

## HIGHLIGHTS:

The company was pleased to announce during the Quarter, strong progress made in a number of important areas towards the successful development of its 75% owned Ngualla Rare Earth Project including:

- Oversubscribed Placement of A\$6.3M announced post Quarter end
- Recruitment of highly experienced investment banker, Peter Meurer, as Non-Executive Chairman
- In April 2018, the Tanzanian government announced the appointments to the Mining Commission, paving the way for Peak's SML to be granted
- Peak continues to proactively engage with key Tanzanian Ministers and officials:
  - Positive meeting with the Tanzanian Minister of Constitutional and Legal Affairs
  - Visit to Songwe by Deputy Minister for Minerals, Hon. Doto Biteko and the MP for Songwe, Hon. Philipo Mulugo
  - Meetings with the Deputy Minister for Minerals, Hon. Stanslaus Nyongo and the Commissioner for Minerals, Prof. Manya
- Teesside Planning Application and Environmental Certificate Application submitted

### Progress on the Special Mining Licence ("SML") Application

On 17 April 2018, President Magafuli announced the remaining appointments to the Mining Commission. This is a key development for which Peak has been awaiting and paves the way for the assessment and grant of Peak's SML.

The SML application was lodged with the Ministry of Minerals in August 2017 (ASX Announcement 6 September 2017 titled "Peak Lodges Special Mining Licence application for Ngualla"). Due to changes in the Tanzanian legislation surrounding all mining activities in the country (ASX Announcement 31 July 2017 titled "Tanzanian Legislative Changes") the SML application is yet to be considered by the government. The delay has primarily been caused by the need to wait for the establishment of the government's new Mining Commission. The new commission has been given powers under the new legislation to consider all new mining and special mining licence applications. These appointments therefore clears the way for Peak's SML over the Ngualla Rare Earth project to be granted.

Among the members of the commission to be directly appointed by the President were the Chairman, Prof. Idris Kikula, CEO (acting), Prof. Shukrani Manya and Prof. Abdulkarim Mruma. Prof. Kikula was the former Vice Chancellor of the University of Dodoma retiring from his position in March of this year. Prof. Manya, the current Commissioner of Minerals, was appointed by the president in January and since his appointment Peak has met with the commissioner several times and has maintained an excellent work-



Developing the Ngualla Project into an

- ethically sustainable
- long term
- high quality supplier of choice to the global high technology rare earth market

### DIRECTORS

**Non-Executive Chairman:**  
Peter Meurer

**Non-Executive Directors:**  
John Jetter  
Jonathan Murray  
Darren Townsend

**Chief Executive Officer:**  
Rocky Smith

**Company Secretary:**  
Graeme Scott

### CORPORATE DETAILS

AS AT 31 MAR 2018:

**Ordinary Shares on issue:**  
615.9m

**Listed Options PEKOB \$0.06  
1 November 2018:**  
81.2m

**52 week range:**  
3.4c – 10.5c

**Market Cap:**  
\$29.6m (at 4.8c)

**ASX: PEK**

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ing relationship. Prof. Mruma is the current Chief Executive Officer of the Geological Survey of Tanzania. Prof. Mruma has a particular interest in Rare Earths and has stated his support for the development of the Ngualla project. Peak also has an excellent working relationship with Prof. Mruma through his position at the Geological Survey.

**Peak is one of three SML applications expected to be fast-tracked by the Tanzanian Government now that the Mining Commission has been appointed.**

During the hiatus period with no commission in place, Peak has continued direct communications with the government including with the new Minister for Minerals, Angellah Kairuki, the two deputy Ministers for Minerals; Hon. Stanislaus H. Nyongo and Hon. Dotto Biteko, and the Commissioner of Minerals, Prof. Shukuruni Elisha Many. At a meeting with Peak's General Manager of Development, Lucas Stanfield on Wednesday 18 April 2018, the same day that the appointments were announced, the Deputy Minister, Hon. Dotto Biteko confirmed his previous affirmations that there is a large backlog of mining licence applications that need to be considered by the Mining Commission once it begins work. Due to this backlog the Deputy Minister confirmed that they would adopt a fast track process to clear as many applications in as short a time as possible. The Deputy Minister Hon. Nyongo had previously also confirmed at a meeting with Peak's CEO in December that due to their strategic importance to the country the SML applications will be given priority over standard Mining Licence Applications. At the same meeting the Assistant Commissioner for Minerals confirmed that as of December there were only three pending SML applications of which Peak's is one.

