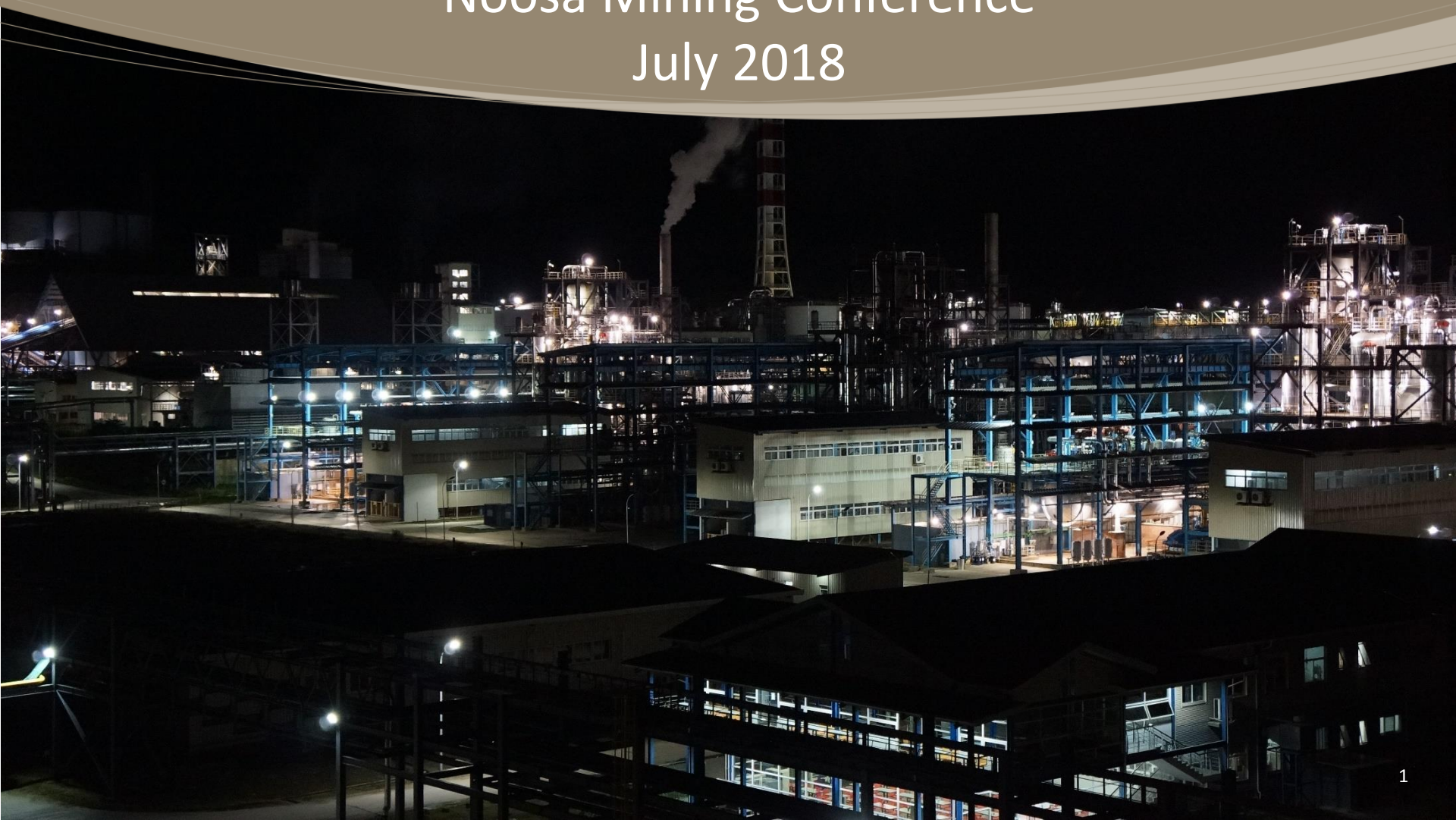
HIGHLANDS PACIFIC

Nickel and Cobalt Producer
Noosa Mining Conference
July 2018



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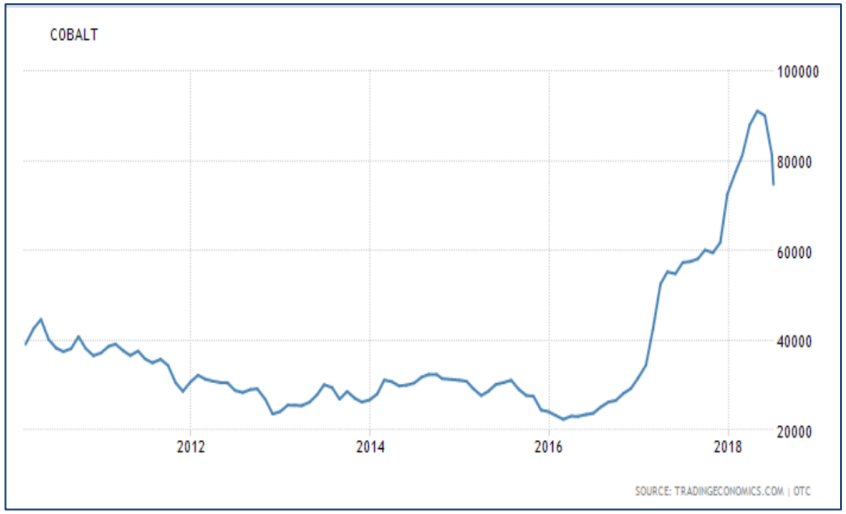
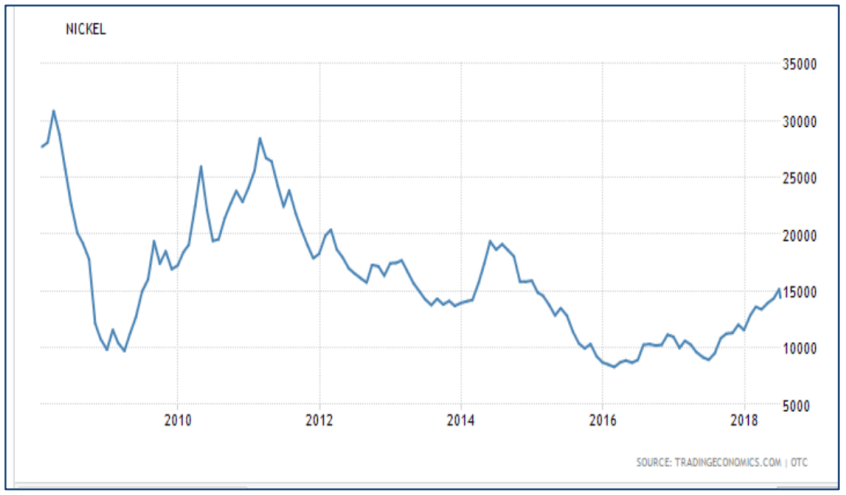
The Company estimates its reserves and resources in accordance with the Australian Code for Reporting of Identified Mineral Resources and Ore Reserves 2012 Edition ("JORC Code"), which governs such disclosures by companies listed on the Australian Securities Exchange.

Throughout the presentation all figures are quoted in US$ unless otherwise stated

Compelling investment case

- **Perfectly positioned for battery metals revolution**
- **Major exposure to nickel, cobalt, copper - as well as gold**
- **Debt free following recent transformational streaming deal**
- **Generating significant cashflow**
- **Poised for growth, focused on generating shareholder returns**





Resource base of Highlands' projects (Ramu, Freida River, Star Mountains)	Copper (Mt)	Gold (Mozs)	Nickel (kt)	Cobalt (tonnes)
Total Resource Contained Metal	13.6	24.3	1240	124,000
HIG share*	3.4	7.2	107	7328

