

7 September 2016



PELICAN
RESOURCES LIMITED

ABN 12 063 388 821

SALE OF SIBUYAN NICKEL PROPERTIES DEVELOPMENT CORPORATION

The directors of Pelican Resources Limited (**ASX: PEL**) ("Pelican" or "the Company") provide the following update on the sale of Sibuyan Nickel Properties Development Corporation ("SNPDC"), the beneficial owner of the Romblon Project located on Sibuyan Island in the Romblon Province in the Philippines.

On 17 August 2016 Pelican announced it had received notification from its venture partner All Acacia Resources Inc. ("AARI") that it was prepared to support the sale of SNPDC and therefore the Memorandum of Understanding ("Agreement") was unconditional. Pelican further advised Dynamo it was able to progress with completion of the sale of SNPDC and provided Dynamo with a formal Share Sale Agreement.

Under the MOU, the agreed purchase price was \$4,700,000, of which Dynamo has paid in accordance with the terms of the MOU an initial tranche of 10% (\$470,000) and a further tranche of 20% (\$940,000) of the purchase price.

Dynamo has now written to Pelican indicating that it does not wish to proceed with the purchase of SNPDC, and has requested a full refund the purchase price paid to date under the Agreement.

Pelican has advised Dynamo that it considers the Agreement, and the parties' respective obligations under it, remain on foot, and that it requires Dynamo to complete the Agreement by payment of the balance of the purchase price at settlement of the sale.

In the event Dynamo remains unwilling to complete under the Agreement, Pelican will obtain legal advice as to its rights under the Agreement.

For further details please contact:

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