In March of this Quarter, a key meeting was held with the Minister for Constitution and Legal Affairs, the Hon. Palamagamba Kabudi. Prof. Kabudi is the responsible minister for the updated mineral legislation and associated regulations as well as being the acting Minister for Minerals whilst the appointed Minister, Hon. Angellah Kairoki is on leave.



**Figure 1: Peak Resources' General Manager of Development, Lucas Stanfield with the Tanzanian Minister for Legal and Constitutional Affairs, Hon. Prof. Palamagamba Kabudi and PRNG Minerals Non-Executive Director, Dr Kibuta Ongwamuhana in Dar es Salaam.**



**Figure 2: Lucas Stanfield with the Regional Commissioner for Songwe Region, Madam Chiku Galawa and PRNG Minerals Commercial Manager, Ismail Diwani.**

Minister Kabudi was able to give Peak details on the intent of the legislative changes made in 2017 and on the planned implementation of that legislation. The Minister stressed that the government is keen to work with investors like Peak and to allay their concerns regarding the new legislation. He also stated that further regulations to be released in the near future are aimed at giving more clarity to investors on the implementation of the current legislation.

The Minister confirmed his support for the Ngualla project and stated he believed His Excellency, President Magafuli would take a personal interest in the project due to the President's academic studies in Rare Earths. Minister Kabudi would look for an opportunity to raise the Ngualla Project with the President at his earliest convenience.

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Mr. Stanfield, Peak's General Manager of Development, outlined to the Minister the importance of moving quickly with the project due to the nature of the Rare Earth Market and the capacity for only a limited number of new mines to come online in the near term. It was stressed that it is imperative that the opportunity to develop Ngualla was not lost to other technically less favorable deposits being developed outside of Tanzania. The Minister confirmed that the government shared the common desire to develop the mine as quickly as possible and that he would lend his support where ever possible.

The Minister was made aware of Peak's plan to process the Ngualla Ore at the mine site before shipping a beneficiated concentrate to a secondary refinery outside the country. The Minister confirmed that the plan met with the intent of the new legislation that processing where possible should take place within Tanzania to assist in the development of industry within the country. He also acknowledged the substantial capital investment that the Company was planning to make which included the establishment of a strategically important road in the region and the large amount of employment that the mine would bring to the Ngualla area.

During the two hour long meeting the Minister was also able to confirm information that had previously been relayed to the Company, including that all SML applications will be considered by the newly appointed Mining Commission before being presented by the Minister for Minerals to the Parliamentary Cabinet for their final approval. The Minister also confirmed that Special Mining Licences are considered strategic developments in the country and that as such applications will be fast tracked once the commission is in place.

Further meetings of note during March included the Deputy Minister for Minerals the Honourable Stanslaus Nyongo and the Regional Commissioner for the Songwe Region Madam Chiku Galawa. Both meetings were positive, with the respective dignitaries reaffirming their support for the Ngualla project and desire for the project to be implemented as soon as possible.

Further meetings are planned in the next quarter including with the Technical team from the Ministry of Minerals, Deputy Minister, Biteko and with the Minister, Hon. Kairoki following her return from leave. The Company will be pleased to provide an update from these meetings in due course.



## Planning Application and Environmental Permit underway in Teesside

The planning application for the Teesside plant has been submitted and stakeholder consultation undertaken with no objections raised to the construction of the refinery. The planning consent is granted by the local authority Redcar and Cleveland Council and it is anticipated that this will be received in the June quarter.

The Environmental Certificate application has also been submitted along with an Environment Impact Assessment to the UK Environment Agency (EA) for consideration. The Company through its engineering partners WYG have been liaising with the EA over the past 12 months ahead of the submission which should allow a smooth application process. An application of the complexity of the refinery is expected to take up to 4 months for the EA to fully consider.