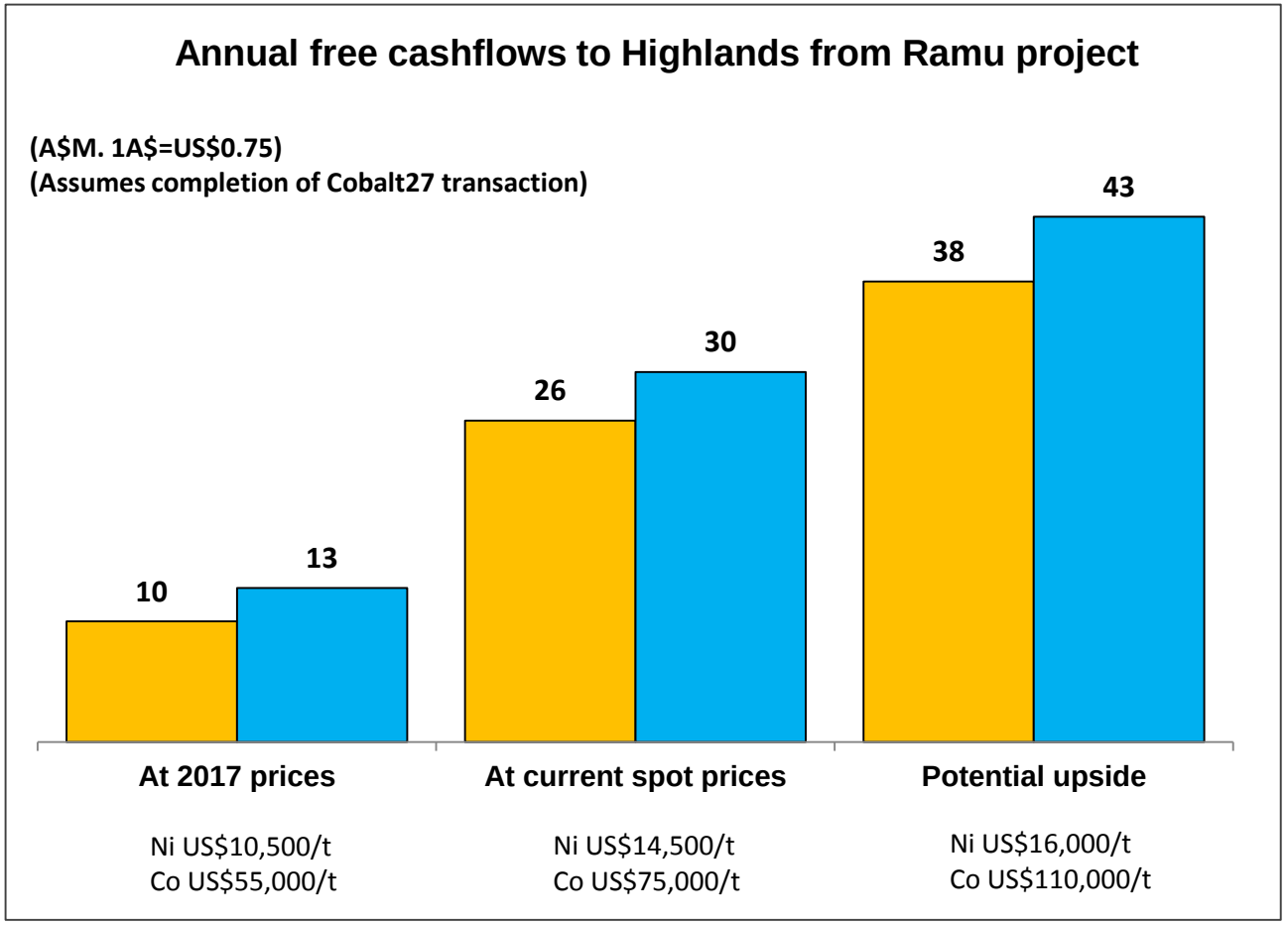
*Post Cobalt27 streaming transaction, assuming US$15 million investment in stream.
See full resource statements included in appendix. Excludes Sewa Bay potential.

Producing Co and Ni, generating cash

Potential free cashflows flowing to Highlands from producing Ramu project.
Assumes completion of streaming transaction with Cobalt27, which enables repayment of Ramu project debt and automatic increase in Highlands' share of Ramu from 8.56% to 11.3%

Post-transaction, 11.3% interest, no participation in stream

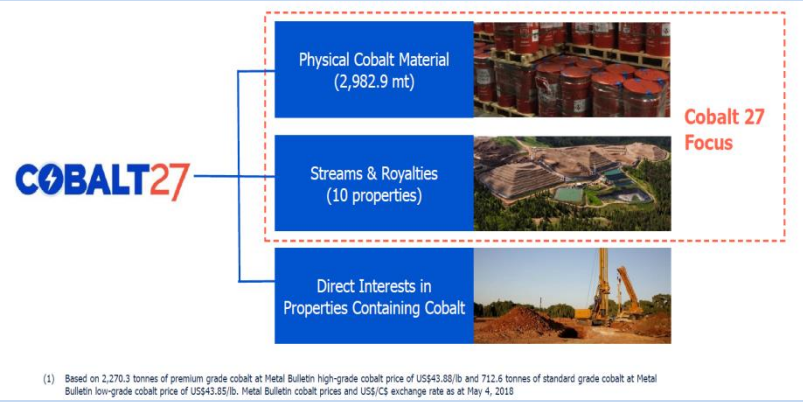
Post-transaction, 11.3% interest with US$15 million investment in stream



Proforma numbers based on 2017 production throughput and operating costs

New strategic relationship with Cobalt27

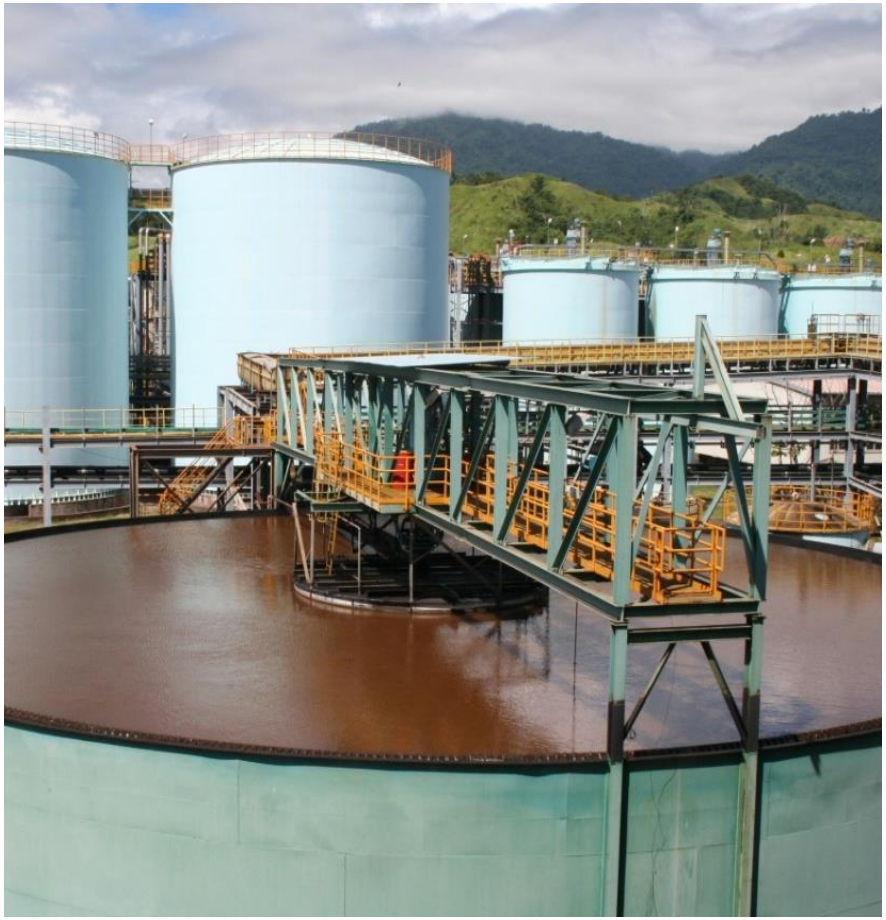
- Private placement of 143 million shares at A10.5 cents raising A$15 million
- 15% premium to the 5 day VWAP[1]
- Cobalt27 becomes HIG largest shareholder with 13.04%
- Cobalt27 executive chairman Anthony Milewski has joined the Highlands board
- Highlands CEO Craig Lennon has joined Cobalt27 Advisory Board
- Highlands and Cobalt27 commit to working collaboratively to identify opportunities



- Established April 2017 as pure play cobalt company. $200 million float
- Current market cap US$624 million
- Listed on TSXV (Code KBLT) and Frankfurt exchange (Code 270)
- Holds over 2,980 tonnes of physical cobalt
- Manages a portfolio of 10 royalties
- Ramu transaction is the world's first producing cobalt nickel stream

Note 1: As at 23 May 2018

Corporate Structure



Capital Structure

Shares on issue	1093m
Share price	A$0.11
Market capitalisation	**A$120m**
Cash (June 2018)	A$22.1m

