



ASX RELEASE

1 September 2020

East Kimberley Exploration Funding

- **Oversubscribed placement of 28,907,690 ordinary fully paid shares at \$0.0325 (3.25 cents) per share with attached 1 for 2 unlisted options has raised \$939,500 (before costs)**
- **Pro-rata shareholder entitlement offer, on the same terms, to be undertaken to raise up to \$1,025,955**
- **Proceeds to be used to fund exploration at the Company's East Kimberley project**

Peako Limited (ASX:PKO) is pleased to announce that a placement of 28,907,690 fully paid ordinary shares has raised \$939,500 at \$0.0325 (3.25 cents) per share, before costs with unlisted options to be granted on the basis of one option for every two shares subscribed, exercisable at \$0.055 (5.5 cents) on or before 30 June 2022. The company will use its existing 7.1 and 7.1a capacity to issue the 28,907,690 fully paid ordinary shares, and the attaching options will be issued subject to a Shareholder Meeting which is expected to take place sometime in October.

The Placement was led by a group of Sophisticated and Professional investors through Fresh Equities Pty Ltd.

The funds raised will be used to advance the Company's East Kimberley project including:

- Field validation of high priority targets, particularly our 'Golden Opportunities' East Kimberley Initiative
- Further acquisition of Worldview-3 data over remainder of our granted East Kimberley projects and continued analysis of historical data and integration to rank targets
- Drilling of most prospective targets (supported by EIS Round 21 co-funding grant courtesy of the Western Australian government).

The Company intends to raise a further ~\$1,025,955 via a pro-rata shareholder entitlement offer in the coming weeks. This will be on the basis of same terms as the placement, and eligible shareholders, including the placement participants, will be able to subscribe for their pro-rata entitlement shares on the basis of 1 new share for every 5 shares held on the Record Date and the grant of 1 new option for no additional consideration on the basis of 1 new option for every 2 shares subscribed for under the entitlement offer.

Peako Chairman, Geoff Albers, commented *"Our placement was strongly supported. The funds will be used to advance our East Kimberley projects including field validation of priority targets to commence this month and the commencement of our 'Golden Opportunities' Initiative. Peako welcomes new shareholders and thanks new and existing shareholders for their support. We look forward to delivering on our exploration programs."*

JMEI Credits

The Commissioner of Taxation has allocated up to \$450,000 in Junior Miner Exploration Incentive tax credits to Peako for the 2020/21 financial year 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 with the number distributed to each Eligible Investor to be dependent on a factors including amount of allowable greenfields exploration expenditure actually incurred by Peako during the 2020/21 financial year and the total number of Peako shares issued during the 2020/21 financial year.

Capital Structure Post Placement

Quoted Securities

Fully Paid Ordinary Shares	<u>157,839,269</u>
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Unquoted Securities

Options over fully paid ordinary shares exercisable at \$0.030 expiring 1/5/2022	1,000,000
Options over fully paid ordinary shares exercisable at \$0.040 expiring 28/11/2022	5,000,000
Options over fully paid ordinary shares exercisable at \$0.050 expiring 28/11/2023	2,000,000
Options over fully paid ordinary shares exercisable at \$0.050 expiring 18/03/2021	1,000,000
Options over fully paid ordinary shares exercisable at \$0.050 expiring 1/5/2025	2,000,000
Options over fully paid ordinary shares exercisable at \$0.060 expiring 30/11/2020	1,000,000
Options over fully paid ordinary shares exercisable at \$0.075 expiring 30/11/2021	1,000,000
Options over fully paid ordinary shares exercisable at \$0.010 expiring 30/11/2022	1,000,000
Options over fully paid ordinary shares exercisable at \$0.055 expiring 30/06/2022 (subject to shareholder approval)	14,453,846
Total Options outstanding post Placement	<u>28,453,846</u>

Enquiries

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