## Pricing Update

2017 provided an idea of the potential of NdPr for the future. During 2017 prices for NdPr doubled within a few months. It remains to be seen whether regulated actions of the Chinese authorities will continue in 2018 and how this will interact with the fact that more and more NdFeB applications will be commercialised.

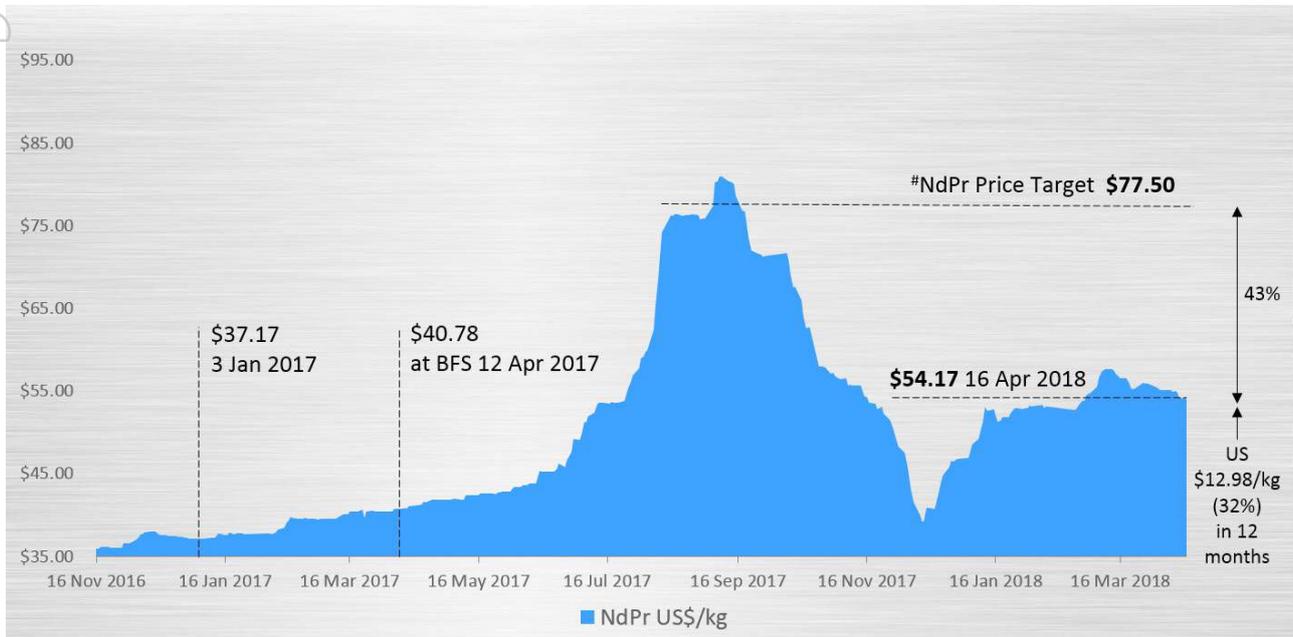


Figure 3: NdPr Prices China in US\$/kg over the past 16 months. Source Asian Metal (China Domestic)

#Target price which is required to realise similar financial performance as communicated in the BFS incorporating the process improvements of the "Process optimisation study boosts Ngualla's operating margin" dated 28 August 2017

Since the beginning of 2018, further improvements in the price of rare earths and in particular of NdPr have been observed. NdPr prices in China increased 13% over the reporting period from RMB 305/ US\$ 48.53 to RMB 345/ US\$ 54.90 per kg at end of Quarter (Figure 3). In comparison, the NdPr prices in China were US \$40.78 per kilogram when Peak announced the results of the BFS in April 2017 and have since risen by 34.62%.

We believe 2017 gave a good indication of the future pricing potential if our predicted shortage in the market does materialise. Overall we anticipate a steady, positive pricing trend with the usual outbreaks and adjustments.

