

PolarX to accelerate exploration at Alaska Range following completion of heavily over-subscribed \$3.9M capital raising

Proceeds will fund exploration at the Mars and Zackly SE porphyry Cu-Au targets and ongoing drilling for extensions at the high-grade Zackly Cu-Au-Ag deposit

HIGHLIGHTS

- Approximately AUD \$3.9m being raised from the issue of ~35.3m new shares at a price of 11.0 cents per share.
- The raising was heavily oversubscribed and closed early, and was supported by institutional and retail investors in Australia, Asia, North America and Europe.
- The funds will be used to undertake a program of airborne and ground geophysical surveying, and preliminary drilling of the Mars and Zackly SE porphyry Cu-Au targets and for additional resource extension drilling at the Zackly Cu-Au-Ag skarn deposit.
- First assays for the current drilling program at Zackly are expected in early August.

PolarX Limited (ASX: PXX) (the **Company**) is pleased to advise it has received commitments to subscribe for approximately 35.3 million shares at a price of 11.0 cents a share to raise approximately A\$3.9 million (**Placement**).

The placement is being undertaken within the Company's existing capacity under ASX Listing Rules 7.1 (11.4 million shares) and 7.1A (23.9 million shares).

Settlement of the Placement is expected to take place on or around 1 August 2018. The net proceeds will be used to accelerate exploration and development activities on the Alaska Range Project including: Airborne and ground geophysical surveys and drilling on the Mars and Zackly SE porphyry Cu-Au targets; additional resource extension drilling at the Zackly Cu-Au-Ag deposit, and for general working capital.

Aetas Global Capital Limited and Morgans Financial Limited acted as joint lead-managers and global bookrunners to the Placement. Amvest Capital Inc. (acting through Mann Mann Jensen Partners LP) acted as North American co-manager.

EXPLORATION PROGRAMMES TO ACCELERATE

The funds from the Placement will be used for the following exploration activities:

- Detailed helicopter magnetic survey over the Stellar Properry (refer to Figure 1).
- Ground geophysical survey (Induced Polarisation) at the Mars and Zackly SE porphyry Cu-Au targets (Figures 2 and 3).
- Initial scout drilling at the Mars and Zackly SE porphyry Cu-Au targets.
- Additional resource extension drilling at the Zackly Cu-Au-Ag skarn deposit

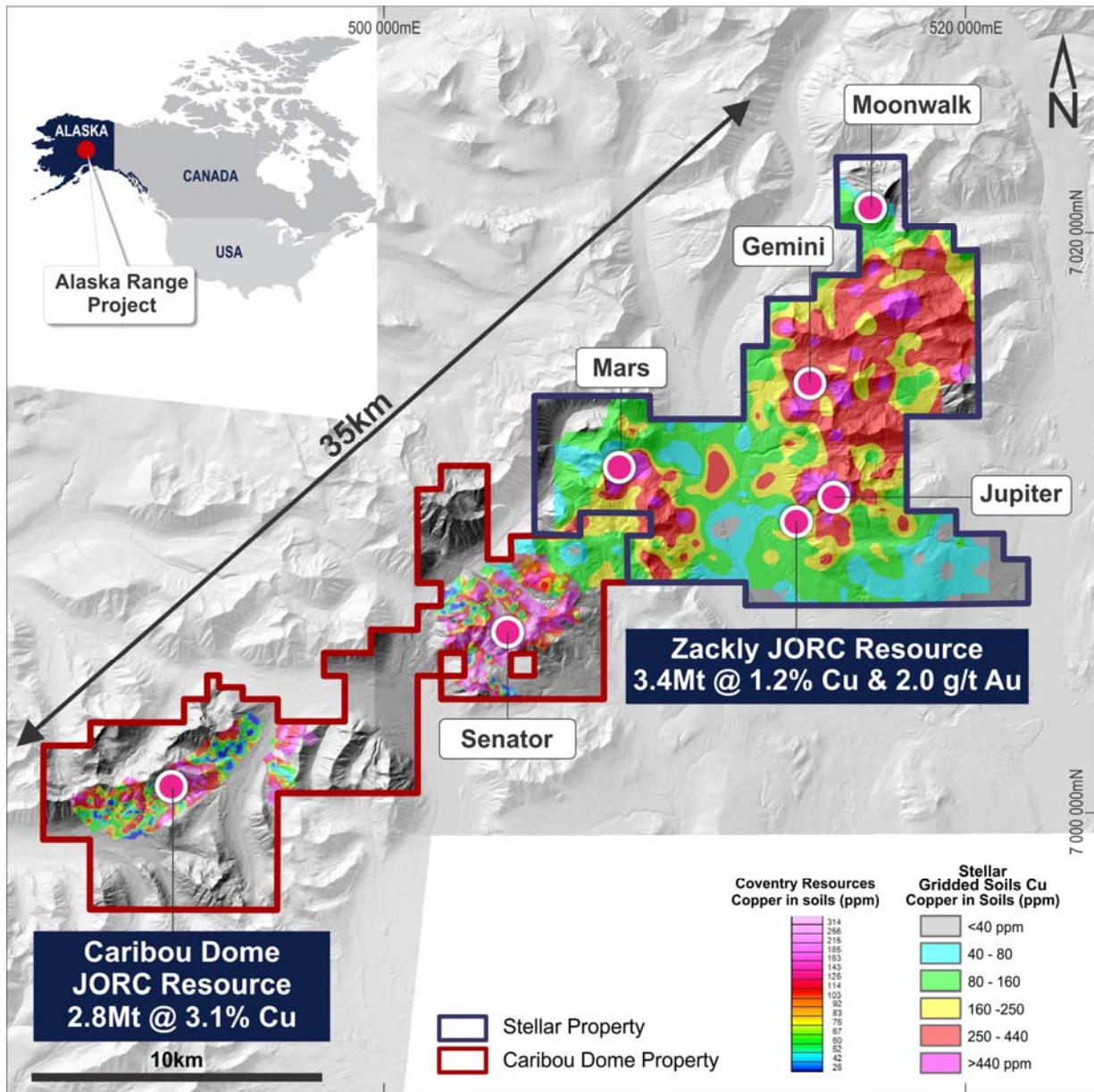


Figure 1 Location map showing main deposits and prospects at the Alaska Range Project, with regional copper geochemistry in soil sampling draped on digital elevation.

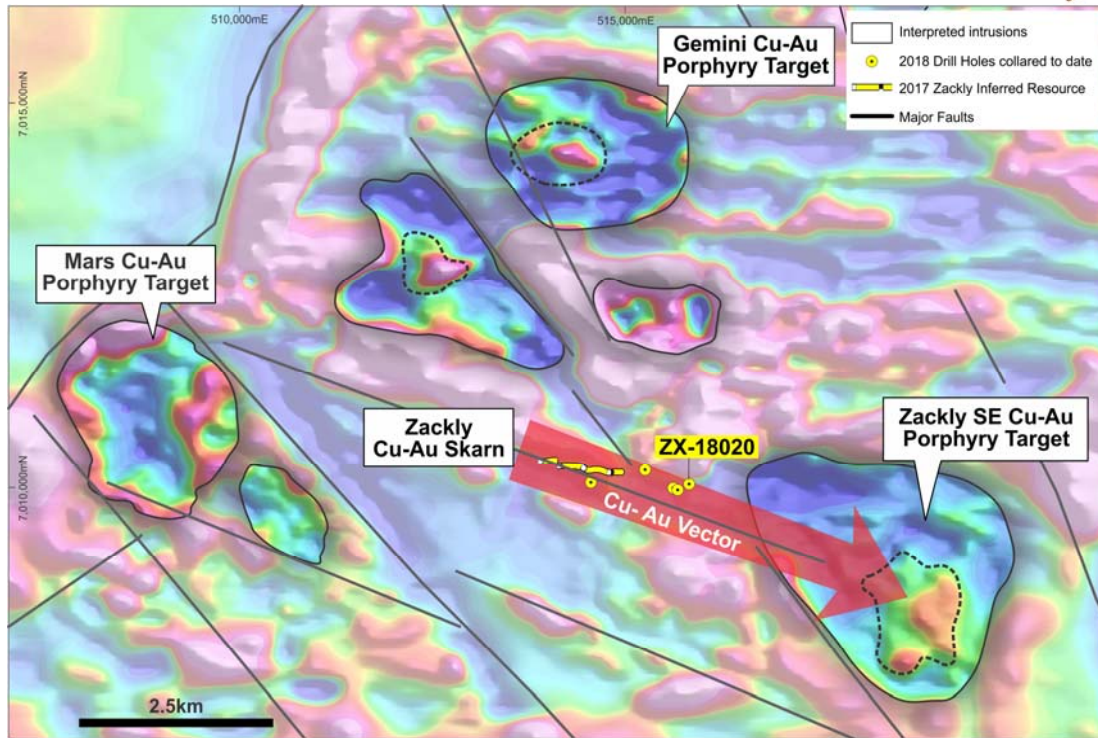


Figure 2. Broad spaced aeromagnetic data and interpreted intrusions and porphyry Cu-Au targets in the northern part of the Alaska Range Project.

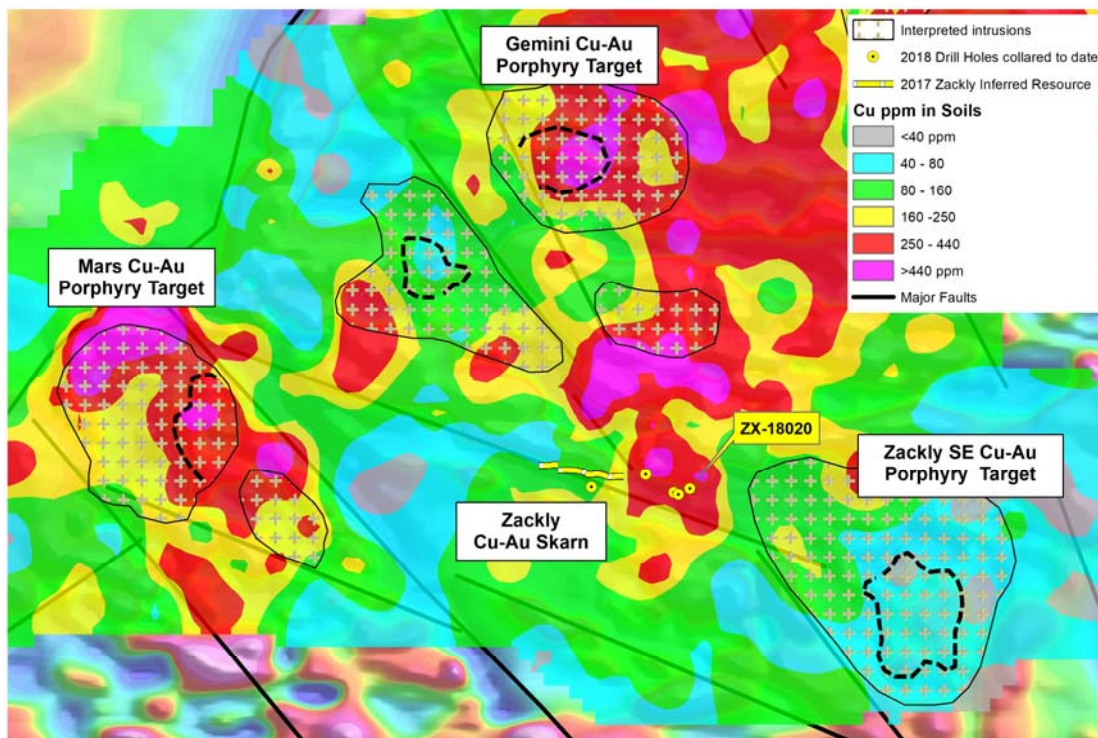


Figure 3. Copper in soil geochemical data covering the same area as Figure 2 above. Note that the Zackly SE target is buried under 10-15m of recent glacial till and is therefore blind to surface geochemistry.

For and on behalf of the Board.

For further information, please contact the Company directly on +61 8 6465 5500

CAUTIONARY STATEMENTS

The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the 'JORC Code') sets out minimum standards, recommendations and guidelines for Public Reporting in Australasia of Exploration Results, Mineral Resources and Ore Reserves. The information contained in this announcement has been presented in accordance with the JORC Code.

Information in this report relating to Exploration results is based on information compiled by Dr Frazer Tabeart (an employee and shareholder of PolarX Limited), who is a member of The Australian Institute of Geoscientists. Dr Tabeart 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 Competent Person under the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Tabeart consents to the inclusion of the data in the form and context in which it appears.

