

26 July 2019

HGM TO SEEK A PARTNER TO CONTINUE TO EXPLORE AUSTRIAN PROJECTS

HIGHLIGHTS

- **Comprehensive review of Austrian Gold and Cobalt Projects completed**
- **Projects remain prospective for gold and cobalt mineralisation**
- **HGM to prepare complete summary of relevant information and commence a process to seek a partner to help fund an appropriate exploration program**

High Grade Metals Ltd (ASX: HGM) ("**HGM**" or the "**Company**") is pleased to provide a summary of the results of the strategic review completed on its Austrian Gold and Cobalt Projects ("**Projects**").

As announced on 29 April 2019, the Company was undertaking a comprehensive review of the Projects with the aim of determining the best approach for future work. The review concluded:

1. The Projects remain prospective for gold and cobalt mineralisation with the Leogang Cobalt Project and Kreuzeck Gold Projects considered key to the suite of Projects whilst Schellgaden has been downgraded as a result of poor drilling results; and
2. The Board has determined that the best strategy for the advancement of the Projects is to introduce a partner. The current market conditions preclude HGM from raising sufficient funds to advance the Projects effectively.

Given the above, the Company is preparing a complete summary of relevant information on the Projects to enable it to commence a process to seek a partner to help fund an appropriate exploration program.

ENDS

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High Grade Metals Ltd

ACN: 062 879 583
ASX: HGM

Issued Capital

452,937,867 Shares
97,500,000 Options
240,000,000 Perf Shares

Australian Registered Office

Level 17, 500 Collins Street
Melbourne VIC 3000

Directors

Anthony Hall – Executive Chairman
Brad Drabsch – Executive Director
Steve Formica – Non-Executive Director
Adrien Wing – Non-Executive Director / Company Secretary

COMPETENT PERSON STATEMENT

The information in this release that relates to Exploration Results is based on information prepared by Mr Bradley Drabsch. Mr Drabsch is a member of the Australian Institute of Geoscientists. Mr Drabsch is an Executive Director of the Company.

Mr Drabsch has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a CP as defined in the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Drabsch consents to the inclusion in the release of the matters based on their information in the form and context in which it appears.

About High Grade Metals Ltd

High Grade Metals (ASX: **HGM**) is an ASX listed mineral exploration company with a portfolio of brownfields gold and cobalt projects located in Austria.

The assets comprise nine exploration areas that are considered prospective for gold and cobalt.

The Company is currently completing a review of its nine projects to determine a holistic approach to exploration activities focused on prospectivity and scale.

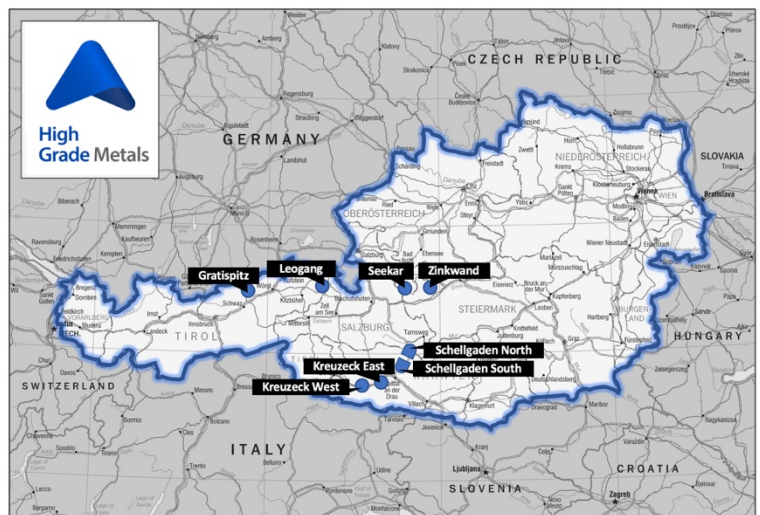


Figure 1: Location of High Grade Metals' Projects within Austria

Appendix 1 | Schedule of Tenements

| Project | Country | Tenement / Freischürfe | Last Quarter Interest | Current Quarter Interest |
|--|----------------|--|-----------------------|-----------------------------|
| Schellgaden | Austria | 01/18/SN – 54/18/SN 02/05/S – 37/05/S 15/05/K – 135/05/K | 100% | 100% |
| Schwarzleo | Austria | 38/17/S – 67/17/S | 100% | 100% |
| Seekar | Austria | 68/17/S – 76/17/S | 100% | 100% |
| Zinkwand | Austria | 77/17/S – 78/17/S | 100% | 100% |
| Gratlspitz | Austria | 01/GR/18 – 81/GR/18 01/17/T – 37/17/T | 100% | 100% |
| Leogang East | Austria | LE/01 – LE/33 | 100% | 100% |
| Kreuzeck West / Carinthia | Austria | 136/05/K – 179/05/K | 100% | 100% |
| Kreuzeck East / Carinthia | Austria | 180/05/K – 221/05/K | 100% | 100% |
| Goldeck – Siflitz / Carinthia | Austria | 222/05/K – 278/05/K | 100% | 100% |
| Victory Bore | Australia (WA) | EL57/1036 | 100% | 0% (Project Divested) |