Major shareholders

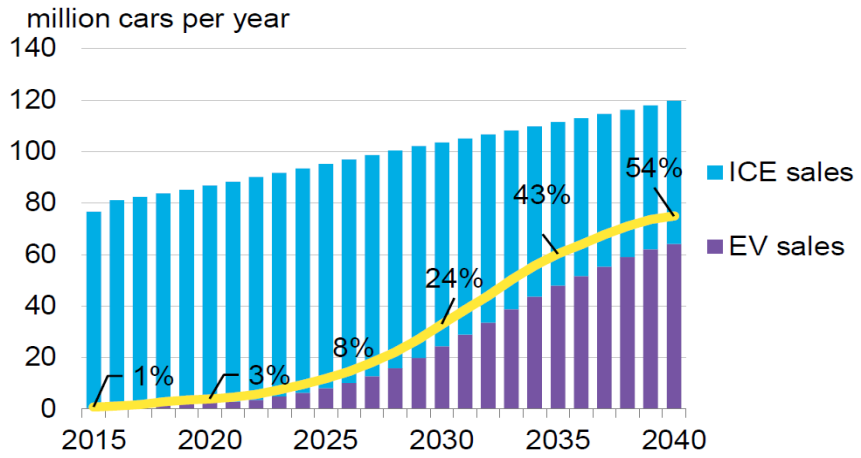
COBALT27	13.04%	▪ Cobalt royalty company
GRAM	11.8%	▪ Chinese State-owned minerals producer based in Guangzhou ▪ JV partner at Frieda River
LIM Advisors	9.4%	▪ HK investment fund
Tribeca	7.94%	▪ Investment fund

Established player in PNG

- World class copper, gold and nickel projects
  - RAMU nickel-cobalt mine - annual production Co - 3300t, Ni - 34,000t
  - STAR MOUNTAINS copper-gold project - exploration drilling
  - FRIEDA RIVER copper-gold project - being permitted
  - SEWA BAY nickel laterite - exploration
- +20 years operating history in PNG makes Highlands an ideal project partner
- Past involvement in the Porgera Gold Mine, Kainantu Gold Mine and various exploration sites in PNG

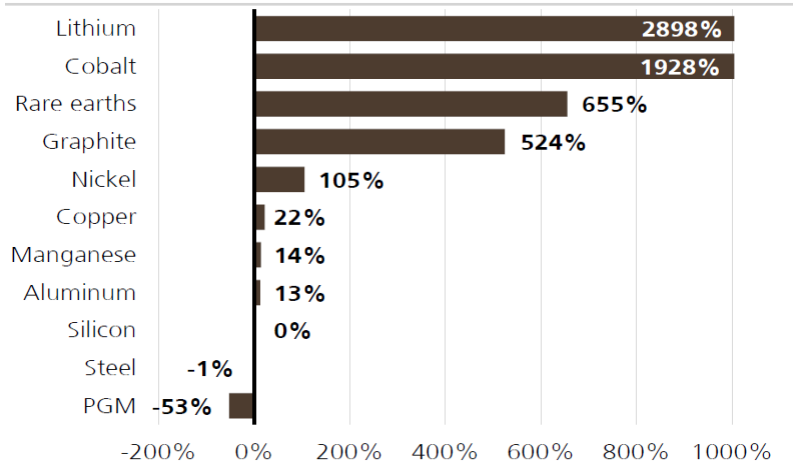
EV fuelled battery market revolution

Global Electric Vehicle sales to surge….



Source: Bloomberg New Energy Finance

Incremental commodity demand in a 100% EV world (% increase)



Source: UBS

Gas/Diesel Vehicle Ban

Governments are responding by banning the sale of gasoline and diesel vehicles by:

2025 - Norway and Netherlands
2030 - India and Germany
2040 - UK and France

China has set a target that would see zero emission vehicles

2019 - 10% of new sales
2020 - 12% of new sales

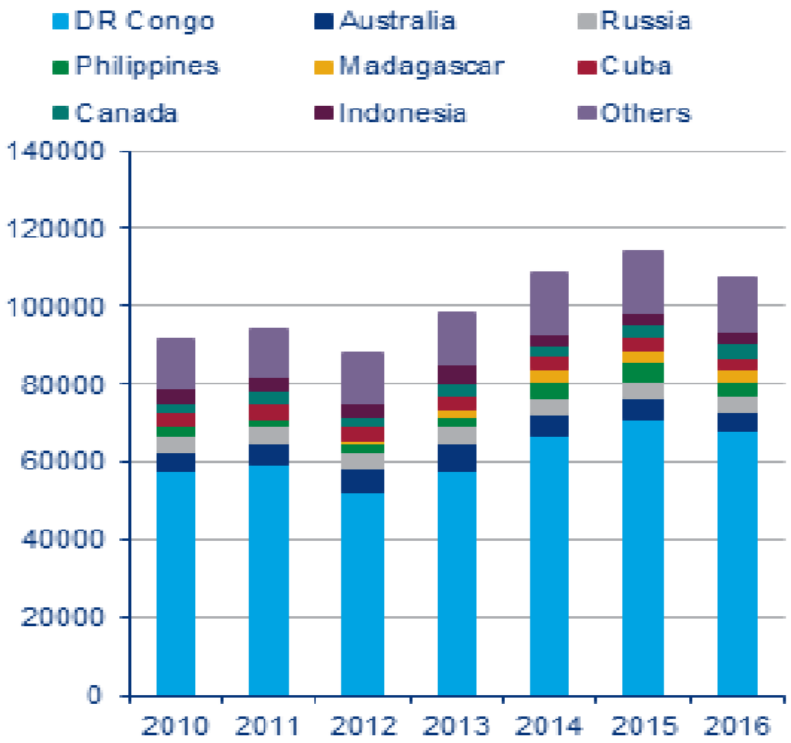
39+ Automakers

have invested in electric and plug-in hybrid electric vehicles

Cobalt demand rising

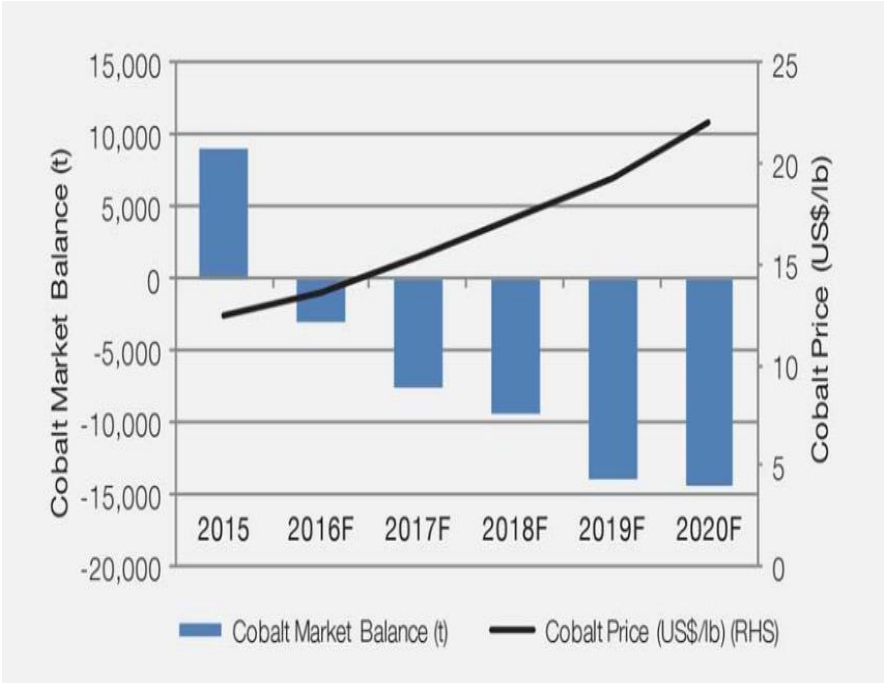
- Ramu is one of the world's largest cobalt mines and produces preferred MHP product for EVs