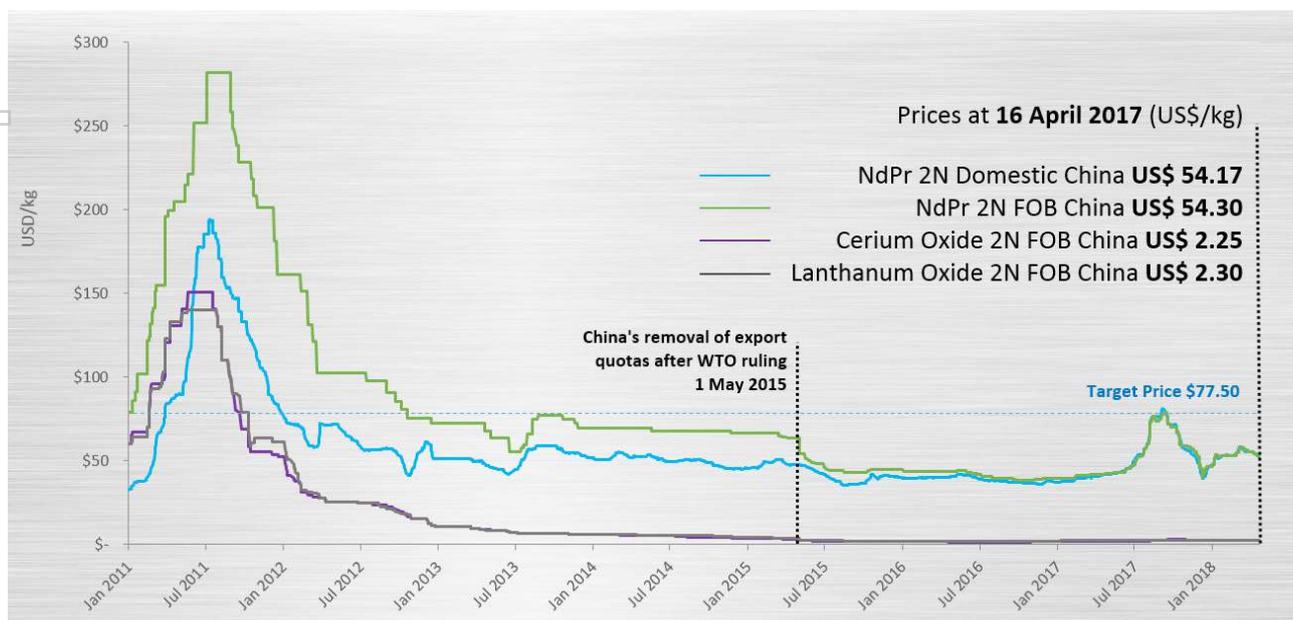


Figure 4 : Recent rare earth price increases in context with long term trends

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## Market Update

NdPr is used in a wide range of low carbon technologies enabling the electrification of our society both on the application side and directly when it comes to producing energy via wind turbines.



One of the most disruptive new megatrends is the automotive space and the manufacturing of permanent magnet electric motors for hybrid and electric vehicles. In excess of 90% of electric and hybrid vehicles in development use an NdPr high-torque, high-efficiency permanent magnet motor.

The preferred use of NdPr permanent magnet motors in EVs was further affirmed by Tesla recently, when they announced that their new Model 3 will use a 3-phase permanent magnet motor instead of the induction motor used for the previous Model S and Model X.

The Chinese government also recognises the significant role NdPr permanent magnet plays in their emerging new energy vehicle sector and aims to build synergy across different industries in the whole supply chain. In January 2018, the China Association of Automobile Manufacturers (CAAM) and Association of China Rare Earth Industry (ACREI) jointly held a kick-off meeting in Beijing, under the auspices of the Ministry of Industry and Information Technology of the People's Republic of China (MIIT), to establish the upstream and downstream cooperation mechanism among the rare earth, permanent magnet, drive motor and new energy vehicle sectors.

