

IronRidge Resources Ltd. (LON:IRR/ OTCQX:IRRLF)**Company Profile**

IronRidge Resources (IRR) is a West African focused exploration and development company, progressing the Ewoyaa Lithium project to production. The company also holds a portfolio of Gold projects in Ivory Coast and Chad which are in the process of being diverted into a new listed vehicle.

www.ironridgeresources.com.au

Stock Data (GBX)

Listing	LON
52-week range	(21.0) 11.37-28.0
Market Cap	£120.4m
No. Shares	516,114,246
No. Shares*	570,114,246

Major Shareholders*

Assore Limited	21.05%
DGR Global Ltd.	12.81%
Piedmont Lithium	9.47%
Sumitomo Ltd.	5.58%
Vincent Mascolo	2.8%

*Following the issue of the PLL Subscription Shares

Broker – SI Capital

Charles Stephenson
ECM Analyst
Charlie.Stephenson@SICapital.co.uk
+44 (0) 1483 413500
www.sicapital.co.uk

IronRidge Resources (LON:IRR) is currently in a transitional stage, from being a diversified West African explorer into a pure Lithium Development play, funded to production, and as such a proposed name change to Atlantic Lithium Ltd. (ALL). The Gold within the exploration stage Gold assets currently within IronRidge, these will be demerged into a separate publicly unlisted company, Ricca Resources Ltd., that will continue to develop the gold portfolio. In doing so the team believe that the market will be able to value the two portfolios more appropriately, with the two projects at such different stages of development and providing separate market exposure strategies.

