

IND SECURES 12-MONTH EXTENSION OF PIPPINGARRA OPTION AGREEMENT

Highlights

- Option agreement for Pippingarra Project extended by 12 months to 24 October 2026
- Minimum additional expenditure commitment of \$200,000 during extension period
- Extension follows significant progress by IND across exploration, resource definition, metallurgical testwork, and marketing
- Original agreement grants IND exclusive option to acquire 80% of the non-construction material mineral rights, including lithium and High Purity Quartz (HPQ)

Industrial Minerals Ltd (ASX: IND or the Company) is pleased to advise that it has executed an agreement with North West Quarries Pty Ltd (NWQ) to extend the term of the Option Agreement over the Pippingarra Quarry Project by a further 12 months, through to 24 October 2026.

The extension reflects the substantial progress made by IND under the agreement to date, including extensive geological assessment, metallurgical testwork, and the development of 3D modelling to define High Purity Quartz (HPQ) and lithium targets. In addition, IND's proactive marketing activities and engagement with potential offtake partners have provided further confidence in the project's commercial potential.

IND is focused on the development of high-value industrial mineral resources. At the flagship Pippingarra Project, IND is targeting the growing global market for high purity quartz products used in advanced manufacturing, semiconductor, solar, and electronics industries.

Summary of the Original Option Agreement (October 2023):

- **Exclusive Option:** IND granted the sole right to acquire an 80% interest in the non-construction material mineral rights at the Pippingarra Quarry Project, which includes lithium and HPQ.
- **Option Period:** Two years from execution (25 October 2023 to 24 October 2025), now extended to 24 October 2026.
- **Consideration:** \$50,000 cash option fee paid to NWQ on execution.
- **Minimum Exploration Expenditure:** \$100,000 per year during the option term (total \$200,000 over the initial two years).
- **Acquisition Terms:** Upon exercising the option, IND to issue \$100,000 in IND fully paid ordinary shares to NWQ.
- **Joint Venture:** Following exercise, an incorporated joint venture will be formed, with IND as manager (80% IND / 20% NWQ).
- **Construction Materials:** NWQ retains full rights to quarry granite and other construction materials for its existing operations.

Under the terms of the extension:

- The option period is extended by 12 months to 24 October 2026;
- IND has committed to a minimum additional expenditure of \$200,000 over the extension period to further advance the project; and
- All other terms and conditions of the original agreement remain unchanged.

IND's Managing Director Jeff Sweet commented:

"The extension of the Pippingarra Option Agreement is a strong endorsement of the work we've undertaken and the positive trajectory of the project. Our systematic approach to exploration, paired with growing industry interest in HPQ and lithium supply, positions IND well for the next phase of advancement at Pippingarra. We value the collaborative relationship with NWQ and look forward to progressing toward a potential acquisition and development decision."

Craig Bridgman, Manager of NWQ, added:

"We are pleased to extend our agreement with IND. The work completed by their team has given us confidence in both the technical potential of the Pippingarra Project and IND's commitment to developing a strong market position. We look forward to continuing this partnership and seeing the project advance."

ASX Announcements included in this Report

27 October 2023 - Option to Acquire Pippingarra Lithium Project, Pilbara WA

-ENDS-

This announcement has been approved by the Industrial Minerals Board.

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About IND

Industrial Minerals Ltd (ASX: IND) is a critical minerals explorer and developer focused on high purity silica sand (HPSS) and high purity quartz (HPQ) projects in Western Australia, with its flagship Pippingarra Project targeting markets in advanced manufacturing, semiconductor, solar, and electronics industries.

IND is advancing HPQ beneficiation testing, while also assessing ore-sorting technology that shows promising potential for feldspar and mica as valuable co-products. The company's strategic positioning near key infrastructure on granted mining leases, coupled with its advanced testwork capabilities, provides a competitive advantage in offering diverse product specifications to potential customers across Asia.

Website: www.industmin.com