Global annual Co production 108,000t



Source: Wood MacKenzie

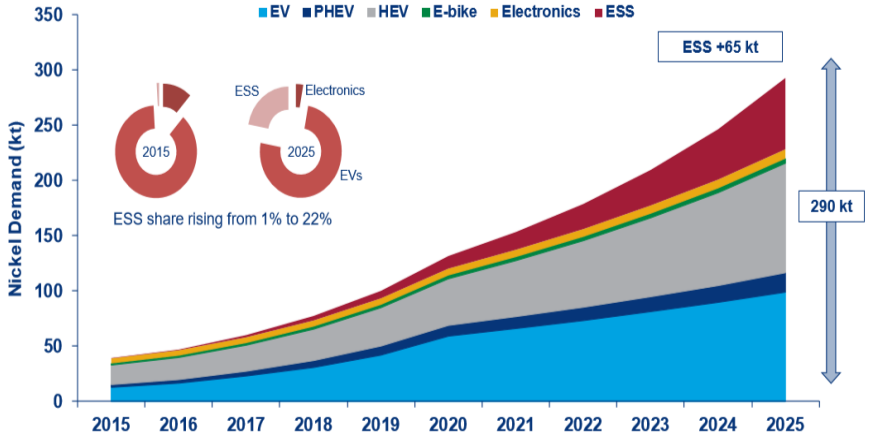
Cobalt Market moving into deficit



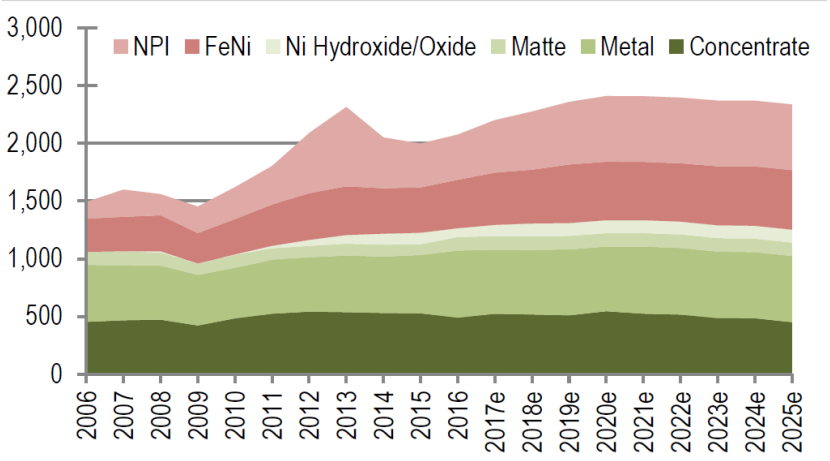
Source: Research in China

Nickel demand rising

Nickel demand for EV and Energy Storage batteries



Stagnant supply of preferred nickel product



Source: UBS, AME, World Steel Association, International Nickel Study Group, Bloomberg

- ~15m EV production in 2025e would mean an additional ~300-900ktpa of incremental nickel demand which is +10-40% of demand - UBS, July 2017
- Only ~50% of nickel mine supply is suitable for battery use. Nickel sulphide producers & nickel HPAL's which produce high grade nickel products stand to benefit (nickel concentrate, nickel metal, nickel hydroxide or lithium nickelite). – UBS

Wood Mackenzie Nickel price forecasts

	2017	2018	2019	2020
US$/t	10403	15084	16709	20769
USc/lb	472	684	758	942

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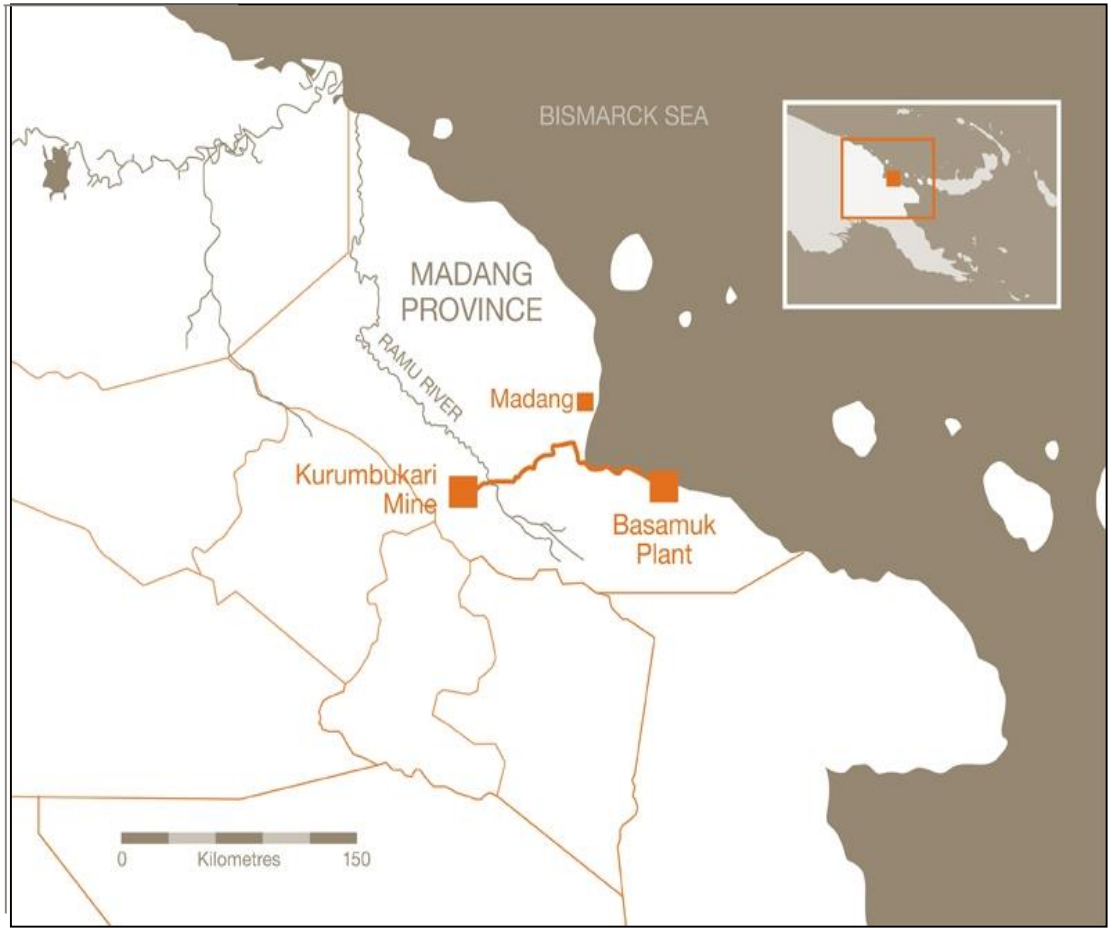
RAMU

Ramu Nickel Cobalt – PNG success story

- Joint venture – Highlands 11.3%[1], MCC Ramu 82.26%, PNG Govt and landowners 6.44%
- $2.1 billion capex
- Annual production 34,000t Ni, 3300t Co
- Mine at Kurumbukari. 135km slurry pipeline to Basamuk port
- Constructed 2008, commissioned 2012
- HPAL success story for nickel laterite

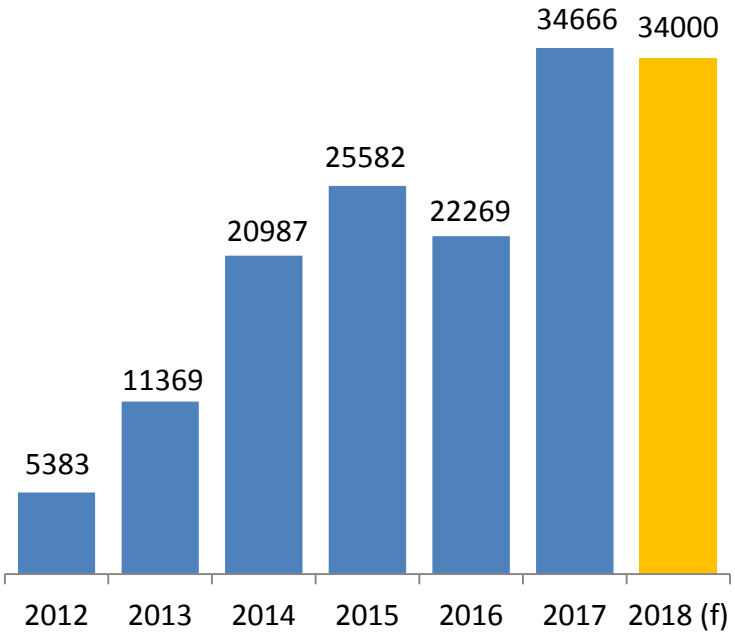


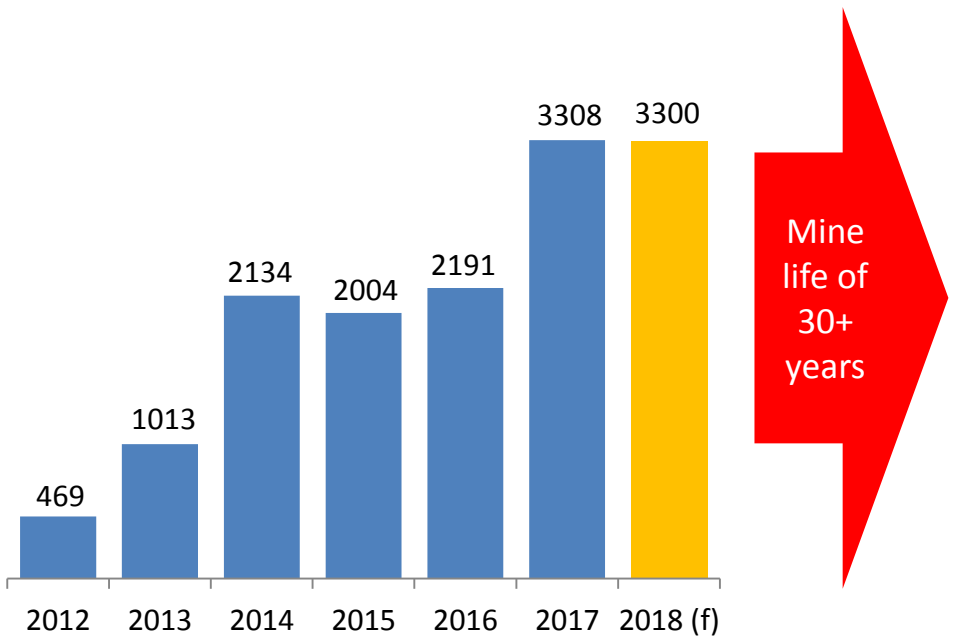
Note 1: Post repayment of Highland's portion of Ramu project debt

Ramu Nickel Cobalt – Long Life

- Resource: 124 Mt @ 1.0% Ni and 0.1% Co
- Reserve: 49 Mt @ 1.0% Ni and 0.1% Co
- Resource/reserve growth to deliver mine life of +35 years
- Mining: Open pit, free digging
- Utilizing hydro-sluicing successfully
- Strip Ratio: Low 0.28:1

Record production in 2017





Ramu streaming transaction

- Highlands receives US$113 million
- Cobalt27 takes 55% of Highland's share of future Ramu cobalt production and 27.5% of Ramu future nickel production
- Cobalt27 will make ongoing volume based payments to Highlands of US$1.00/lb of Ni and US$4.00/lb of Co[1]
- Proceeds used to fully repay Highland's share of Ramu debt
- Highland's interest in Ramu increases from 8.56% to 11.3%
- Highlands retains right to acquire US$15 million interest in streaming agreement (for 90 days from close)
- If exercised, Cobalt27 would take 47.7% of Co and 23.9% of Ni entitlement from Ramu
- Cobalt27 pursuing equivalent streaming arrangement with MRDC.
- Share placement to Cobalt27 completed and ongoing strategic relationship established

Kurumbukari mine site

Basamuk process plant

1. Subject to inflation adjustment from June 2023

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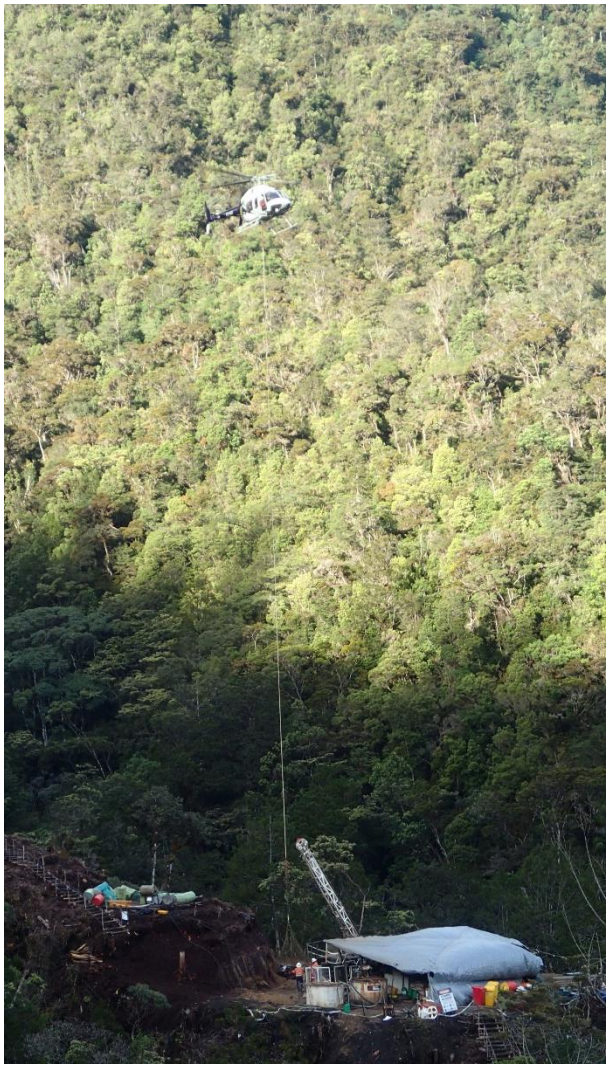
STAR MOUNTAINS

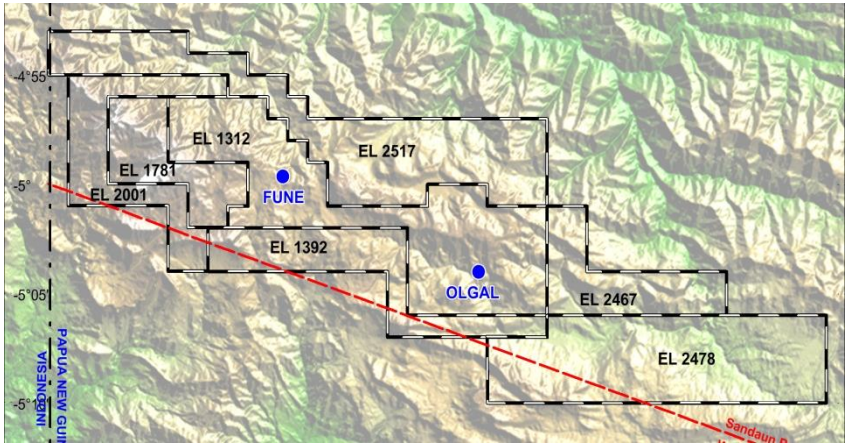
Maiden Mineral Resource declared



- Maiden Resource declared at Olgal
- 210 million tonnes at 0.4% Cu and 0.4 g/t Au
- 840,000 tonnes of contained copper
- 2.9 Moz contained gold

Cu cut-off grade %	Mt	% Cu	g/t Au	Mt Cu	Moz Au
0.20	450	0.3	0.3	1.4	4.5
0.30	210	0.4	0.4	0.84	2.9
0.40	80	0.5	0.6	0.40	1.6

Exciting exploration potential



- Resource follows extensive drilling since discovery in early 1970s
- Total exploration expenditure to date exceeding $60 million
- Olgal resource area covers only a small part of total Star Mountains tenement package of 1049 sq kms
- Significant potential for additional discovery at other prospects within tenement area
- Results include:
  - At Fune, 15m @ 0.52% Cu, 0.21g/t Au, from surface
  - 33m @ 0.62% Cu, 0.20g/t Au, from 114m
  - At Olgal: 596m at 0.61%Cu and 0.85g/t gold, as well as 22m at 1.42%Cu and 0.57g/t gold

For full details see ASX releases of June 8, August 28 and September 13, 2017.

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FRIEDA RIVER

Enhanced designs being investigated

- Frieda Resource of 13 MT Cu and 21 Mozs Au
- Special Mining Lease application lodged with MRA June 2016
- EIS lodged with CEPA Dec 2016
- Addendum released March 2017 with enhanced economics
- Potential design enhancements being investigated

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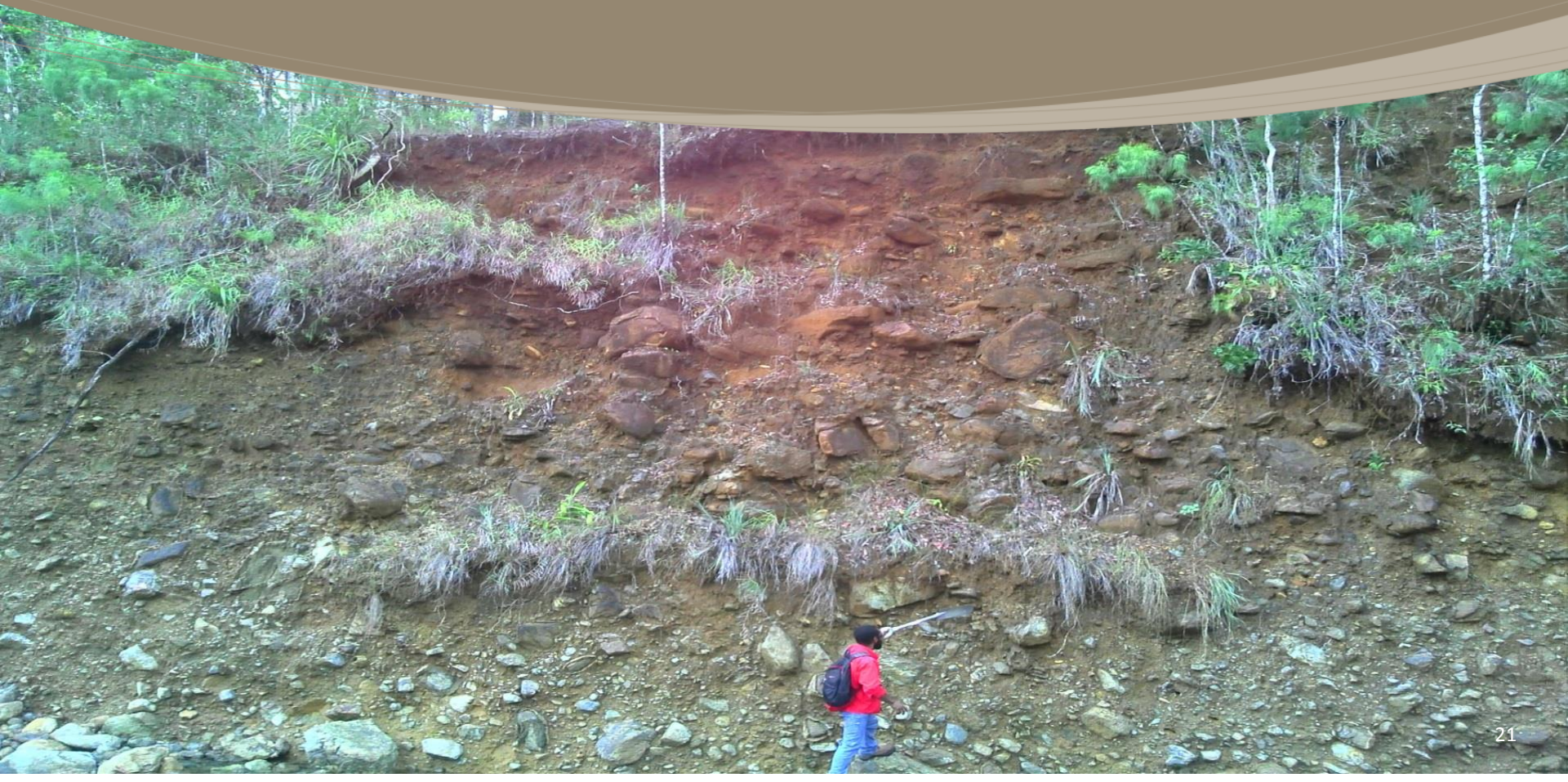
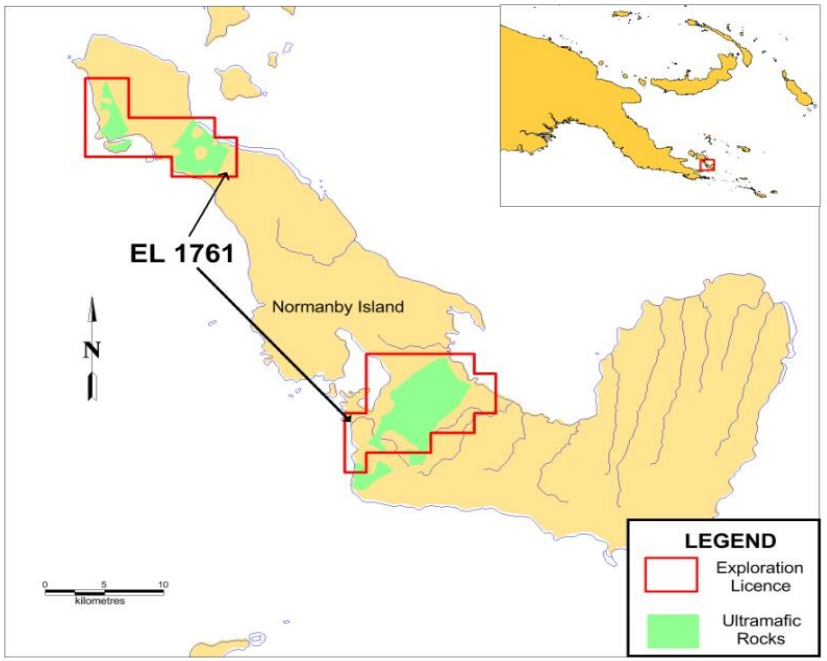
SEWA BAY



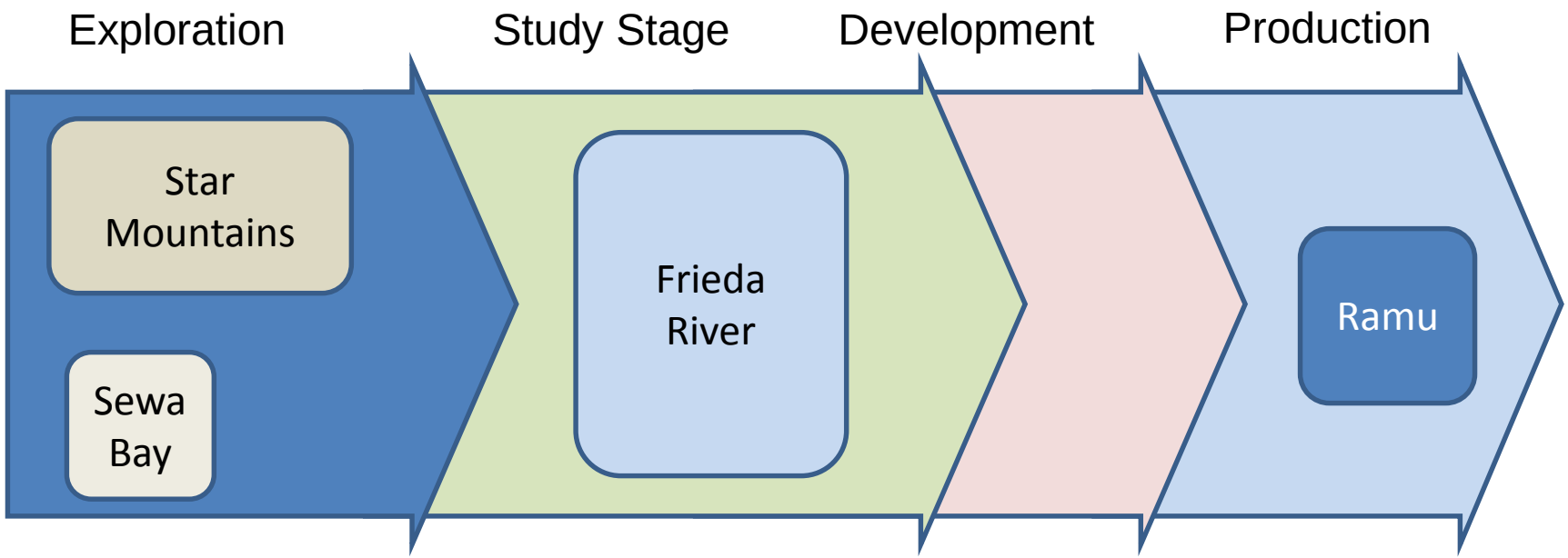
Nickel laterite exploration upside

- Potential direct-shipping export nickel laterite project
- Exploration partnership with Japanese trading house Sojitz/Pacific Metals
- Positive nickel laterite results from previou drilling campaigns
  - 1.1 metres at 1.61% Ni from surface
  - 1 metre at 1.43% Ni from surface
  - 2.4 metres at 1.42% Ni from surface
  - 1 metre at 1.41% Ni from surface
  - 1.9 metres at 1.4% Ni from surface*
- LIDAR program completed. Next stage being considered
- Exploration funded by Sojitz/Pacific Metals



*For full results see ASX announcement of August 18, 2015, entitled "Sewa Bay Update".

