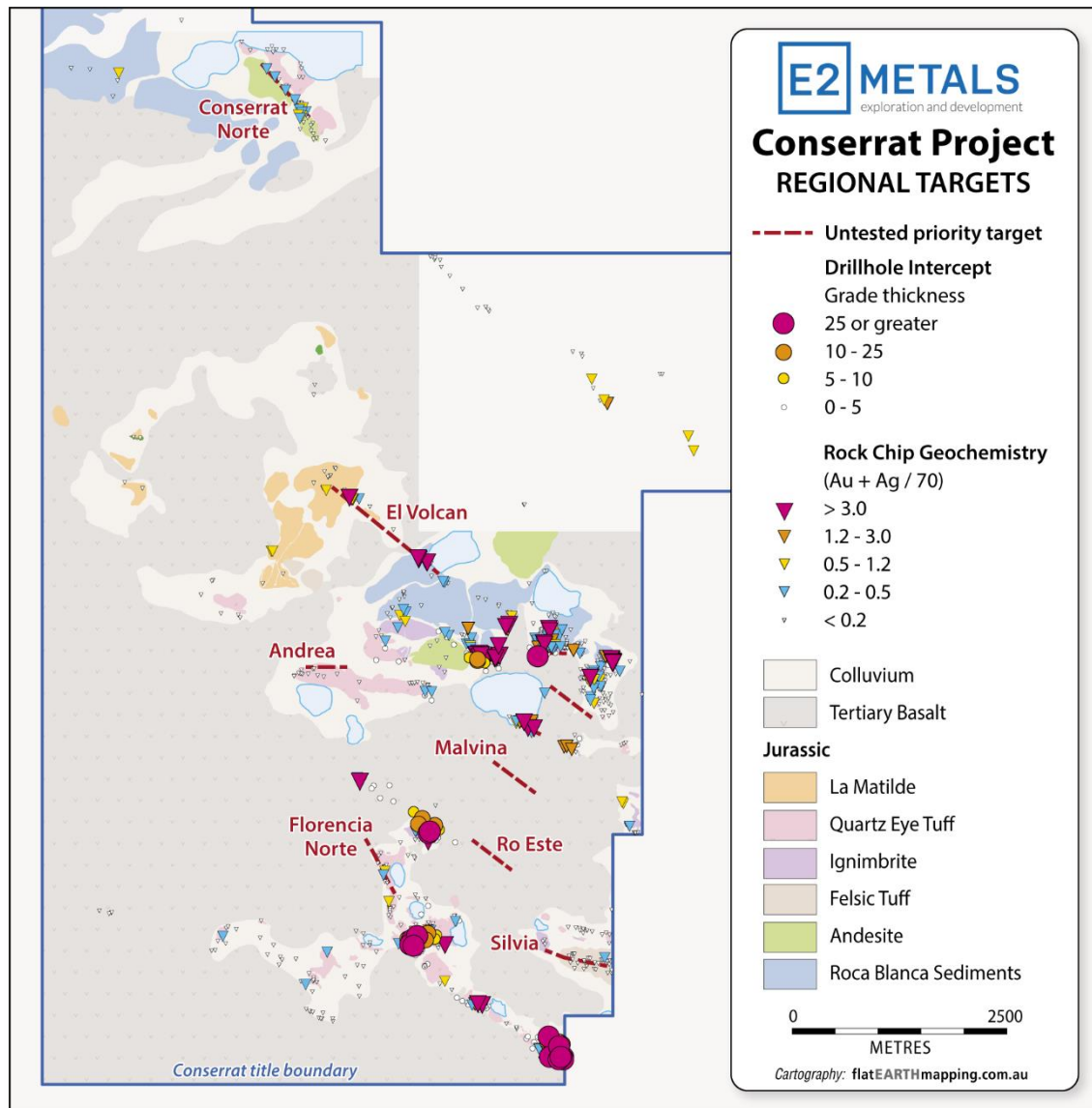


Figure 2: Conserrat project – regional prospects prioritised for trenching and drilling

Streamline Competent Person Statement

This report contains information extracted from previous ASX releases which are referenced in the report. The Company is not aware of any new information or data that materially affects the information included in the original market announcements.

The Company confirms that the form and content in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.

ASX Announcements

- 26 July 2021, *Investor Presentation*
- 30 June 2021, *Exploration Update*

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This announcement is authorised for release to the market by the Board of Directors of E2 Metals Limited.