Rat's Rant

Charger Metals Limited - CHR.asx

I recently caught up with **Bryan Dixon** from **Charger Metals Limited (CHR.asx)** to discuss its latest *mineral resource update, a sale of its non-core asset and the rise or resurrection of lithium.*

Charger Metals is currently trading at 8.7c with a **market cap of $7.8m,** as of the 31st of March they **held over $2.57m in the bank.**

CHR recently announced it signed a **binding agreement to sell 100% of the Bynoe Lithium Project to Core Lithium (CXO.asx).**

The sale consideration is up to $14.75m which **consists of $3.75m payable upon completion**, $1m payable on a resource milestone plus a royalty on gross revenue from lithium product on Bynoe capped at $10m.

Completion **is subject to,** and conditional on, CHR receiving notice from the Minister allowing the transfer of the tenement to CXO.

Charger expects the condition precedent will be satisfied, and **completion is likely to occur within 1 month.**

Don't say you weren't warned (that's public knowledge obviously) & as always **DYOR.**

I don't think Jimmy Chalmers can stick his nose into this one.......

If the sale proceeds as planned, **CHR will have a healthy balance sheet and can focus on advancing its Lake Johnston Lithium Project toward development.**

The **Lake Johnston Lithium** & **Gold** Project is located 450km east of Perth, in the **Yilgarn Province** of WA.

The project is *located approximately 70km east of the large **Earl Grey** (Mt Holland) Lithium Project which is one of **Australia's largest hard-rock lithium projects** (189Mt @ 1.5% Li2O).*

It was also the first IPO (Mt Holland) I ever did too totally off topic - ***Kidman Resources*** was the company which we invested in for gold and came out with lithium.

Who knows same thing could happen here.......

Key target areas include the **Medcalf Spodumene Deposit** and **Medcalf West Prospect**, the **Mt Gordon Lithium Prospects** and much of the Mount Day LCT pegmatite field, prospective for lithium and tantalum minerals.

CHR recently announced an **updated mineral resource estimate (MRE) for the Medcalf Deposit.**

The updated MRE resulted in **34% growth increasing it to 10.6Mt @ 1.0% Li2O & 107ppm Ta2O5.**

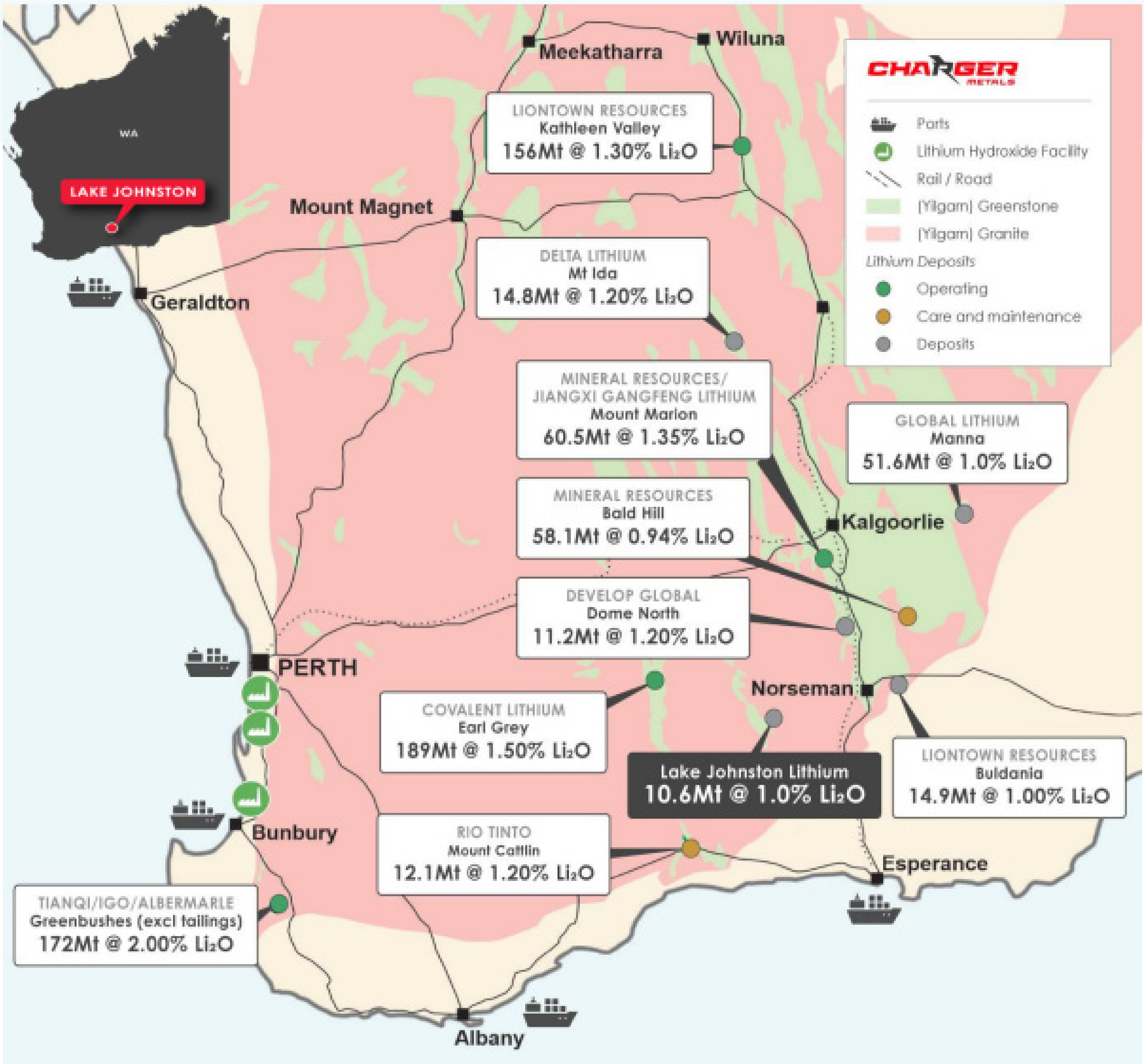
Importantly, **Medcalf remains open along strike and at depth**, and Charger anticipates **future drilling** will convert to further resource growth.

