

\$450,000 JMEI Tax Credits to Distribute to New PKO Subscribers

Peako Limited ("Peako" ASX:PKO) is pleased to advise that it has been successful in its application to participate in the Federal Government's Junior Minerals Exploration Incentive (JMEI) program for the 2020/21 financial year.

- The Commissioner of Taxation has allocated up to \$450,000 in JMEI tax credits to Peako for the 2020/2021 financial year.
- The JMEI tax credits may be distributed by Peako to eligible future subscribing investors as a tax offset.
- The JMEI tax credits would serve to either reduce an eligible investor's 2020/2021 tax liability (for individual shareholders or superannuation funds) or as franking credits (for companies).
- In the event that there is no tax liability to offset (for individuals and super funds), then the tax credits are issued as a tax refund by the Tax Office.
- The JMEI tax credits attach to any new ordinary shares issued by Peako between 1 July 2020 and 30 June 2021.

More detail: 2020-2021 JMEI Tax Credits

The JMEI program is an initiative of the Australian Federal Government to encourage investment in greenfields exploration companies. Eligible investors must be Australian resident shareholders (irrespective of whether they are individuals, super funds, companies *etc*) who are issued new shares in any Peako capital raising of ordinary shares between 1 July 2020 and 30 June 2021.

Peako's participation in the scheme

The ATO has confirmed that Peako's application to participate in the JMEI scheme for the 2020/2021 tax year has been successful and that 100% of the exploration credits of \$450,000 applied for has been allocated to the Company for distribution to Australian resident shareholders who acquire new Peako shares ("Eligible Investors") after 1 July 2020 and prior to 30 June 2021. JMEI tax credits will be distributed to Eligible Investors on a pro-rata basis.

Peako has not determined the timing of any future equity raising. The actual number of JMEI credits to be received by each Eligible Investor for the 2020/21 income year will depend on a number of factors including, but not limited to

- the actual amount of allowable greenfields exploration expenditure incurred by Peako during the 2020/21 financial year
- the total number of Peako shares issued during the 2020/21 financial year

Eligible Shareholders are encouraged to seek their own independent financial advice before participating in any future equity raising.

For further information about the JMEI refer to the ATO website at:

www.ato.gov.au/JMEI

For more information

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