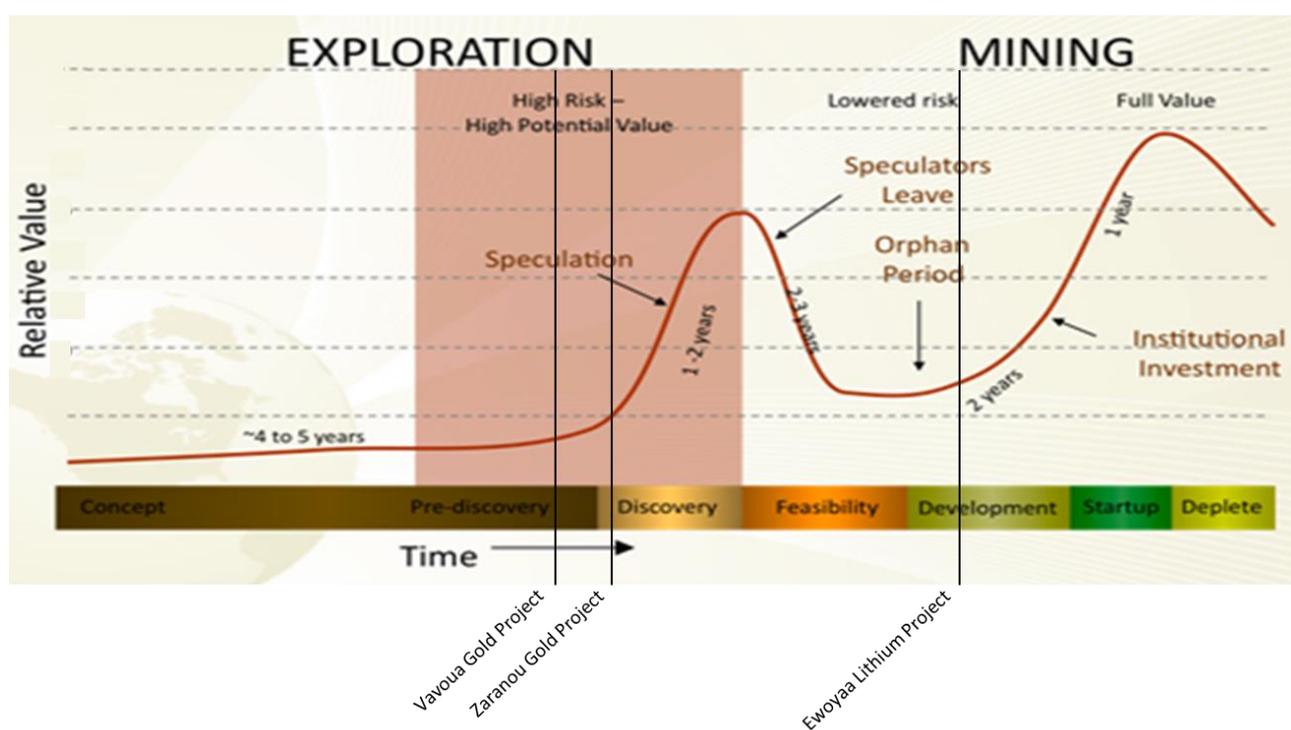
Key Points

- **Partnership with Piedmont will fully fund and fast track development of the Ewoyaa Lithium Project to production.**
- **Proposed Gold Demerger & Change of Name at AGM (18/11/21).**
 - **IronRidge to be renamed as Atlantic Lithium Ltd.**
 - **Gold assets to be spun out with the addition of A\$7m into Ricca Resources, with eligible IRR shareholders receiving 1 share for every 8 IRR share held (23/11/21).**
- **Eligible shareholders will also have the rights issue to acquire an additional share in Ricca though a A\$7.2m raise at A\$0.10 per share.**
- **Canaccord Genuity has been secured as underwriter for the proposed rights issue into Ricca Resources.**

The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280

Opportunity

IronRidge Resources management team believe that both the lithium and the gold portfolios are not currently being appreciated by the market within the company's current structure. Through demerging the two portfolios, with the gold moving into Ricca Resources as a highly attractive gold exploration play, and the Lithium staying within IronRidge Resources, focusing on the development of the Ewoyaa Project through to production. Through the two companies, the team intend to deliver two unique investment theses which will see the valuation of the assets being realised, and ultimately allowing investors to benefit from the individual portfolio's development.



Lassonde Curve indicating the relative value of projects through the stages of development. IronRidges advancing project are represented within their stages of development (Modified from www.ExplorationInsites.com).

Atlantic Lithium Ltd.

As a pure Lithium focussed developer, the proposed name change, from IronRidge Resources Ltd. to Atlantic Lithium Ltd., will help the team market the Ewoyaa projects highly attractive economics within the growing demand for reliably sourced, green transition metals. Such projects are believed to be most attractive to investors looking for exposure in the battery-metal sector, specialist funds, as well as downstream lithium-consumers looking to create integrated supply chains.

The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280

- 2020 Maiden Resources: 14.5Mt @ 1.31% Li₂O, Indicated and Inferred.
- 2021 Scoping Study: utilising an SC%6 price of US\$650, the scoping study delivered robust financial outcomes including Post-tax NPV8 of US\$345m and IRR of 125% over an 8-year life of mine (LOM), for a capital cost of US\$68m. Based on the production of 295,000tpa of spodumene concentrate (SC6%).

Ricca Resources Ltd.

Ricca Resources Ltd. is a private company which will remain publicly unlisted at this stage, holding the Gold assets of Ivory Coast and Chad, in addition to start-up capital of A\$7m. This followed by the rights issue for a further A\$7.2m @ A\$0.10 per share will have a strong closing cash balance of A\$14.2m, before costs, with an issued capital of 143,436,062 Shares. This giving the new entity a valuation of ~A\$14.3m at an implied share value of A\$0.10.

Current work at the gold assets includes the drilling at the Zaranou project, a 47km long gold corridor, where over the past two years 87,000m of AC and RC drilling has been completed. An additional ~30,000m of historic drilling has also been analysed, located at the southern end of the licences at the Yakasse target. Drilling also commenced in April at the Kineta North, North-East Ivory Coast, with a maiden 2,500m of RC drilling campaign to test a 2km long surface geochemical anomaly, with initial rock-chip observations reporting visible gold in quartz.

