

ASX ReleaseFriday September 10th, 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 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. The Company continues to invest in the exploration of gold and copper projects that give shareholders exposure to high value assets.

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

Pacific American Holdings Limited

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Rights Issue to Develop our American Gold Projects

Pacific American Holdings Limited (**ASX: PAK**) is pleased to announce its intention to raise up to \$2.543 million through a 1 for 2 Non-Renounceable Rights Issue to Eligible Shareholders at a 20% discount to the share price on the 9th September 2021. The Rights Issue has been priced to attract Eligible Shareholders to participate in the capital raising and recognises the significant value of the assets held by the Company including our Idaho Gold project and the Elko Coking Coal Project.

Eligible Shareholders will be able to subscribe for one (1) New Share for every two (2) Existing Share they hold on the Record date of 15th September 2021.

Highlights

- **Advance the Company's Anderson Creek Gold Project in Idaho;**
 - The Company has recently updated the market on the Anderson Creek Project with historic reports showing gold grades up to 160g/t.
- **Expand our North American Metals portfolio**
 - Expand our footprint in North America as well as commencing exploration activities on site, including further geological mapping, sampling and drilling programs.
 - Planning underway to submit a drilling permit application to support on site activities in Q4 2021.
 - Expand North American asset base through project origination of additional gold and base metal opportunities.
 - The Company has identified additional assets of interest and subject to final review and funding, intends to pursue these in order to broaden the Company's assets portfolio.
- **Actively progress existing options for the development of Elko**
 - All classes of Metallurgical Coal prices rebounded during the first half of the year, supporting the Company's position to retain Elko due to its significant underlying asset value.

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

The Non-Renounceable Rights Issue

The Non-Renounceable Rights Issue provides the opportunity for Eligible Shareholders to each subscribe for one (1) New Share for every two (2) fully paid ordinary Existing Shares held in the Company as at the Record date at an offer price of \$0.016 per New Share. **The offer price represents a 20% discount to the share price on the 9th September 2021 and will only be available to Eligible Shareholders.**

Registered holders of Shares as at 7.00pm (AEST) on 15th September 2021 (Record Date) with a registered address in Australia or New Zealand will be eligible to participate in the Rights Issue. The shares to be issued under the Rights Issue will rank equally with existing PAK fully paid ordinary shares on issue.

Full details of the Rights Issue will be contained in an Offer Document which is scheduled to be dispatched to Eligible Shareholders on or around 20th September 2021.

The Directors all intend to take up their full entitlement in the Rights Issue and encourage Eligible Shareholders to also participate in this Offer.

The Rights Issue is not underwritten.

Deployment of Capital

The \$2,548,679 raised through the Non-Renounceable Rights Issue will be deployed into the key focus areas where the Company is committing resources and value adding activities, including:

- Advancing the Company's Anderson Creek Gold Project in Idaho,
- Expanding our North American asset base through project origination of additional gold and copper opportunities,
- Further positioning the Elko Coking Coal Project for partnership investment.

Remaining funds will be applied towards working capital and sustaining other existing business investments.



Figure 1 - Anderson Creek Project Area

Effect on capital structure upon completion of the Offer

If all of the Rights under the Offer are accepted, the total number of Shares on issue will increase by up to 159,292,450 shares (approximately) immediately following completion of the Offer.

Equity Security ¹	Number	%
Shares on issue at the date of the Offer Document	318,584,900	63.92
Unlisted Options on issue at the date of the Offer Document²	20,500,000	4.11
Total Equity Securities at the date of the Offer Document	339,084,900	68.04
New Shares	159,292,450	31.96
Total Equity Securities after the Offer	498,377,350	100.00

Rights Issue Timetable

Set out below is the proposed timetable for the Rights Issue. Directors reserve the right to vary the dates and times without notice.

