

Peako acquires 100% of E80/4990 Eastman Tenement

Peako Limited (ASX: PKO) advises that it has increased its interest in the Eastman tenement E80/4990 (Figure 1) to 100% following completion of the transaction with Sandrib Pty Ltd announced on 16 October 2020.

Having earned a 60% interest in the tenement under a Farmin and Joint Venture Agreement, Peako agreed to buy the remaining 40% interest in the tenement from Sandrib Pty Ltd for consideration comprising payment of \$90,000, the issue of 2,647,059 shares in Peako and the grant of a 0.10% (one tenth of a percent) net smelter royalty capped at \$500,000.

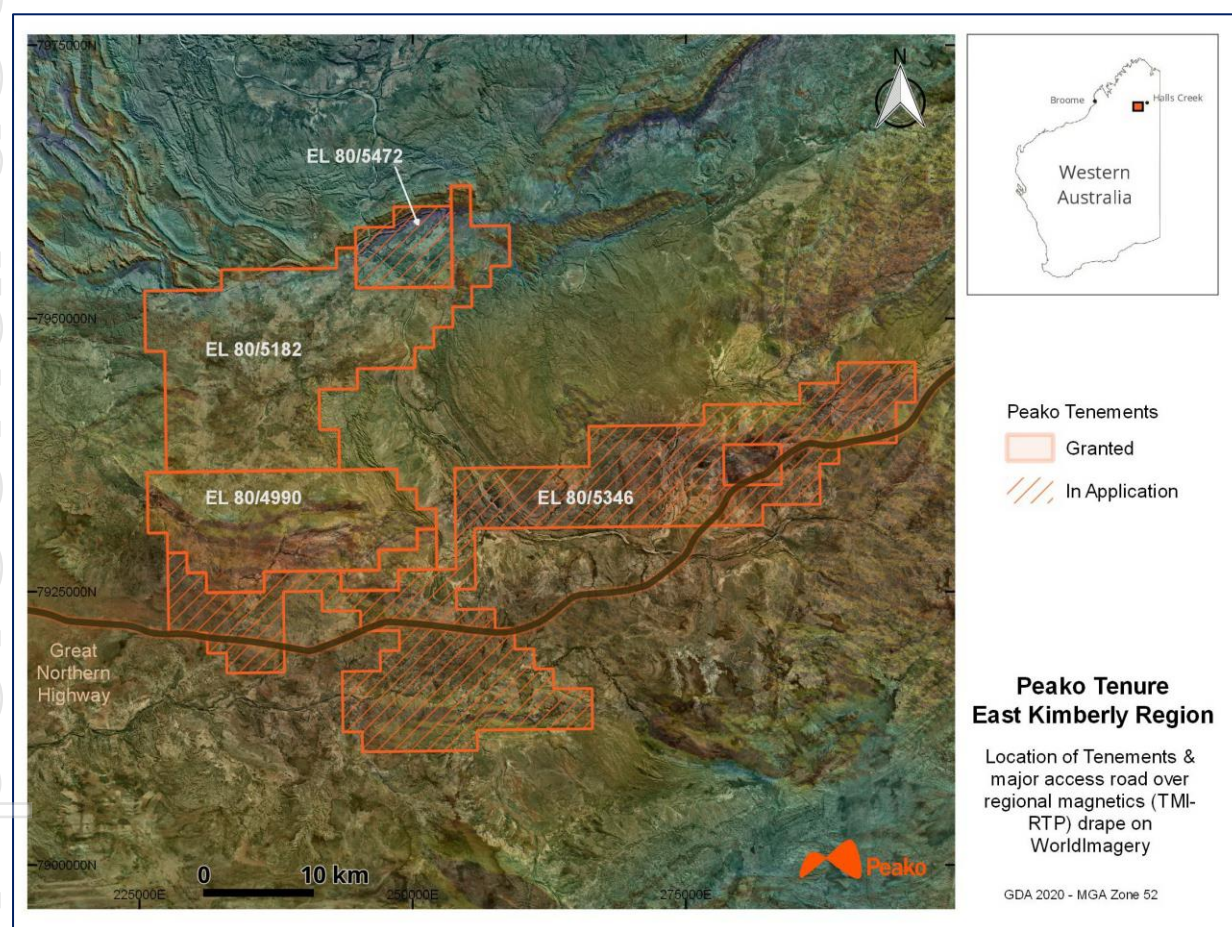


Figure 1 Peako's East Kimberley tenement portfolio

Latent Gold Potential

Ongoing work by Peako has identified a latent gold potential across the Eastman tenement (Figure 2), largely overlooked by past explorers. Data compilations have identified that exploration for gold has largely formed a peripheral focus to the exploration for base metal sulphides, including copper-lead-zinc and copper-nickel-PGE styles of mineralisation, with many historical explorers not analysing soil, rock or drill samples for gold.

The Eastman tenement's potential prospectivity for gold and silver is validated by a known precious metals signature that includes: Peako's 2019 RC drilling results such as PLRC004 with 6m at 1.16g/t Au and 27.27g/t Ag and PLRC001 with 7m at 1.1 g/t Au and 7.51 g/t Ag, as well as historical rock chip results that have returned Au grade up to 11.7g/t Au. Petrology results from 2019 RC samples at Landrigan also define at least some of the gold to occur as free grains hosted by deformed quartz veins.