Well established project pipeline



- Exploration continuing at Star Mountains and Sewa Bay

- FS and Addendum released
- Permitting under way

- Achieving full production
- Infill and extension drilling

Well ahead of cobalt competition

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Creating value

Explorers Resource Defined	Feasibility Study Being Prepared	In Construction	In Production, Generating Cashflow
Hammer Metals (Millennium)	Australian Mines (Sconi) (BFS June 2018. Production 2021)	Panoramic (Savannah) (Preparing restart)	**Highlands Pacific (Ramu)**
Havilah (Mutooroo)	Cobalt Blue (Thackaringa) (BFS June 2018)	Nzuri (Kalongwe) (FEED)	Independence Group (Nova)
Celsius (Opuwo)	Clean Teq (Syerston) (DFS June 2018. Production 2021)		Glencore (Murrin Murrin)
Artemis (Carlow Castle)	GME Resources (NiWest) (PFS June 2018)		
Metals X (Maroochydore)	Ardea Resources (Goongarrie) (PFS March 2018)		
First Cobalt (Iron Creek)	Aeon Metals (Walford Creek) (Study being prepared)		
Northern Cobalt (Stanton)	Jervois (Nico Young) (PFS Sept 2018)		
	Conico (Mt Thirsty) (PFS being prepared)		
	Collerina Cobalt (PFS being prepared)		
	Gindalbie (Mt Gunson) (PFS being prepared)		
	Platina (Owendale) (DFS being prepared)		

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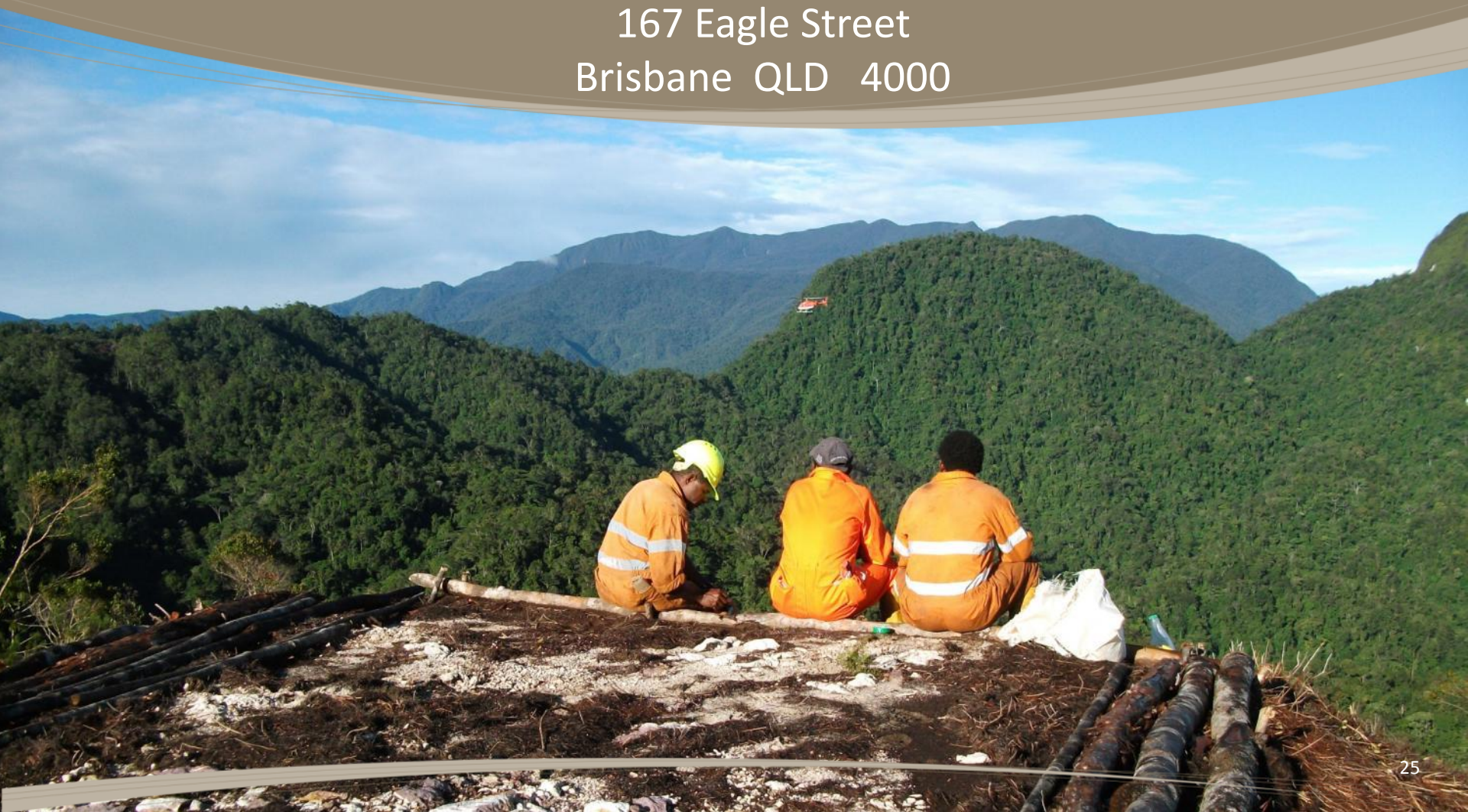

Frieda River (HITEK) Resource

The Frieda River Copper-Gold Project exploits the HITEK deposit, which is a large-scale porphyry-style copper-gold deposit with low concentrations of deleterious elements. The Mineral Resource estimates are reported under the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code, 2012 Edition).

January 2017 HITEK Mineral Resource

Classification	Tonnes (Mt)	Copper (%)	Gold (g/t)
Measured	620	0.53	0.30
Indicated	1,240	0.44	0.22
M+I subtotal	**1,860**	**0.47**	**0.25**
Inferred	780	0.35	0.18
MII total	**2,640**	**0.44**	**0.23**

Copper cut-off grade 0.2% (total copper).
This Mineral Resource is reported on a 100% ownership basis.
May include minor computational errors due to rounding.
The HITEK Mineral Resource is constrained within Revenue Factor 1.5 shell, (US$4.95/lb Cu, US$2,175/oz Au) "FRL_HITEK_V3_25x25x15_1608v1e HIT-MII EK-MII_Shell_06_1.5.sft".

Competent Person Statement
Mineral Resources

The data in this report that relate to Mineral Resources for Frieda River are based on information reviewed by Mr Shaun Versace who is a Member of the Australasian Institute of Mining and Metallurgy (MAusIMM). Mr Versace is a full time employee of PanAust Limited. Mr Versace has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is 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. Mr Versace consents to the inclusion in the report of the Mineral Resources in the form and context in which they appear.

The information on the HITEK Resource is extracted from the report entitled "2017 Horse/Ivaal/Trukai/Ekwai/Koki (HITEK) Deposit Frieda River Mineral Resource and Ore Reserve Statements" created on 24 March 2017 and available on the Company website. No additional resource drilling or modelling has taken place for the HITEK deposit since the 2017 Resource and Reserve Report.

Nena Mineral Resources

Nena Mineral Resource estimate (copper cut-off grade 0.3%)

Category	MT	Cu(%)	Au(g/t)	As(%)	Sb(ppm)
Indicated	33	2.81	0.65	0.22	153
Inferred	12	1.84	0.45	0.14	88
Total	45	2.55	0.60	0.20	136

Competent Person Statement: *Details contained in this report that pertain to the Nena Resource Estimates are based upon, and fairly represent, information and supporting documents compiled by Mr Paul Gow. Mr Gow is a Member of The Australasian Institute of Mining and Metallurgy and was a full-time employee of Glencore Xstrata plc at the time the estimate was prepared. Mr Gow has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is 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'. Mr Gow consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

The information on the Nena Resource is extracted from the report entitled "Frieda – Mineral Resource and Ore Reserve" created on 14 March 2014 and available on the Company website.