Having developed the projects through to drill ready and or pre-resource stage, the team believe the new Ricca Resources will be able to deliver an attractive multiple-asset portfolio of commercial discoveries within the next 12 to 24 months.

Non-Core Assets

In accordance with the company's plans to focus on the development of the Ewoyaa Lithium project, the additional non-core assets are to be relinquished, this being the Gabon Iron Ore project and Australian Bauxite-Titanium assets. The team have chosen to end these programs being that the projects have reached stages in their development where substantial cash investment would be required or significant technical hurdles needed to overcome for value to be realised.

IRR hold within their structure an interest in ASX listed Australasian Gold Ltd. (ASX:A8G), following the divestment of their May Queen Gold asset for a 5.5m shares following the IPO. These shares will be split, with half being placed within the publicly unlisted Ricca Resources Limited.

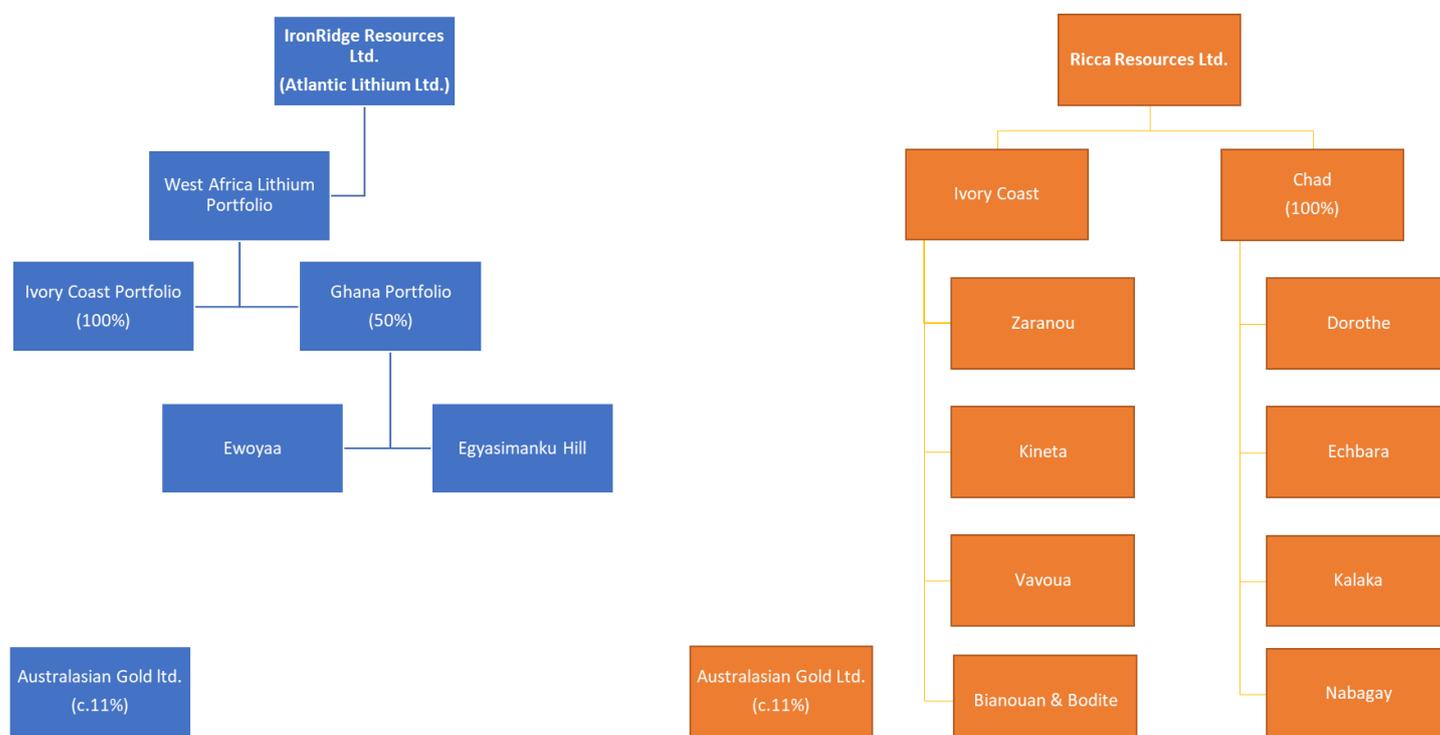
The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280