Timetable for the Offer	
10 September 2021	Announcement to ASX of the Offer.
14 September 2021	Shares commence trading on the ASX on an ex-rights basis.
15 September 2021 7.00pm (Sydney time)	Record Date – the date for identifying Shareholders entitled to participate in the Offer.
20 September 2021	Offer Document with Entitlement and Acceptance Forms sent to Eligible Shareholders.
20 September 2021	Opening Date – the first day for receipt of acceptances under the Offer and the Shortfall Offer.
18 October 2021 5.00pm (Sydney time)	Closing Date – the last day for receipt of acceptances under the Offer and the Shortfall Offer, unless extended.
19 October 2021	New Shares quoted on ASX on a deferred settlement basis
21 October 2021	Announcement to ASX of the results of the Offer.
25 October 2021	Issue Date - New Shares issued under the Offer and the Shortfall Offer and deferred settlement trading ends. In the event that the Offer is extended, the Company reserves the right to allot applications for New Shares on or about the time of the extension, and weekly thereafter as any further applications are received.
26 October 2021	New Shares expected to commence normal (T+2) trading on ASX.

The above events, dates and times are indicative only and may be subject to change. The Company reserves the right to amend any of these events, dates and times without notice, subject to the Corporations Act, the ASX listing rules and other applicable laws. In particular, the Company reserves the right to extend the Closing Date and to accept late applications. The commencement of trading of New Shares on ASX is subject to confirmation by ASX.

¹ Assumes that no Options are exercised before the Record Date. Assumes full subscription under the Offer and that 159,292,450 New Shares are issued.

² These are the current number of unlisted Options on issue

Company Projects

As set out in recent releases, the Company hold 100% interest in 2 projects located in North America, being the:

- Anderson Creek Gold Project – Idaho, USA
- The Elko Coking Coal Project – British Columbia, Canada

