



Pacific American Coal

Corporate Presentation April 2018

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Competent Person Statement

The information in this document that relates to JORC 2012 Resources based on information compiled by Mr. Dwight Kinnes, B.Sc Colorado State University, Geology, who is a Member of a Recognised Overseas Professional Organisation (ROPO) included in a list promulgated by the ASX from time to time, being the Society for Mining, Metallurgy, and Exploration and American Institute of Professional Geologists – Cert. No. 10244.

Mr Kinnes is Principal Consultant/President of Highland GeoComputing, LLC and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration by them and to the activity which they are undertaking to qualify as a 'Competent Person' as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012). Mr Kinnes consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Company Overview



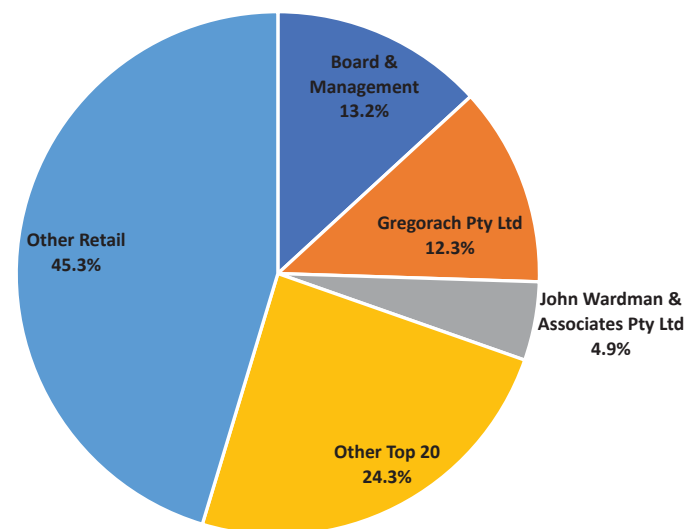
Capital Structure¹

ASX:	PAK
Shares Outstanding	165,305,889
Share Price ² :	\$0.052
Market Capitalisation:	\$8,595,906
Cash on Hand (17 April 2018) ⁴ :	\$4,700,000

Board

Non-Executive Chairman	Geoff Hill
Executive Director & CEO	Mark Sykes
Non-Executive Director	Simon Bird
Company Secretary	Ian Morgan

Share Register³



1,2,3 As 24 Apr 2018

4. ASX release 17 April 2018

Key Stakeholders



Shareholders

Focus on delivering shareholder value through minerals exploration and investment. The company will continue to review opportunities and invest in assets that add value to shareholders.



Community

PAK is committed to working with the communities in which it works. The company is using local personnel to complete tasks and will continue to work with communities in a transparent way.



Environment

PAK is committed to developing environmentally sustainable projects that have minimal impact on the environment and the community as a whole. PAK sees its environmental stewardship as paramount to the viability of its projects and will continue to work with its partners to ensure the company is doing everything possible to preserve the environment.



PAK is committed to the environment and the community

Focused Strategy



Elko – Significant Coking Coal Resource

- Total Resource 257.5MT (JORC 2012)
- Elko coals are high quality met coal
- Add value through targeted exploration program:
 - Drilling approvals received
 - Drilling program focused on defining JORC reserves and expanding JORC resources
 - Commercialisation activities

Strategic Priority



Strategically Positioned

- Tenements in highly prolific East Kootenay Coal Basin
- Excellent exploration potential
- Proximity to existing infrastructure

Exploration Upside



Ongoing review of investment opportunities:

- Sale of non-core assets allows PAK to focus on BC Coal Assets, and
- Reinvestment of cash reserves in new accretive investments