Furthermore, we have spoken to a lot of NdFeB producers in China and the common consensus in the industry seems to be that the business is growing and will continue to grow in a two digit range year by year. This sentiment is also confirmed by the fact that Lynas, who is the biggest non-Chinese NdPr producer outside of China, has announced recently to implement its capacity expansion project "Lynas Next" to increase its NdPr capacity and output. Lynas also confirmed during its last quarterly call that the NdPr oxide demand of its customer base exceeds Lynas' current output.

All these elements underpin Peak's strategy and aspiration to position the Ngualla Rare Earth Project as the next Lynas and a fully integrated rare earth producer outside of China. The Company will continue to increase its efforts and business development activities to secure the industry support needed to bring Ngualla into production in time to take full advantage of the expected surge in demand for NdPr from the EV market and the general electrification of our society.

## Marketing and Communication

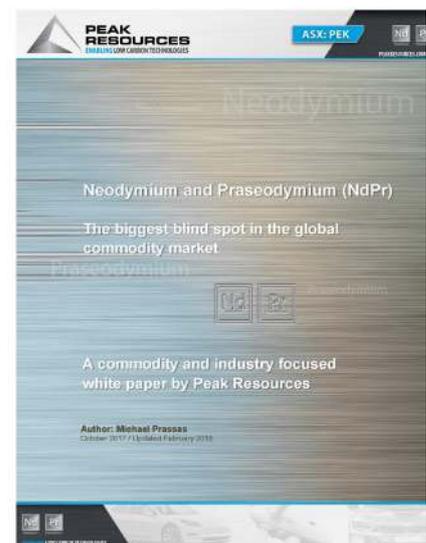
In February 2018, Peak Resources published a white paper to share its industry insights and outline why we believe NdPr is the biggest blind spot in the global commodity market.

The world is openly concerned about exhausting its supplies of battery metals such as lithium, graphite and cobalt, however, once it is more widely known that behind each battery is a motor and that nearly all announced NEVs (new energy vehicles) and other mobility applications will be equipped with a neodymium praseodymium permanent magnet motor, it will be interesting to see how the market responds. This is the heart of the next industrial rEvolution

The aim of the white paper is to provide in one document, a 360 degree perspective on the rare earth market (China, supply & demand, upcoming megatrends like EV, drones, clean energy from wind) with a particular focus on NdPr and permanent magnet as well as an overall benchmark analysis on new development rare earth projects worldwide.

Download for free, our 115-page white paper:

<http://www.peakresources.com.au/whitepaper/>



## Business Development Activities

At the beginning of 2018, Peak Resources commenced activities to introduce the project to the global rare earth and off-take community. We have started with China, the biggest rare earth market world-wide, through participation at Chinese rare earth conferences and introduction of the Ngualla project to the Chinese rare earth community during March 2018.



## Corporate

### Appointment of highly experienced investment banker, Peter Meurer as Non-Executive Chairman

Post Quarter end Peak was very pleased to advise that Peter Meurer has agreed to join the Company as Non-Executive Chairman commencing 23 April 2018. Peter's experience, extensive contacts and strategic guidance are well matched to the requirements for the final stages in the development path for the Ngualla Project.



Peter has a distinguished career of over 40 years in the Corporate Finance sector and is currently Non-Executive Chairman of Nomura Australia. He first joined Nomura Australia in 2009. Prior to this he has also held the roles of Vice Chairman for Citigroup and Merrill Lynch.

Peter has a strong strategic focus and has forged trusted advisor relationships through the many market related transactions in which he has been involved covering all aspect of corporate finance including; equity raisings, debt financing, corporate advisory and M&A. During his tenure at Nomura, Peter has been involved in domestic and international M&A transactions together with their project financings.

Jonathan Murray, who presided as Chairman during the recruitment process, continues his role on the Peak board as a Non-Executive Director.

### Capital Raising- Placement for A\$6.3M

Post Quarter end on 24 April 2018 the Company announced the details of a two tranche Placement at \$0.04 per share to raise A\$6.3m before costs. Tranche 1 will be issued under the Company's 15% placement capacity and is expected to be completed on 2 May 2018 with \$3,440,000 receivable and 86,000,000 new shares to be issued. Tranche 2 will be subject to the receipt of shareholder approval at a General Meeting of shareholders to be convened around late May 2018. Tranche 2 will see the issue of a further 71,500,000 new shares for an additional \$2,860,000.