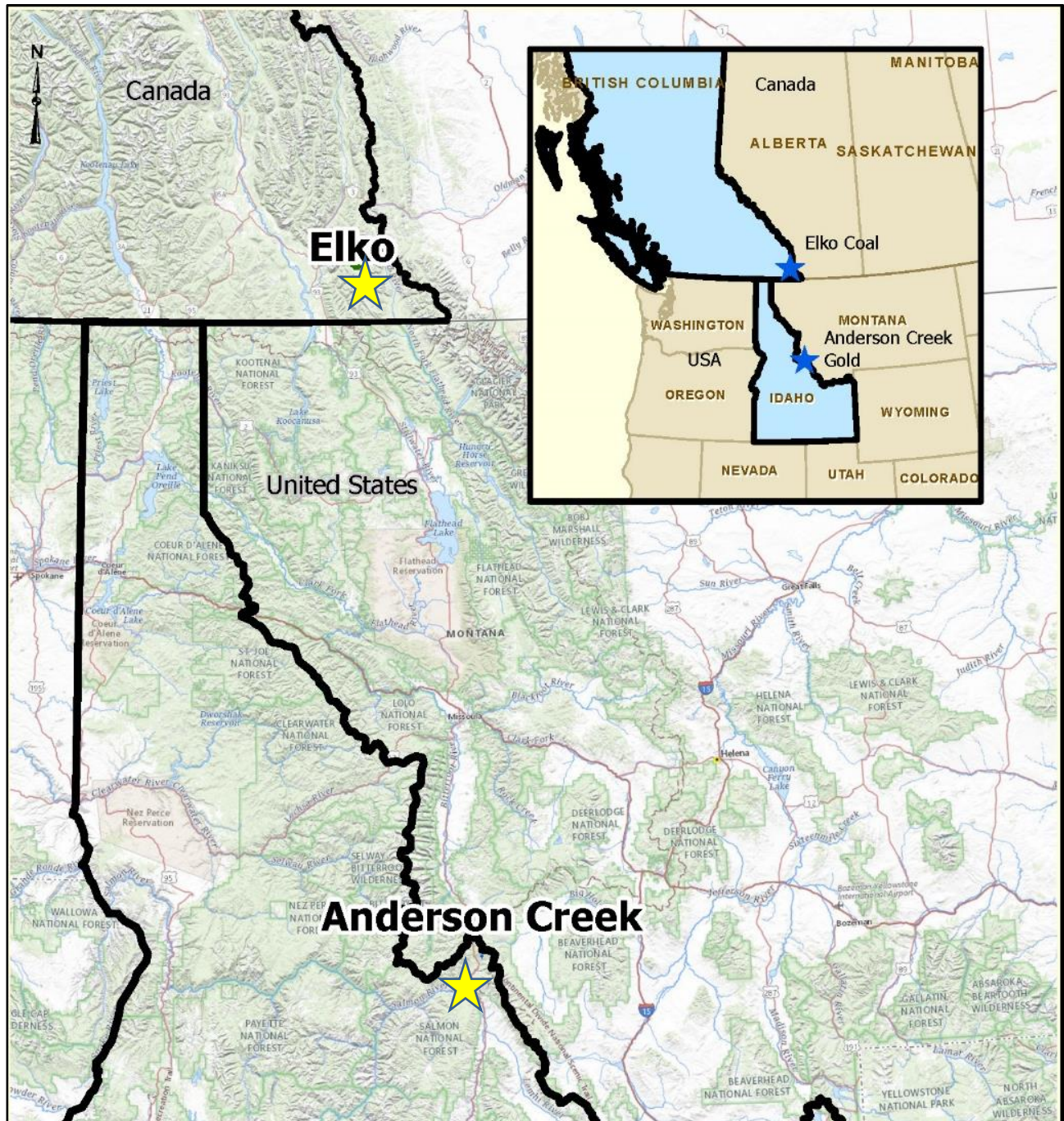


Figure 2 - Location of North American Projects

Details of each of the projects are outlined in the following sections.

Anderson Creek Gold Project

The Anderson Creek Gold Project is the Company's first self-originated gold project in the USA. The Anderson Creek Gold Project covers 496 acres of ground in a highly prospective gold bearing region of the Gibbonsville Mining District in northern Lemhi County, Idaho.

