

EXPLORATION UPDATE STRICKLAND GOLD & MALINDA LITHIUM PROJECTS

HIGHLIGHTS:

- **26,000m aircore drilling programme to commence next week at the Strickland Gold Project (formerly Barlee Gold Project), starting at the T8 prospect followed by T6, T2 and T1**
- **Additional exploration activities at Strickland underway, including a detailed aeromagnetic survey at the T1 prospect**
- **Next phase of drilling at the Malinda Lithium Project planned for July 2018, with 5,000-6,000m of RC drilling planned over three main lithium-bearing pegmatites**
- **Arrow is fully funded for all exploration planned for 2018**

Arrow Minerals Limited (**Arrow** or the **Company**) is pleased to provide an update on exploration activities at the Company's 100%-owned Strickland Gold, Malinda Lithium and Pilbara Gold Projects in Western Australia (**Figure 1**).

Strickland Gold Project

The Strickland Gold Project (formerly Barlee Gold Project) (**Strickland**) is located 100km west of Menzies in the Eastern Goldfields. Strickland is 100%-owned by Arrow and covers an area of 1,250km². Initial exploration undertaken in 2017 identified gold-in-soil mineralisation at 14 camp-scale prospects. First pass drilling at five prospects (approx. 10,000m) confirmed bedrock gold mineralisation at each prospect.

Arrow is now commencing 26,000m of aircore drilling at the T8, T6, T2 and T1 prospects, which is designed to test the entire strike length of soil anomalies at each prospect (**Figure 2**). Drilling will commence at the T8 prospect next week and is planned to be completed by mid-April. First assay results are expected to be received within four weeks of drilling being completed. Drilling will continue at T6, T2 and T1, with results released for each prospect. The entire drill programme is expected to be completed by June 2018.

At the T1 prospect, the gold-in-soil anomaly is over 10km long, from the historic Evanston gold mine to the Rainy Rocks gold mine. Arrow will complete a detailed aeromagnetic survey (7,200 line kilometres at 25m line spacing) over the T1 prospect in April. This will enable enhanced interpretation of structural controls over gold mineralisation prior to drilling.