Effect of Ricca Resources Divestment and Offer

IronRidge Resources:

- The company will decrease cash reserves by A\$7m, which will go into Ricca Resources.
- IRR will retain c.US\$22m post the demerger
- The portfolio of gold assets will move into Ricca Resources.
- The company will cease to hold 71,718,031 Ricca shares, being distributed to Eligible shareholders.
- Eligible Shareholders that are registered on the Record Date (23/11/21) will receive 1 Ricca Share for every 8 IronRidge resource shares held.
- Share rights not taken up by Eligible shareholders, will be taken up by the underwriter, Canaccord Genuity.

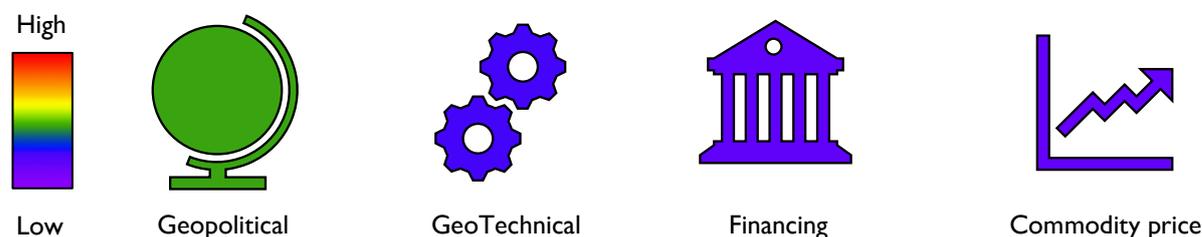
No action is required to be taken by shareholders until Shareholder approval is obtained at the AGM. Capital Reduction will then proceed to be implemented, from which Ricca Shares will be distributed and transferred in accordance with the terms of the Capital Reduction Resolution.



Breakdown of the assets and interest within IronRidge Resources/Atlantic Lithium and Ricca Resources. Percentage ownership assumes full take up of options and earn-ins, and fully agreement of proposals at the upcoming AGM.

The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280

Analyst Risk Profile Opinion



Analyst Risk Profile: A schematic of risk exposure any investor should consider regarding the company. Based on the authors opinion incorporating company comparisons, experience, and data available at time of writing.

Risks

Being that Ricca Resources is a publicly unlisted company, investors will not have liquidity, and with no proposed listing, the period for which cash is held is unknown.

Being that the divestment of the gold assets into a new vehicle is expected to help support the investment thesis in both companies, the decrease in diversification could be seen in the market as a higher risk and as such demand a lower valuation for each company.

The proposed name change and demerger of the gold assets is still dependent on the outcome of the upcoming AGM, giving a weighting to uncertainty in the projects progression.

Investment Synopsis

Having secured financing through to production as part of the partnership with Piedmont, the team believe that the disconnect between the development stage Ewoyaa Lithium project and the exploration stage gold portfolio has created a barrier to market appreciation.

By separating the two portfolios into separate entities, with unique investment theses the market can be allowed to accurately value the development stage Ewoyaa project giving exposure to responsibly sourced green transition metal sector, where as the Gold of Ivory Coast and Chad gives investors exposure to a high risk, high return portfolio, and leveraged hedge to inflation.

