

ASX ANNOUNCEMENT19th July 2021

South Harz Potash secures second Ohmgebirge drill site

- SHP secures landowner and tenant permission for the second of two planned confirmatory drill holes within the Ohmgebirge mining licence area in Germany.
- Preparing final, supplementary information to the regulatory authority Thüringer Landesamt für Umwelt, Bergbau und Naturschutz (“TLUBN”) for its application to drill this site.
- Detailed drilling plan for the second site is underway with the contract drilling company.
- Awaiting drilling approval for the first site at Ohmgebirge after submitting all required supplementary information.
- Ohmgebirge Resource update and scoping study is on track for completion by Q1 CY22.

South Harz Potash (ASX: SHP), a potash exploration and development company with world-class projects in Germany, is pleased to announce it has received landowner and tenant permission for the second of two confirmatory drill holes at its Ohmgebirge potash project in the South Harz region of Germany. Data from the two holes is required to upgrade the Ohmgebirge Mineral Resource Estimate (“MRE”) to the Indicated level.

Following the appointment of a contract drilling company for the first drill hole (ASX announcement 6th July 2021), SHP is in advanced discussions with the drillers to seamlessly relocate to the second site once the first hole has been completed, thus ensuring a continuous flow within the planned work program.

Having received the detailed drilling plan for the first hole, SHP has provided the regulatory authority TLUBN with the required supplementary information and we await their final approval. A detailed drilling plan for the second hole is in progress and SHP will submit it to TLUBN shortly.

SHP’s Managing Director, Dr Chris Gilchrist commented, *“I am pleased to have now secured landowner and tenant permission to drill the second of two holes in the Ohmgebirge mining licence area, enabling the team to focus on drilling and completing the scoping study. Our efforts to secure these sites have been hampered by COVID travel restrictions, but our senior personnel are now able to go to Germany and have engaged with stakeholders on a face-to-face basis to achieve this. We are also fortunate to have secured drillers during this post-pandemic surge in demand for contract services and we can now see a clear path to the delivery of our objectives.”*

At Ohmgebirge, the Company plans to drill two holes to verify results from the historic drillholes that were used to calculate and declare an Inferred resource of 325 million tonnes grading 13.1% K₂O*. It is intended the two confirmatory holes will lead to a revised mineral resource estimate (“MRE”) with the inferred resource upgraded to the Indicated category.

**In accordance with ASX Listing Rule 5.23, the Company is not aware of any new information or data that materially affects the information included in the previous market announcement of 23 December 2019 regarding the Ohmgebirge Inferred Resource and the total of the SHP portfolio of potash resources.*

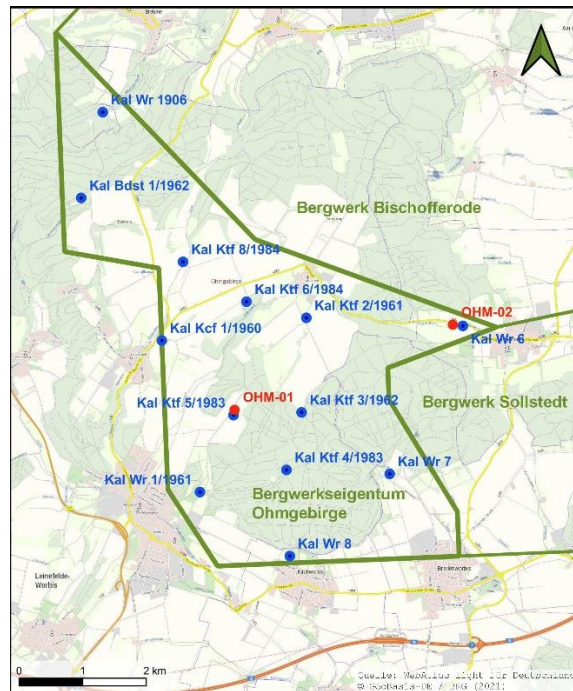


Figure 1: Ohmgebirge mining licence area showing location of drill holes. The two confirmatory drill sites OHM-1 and OHM-2 are shown above in Red, the locations of the historic drill holes are shown in Blue. SHP possesses all exploration data from over 300 historic drill holes across the region meaning that further resource upgrades can be achieved with the minimum of additional drilling.

This announcement has been approved by the Board of Directors of South Harz Potash Limited.

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424.1M Ordinary Shares

163.5M Unlisted Options

46.2M Listed Options

4.1M Performance Rights

Notes to Editors:

South Harz Potash (ASX: SHP) is a potash exploration and development company with projects in the South Harz Potash District region of Germany, midway between Frankfurt and Berlin. Collectively, it hosts a massive potash resource across four wholly-owned projects located favourably within central Europe; Ohmgebirge, its flagship project, Ebeleben, Mühlhausen-Küllstedt and Nohra-Elende which have a total JORC Inferred resource of 5.3 billion tonnes at 10.8% K₂O (potassium oxide)*.

South Harz Potash's project portfolio comprises three perpetual potash mining licences, Ohmgebirge, Ebeleben, Mühlhausen-Nohra and two potash exploration licences, Küllstedt and Gräfentonna, covering a total area of approximately 659km². With established infrastructure, the projects are potentially well positioned to enable SHP to develop mines rapidly and at relatively low cost.

South Harz Potash - Growing a responsible potash business in the heart of Germany.

www.southharzpotash.com

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