ASX ANNOUNCEMENT

Date: 10 June 2021
Number: 759/100621

SOIL GEOCHEMISTRY SURVEY UNDERWAY TO TEST MAGNETIC ANOMALY AT THE ARKUN-BEAU Ni-Cu-PGE PROJECT, WA

- Priority target at Burns covering a significant untested magnetic anomaly of similar size and shape to Gonneville (Chalice Mining **(ASX: CHN**)) and Newleyine (Mandrake Resources **(ASX: MAN))**.
- Located **along trend from the Yarawindah (Caspin Resources (ASX:CPN)-Julimar- Newleyine discoveries** in the emerging nickel-copper-PGE province of SW Western Australia.
- Soil geochemistry survey now underway at Arkun-Beau **to cover numerous targets for nickel-copper-PGM mineralisation**.
- Targets were identified in regional magnetic data, **suggesting that mafic and ultramafic rocks are more widespread** than recognised on regional geology maps due to thin cover.

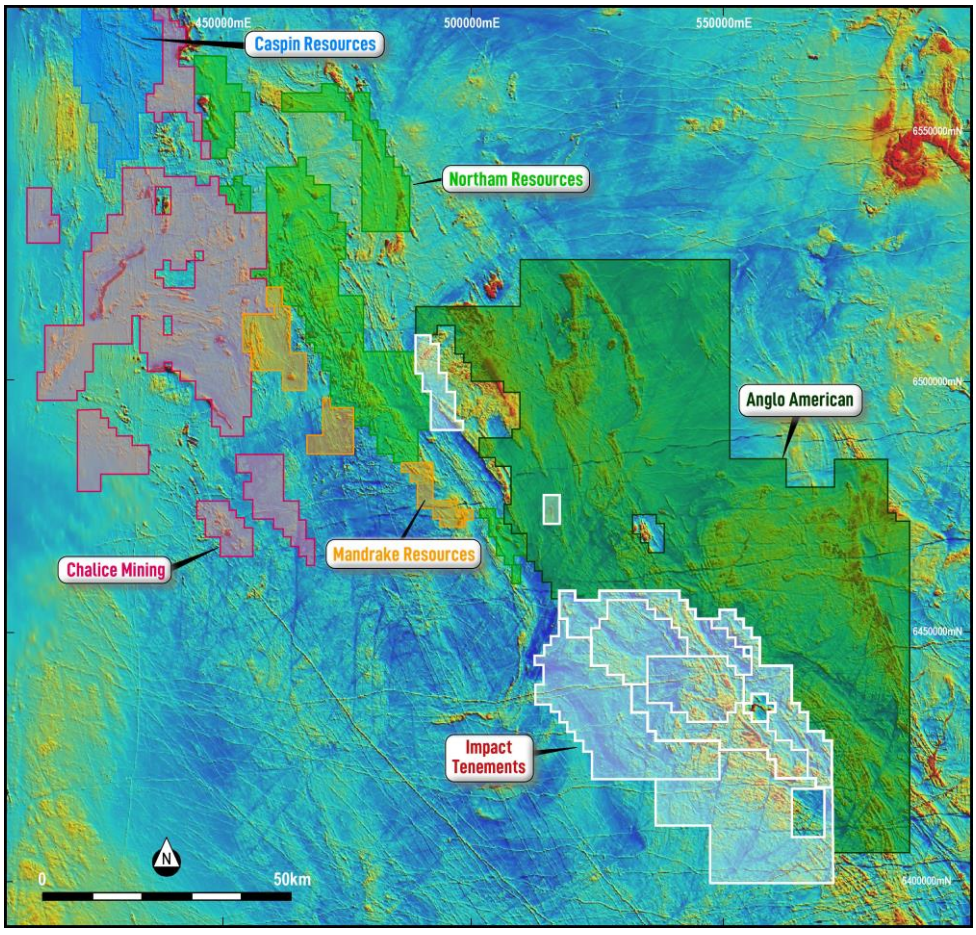

Figure 1 Location of Impact's Arkun project within the emerging Ni-Cu-PGM province of WA and main tenement holders. Impact has one of the larger ground holdings in the region.