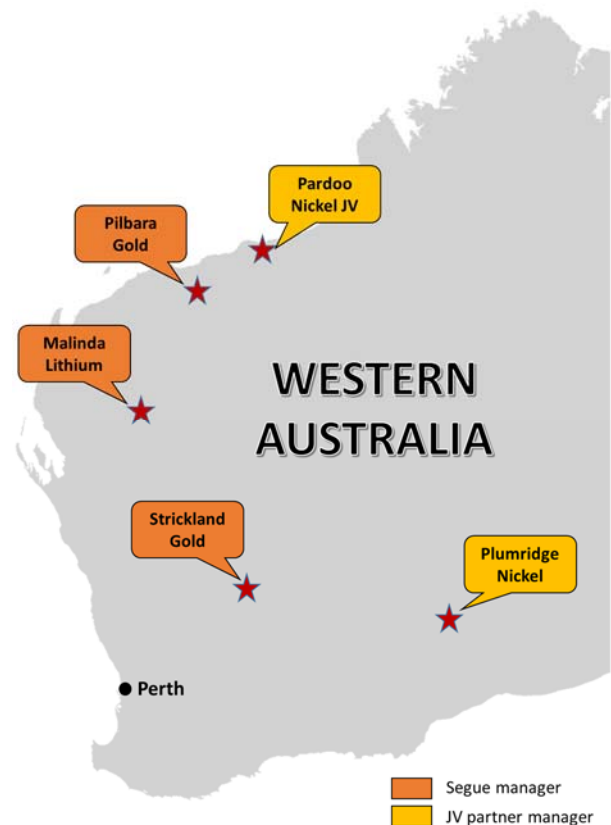


Figure 1 – Arrow project location map

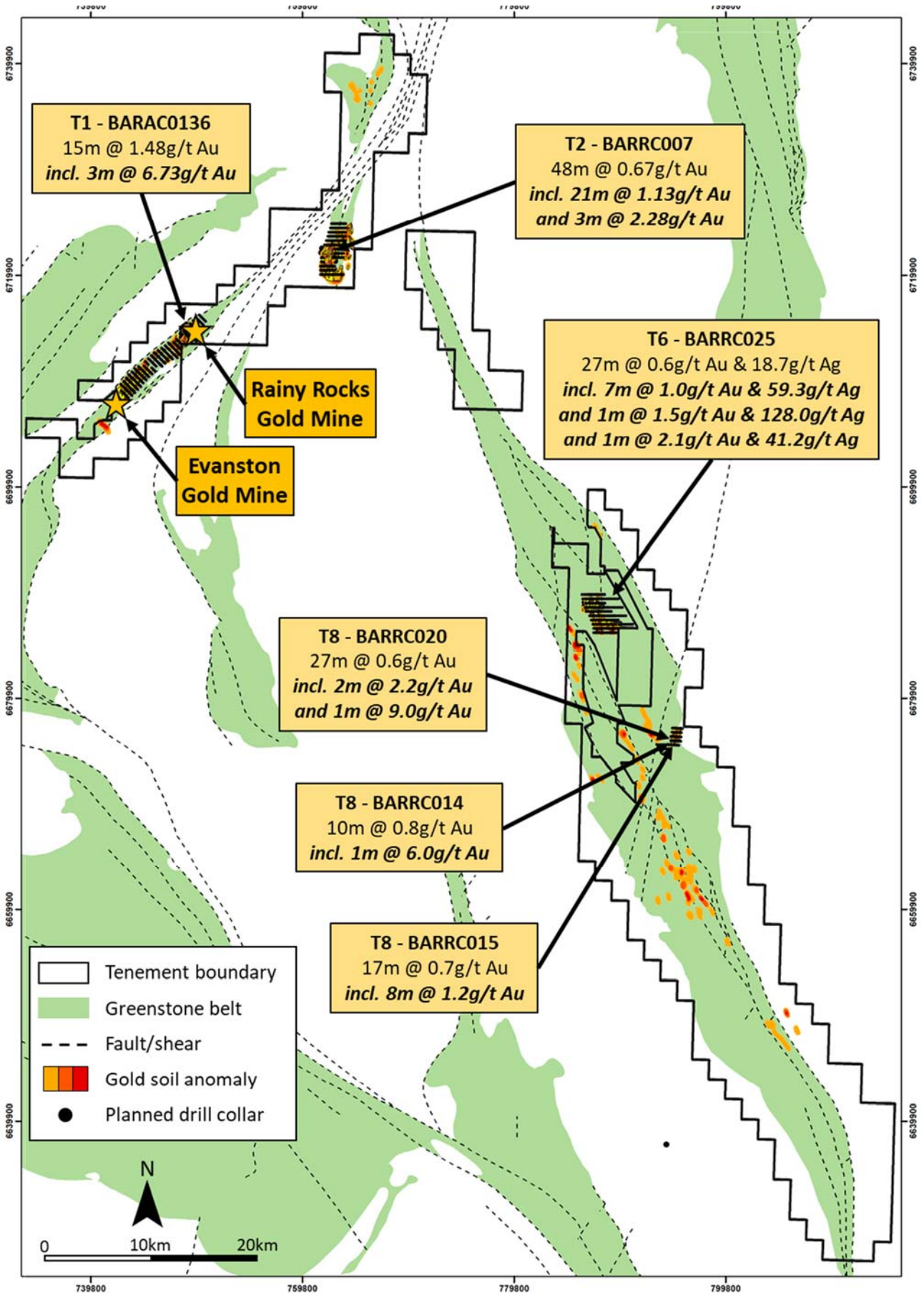


Figure 2 – Planned aircore drill programme at Strickland Gold Project

Malinda Lithium Project

The Malinda Lithium Project (**Malinda**) is located 120km north-east of Gascoyne Junction in the Gascoyne Region of Western Australia. Exploration conducted by Arrow in 2017 identified several lithium and tantalum-bearing pegmatites associated with granite intrusions.

Arrow completed a maiden reverse circulation (**RC**) drilling programme of four outcropping pegmatites in September 2017, intersecting up to 2.0% Li_2O (lithium) and over 800ppm Ta_2O_5 (tantalum) (**Figure 3**). In addition, XRD analysis of high-grade lithium samples from the Blade Prospect confirmed the primary lithium-bearing mineral as spodumene.