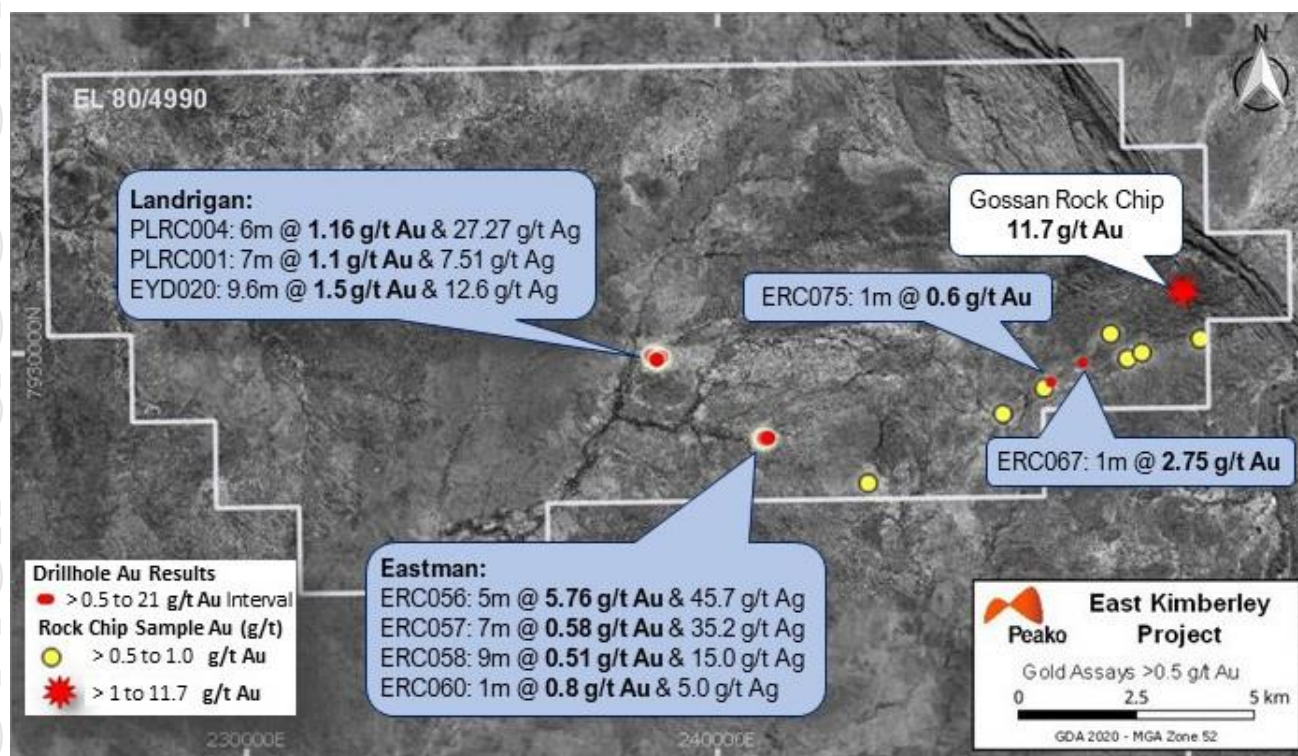


Figure 2 Location of anomalous gold responses > 0.5 g/t Au in Rock Chip and drilling.

In late September to early October 2020 Peako undertook first pass reconnaissance rock chip sampling across a range of target areas defined on tenement E80/4990. This short, intensive field program utilised Western Australia based personnel and was implemented rapidly in response to a limited time window available as a result of COVID-19 restrictions. Field program results continue to demonstrate a clear and extensive precious metal target signature areas across a suite of areas on the E80/4990 tenement has a clear gold signature and given the extensive nature of the postulated fertile area, confirms gold as a highly attractive target for exploration. Multi-element geochemistry also confirmed the presence of a diverse suite of altered granitoid intrusions across the tenement.

Ongoing Exploration in 2021

Peako is currently in process of defining and planning an intensive exploration campaign for the upcoming 2021 field season to commence as soon as weather permits. An array of targets for testing in the 2021 field season have been identified on E80/4990 and represent a suite of targets at different exploration stages where some areas have undergone substantial historical exploration testing and require drill testing, whilst other targets have had effectively no previous exploration. Planned exploration activities for 2021 are anticipated to include detailed mapping and sampling, ground magnetics and IP where appropriate, air core geochemistry lines and RC drill testing.

Peako Chairman, Mr Geoff Albers, commented “we are delighted to have been able to secure a 100% interest in the Eastman tenement which holds exciting potential for discovery across a range of mineralisation types”.

References

Further details relating to the information provided in this release can be found in the following Peako ASX announcements:

13 November 2020	East Kimberley Project Update
20 August 2020	East Kimberley Exploration Update
30 April 2020	Quarterly Reports – 31 March 2020
30 January 2020	Infill RC Sample Results
28 November 2019	East Kimberley Drilling Results Extend Known Copper-Gold Mineralisation
30 September 2019	Extension of East Kimberley Copper-Gold RC Drilling Program
23 September 2019	RC Drilling Commences at East Kimberley Copper-Gold Project
23 May 2019	Drilling Grant Awarded
28 November 2018	Projects Update
31 October 2018	Quarterly Activities Report
15 August 2018	IP Geophysical Survey to Commence Shortly at Eastman

Competent Person Declaration

The information in this report that relates to Exploration Results and Historical Exploration is based on information compiled or reviewed by Dr Daryl Clark who is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM). Dr Clark is a director of and consultant to Peako Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposits 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. Dr Clark consents to the inclusion in this report of the matters based on information provided by him and in the form and context in which it appears.

For more information

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