Frieda River (HIT) Ore Reserve

2017 HITEK Ore Reserve estimate

Classification	Tonnes (Mt)	Copper (%)	Gold (g/t)
Proved	413	0.54	0.32
Probable	272	0.45	0.21
Ore Reserves	686	0.50	0.28

The Measured and Indicated Mineral Resources are inclusive of those Mineral Resources modified to produce the Ore Reserves.
This Ore Reserve is reported on a 100% ownership basis.
May include minor computational errors due to rounding.
The Frieda River Ore Reserve is estimated at commodity prices of US$3.30/lb copper and US$1,455/oz gold subject to a floating value[1] based cut-off grade. The representative average copper only cut-off grade is 0.21% copper.
[1]Potential mill feed is determined on a net mill value basis and incorporates the influence of metal recovery, ore processing costs and revenue.

Competent Person. Ore Reserves

The data in this report that relate to Ore Reserves for the Frieda River Project are based on information reviewed by Mr Scott Cowie who is a Member and Chartered Professional (Mining) of the Australasian Institute of Mining and Metallurgy (MAusIMM CP). Mr Cowie is a full time employee of PanAust Limited. Mr Cowie has sufficient experience relevant to the activity which he is 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. Mr Cowie consents to the inclusion in the report of the Ore Reserves in the form and context in which they appear.

The information on the HITEK Reserve is extracted from the report entitled "2017 Horse/Ivaal/Trukai/Ekwai/Koki (HITEK) Deposit Frieda River Mineral Resource and Ore Reserve Statements" created on 24 March 2017 and available on the Company website.

Highlands confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Highlands confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Frieda River

The information on the Horse-Ivaal, Trukai, Ekwai and Koki Resource and the HITEK Reserve is extracted from the report entitled "Feasibility Report Addendum (January 2017) released on 3 March 2017 and available on the Company website. No additional resource drilling or modelling has taken place for the Horse-Ivaal-Trukai, Ekwai and Koki deposits since the release of the Resource and Reserve Report included in the Addendum.

The information on the Nena Resource is extracted from the report entitled "2014 Mineral Resource and Ore Reserve Statements" created on 14 March 2014 and available on the Company website. No additional resource drilling or modelling has taken place for the Nena deposit since the 2014 Resource and Reserve Report

Highlands confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Highlands confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Ramu Mineral Resource

Ramu Mineral Resources (at a 0.5% nominal cut-off and excluding oversize (+2mm)). 31 December 2016

Kurumbukari				
Category	MT	Ni(%)	Co(%)	
Measured	37	0.9	0.1	
Indicated	5	1.3	0.1	
Inferred	2	1.2	0.1	
Total	44	0.96	0.1	
Ramu West				
Category	MT	Ni(%)	Co(%)	
Indicated	17	0.9	0.1	
Inferred	3	1.5	0.1	
Total	20	1.0	0.1	
Greater Ramu				
Category	MT	Ni(%)	Co(%)	
Inferred	60	1.0	0.1	
Global Total	**MT**	**Ni(%)**	**Co(%)**	
	124	1.0	0.1	

Notes: 1.Totals may not equal the sum of the component parts due to rounding adjustments. 2. Tonnes (dry) represent the -2 mm economic portion of resource mineralization in the rocky saprolite .

Competent Persons Statement: *The information in this report that relates to Ramu Mineral Resources is based on information compiled by Xiong Xiaofang, who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Xiong Xiaofang is a full-time employee of China ENFI Engineering Corporation and has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is 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'. Mr Xiong Xiaofang consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

Ramu Ore Reserve

Ramu Ore Reserve. 31 December 2016

Kurumbukari				
Category	MT	Ni(%)	Co(%)	Rocks +2mm MT
Proved	29	0.9	0.1	
Probable	6	1.3	0.1	9
Total	35	1.0	0.1	9

Ramu West				
Category	MT	Ni(%)	Co(%)	Rocks +2mm MT
Proved				
Probable	14	0.9	0.1	
Total	14	0.9	0.1	

Global Total	MT	Ni(%)	Co(%)	
	49	1.0	0.1	9

***Notes:** 1. Totals may not equal the sum of the component parts due to rounding adjustments. 2. Ore tonnes (dry) represent the -2 mm economic portion of resource mineralization. Rock represents an estimate of oversize material (+2 mm) that includes low-grade rocks and rock fragments that occur in the rocky saprolite mineralized zone and are considered as internal waste. The rock will be removed by a simple screening process prior to beneficiation. Accordingly, the ore tonnage is reported after initial screening prior to the beneficiation plant. 3. The Ore Reserve estimate was made using metal prices of US$17,045/t nickel and US$25,412/t cobalt. 4. Cut-off grade is variable and equates to 0.58% nickel equivalent, including credit for recovered cobalt metal.*

***Competent Persons Statement:** The information in this report that relates to Ramu Ore Reserves is based upon information compiled by Mr Chao An Deng, who is a Deputy Chief Engineer of China ENFI Engineering Corporation and a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Chao An Deng is a full-time employee of China ENFI Engineering Corporation and has sufficient experience relevant to the style of mineralization and type of deposit under consideration 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)". Mr Chao An Deng consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

Exploration

The following statements apply to the Star Mountains exploration results and exploration targets: (1) Mineralised intersections are quoted as down hole widths. The porphyry mineralisation occurs as disseminations and vein stockworks. Drill intersections described in this report are based on core lengths and may not reflect the true width of mineralisation. (2) Collar locations are in UTM Zone 54 co-ordinates using the ADG66 horizontal datum. (3) Drill core is PQ, HQ or NQ size. (4) Assays were carried out on half sawn core. The half core is crushed and pulverized to ~ 180 mesh. 200 gram samples are used for assay. QAQC control samples make up approximately 10% of each batch sent for analysis. The unused half core is stored on site. (5) Samples were analysed at ALS-Chemex in Townsville. Gold is by 50g fire assay and copper by ICP-AES on an aqua regia digest. Samples assaying greater than 0.5% Cu are re-assayed using an ore grade method suitable for higher grade samples. (6) Hole positions are based on surveys of the drill pad. Actual collars are within 10m of stated locations. (7) Copper equivalent calculations represent the total metal value for each metal, multiplied by the conversion factor, summed and expressed in equivalent copper percentage. These results are exploration results only and no allowance is made for recovery losses that may occur should mining eventually result, nor metallurgical flowsheet considerations. However it is the Company's opinion that elements considered here have a reasonable potential to be recovered as evidenced in similar multi-commodity natured porphyry mines elsewhere in Papua New Guinea. The copper equivalent calculation is intended as an indicative value only. Copper equivalent conversion factors and long-term price assumptions are as follows: Copper Equivalent Formula= Cu % + Au(g/t)x0.53; Price Assumptions- Cu (US$4/lb), Au (US$1400/oz).

The following statements apply to the Sewa Bay exploration results:
(i)Mineralised intersections are quoted as down hole width.;
(ii)The auger holes were sampled using 1m sample lengths. The entire sample was submitted for assay.
(iii) Locations are in UTM Zone 56 co-ordinates using the AMG66 horizontal datum.
(iv) Samples were analysed at ALS-Chemex in Townsville. Nickel, cobalt and magnesium by ICP-AES on an aqua regia digest. Samples assaying greater than 1.0% Ni are re-assayed using an ore grade method suitable for higher grade samples. (v) Sample locations are based on GPS survey. Actual collars are within 10m of stated locations.

The Potential quantity and grade related to Exploration Targets in this presentation is conceptual in nature as there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource. These exploration target tonnes and grade ranges are considered realistic because they are well within the typical size and grade ranges expected for porphyry copper deposits in this and other south west Pacific island arcs, and are consistent with data for the known porphyry copper deposits already located in Highlands' Star Mountains tenements.

Competent Persons Statement: The exploration results and exploration targets reported here are based on information compiled by Mr L.D. Queen who is a member of the Australasian Institute of Mining and Metallurgy, and who was an employed by Highlands Pacific Limited, now a consultant to Highlands Pacific. Mr Queen has sufficient experience relevant to the style of mineralisation and the type of deposit under consideration, and to the activity which he is undertaking, to qualify as a Competent Person as defined in the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, The JORC Code 2012 Edition". He consents to the inclusion in the report of the matters based on the information compiled by him in the form and context in which it appears.