An additional advantage of separating the two asset classes, will be that each company's management team will be able to deploy the cash available to them, most appropriately to their projects. This will include more flexibility for management teams to react with project developments, as well as open up opportunities for further strategic agreements, without the chains of the current diversified portfolio approach.

The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280



This document is a marketing communication and has been prepared and distributed by SI Capital Ltd. It is not independent research prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to a prohibition on dealing ahead of the dissemination of investment research. SI Capital does and seeks to do business with companies covered in this communication. Investors should consider this report as only a single factor in making their investment decision.

SI Capital Limited may distribute research in reliance on Rule 15a-6(a)(2) of the Securities and Exchange Act 1934 to persons that are major US Institutional investors, however, transactions in any securities must be affected through a US registered broker-dealer. Any failure to comply with this restriction may constitute a violation of the relevant country's laws for which SI Capital Limited does not accept responsibility. Surrey office 46 Bridge Street, Godalming Surrey, GU 71HL

The SI Capital recommendation structure is based on relative upside/downside to target price. The target price is set on a rolling 12 month view. Upside or downside of 10% or more is categorised as Buy or Sell respectively, and less than 10% a Hold.

We aim to cover company's results or major events, but we do not guarantee to do so, and coverage may cease at any time.

Although reasonable care has been taken SI Capital Limited to ensure the facts stated and opinions given and projections made in this document are fair and accurate, SI Capital Limited has not independently verified all the information given in this document. It is recommended that they should seek independent advice from a suitably qualified professional advisor before taking any decisions in relation to the investments detailed herein. The investments mentioned in this document may not be suitable for all recipients or be appropriate for their personal circumstances. The information in this document is believed to be correct but cannot be guaranteed. Opinions constitute our judgement as of this date and are subject to change without warning. The views expressed in this report accurately reflect the personal views of the author as at the date of the report. The author did not receive compensation or other payments in connection with the specific recommendations or views expressed herein. This document is not intended as an offer or solicitation to buy or sell securities. SI Capital, its officers, and employees may have positions in the securities mentioned herein. Past performance is not necessarily indicative of future performance and the value of investments may fall as well as rise and the income from them may fluctuate and is not guaranteed. Clients may not recover the amount invested. Some securities carry a higher degree of risk than others. The levels and basis of taxation can change. When we comment on AIM or ISDX Markets shares you should be aware that because the rules for these markets are less demanding than those of the Official List of the London Stock Exchange the risks are higher. There is a higher risk of losing the money you have invested. Furthermore, the marketability of these shares is often restricted, you may have difficulty in selling your shares and there is often a big difference between the buying and selling price so that if you have to sell them immediately after purchase you may get back much less than you paid for them. If you are in any doubt, you should consult your investment advisor.

Owing to its size and structure and analysts' involvement with existing and prospective clients, SI Capital does not hold its research out as being impartial. As non-independent research, it is classified as a marketing communication under FCA rules and has not been prepared in accordance with the legal requirements designed to promote the independence of investment research; and it is not subject to any prohibition on dealing ahead of the dissemination of investment research.

SI Capital Limited may actually or may seek to do business with companies covered in its research reports. The firm's policy on managing actual or potential conflicts of interest and other relevant disclosures can be viewed <https://www.sicapital.co.uk/>

The information contained herein is provided for informational and educational purposes only and should not be considered as investment advice, either on behalf of a particular security or an overall investment strategy. Furthermore, the information is not intended to be relied upon by readers in making (or refraining from making) any investment decisions. Financial markets carry a high degree of risk and may not be suitable for many people. Historic performance is not necessarily a guide to future performance and the value, income or price of an investment may go down as well as up. Only speculate with money you can afford to lose. Do not trade with money you cannot afford to lose. SI Capital is Authorised and Regulated by the Financial Conduct Authority. Member firm of the London Stock Exchange. Registered Office 67 Grosvenor Street, London, W1K 3JN Registered Number 4870280