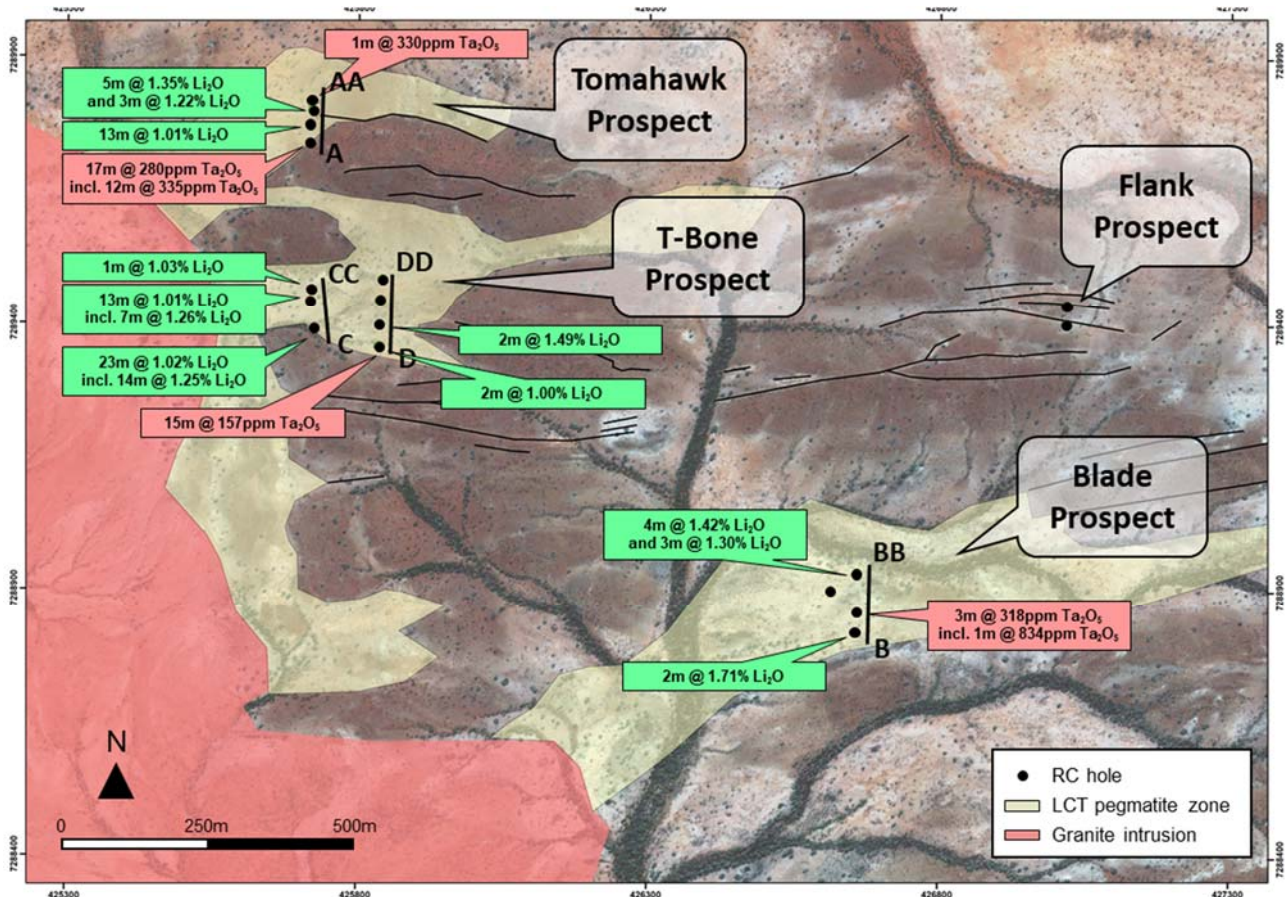


Figure 3 – RC drill results at the Malinda Lithium Project

Arrow is currently acquiring ultra-high resolution aerial imagery and digital terrain map (**DTM**) over the project area. This survey, along with additional geochemical sampling to be undertaken in 2Q 2018, will form the basis of a 5,000-6,000m RC drill programme to commence in July 2018. The drill programme will be designed to test the full strike extent of the Blade, Tomahawk and T-Bone prospects to a vertical depth of 150m. A second phase of in-fill RC drilling is scheduled for late 2018.