Participants in the Placement will, subject to shareholder approval, receive one attaching quoted option, exercisable at \$0.06 within 24 months from the date of shareholder approval, for every three new shares subscribed for and issued pursuant to the Placement. Quotation on ASX for the Options will be sought.

The Company experienced strong demand for the capital raising which was oversubscribed.

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## Implementation of Long Term Incentive Scheme

A Long Term Incentive Scheme (LTIS) was introduced early in the Quarter. The scheme has been designed to assist with the attraction, motivation and retention of directors and employees of the Company, and to align the interests of those employees and Shareholders by matching rewards with the long term performance of the Company. The LTIS incorporates the staged issue of share Options to be made under the Company's Employee Option Plan (EOP). The Company received approval from Shareholders for its Employee Option Plan (EOP) and Performance Rights Plan (PRP) at the Annual General Meeting on 29 November 2017.

Tranche 1 issues were made to employees in January 2018 with a total of 12,500,000 Options issued with an exercise price of \$0.065. These Options will vest on 30 June 2018 and expire on 16 January 2021. It is intended that Directors will also participate in the LTIS and these contemplated issues will be put to Shareholders for approval in due course.

## Expiry of Options and Performance Rights

During the Quarter 20,616,666 unlisted Options with exercise prices ranging between \$0.15 and \$0.55 expired unexercised. In addition 8,000,000 Performance Rights expired having failed to achieve the vesting criteria.

## Corporate Structure and Cash at Hand

The corporate structure as at 31 March 2018 was:

**ASX:** PEK

**Ordinary Shares on Issue:** 615.9 million

**Cash at hand:** \$1.7 million<sup>^</sup> (Peak Resources Limited only)

**Appian Debt (due September 2019):** US\$2.2 million

**52 week range:** 3.4c – 10.5c\*

**Market Cap:** \$29.6m (at 4.8c)

**PEKOB Listed \$0.06 1 November 2018**

**Options on Issue:** 81.2 million

**Unlisted Options outstanding:** 16.5 million  
(exercise prices A\$0.06 to A\$0.65)

**Liquidity:** 0.691 million shares per trading day  
(average over 3 months\*\*)

\* From 1 April 2017 to 31 March 2018\*\* Average from 1 January 2018 to 31 March 2018 #.

<sup>^</sup> PAM, 75% PEK ownership, also retained cash at bank of US\$16k at the end of the Quarter.

**Rocky Smith**, Chief Executive Officer

### Competent Person's Statements:

The information in this report that relates to infrastructure, project execution and cost estimating is based on information compiled and / or reviewed by Lucas Stanfield who is a Member of the Australasian Institute of Mining and Metallurgy. Lucas Stanfield is the General Manager - Development for Peak Resources Limited and is a Mining Engineer with sufficient experience relevant to the activity which he is undertaking to be recognised as competent to compile and report such information. Lucas Stanfield consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

## Summary of Mining Tenements and Areas of Interest

As at 31 March 2018

Project	Tenement	End of December 2017 Quarter	End of March 2018 Quarter	Status	Arrangement/Comment
Mikuwo	PL 9157/2013	75%	75%	Granted	Held by 100% Tanzanian associate company PR NG Minerals Ltd
Mlingi	PL10897/2016	75%	75%	Granted	Held by 100% Tanzanian associate company PR NG Minerals Ltd
Ngualla	SML/00601/2017	75%	75%	Pending	Held by 100% Tanzanian associate company PR NG Minerals Ltd

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**Appendix 5B**  
**Mining exploration entity and oil and gas exploration entity quarterly report**

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## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

**Name of entity**

PEAK RESOURCES LIMITED

**ABN**

72112546700

**Quarter ended ("current quarter")**

MARCH 2018

**Consolidated statement of cash flows**

	<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	(370)	(1,599)
(c) production	-	-
(d) staff costs (net of development allocations)	(195)	(627)
(e) administration and corporate costs	(190)	(745)
(f) development costs recovered	93	364
(g) administration costs recovered	9	41
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	11	19
1.5 Interest and other costs of finance paid	(109)	(400)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	562
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(751)</b>	<b>(2,365)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	(2)
(b) tenements (see item 10)	-	-