There is information in this announcement relating to:

- (i) the Mineral Resource Estimate for the Caribou Dome Deposit (Alaska Range Project), which was previously announced on 5 April 2017;*
- (ii) the Mineral Resource Estimate for the Zackly Deposit (Alaska Range Project), which was previously announced on 20 March 2018; and*
- (iii) exploration results which were previously announced on 13 July 2018, 17 July 2018 and 24 July 2018.*

Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements, and that all material assumptions and technical parameters have not materially changed. The Company also confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward Looking Statements:

Any forward-looking information contained in this news release is made as of the date of this news release. Except as required under applicable securities legislation, PolarX does not intend, and does not assume any obligation, to update this forward-looking information. Any forward-looking information contained in this news release is based on numerous assumptions and is subject to all of the risks and uncertainties inherent in the Company's business, including risks inherent in resource exploration and development. As a result, actual results may vary materially from those described in the forward-looking information. Readers are cautioned not to place undue reliance on forward-looking information due to the inherent uncertainty thereof.

Company Overview

PolarX is an advanced ASX-listed mineral explorer and developer (ASX: PXX). The recently formed PolarX brings together exciting Alaskan assets the “**Alaska Range Project**”, covering 241km² of State Mining Claims. High-Grade existing resources and numerous large unexplored advanced targets are within this impressive **35km mineralised belt** now under PolarX’s control.

IMPRESSIVE HIGH-GRADES

Current Copper and Copper equivalent grades of 4% and 5.5% respectively compare favourably with some of the world’s highest grade operating mines. This allows an initially small-scale highly profitable development.

One of the Company’s greatest advantages is the high-grade nature of its deposits. **The JORC resource grade at Caribou Dome is 3.1% Cu and the JORC resource grade at Zackly is 1.2% Cu and 2.0 g/t Au. Both the Zackly and Caribou-Dome deposits remain open in all directions.** No targets outside the existing resources have ever been drill-tested to date.

Exploration and development programs are designed to initially bring the 100% owned Zackly Deposit and 80% controlled Caribou-Dome Deposit into early production whilst much larger new targets such as Senator (90%) and Mars (100%), are tested and if successful, advanced to resource/reserve status.

Both existing deposits are expected to progress to feasibility assessment in the near future whilst they continue to rapidly expand. Early environmental baseline surveys are underway and specialists have been engaged to assist in the future mine permitting process.

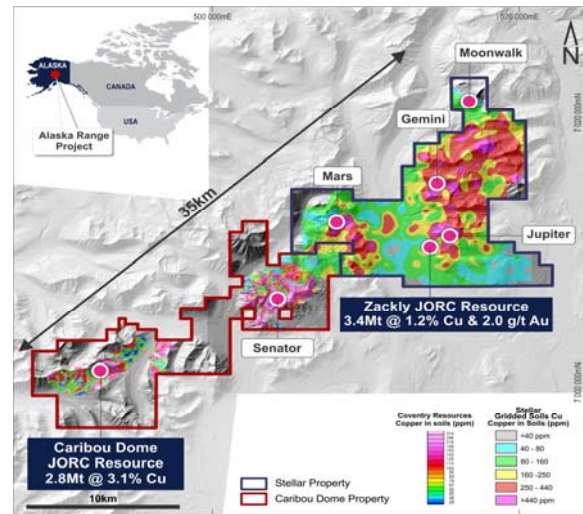
MASSIVE UPSIDE

Early soil sampling demonstrates almost the **ENTIRE 35km belt is mineralised with Copper, Gold and Silver** from surface in various geological forms.

PROVEN MANAGEMENT

PolarX has consolidated this entire region and has assembled an accomplished technical and commercial team in Australia with a proven record of delivering projects into production and a well-established technical and operational team in Alaska, USA.

Shareholders, Mitchell River Group in Perth and Millrock Resources Inc. in Alaska each provide technical and on-ground operational assistance as required.



	Tonnes (Mt)	Contained Cu (t)	Contained Au (oz)
ZACKLY	3.4	41,200	213,000
CARIBOU DOME	3.1	85,800	-
TOTAL		127,000	213,000

REGIONAL CONTROL

For the first time, PolarX’s integration will allow fully integrated regional exploration and development of the consolidated Alaska Range Project. It immediately combines existing substantial high-grade resources and provides exploration upside potential in one of the world’s best mining regions with road access and excellent nearby infrastructure.

Alaska already hosts many of the world’s largest and highest grade gold and copper mines with similar geology to PolarX’s package. **Members of the team have operated in Alaska for over 20 years and have been directly involved in 2 of more recent large discoveries at Pebble and at Donlin Creek.**

