

June 2020 Quarterly Activities Report

ASX RELEASE

28th July 2020

ASX: PEC

CORPORATE DIRECTORY

Executive Chairman
Julian Babarczy

Managing Director
Robert Benussi

**Non-Executive Director &
Company Secretary**
George Karafotias

Projects

Beharra Silica Sands Project,
Sargon,
Eneabba
Eneabba North

CONTACT DETAILS:

Suite 801
Level 8
84 Pitt Street
Sydney NSW 2000

George Karafotias

Phone | +61 042 086 550

Robert Benussi

Phone | +61 410 415 335

Quarterly Highlights

Exploration

- Completed site surveys at Beharra including topography and bulk density determinations
- Finalised geological logging from Beharra drilling and sample data
- Assays from air core resource definition drilling at Beharra received Maiden Resource Estimate for Beharra continuing, results will be available July 2020
- Commenced additional metallurgical test work on Beharra air core samples
- Commenced discussions with an international wet mineral processing company to assist with bulk sample testing and early engineering
- Completed shallow hand auger sampling at Sargon North prospects

Corporate

- Proceeds of \$462,500 were received from the conversion of company options from existing shareholders and board members.
- Completion of a successful \$733,515 capital raising strongly supported by the board members and sophisticated investors through a share placement.

Perpetual Resources Limited (ASX: PEC) (“Perpetual” or “the Company”) is pleased to provide shareholders with its Quarterly Report for the three-month period ending June 30th, 2020.

Beharra Silica Sand Project

The June quarter 2020 saw further advances at Perpetual's Western Australian Beharra Silica Sand Project with finalisation of all geological data and sample assays from the resource drilling program which was completed in March 2020. Encouragingly the drilling has resulted in confirming extensive thick white sands intersections (refer to release 1st April 2020) and Photograph 1.



Photograph 1 -Microphotograph of untreated sample from hole AC-24, depth 4m to 5m

Additional information and data required for the generation of a Mineral Resource Estimate was obtained and included in-situ bulk density determinations and generation of a digital terrain model (DTM) with the completion of a high accuracy topographic site survey.

Geological logging and sample logs were completed, and samples were submitted for analysis. Assay results were received in June and will be released to market in July.

Further metallurgical testing programs were being developed, with discussions commenced with industry leading consultants. These testing programs should commence in the September 2020 quarter.

Proposals and expressions of interest have been received from a number of professional services groups for various workstreams that will make up a future Pre-Feasibility Study ("PFS") for Beharra. This work will allow a more rapid commencement of a PFS study next quarter.

A Mineral Resource Estimate for the southern area of the Beharra project was commenced in June. This work is being undertaken by Snowden Group in Perth and results will be available in July.

During the quarter Perpetual acquired an option over Exploration Licence Application 70/5376 located approximately 40km from the Port of Geraldton (refer to release 28th April 2020). Sargon is being targeted as a construction sand project and early reconnaissance shallow auger drilling and follow up project analysis is planned for subsequent quarters.

Corporate

On March 31st the Company was placed into a Trading Halt in accordance with Listing Rule 17.1, subsequently it finalised a capital raising (including option exercise) that was strongly supported by existing shareholders and the Board, providing the Company with adequate balance sheet liquidity to maintain our fast pace of development and a runway well into 2021.

Details of related party payments

Pursuant to ASX LR4.7C.1 and as outlined in the Appendix 5.B the aggregate amount of payments to related parties and their associates of \$211,459 represent directors' fees, salaries paid and shares issued in lieu of previous year's fee during the quarter.

This report has been authorised for release to ASX by the Board of Directors.

The total land area of granted tenure across PEC's portfolio now totals 146km².

Table1. Tenement Schedule

Project	Licence	Location	Interest at 31 st March 2020	Interest at 30th June 2020	Status	Area (Km ²)
Eneabba	E70/5220	WA	0%	100%	Granted	35.34
Sargon	E70/5227	WA	0%	100%	Granted	30.03
Sargon North	E70/5376	WA	0%	100%	Granted	18.00
Beharra	E70/5221	WA	0%	100%	Granted	48.55
Eneabba North	E70/5250	WA	0%	100%	Granted	14.00
Total						145.92

The information in this announcement that relates to the Exploration Results for the Beharra Project and is based on information compiled and fairly represented by Mr. Colin Ross Hastings, who is a Member of the Australian Institute of Mining & Metallurgy and consultant to Perpetual Resources Ltd. Mr. Hastings is also a shareholder of Perpetual Resources Ltd. Mr. Hastings has sufficient experience relevant to the style of mineralisation and type of deposits under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Hastings consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

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