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A soil geochemistry survey is now in progress at Impact Minerals Limited's (ASX:IPT) 100% owned Arkun-Beau projects located in the emerging nickel-copper-platinum-metal-group (PGM) metal province of south west Western Australia (Figures 1 and 2).

The survey will cover 17 priority target areas for nickel-copper-PGM mineralisation identified by Impact in a recent interpretation of regional airborne magnetic data and which cover a variety of magnetic and non-magnetic units and anomalies. The targets will be sampled at 100 m intervals along gazetted roads and tracks in the first instance with an expected 80 line kilometres of sampling to be completed.

The interpretation and recent field checking by Impact has indicated that mafic and ultramafic rocks, the most likely host rocks to the nickel-copper-PGM mineralisation, may be more widespread than shown on the regional Geological Survey maps. In addition, these rocks contain low levels of up to 25 to 30 ppb 3PGM (platinum+palladium+gold) in rock chip samples in many places (ASX Release 16th April 2021).

These observations have been used in conjunction with conceptual models for nickel-copper-PGM mineralisation to identify these first pass targets (Figure 3).

A prominent oval magnetic anomaly 3,000 metres by 1,500 metres in dimension has been identified as a priority target for follow up at the Beau project. It lies under shallow cover, probably less than 30 metres, and has never been explored (Figure 4).

The anomaly is of a similar size and geometry to the Gonneville Intrusion, host to the significant PGE-copper-nickel mineralisation discovered recently at Julimar (Chalice Mining NL) and also the Newleyine intrusion and also proven to host nickel-copper-PGE mineralisation (Mandrake Resources Limited) (Figures 1, 2 and 4).

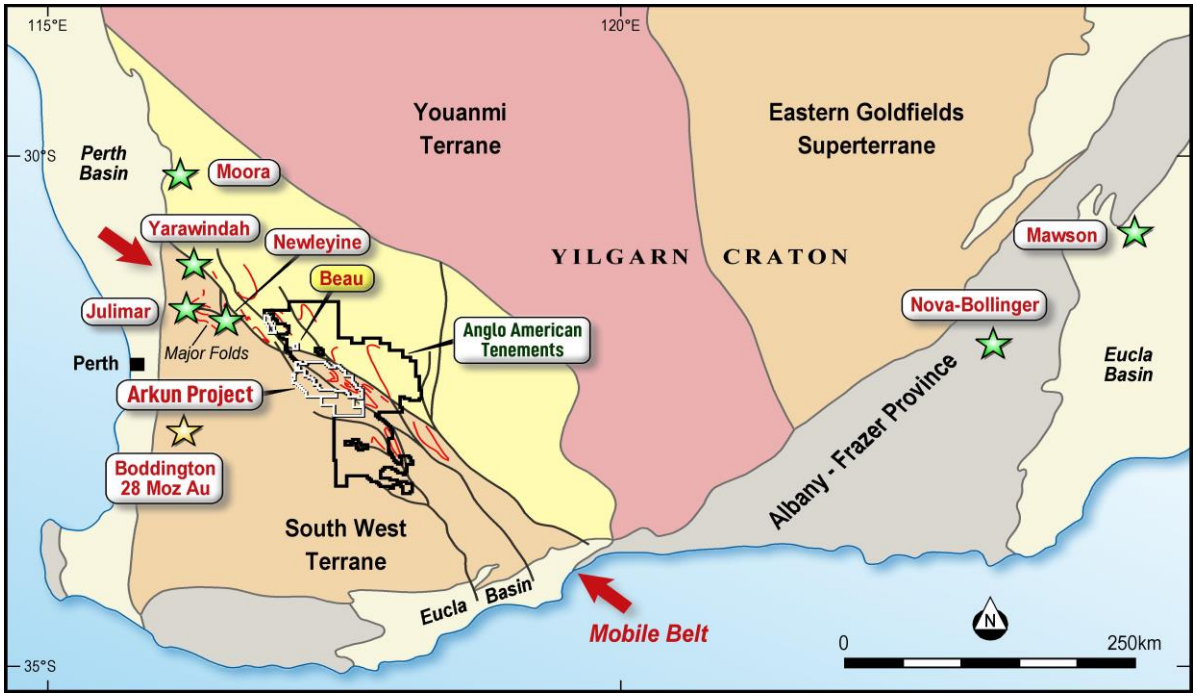

Figure 2 Location and Regional Geology of the Arkun Project and showing key nickel-copper-PGE deposits and recent discoveries.