Pilbara Gold Project

Arrow has entered into a Land Access Agreement (**Agreement**) with the leaseholder of Crown Reserve 31427 (**Yandeyarra Reserve**), Mugarinya Community Association Inc (**Mugarinya**). Exploration licence E47/3478 is wholly within Yandeyarra Reserve (**Figure 4**). The Agreement enables Arrow, with the assistance of Mugarinya, to conduct exploration activities within E47/3478.

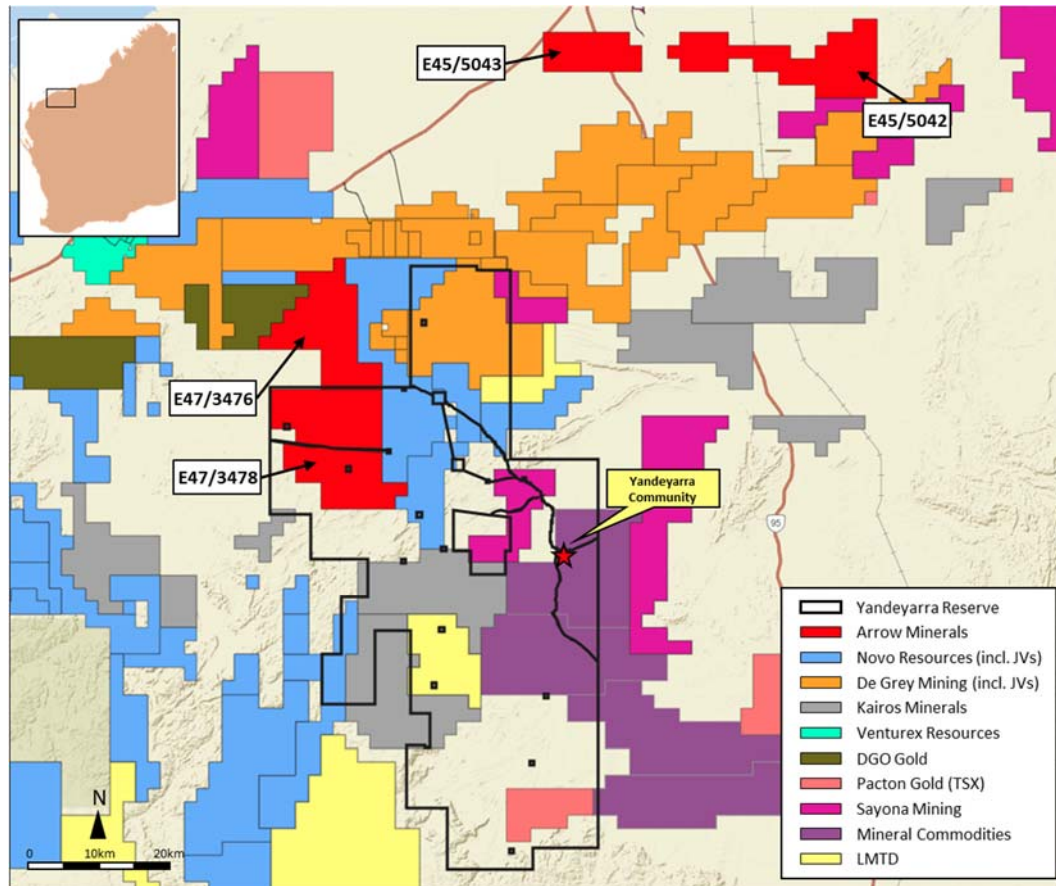


Figure 4 – Pilbara Gold tenements showing Yandeyarra Reserve

Exploration programmes fully funded

In February 2018, Arrow entered into an agreement with Independence Group NL (**IGO**) covering the Plumridge Nickel Project and a cornerstone equity investment in Arrow for a total of \$2.5 million. Arrow also received commitments to raise \$2.65 million through an equity raising.

Arrow has received \$2.8 million (\$1.5 million from IGO and \$1.3 million tranche 1 placement) with the remaining \$2.4 million to be received in early April, following a shareholder meeting on 6 April 2018. Arrow's exploration programmes are now fully funded, including major drilling programmes at the Strickland Gold Project and Malinda Lithium Project.

For further information visit www.arrowminerals.com.au or contact:

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Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Dean Tuck who is a Member of the Australian Institute of Geoscientists. Mr Tuck is a full time employee of Arrow and has more than five years' 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 as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves". Mr Tuck consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.