

ASX Release

Friday 29 Jan 2021

ASX Code

PAK

About Us

Pacific American Holdings Limited (the Company) is an ASX listed company with a diversified asset portfolio with a focus on renewable energy including hydro power generation, precious metals and bulk commodities for steel making. PAK is advancing the development of its Primary Power subsidiary to expand its portfolio of renewable energy technologies. PAK holds a 50% interest in GP Hydro Pte Ltd and 100% ownership of the Elko Project with 303MT of JORC 2012 compliant resources in the highly productive East Kootenay region of British Columbia.

Board

Non-Executive Chairman – Geoff Hill
Executive Director & CEO – Mark Sykes
Non-Executive Director – Simon Bird

Company Secretary

Wayne Kernaghan

Management

Business Development – Dom Hill

Investment	GP Hydro Pte Ltd
Ownership	50%

Project	Elko Project
Ownership	100%
JORC 2012	303MT Resource, 117MT Measured
Stage	Exploration

QUARTERLY REPORT FOR THE QUARTER TO DECEMBER 2020

Summary

Pacific American Holdings Limited (**ASX: PAK**) is pleased to provide its Quarterly Activities Report for the three months ended 31st December 2020.

Porphyry North Gold Project

- Completed due diligence and finalised documentation with Salazar Gold Pty Ltd,
- Exploration drilling company and supporting personnel confirmed to commence in January 2021,
- Exploration program planned to test 87 holes for a total of 3,580 metres of drilling,
- Drilling program to focus on high priority gold targets including:
 - One Tree Well,
 - Rainbow Dam,
 - Nugget Patch, and
 - SOG Anomaly.

GP Hydro Joint Venture

- Collaborating with local engineering and construction firms on specific opportunities in the South Pacific region

Elko Coking Coal Project

- Project status and update

This market announcement has been authorised for release to the market by the Board of Pacific American Holdings Limited.

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Porphyry North Gold Project

During the Quarter the Company completed due diligence with Salazar Gold Pty Ltd and commenced planning as part of a Farm-In the Porphyry North Gold Project located 150km NE of Kalgoorlie in the Yilgarn area.

