

16 January 2018

Completion on Sale of Cockatoo Island Project

The directors of Pelican Resources Limited (“Pelican” or “Company”) are pleased to announce that Completion has occurred in accordance with the terms of the legally binding term sheet and formal agreement (“Agreement”) with Cockatoo Iron NL (“Cockatoo Iron”) and its wholly owned subsidiary Pearl Gull Pty Ltd (“Pearl Gull”), to sell its interests in the Cockatoo Island Project comprising mining lease 04/235-1, miscellaneous licence applications 04/102 and 04/103 (“Mining Lease”) and certain contractual rights to use the Ship Loader and Jetty (“Use Rights”) located within the Mining Lease.

Under the terms of the Agreement, Completion was subject to and conditional on the following being satisfied or, waived on or before 90 days after the date of the Agreement or such later date as the parties agree:

- receipt of necessary Ministerial and governmental authority and approvals;
- receipt of all other necessary third party approvals and consents; and
- receipt of regulatory approvals by Pelican, including shareholder approval.

As a consequence of Completion occurring and in accordance with the terms of the Agreement, Pelican has received the second cash payment of \$1,350,000 from Cockatoo Iron.

Directors

Mr Alec Pismiris
Mr Anthony Torresan
Mr Colin Chenu

Company Secretary

Mr Alec Pismiris

Under the terms of the Agreement, Pelican is further entitled to receive:

- a third cash payment of \$750,000 on or before 31 March 2018; and
- the issuance of \$1,500,000 worth of fully paid ordinary shares in Cockatoo Iron, at a deemed issue price of either \$0.30 per share or if Cockatoo Iron completes a capital raising by the issue of fully paid ordinary shares before Completion as part of a public listing on ASX, the issue price for those shares (subject to such escrow restrictions as may be imposed by ASX).

As part of its efforts to obtain the required third party approvals and consents, Pelican has in consultation with Cockatoo Iron agreed to terms and executed a Heritage Protection Agreement in relation to miscellaneous licence applications 04/102 and 04/103 with Wanjina-Wunggurr Aboriginal Corporation and Dambimangari Aboriginal Corporation which represent the Traditional Owners of the Dambimangari Lands.

For further details please contact:

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