About the Arkun Project

The Arkun Project, which covers about 1,900 square kilometres, is centred between York and Corrigin 130 km east of Perth and was staked following the recent significant PGE discovery at Julimar just 75 km north east of Perth by Chalice Mining NL (Figures 1 and 2 and ASX Release 29th May 2020).

The mobile belt is about 500 km long and up to 30 km wide, and is of a scale that suggests it may mark an ancient terrane boundary or proto-craton margin. Such geological provinces (of varying ages) are well known around the world as prospective terranes for hosting major nickel-copper-PGE deposits with examples such as Nova-Bollinger and Mawson (Proterozoic age – Figure 1), the Thomson fold belt in Canada and the recent discoveries at Yarawindah and Julimar in Western Australia (Figures 1 and 2).

Anglo American plc, one of the world's leading mining companies lodged Exploration Licence applications covering a vast area of some 10,130 square kilometres surrounding three sides of the Arkun project on the afternoon of 29 May 2020 a few hours after Impact made its first announcement on Arkun (Figures 1 and 2 ASX Release 10th June 2020).

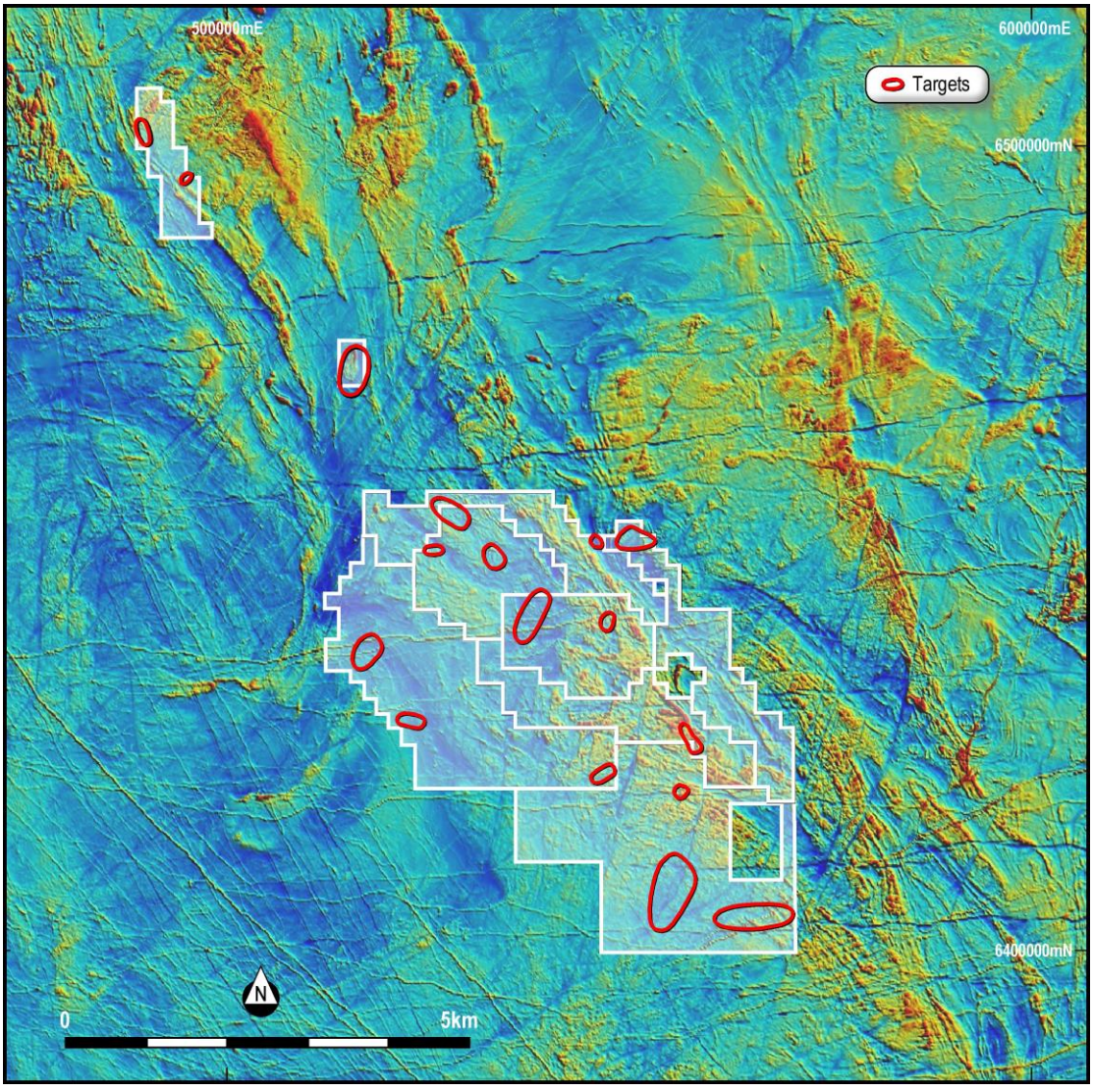

Figure 3. Location of priority targets for follow up on Impact's tenements.

The Beau Project

The Beau Prospect, which comprises one exploration licence, EL70/5424 and covers 16 square kilometres, is located about 15 km north of Impact's Arkun project and lies completely within the exploration licence applications owned by Anglo American Corporation (Figures 1 and 2).

The project covers a prominent oval magnetic anomaly 3,000 metres by 1,500 metres in dimension that lies under shallow cover (likely to be less than 30 metres) and which has never been explored (Figure 4).

The anomaly is of a similar size and geometry to the Gonneville Intrusion, host to the significant PGE-copper-nickel mineralisation discovered recently at Julimar (Chalice Mining NL) and also the Newleyine intrusion and also proven to host nickel-copper-PGE mineralisation (Mandrake Resources Limited) (Figures 1 and 2).

This is a priority target for the follow up soil geochemistry survey. Results are expected by early August.

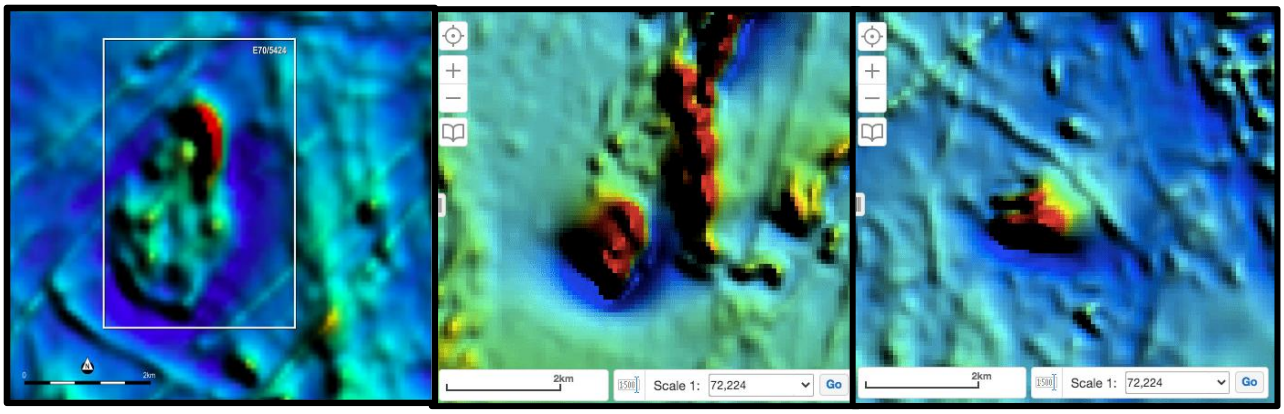

Figure 4. Image of regional magnetic data showing the magnetic anomalies at Beau (left), Gonneville (Chalice Gold centre) and Newleyine (right) for comparison.

COMPLIANCE STATEMENT

This report does not contain any new Exploration Results.

Dr Mike Jones
Managing Director

The review of exploration activities and results contained in this report is based on information compiled by Dr Mike Jones, a Member of the Australian Institute of Geoscientists. He is a director of the company and works for Impact Minerals Limited. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Mike Jones has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.