

FIRST LIGHT

Corcel (CRCL) – Corporate – New JORC resource for WoWo Gap confirms the scale of the deposit

Market Cap £5.5m Share Price 1.3p

Corcel today provides a new JORC resource for the WoWo Gap nickel (-cobalt) laterite project in Papua New Guinea (PNG) in which it owns a 100% interest. The news today confirms the JORC resource at 110Mt (dry metric tonnes) grading 0.81% nickel and 0.06% cobalt for 0.89Mt nickel contained and 0.1Mt of cobalt – nearly 60% is currently classified as Indicated. The mineralisation is continuous and laterally extensive and is shallow with limited overburden and is therefore amenable to low-cost open pit mining. The mineralisation is well constrained within the host saprolite and limonite layers of the weathered profile. WoWo Gap is at a similar scale to Corcel's Mambare project (41%) also in PNG which hosts 163Mt grading 0.94% nickel and 0.09% cobalt.

This Mineral Resource estimate is based on the results of three drilling campaigns: i) diamond core drilling (2003-2008); ii) tungsten carbide-tipped core drilling (2010-2011), and; iii) diamond core and custom auger core drilling (2014-2015). These drilling campaigns totalled 3,174 meters of diamond core, 2,901 meters of auger/carbide core, and 731 meters of wacker drilling.

WHI View: Today's update brings knowledge of WoWo gap to modern standards and shows the scale of the resource. Corcel is looking into producing Direct Shipping Ore (saprolite ore grading +1.6% nickel) from its WoWo Gap and Mambare projects and is in discussion with Shandong New Powder COSMO AM&T (NCP) on offtake to define how Corcel can meet the specifications for NCP's nickel cathode plant. This will involve stockpiling the upper limonite nickel ore and shipping the saprolite. It is a simple plan – mine (no drill and blast only drying), load (no process, just filtering and sorting) and ship to China. Other mines in the Philippines do this (but grades are falling) and Pacific Nickel (ASX:PNM, N/R) is building a mine in the Solomon Islands as China looks to keep a steady supply of nickel laterite for smelting for stainless steel and now for nickel cathode production for the EV market.

This year should be busy for Corcel as not only is it advancing its nickel-cobalt assets in PNG it is also look at financial closure for its gas peaker plants and battery storage units for helping manage the peaks in the UK national grid. If plans go as anticipated Corcel could begin to see its pathway to cashflow realised.

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|-----------------|--------------|--------------|-------------|--------------|
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| Speculative Buy | 0 | 0.0 | 0 | 0.0 |
| Outperform | 0 | 0.0 | 0 | 0.0 |
| Market Perform | 0 | 0.0 | 0 | 0.0 |
| Underperform | 0 | 0.0 | 0 | 0.0 |
| Sell | 0 | 0.0 | 0 | 0.0 |
| Total | 65.0 | 100.0 | 63.0 | 100.0 |

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| Corcel (CRCL) | 1,2,4,5 | Corporate | 10.01.22 |

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