Growth

Strategic focus on Elko and other accretive investments

Drilling Approval Received

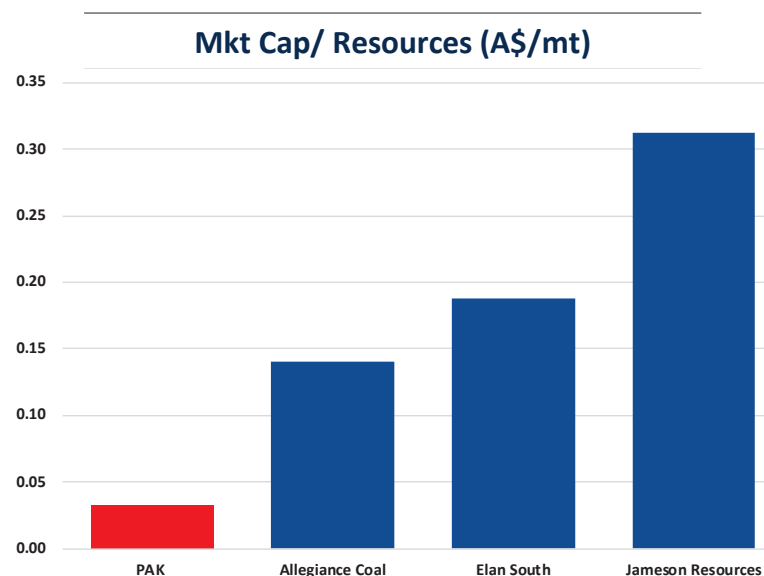
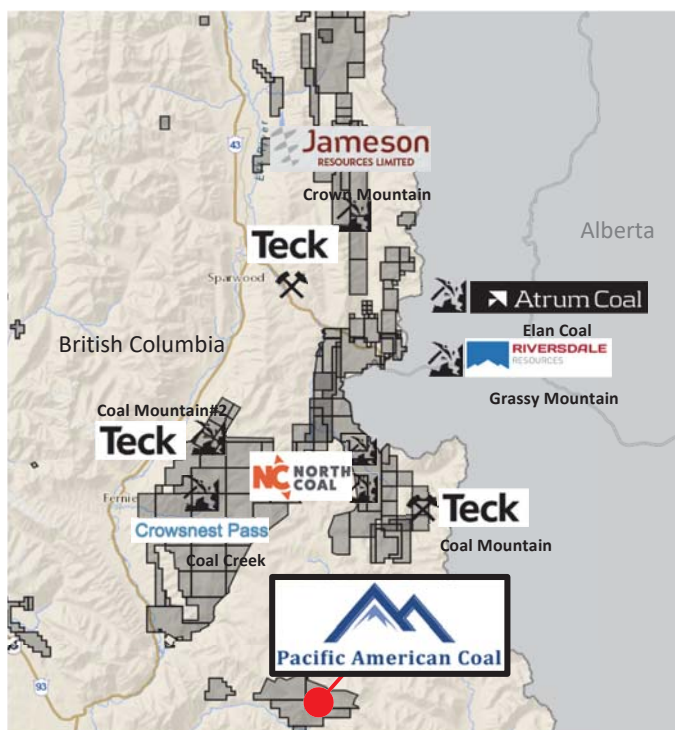


ASX Release 24 April – MEM Approval:



PAK has a simple and clear story

But still ...Significantly Undervalued



	Share Price ¹	Market Cap	Resources (MT)	Mkt Cap / Resources
Jameson Resources	0.120	30,794,884	98,600,000	0.31
Elan South ²		6,750,000	36,000,000	0.19
Allegiance Coal	0.054	20,833,479	148,100,000	0.14
PAK	0.052	8,595,906	257,000,000	0.03

1. As at 24/4/2018
2. Based on acquisition price of 100% Elan South, ATU ASX announcements 23 Aug 2017 & 6 Dec 2017

PAK provides investors leverage into the Crowsnest coking coal play

Canada Project Overview



Strategic Location



Elko JORC 2012 Resources (MT)

Measured	19.2
Indicated	57.0
Inferred	181.3
Total Resource	257.5

PAK is focused on developing its 257MT Elko Coking Coal Project in BC, Canada

Targeting High Value Coal

- **Targeting 3 coking coal seams**
 - FSI ranging from 7-8
- **High quality coking coal product**
 - Low sulphur and ash
- **Bench mark coal qualities**
 - Coal compares favourably with benchmark coals
- **Coal tested and blended**
 - Coal seams 6 & 7 have been tested extensively by six Japanese steel mills
- **Coal Seams Outcropping**
 - Coal seams have been previously mapped



Target
Seams

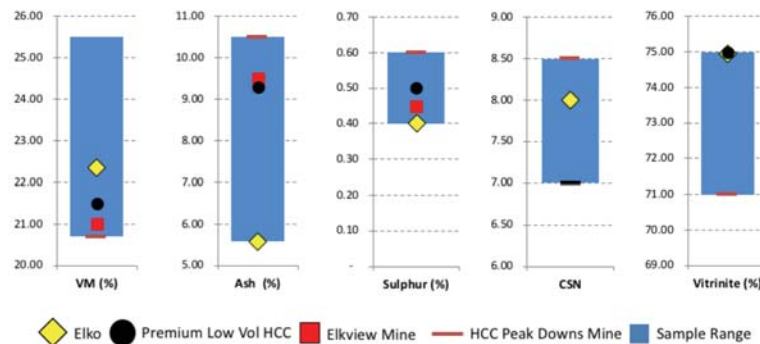
BC Coal Adit Quality							
Adit	Seam	Sample thickness	Clean				
			Ash	VM	FC	S	FSI
F-5	7 Seam	5.9 m	3.9	21.9	74.3	0.5	7.5
F-6	6 Seam	3.0 m	6.3	21.3	72.4	0.6	8.0
F-4	5 Seam	11.2 m	7.4	21.5	71.1	0.5	6.0
F-3	4 Seam	6.7 m	8.4	19.6	72.0	0.4	5.0
F-2	3 Seam	12.2 m	11.3	17.7	71.0	0.7	2.5
F-1	1 Seam	14.0m	10.4	18.0	71.6	0.8	1.0

High quality coking coal

Compares Favorably to Peers

- Elko compares favorably with other Canadian projects in terms of coal quality and capital intensity
- Large coal resource with high quality metallurgical coal
- Open cut and underground mining available
- Favourable capital intensity vs global peers

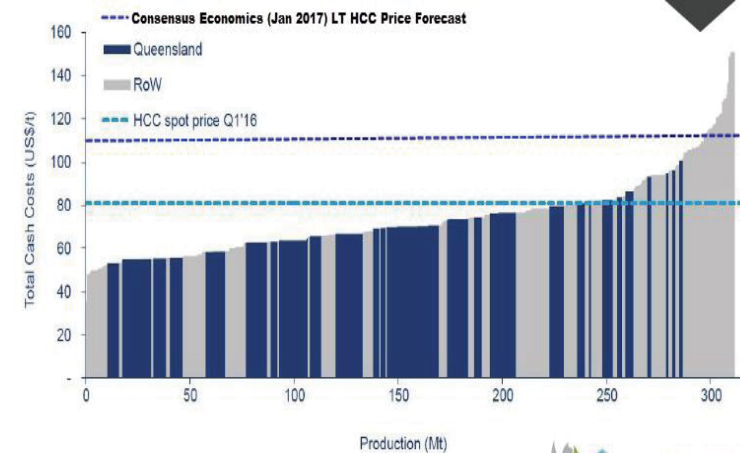
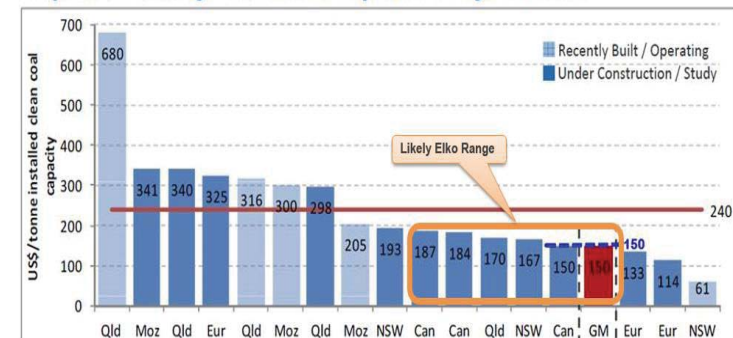
High Value Coal



