



ASX RELEASE

23 May 2019

Peako awarded \$150,000 Drilling Grant by WA Government

Peako Limited (ASX: PKO) is pleased to advise that it has been awarded a \$150,000 Western Australian Government Exploration Incentive Scheme (“EIS”) grant to co-fund exploration drilling at its East Kimberley Copper Project.

The EIS grant of \$150,000 is a contribution towards 50% of direct drilling costs. Peako’s planned drilling program will test compelling geophysical targets identified by its recent induced polarisation (IP) survey at the Eastman and Landrigan VHMS prospects.

In September 2018 Peako commissioned an Induced Polarisation (IP) survey program over its Eastman prospect where there is known Cu-Zn mineralisation¹ and Landrigan prospect, defined by historic drillhole intersections, including 9.6m at 2.7% Cu, 1.5% Zn, 0.3% Pb, 12.6 g/t Ag and 1.5 g/t Au¹. The survey program consisted of one survey block of Gradient Array IP (GAIP) and two traverses of Dipole-Dipole IP (DDIP) at the Eastman Prospect and one survey block of GAIP and one DDIP traverse at the Landrigan Prospect.

The IP surveys successfully detected the known mineralisation at each of Eastman and Landrigan, thus validating the geophysical method, and also identified blind geophysical anomalies at both prospects².

Drillholes have been designed to test these targets at both prospect areas. Programme of Work approval for the planned drillholes has been obtained from the Western Australian Department of Mines, Industry Regulation and Safety (DMIRS).

Peako Chairman Mr Geoff Albers commented “We are excited to have been awarded an EIS grant in respect of the compelling new targets at Eastman and Landrigan that have been revealed by our application of cutting-edge geophysical techniques. We thank the Western Australian government and DMIRS for their continued investment in exploration in the State generally and in our East Kimberly copper exploration project, in particular.”

¹ Refer to Peako’s ASX Announcement 15 August 2018

² Refer to Peako’s ASX Announcement 31 October 2018, 28 November 2018

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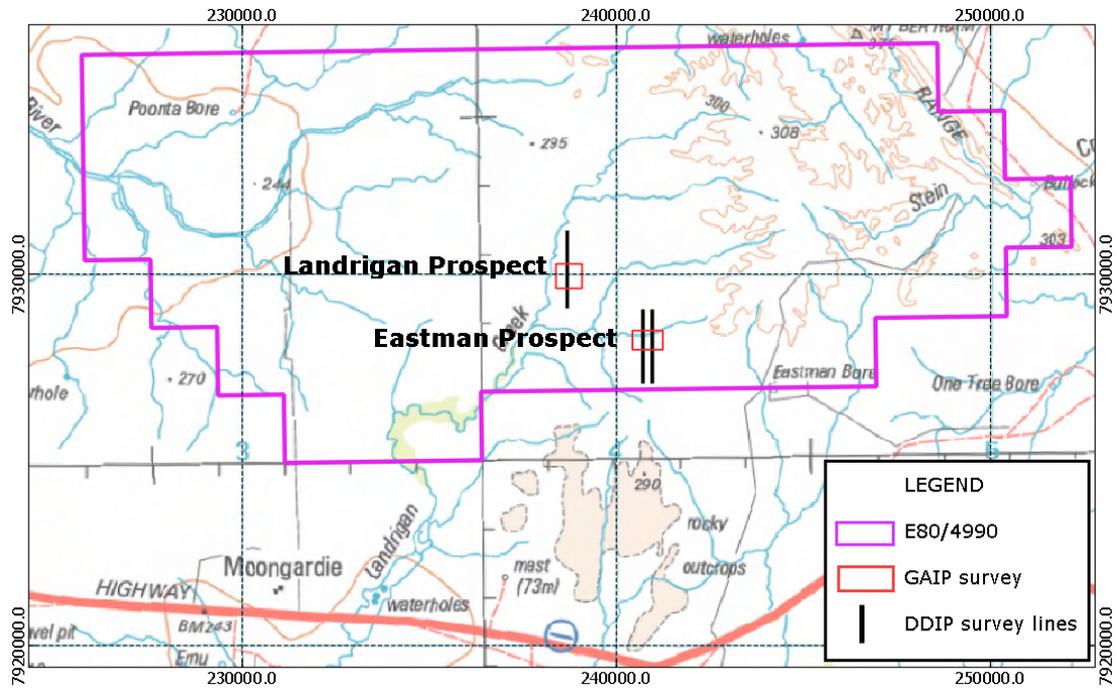


Figure 1. Eastman tenement over 1:250,000 topography map showing location of GAIP surveys and DDIP survey lines.