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**Appendix 5B**

**Mining exploration entity and oil and gas exploration entity quarterly report**

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
(c) investments in associate companies	-	(1,708)
(d) other non-current assets	-	-
<b>2.2 Proceeds from the disposal of:</b>		
(a) property, plant and equipment	-	3
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	25	25
<b>2.3 Cash flows from loans to / from other entities – associate companies</b>	<b>(393)</b>	<b>498</b>
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(368)</b>	<b>(1,184)</b>
<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of shares	-	5,537
3.2 Proceeds from issue of convertible notes	-	-
3.3 Proceeds from exercise of share options	-	-
3.4 Transaction costs related to issues of shares, convertible notes or options	(54)	(439)
3.5 Proceeds from borrowings – Appian loan	97	359
3.6 Repayment of borrowings	(1)	(1,944)
3.7 Transaction costs related to loans and borrowings	-	(356)
3.8 Dividends paid	-	-
3.9 Other – Restricted cash for debt repayment	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>42</b>	<b>3,157</b>
<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,802	2,117
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(751)	(2,365)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(368)	(1,184)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	42	3,157

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**Appendix 5B**

**Mining exploration entity and oil and gas exploration entity quarterly report**

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>1,725</b>	<b>1,725</b>
<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	475	757
5.2	Call deposits	1,250	2,045
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,725<sup>#</sup></b>	<b>2,802<sup>#</sup></b>
<p><sup>#</sup>figure excludes cash at end of the Quarter retained by Peak's majority (75%) owned associate company Peak African Minerals (PAM). PAM had cash at bank at the end of Quarter of US\$16k (previous quarter US\$9k).</p>			
<b>6.</b>	<b>Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>	
6.1	Aggregate amount of payments to these parties included in item 1.2	39	
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-	
6.3	Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2		
<p>6.1 Directors fees paid to Directors and payments to Steinepreis Paganin Lawyers &amp; Consultants, an entity related to Non-executive Director Jonathan Murray.</p>			
<b>7.</b>	<b>Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>	
7.1	Aggregate amount of payments to these parties included in item 1.2	-	
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-	
7.3	Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2		

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**Appendix 5B**
**Mining exploration entity and oil and gas exploration entity quarterly report**

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	2,927	2,927
8.2 Credit standby arrangements	-	-
8.3 Bank Guarantee re office rent	30	30
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

Loan facilities are a fully drawn 3 year unsecured term loan, maturing in September 2019, provided by Appian Pinnacle Holdco Limited. The remaining outstanding loan is denominated as US\$2.216m (1A\$=0.75712US\$), interest of 15% per annum is calculated daily and capitalised at the end of each calendar quarter payable at time of the loan repayment. \$97k (US\$76k) interest was capitalised to the loan at the end of the Quarter. During the year \$1.943m (US\$1.522m) of principal and accrued interest was repaid under the mandatory repayment terms of the loan facility pursuant to the equity capital raisings completed by the Company.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	-
9.2 Development	-
9.3 Production	-
9.4 Staff costs (net of recoveries)	200
9.5 Administration and corporate costs (net of recoveries)	175
9.6 Other – Company's share of PAM project evaluation and development costs	584
<b>9.7 Total estimated cash outflows</b>	<b>959*</b>

\* The above figures are for Peak's costs and its share of the project development and evaluation expenditure only. Additional project development and evaluation expenditure will be incurred and should be funded proportionately by the other PAM investors.

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced		Refer Quarterly Activities Report		
10.2 Interests in mining tenements and petroleum tenements acquired or increased		Refer Quarterly Activities Report		

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**Appendix 5B**

**Mining exploration entity and oil and gas exploration entity quarterly report**

**Compliance statement**

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: ..... Graeme Scott.....  
Company secretary

Date: ...30 April 2018.....

Print name: ....Graeme Scott.....

**Notes**

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

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