

# Strategic Metals & Rare Earths Letter

## INTERNATIONAL

*the independent information and advisory publication on investing in Strategic Metals & Rare Earths*

**INVESTMENT ALERT – 15 November 2017**

[www.argentalithium.com](http://www.argentalithium.com)



### Argentina Lithium & Energy Corp. (C\$ 0.365)

TSX : LIT  
FSE : OAY1

H+L prices (12 months) : C\$ 0.60 – 0.075

Net issued shares : 62.9 million  
Fully diluted : 73.3 million

Market capitalization : C\$ 23.0 million  
(US\$ 18.0 million)

**12 months price target : C\$ 0.70**

## INVESTMENT ALERT

### Argentina Lithium confirms lithium at depth at Arizaro Lithium Project and plans to extend testing program

On November 14, 2017, **Argentina Lithium & Energy** (“**Argentina Lithium**”) announced that the first two holes at the **Arizaro Project** have encountered lithium-bearing brines below surface in the central area of the salar with values as high as 257 mg/l lithium.

A substantial brine aquifer has not yet been reached, but modest volumes of significantly anomalous lithium-bearing brines were retrieved starting at depths of between 15 and 356 metres. The depth of the drilling was limited by the drill equipment used, therefore **Argentina Lithium** plans to continue drilling in these areas using suitable deeper-drilling equipment, following more detailed geophysical and seismic surveys of the Arizaro Basin.



# The Lithium Triangle

- Produces ~1/2 of the world's lithium
- Hosts ~70% of known lithium reserves
- Most lithium is in salt lake ("salar") brines
- Argentina produces approximately 12% of the world's lithium, making it the third largest global producer (2015)
- New Government is encouraging foreign investment and renewable energy initiatives



## Investment comments:

Argentina's government is encouraging foreign investment and renewable energy initiatives. The combination of high geological potential and a promising investment climate have set the conditions last year for delineating and advancing new lithium resources in Argentina.

The "**Lithium Triangle**", including parts of the high plateau Puna region located in north-western Argentina, produces about half of the world's lithium and hosts approximately 70% of the known lithium reserves.

Argentina produces approximately 12% of the world's lithium, making it the third largest producer, next to Chile and Bolivia.

**Argentina Lithium's Arizaro Lithium Brine Project**, located in the Province of Salte, is the largest in Argentina, and puts the Company in an outstanding position to benefit from the electric vehicle revolution, which will result in a booming demand for lithium-ion batteries.

In addition, considering the Company's strategy to further expand its lithium holdings, led by the Grosso Group that pioneered in the mineral industry in Argentina and has operated there since 1993, in my view, **Argentina Lithium**, at a market capitalization of around C\$ 27 million, offers a high investment leverage potential.

My 12 months price target is C\$ 0.70.