3D view looking down and towards the west at the Eastman GAIP chargeability image, DDIP chargeability cross section models and outlines of interpreted Cu and Zn mineralisation zones

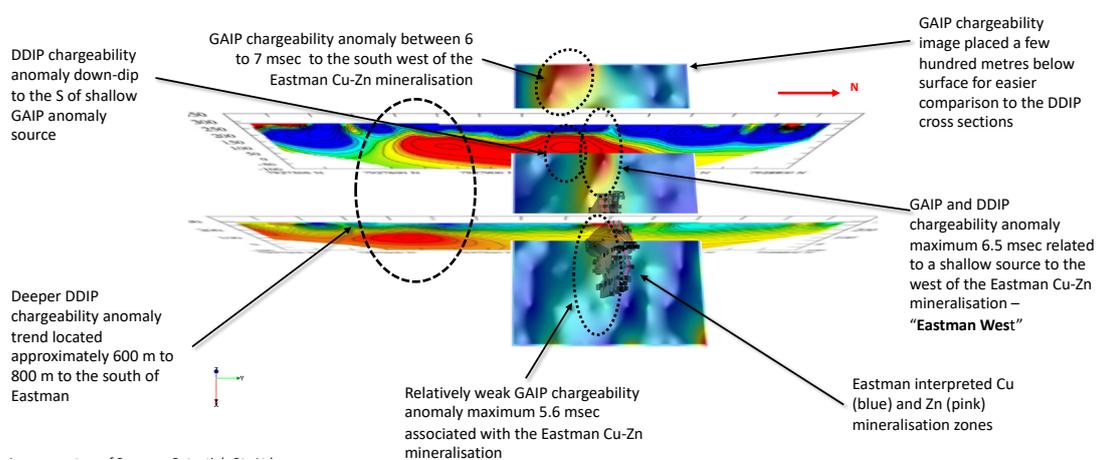


Figure 2. Eastman Prospect 3D view of IP chargeability results. Image courtesy of Resource Potentials Pty Ltd.

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3D view looking down and towards the W at the Landrigan GAIP chargeability image and the DDIP chargeability cross section model for line 238700 mE

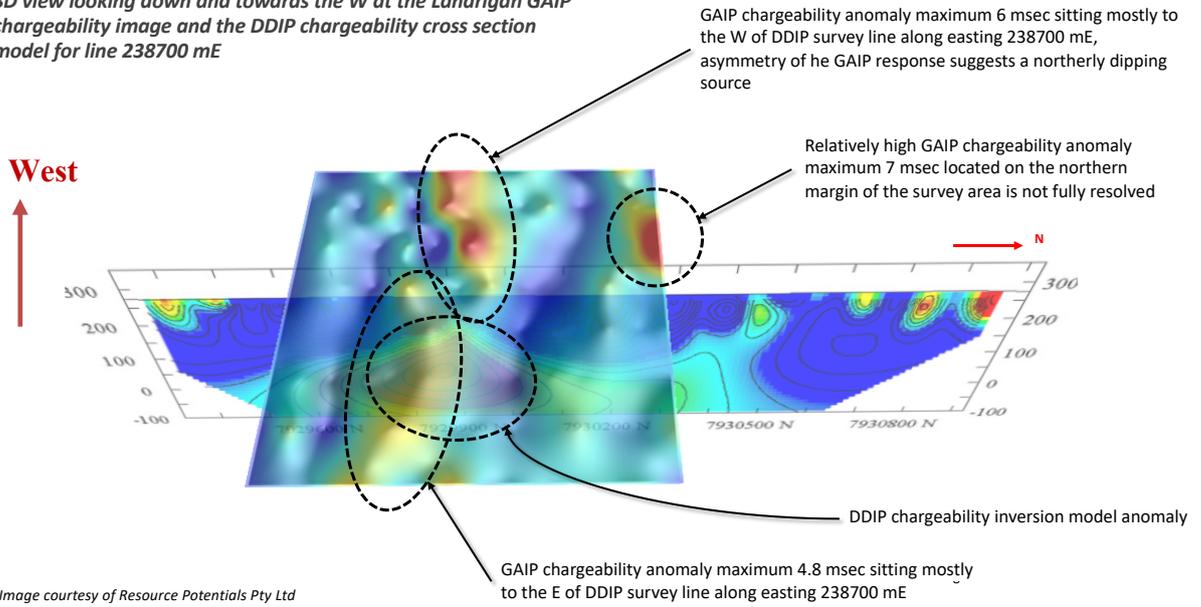


Figure 3. Landrigan Prospect 3D view of IP chargeability results. Image courtesy of Resource Potentials Pty Ltd.

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