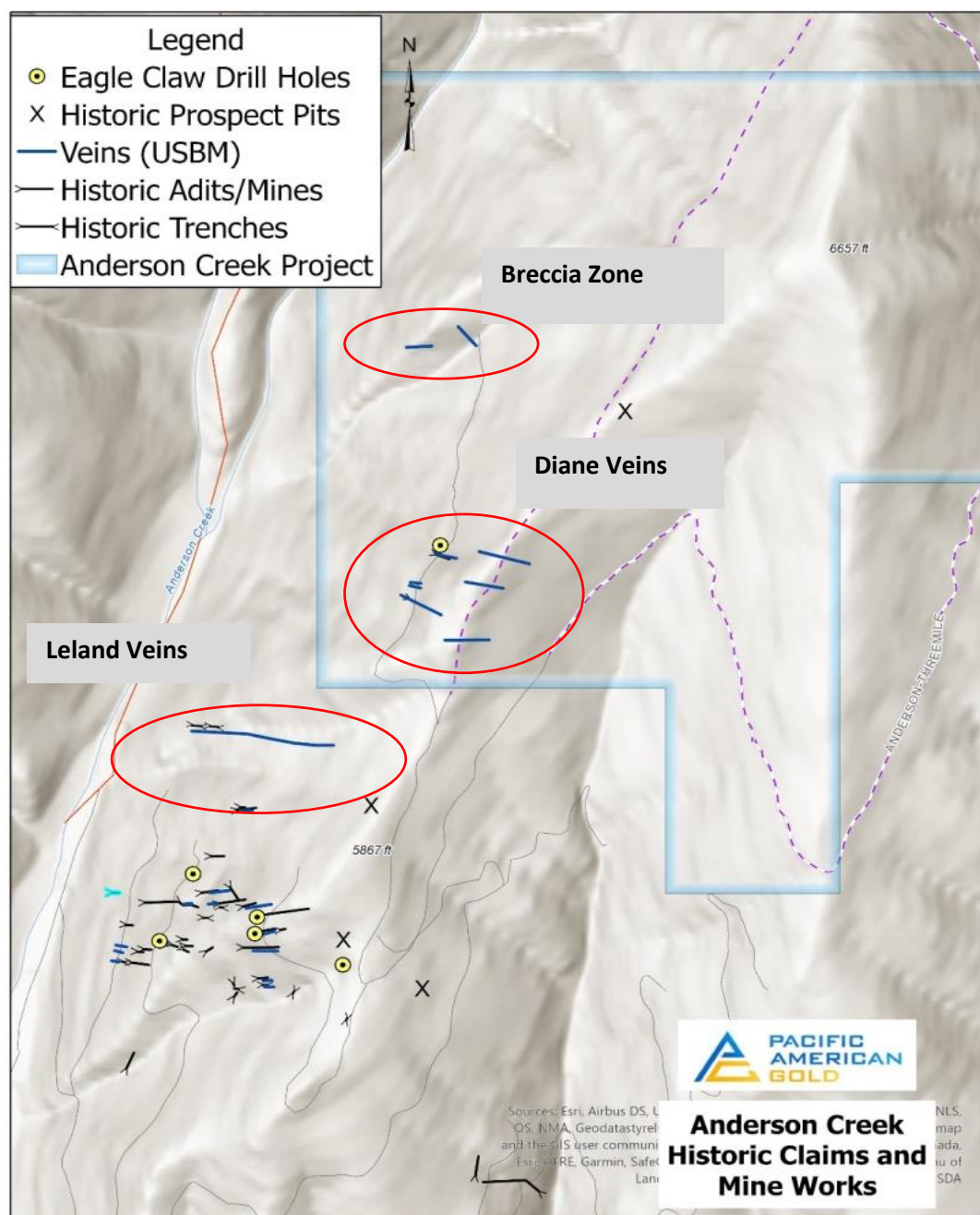


Figure 3 - Anderson Creek Historical Claims and Mine Works

Anderson Creek was chosen as a potential high value asset due to geology, historical gold production, mineralogy and historical grades as well as access to existing infrastructure and ability to expand the claim area and project footprint. Historical grades from Diane 1 vein returned gold values of up to 160g/t.

Exploration Entity	Sample ID	Grams / Tonne
ECM Co	D1- D Rerun	160.46
ECM Co	D1 Head	110.45
ECM Co	D2	79.38
ECM Co	D1	62.94
ECM Co	D2 Head	60.33
ECM Co	D1	44.79
ECM Co	D2	36.50
ECM Co	D2	23.25
ECM Co	D2	12.47
ECM Co	D2	10.21
ECM Co	D1 Tail	8.56
ECM Co	D2Tail	3.23
US BoM	536	33.16
US BoM	535	30.50
US BoM	540	2.85
US BoM	542	0.86
US BoM	547	0.52

Anderson Creek Project Area historic samples greater than 0.5 g/t

The Company has completed in-field geological surveys and sample collection. Based on the nature of the samples and their proximity to several large known gold bearing quartz veins, the Company is seeking to advance its understanding of the project area, including targeting three areas known as:

- D1 and D2 quartz veins,
- Additional 9 veins orientated parallel to the D1 & D2 veins, and
- Breccia Zone to the north of the project area.

Gold and Copper Projects

As the Company has built technical and commercial expertise in the USA based team, that expertise has been used to identify and prioritise gold project opportunities along with other potential gold and copper projects in North America. The Company considers copper having a positive long term outlook due to its enabling role in an electrified economy.

