

16 April 2018

\$2.4M RECEIVED FROM INDEPENDENCE GROUP AND 2ND TRANCHE EQUITY RAISING

HIGHLIGHTS:

- \$2.4m placement to Independence Group NL and 2nd tranche equity raising completed following shareholder approval
- IGO is now Arrow's largest shareholder with an 11% interest in the Company
- Strickland Gold Project – aircore drilling at T8 prospect complete and drilling at T6 prospect (4.0km strike length) has commenced

Arrow Minerals Limited (**Arrow** or the **Company**) is pleased advise that, following recent shareholder approval, it has received \$2.36 million (before costs) through a \$1 million placement to Independence Group NL (ASX: IGO) (**IGO**) and the 2nd tranche equity raising of \$1.36 million (for full details of the placement to IGO and equity raising, see the Company's announcement on 5 February 2018).

Through this placement, IGO has become Arrow's largest shareholder with an 11% interest in the Company. IGO's shares are subject to a voluntary escrow, with 50% of the shares escrowed for 6 months and 50% of the shares escrowed for 12 months. Subject to regulatory approval, IGO will be given the right to participate in future equity raisings on a pro-rata basis.

Commenting on the IGO and equity placements, Arrow's Managing Director, Mr Steven Michael, said:

"The Board of Arrow Minerals welcomes Independence Group as its major shareholder. The investment by IGO, along with the broker equity raising, has raised over \$5 million, which has allowed Arrow to commit to significant drilling programmes at both the Strickland Gold and Malinda Lithium Projects. In addition, the recently announced Pilbara Gold Project sale and joint venture will add up to \$1 million over the next 12 months.

Arrow is in its strongest ever financial position, with around 2¢ per share of cash and investments. The Company has commenced drilling multiple gold targets at the Strickland Gold Project and will be drilling at the Malinda Lithium Project in July 2018."

Strickland Gold Project

Arrow is currently undertaking a major aircore drilling programme at the Strickland Gold Project, covering the T8, T6, T2 and T1 prospects. Drilling at the T8 prospect has been completed on a 400m x 80m basis over the entire 2.4km gold-in-soil anomaly. All of the drill samples have been delivered to the assay laboratory in Perth and results from T8 are expected to be received within four weeks.

Drilling has now moved to the T6 prospect, which is defined by a 4.0km x 1.3km gold-in-soil anomaly, adjacent to a late stage granitic intrusion and a project scale NNE trending structure. Over 270 aircore holes are planned to be drilled at T6 to cover the entire soil anomaly and intersect previously identified dacitic porphyry units (**Figure 1**).

Previous drilling at T6 intersected a mineralised and brecciated silicified body. BARRC025 returned **27m @ 0.57g/t Au and 18.7g/t Ag from 8m**, with higher grade intercepts including **1m @ 1.5g/t Au and 128g/t Ag from 11m** and **1m @ 2.09g/t Au and 41.2g/t Ag from 16m**.

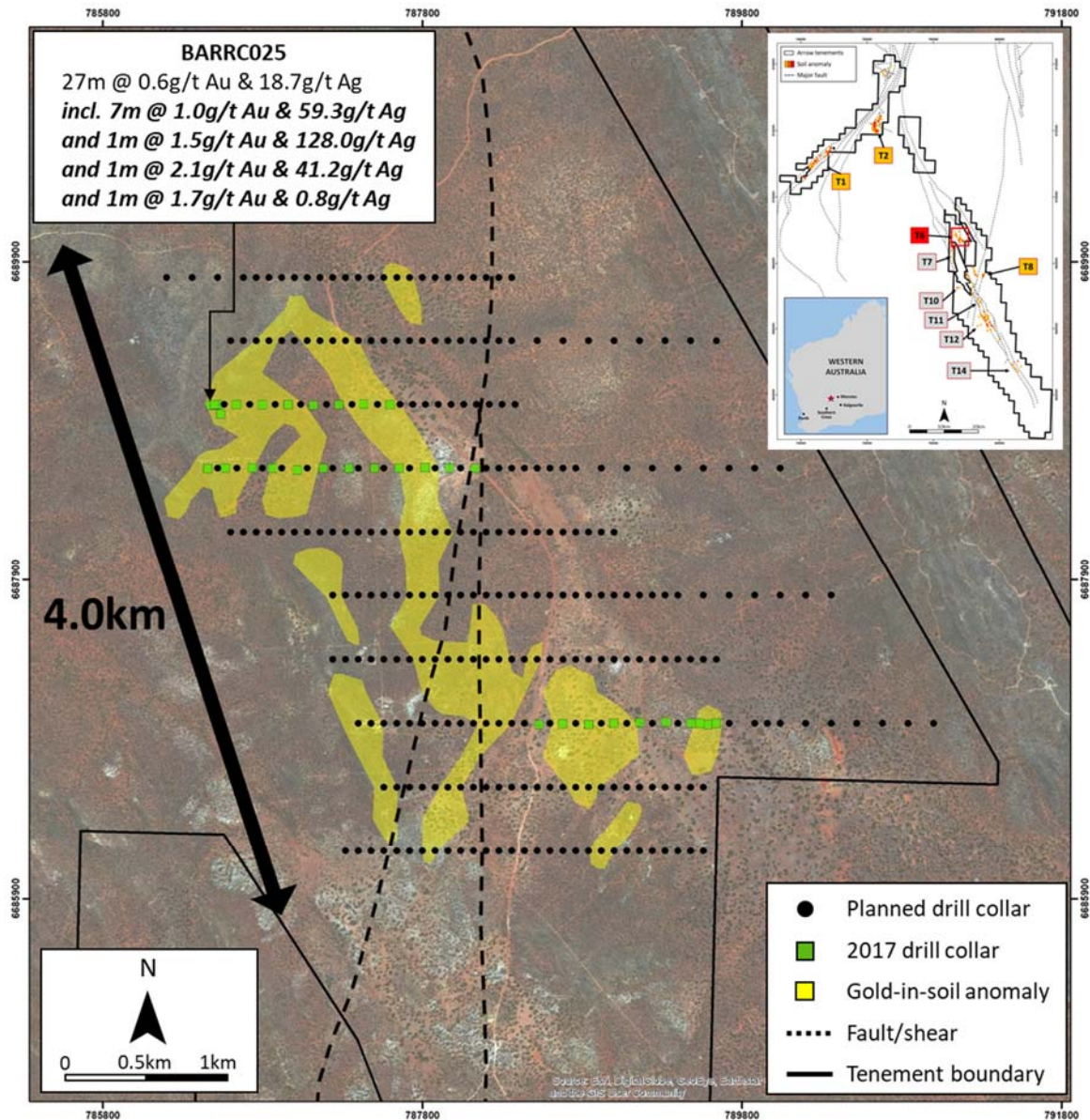


Figure 1 - T6 Prospect showing planned aircore drill collars over gold-in-soil anomaly

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.