In addition to this resource, the Medcalf West Lithium Prospect, immediately west of the Medcalf Lithium Deposit, has an **exploration target of 3Mt–5Mt @ 1.0%–1.4% Li2O & 100ppm-150ppm Ta2O5.**

Medcalf West also remains open along strike and at depth.

The Medcalf Spodumene Project has **4 spodumene concentration plants within trucking distance** and is only ~200km trucking distance to the Esperance Port.

Nearby **lithium concentrate plants** also separately produce tantalum oxide concentrates using simple gravity separation methods which demonstrates the potential for **tantalum to be a valuable by-product.**



Recent drilling at Medcalf confirmed stacked spodumene-pegmatite lodes with combined widths of **32m @ 1.06% Li2O, 21m @ 0.93% Li2O & 10m @ 1.66% Li2O.**

Metallurgical studies on the diamond core samples collected during the quarter are progressing.

Excellent initial metallurgical results for crushing, screening and ore sorting confirm Li2O grade increased from 1.01% to 1.32% (up 31%) with 94.9% recovery.

There is an opportunity to ship of 1.3% Li2O ore sorted concentrate with Esperance Port ~200kms trucking distance.

Lithium is comfortably the top performing commodity of the last 12 months.

Fastmarkets (a cross-commodity price reporting agency) said the period of market overcorrection is over for lithium, with storage demand is growing at around 40% a year.

Fast markets - they certainly sound spicy and that's what they say anyway

ASX Lithium companies have of course been surging on this renaissance, with significant multi-baggers from big names like Pilbara (PLS.asx), Wildcat (WC8.asx), Min Res (MIN.asx), Core and Galan in this time.

This love hasn't necessarily flowed through to the micro end yet; however, that can change quickly.

Charger also has a **gold discovery on the same Lake Johnston Project.**

ALA Kidman story above……..

While just a few holes have been drilled, the company announced **3m @ 18g/t Au** around Christmas time, leading to the target being named the 'Xmas discovery'.

With a healthy bank account, a tight capital structure, a growing resource and upcoming drilling, CHR shareholders have a lot to look forward to going into the end of 2026.

MarketOpen recently held an interview with **Bryan** which you can watch it on the link below:
https://bit.ly/4vGTAbM

Bryan had also recently joined **Matty Michaels from LEVRD (good bloke, not boring and he can interview too)** for an interview which you can watch below:
https://bit.ly/4wyE7uy

We will be following closely Bryan & Lance (Armstrong that is)……

If you have **any dramas with Jimmy Chalmers** let me know and I will get my mate the minister of mines to sort him out for you.

Good luck boys getting this settlement sorted, some more cash in the bank soon hopefully & more importantly **good luck with the drill bit @ Lake Johnston**