The Elko Coking Coal Project

The Company has always held the view that the Elko Project is a substantial asset for the Company containing 303.1Mt of JORC 2012 compliant resources. Contained within 9 seams, the resources are predominately contained in the Measured and Indicated Category and represent 210.8Mt or 70% of the total resources.

Measured	JORC 2012 In-Situ Resources (Mt)			Total
	Indicated	Inferred		
117.6	93.2	92.3		303.1

Across the 9 seams, the Elko Project contains a range of coking coal properties, making it a project capable of delivering a range of products to meet the demands of the global seaborne market.

The Company has consistently ensured investment was directed into the Elko and has continuously reviewed all options for development.

With the return of higher pricing across all metallurgical coal categories, the Company continues to seek out collaborative partners to realise the value of such a high quality and limited resource. Elko has always been considered a medium to long term project. Looking beyond short term coking coal price fluctuations, the consensus forecast for Hard Coking Coal price supports the view that coking coal prices will be sustained in the long term, hence underpinning the Company's investment thesis that the Elko Coking Project holds substantial value for shareholders.

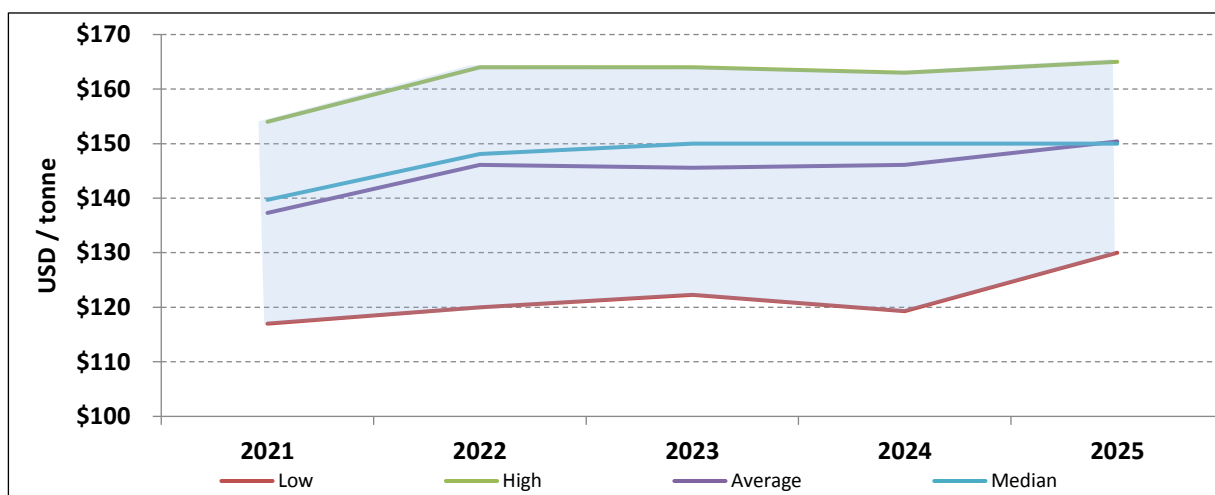


Figure 4 - Consensus pricing forecast for Hard Coking Coal³

Working Capital

- Maintain our and continue to develop our portfolio of businesses including the Elko Project and our new renewables business.

³ Data sourced from KPMG, "Coal price and FX market forecasts", June/July 2021.

<https://assets.kpmg/content/dam/kpmg/au/pdf/2021/coal-price-fx-market-forecast-june-july-2021.pdf>

For Further Information Contact**Mark Sykes**

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

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:

- 08.09.2021 *"Extensive Historic Geological Mapping Anderson Creek Gold"*
- 02.03.2021 *"Maiden Drilling Program Completed Over Three Gold Targets"*
- 01.10.2020 *"Drill Ready Western Australian Gold Project"*
- 16.01.2019 *"Elko Coking Coal Project JORC Resource Increased to 303Mt"*

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.