Elko has a large resource base in a competitive basin



Capital Intensity - Recent/Proposed Project Basis



Source: Wood Mackenzie



Source: 2016 Seaborne Metallurgical Coal FOB Cash Cost Curve adapted from QRC State of the Sector - December Quarter 2015⁴
Figure 2.4 FOB Operating Cost Benchmarking

Infrastructure Advantage

Rail Logistics



Road transport to rail head	20 km
Rail to Port of Vancouver	1,000 km
Alternative Route to Prince Rupert	2,000 km

Existing infrastructure with optionality

Ports & Shipping



Destination	Days Shipping	
	Vancouver	Hay Point
Kobe, Japan	13	11.4
Pusan, Korea	13	11.9
Shanghai, PRC	14	11.9

Project Activities

Pre-drilling Activities Completed

Field Work

- Initial site preparation work completed included:
 - Exploration road layout and drill pad location
 - Review of existing road upgrades
 - Stream crossing locations

Permitting

- Notice of Works (drilling permit) approved

Environmental Studies Completed

- All studies requested to complete as part of the approval process for its Notice of Works at the Elko Project have now been completed.

Study	Status
Fish Assessment Stage 1 Study	Completed
Archaeological Stage 1 Study	Completed
Grizzly Bear Study	Completed
Huckleberry Study	Completed
White Bark Pine Desktop Study	Completed
GAP Analysis	In Progress

Outcropping coal seams at Elko



Exploration program scheduled for 2018

2018 Exploration Program



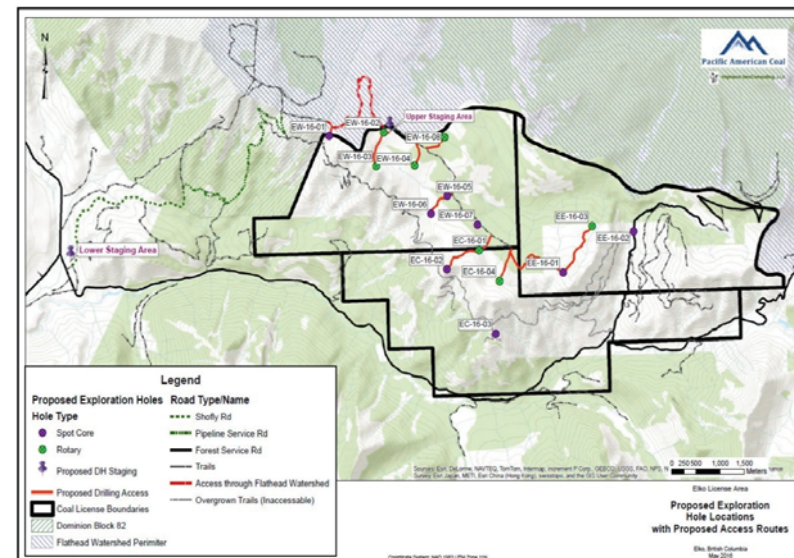
- Exploration program proposes 8,500m of drilling
- Rotary and spot core drilling

The exploration program will aid in:

- Improve coal quality information
- Determining down-dip extent of the coal bearing strata,
- Identifying general structural trends, features and domains,
- Collecting coal core for the SM5/SM6 and SM7 seams.

The Program will assist to provide:

- Detailed geological mapping, and preliminary environmental data,
- Ongoing working relationships with local contractors & First Nations groups.



Focus on defining JORC reserves and expanding JORC resources

Summary



- Elko – High value coking coal project
- 257MT JORC 2012 Resource
- **Significantly undervalued compared to peers**
- Exploration program scheduled for mid-2018
- Fully funded for exploration and growth
- Significant news flow next 6 months



Approved and Preparing to Commence Drilling