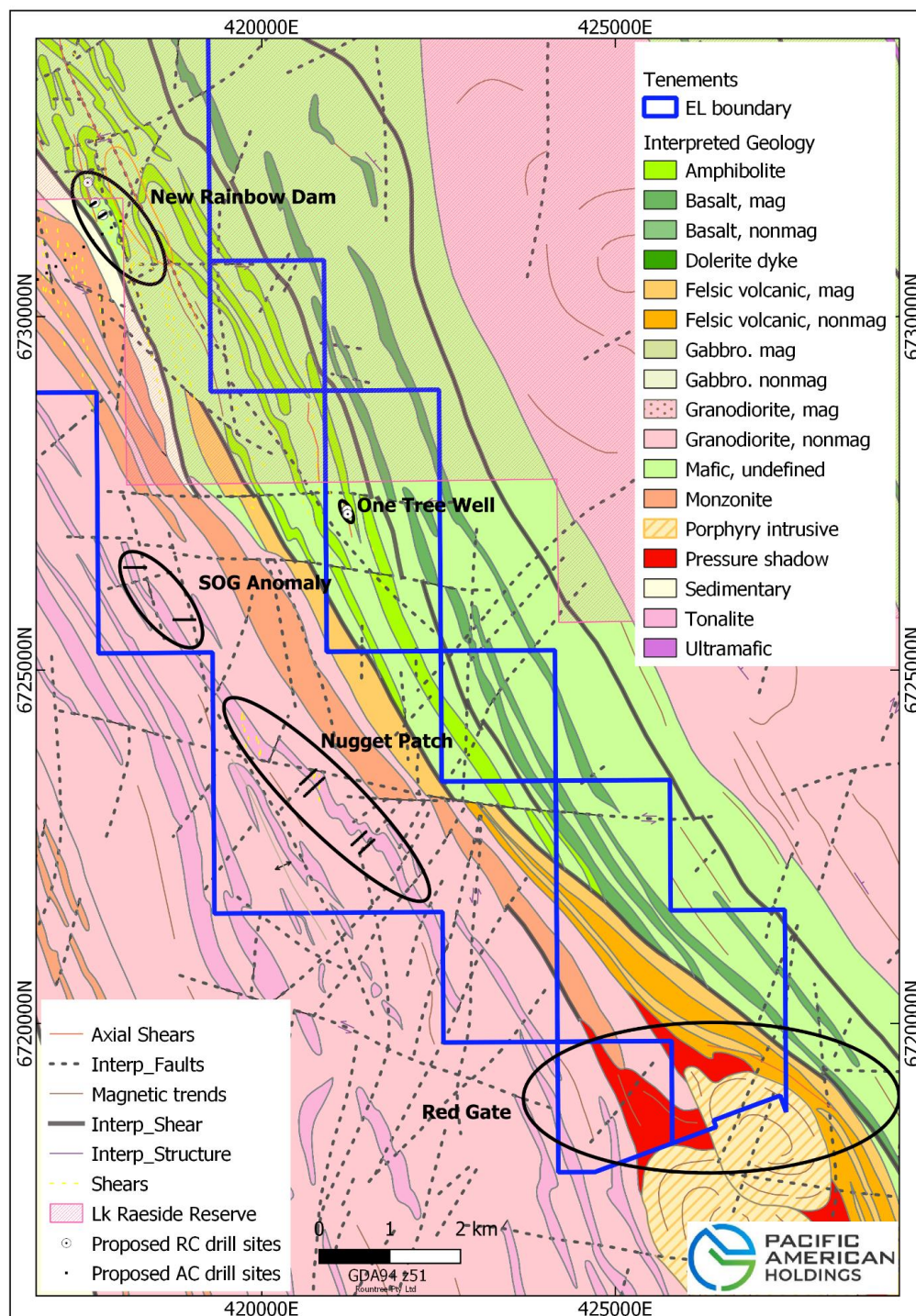


Figure 2: Target areas for activities planned for 2021 showing approximate locations of proposed drill holes. Note that hole locations are notional and may be moved. Not all holes will necessarily be drilled.

The Porphyry North Gold Project consists of a number of high priority gold targets being the **Rainbow Dam, Nugget Patch Anticline, and Red Gate Shear**. These targets will be tested as part of the planned exploration drill program that commenced in January 2021. The exploration program will focus on:

- The **One Tree Well** target area, where the exploration program will follow-up on historical gold-mineralised drill intersections. RC drilling will be used to identify the potential for deeper mineralised structures below and adjacent to these historical workings.
- The highly prospective **Rainbow Dam** target area. RC drilling of this prospect is targeting an area where two closely spaced inferred NW-trending late shears appear to splay off at a flexure in a major regional structure.
- The **Nugget Patch** area is renowned for hosting nuggets won by metal detectorists and while it has been surface sampled by previous explorers, it has never been systematically drilled. Following up on a methodical soil geochemistry survey conducted earlier by Salazar, the drilling program consists of 53 AC holes for a planned 2,120m at a nominal 25m centres on four lines.
- The **SOG Anomaly** was previously identified by Sons of Gwalia as a target area, however has never been drilled. The January 2021 drill program aims to complete a smaller program of works following the completion of the areas above.

Drone aeromagnetic surveys were conducted in the quarter over sections of the Porphyry North Gold Project by Salazar so as to provide an increase in data resolution over the existing aeromagnetic data and to assist with future exploration activity.

GP Hydro Joint Venture

Developing a network of delivery partners in the South Pacific

During the Quarter the CEO of the Company's JV entity GP Hydro actively engaged with local engineering and construction firms based in the South Pacific that have the capability to delivering renewable hydro projects.

Working with the technical support provided by our JV partners Global Hydro GmbH, this engagement has resulted in the development and preparation of tender documentation for renewable projects in the target market areas.

Elko Coking Coal Project

The Company maintains the view that Elko Coking Coal Project is a high value mid to long term project that will support the growth of the steel industry as a source of raw material used in the steel making process.

The Elko Project highlights remain compelling and include the follow metrics:

Location:	East Kootenay Coal Basin - Crowsnest Coal Field	
Ownership:	100%	
Area	8,824 acres (3 adjoining tenements)	
Product Coal Type:	Coking Coal	
Resources (Million Tonnes) ⁽¹⁾ :		
Measured		117.6
Indicated		93.2
Inferred		<u>92.3</u>
Total Resource		303.1
Coal Seams:	9 Mineable thick Seams	
Mining Method	Underground (Bord and Pillar / Augur)	
Logistics	Existing rail and port infrastructure	
Approvals	Notice of Work valid until September 2024	
Targeted Saleable Production ⁽²⁾	1.25Mt - 1.75Mt per annum	
Mine Life ⁽²⁾	20+ years	
Validation	Historical metallurgical testing was completed by Japanese trading houses	

(1) Elko Coking Coal Project JORC Resource report

(2) PAK Estimates

TENEMENT MANAGEMENT UPDATES

During the Quarter, there was no change to the ownership in PAK's tenements.

	Tenement Reference	Nature of interest
Mining tenements held at the end of the quarter	Elko Coal Licences in British Columbia, Canada. Licences 418648, 418649 and 418650.	100% ownership
Mining tenements acquired during the quarter	Nil	Nil
Mining tenements relinquished during the quarter	Nil	Nil
Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter	Nil	Nil
Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed during the quarter	Nil	Nil

FOR FURTHER INFORMATION CONTACT

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More details are available on PAK's website www.pacificamerican.com.au

COMPETENT PERSON'S STATEMENT
Previously Released Information

These ASX announcements refer to information extracted from reports available for viewing on PAK's website www.pacificamerican.com.au and announced on:

- 16.01.2019 "Elko Coking Coal Project JORC Resource Increased to 303Mt", and
- 01.10.2020 "Drill Ready Western Australian Gold Project"

PAK confirms it is not aware of any new information or data that materially affects the information included in the original market announcements, and, in the case of exploration targets, that all material assumptions and technical parameters underpinning the exploration targets in the relevant market announcements continue to apply and have not materially changed. PAK confirms

that the form and context in which the Competent Person's findings presented have not been materially modified from the original market announcements.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of the Company, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking.

The interpretations and conclusions reached in this announcement are based on current geological theory and the best evidence available to the authors at the time of writing.

It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high these probabilities might be, they make no claim for absolute certainty.

Any economic decisions which might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk.