

QUARTERLY ACTIVITIES REPORT JUNE 2019

CORPORATE

Perpetual Resources Limited (ASX:PEC) during the quarter continued to evaluate and assess various resource projects that will add value to the company, with focus on the silica sand industry. In this quarter options to acquire two additional silica tenements were initiated and the Beharra exploration licence was granted.

Share Issues- Beharra Silica Project

Vesting conditions of Class A and B Performance Shares were met in June, the issue of 60,000,000 fully paid ordinary shares pursuant to satisfaction of vesting conditions for Class A and Class B performance shares being satisfied prior to the expiry date, as announced on 17 June 2019.

Outstanding Share Issue- Beharra

100,000,000 Class C Performance Shares will vest and convert on the Company upon announcing a JORC inferred resource of 50 million tonnes of white sands (minimum 99%SiO₂) on the Tenement or first shipment of a minimum of 20,000 tonnes of white sands (minimum 99% SiO₂), expiring 24 months from the Issue Date (2nd May 2019).

Share Issue- Sargon and Eneabba

On July 8th 665,333 fully paid ordinary shares was issued in consideration of a 100% legal and beneficial acquisition of Sargon (E70/5227) and Eneabba (E70/5220) sand projects as announced on 1st July 2019.

Exploration

New South Wales

Minor additional exploration reconnaissance was carried out on the TH Creek gold prospecting addition to environmental monitoring of drill sites at TH Creek and at the Stanley copper-lead-zinc prospects. Both these sites were downgraded and the exploration licence was not renewed and expired in May 2019. Final relinquishment reports as required by the regulators were submitted for assessment and processing in June. This now completes the company's exploration activities in NSW.

Western Australia

Assay results from Beharra High Purity Silica Project received (reported 10th April 2019) confirm high grade silica at surface. The Beharra exploration licence 70/5221 was granted on 13th June 2019 and released to the ASX on 17th June. All necessary work in preparation to undertake resource drilling has commenced.

Two prospective silica sand licences consisting of Sargon (E/70/5227) and Eneabba (E70/5220) located north and south of the Beharra project, see [figure 1](#) (reported 1st July 2019) were acquired. Total licence area for these two tenements is 65.4km².

Tenement details are indicated in the table below.

Licence	Location	Interest at 31March2019	Interest at 30June 2019	Status	Area km ²
EL7549	NSW	70%	0%	Relinquished	36
E70/5221	WA	0%	100%	Granted	48.6
E70/5220	WA	0%	0%	Application	35.3
E70/5227	WA	0%	0%	Application	30.0

Note that E70/5220 and E70/5227 were granted post quarter end.

The information in this announcement that relates to the Exploration Results for the Beharra Project & Wiagdon Thrust JV Project and is based on information compiled and fairly represented by Mr. Colin Ross Hastings, who is a Member of the Australian Institute of Mining & Metallurgy and consultant to Perpetual Resources Ltd. Mr. Hastings is also a shareholder of Perpetual Resources Ltd. Mr. Hastings has sufficient experience relevant to the style of mineralisation and type of deposits under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Hastings consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

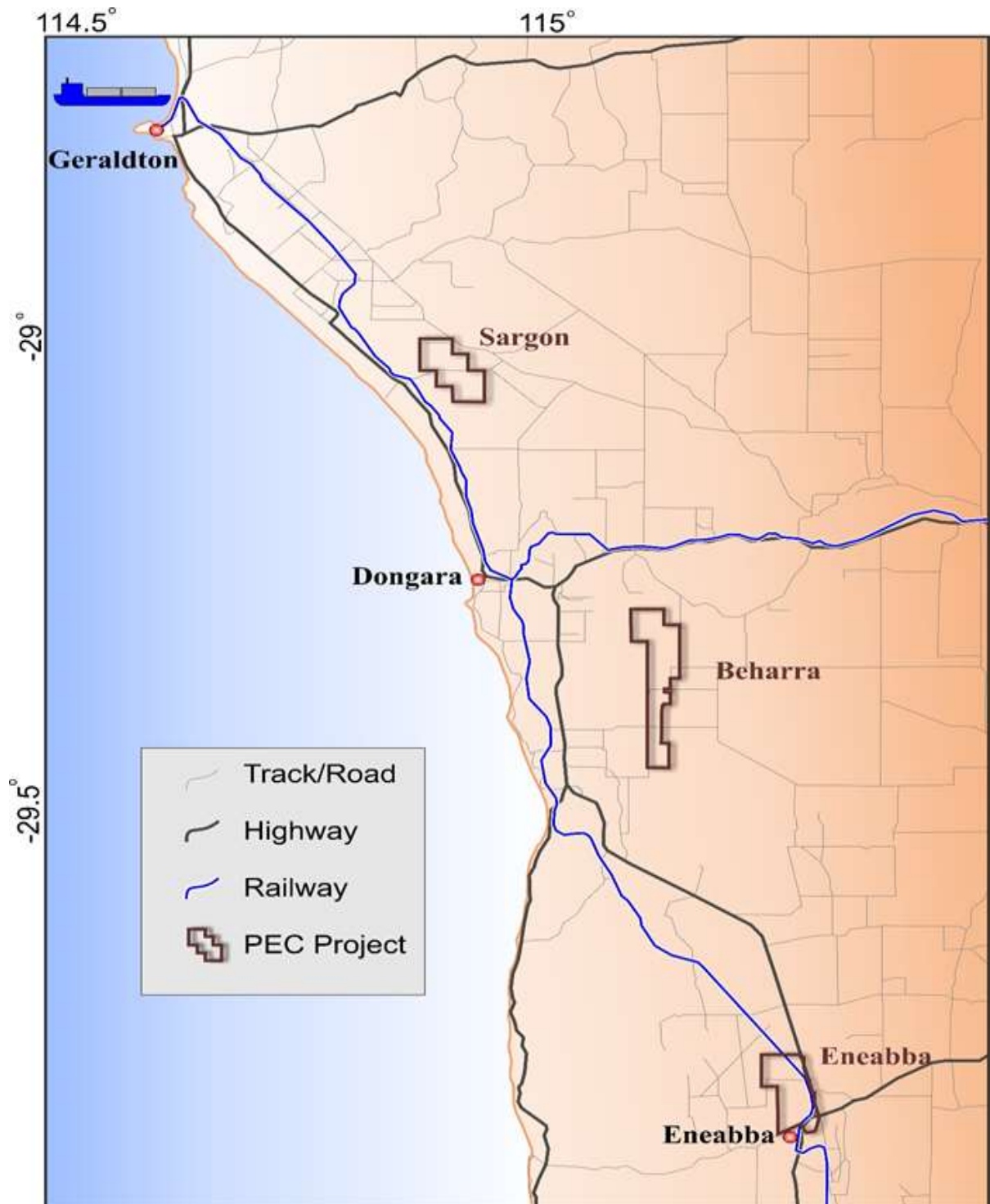


Figure 1. WA silica sand tenements, Perpetual Resources Ltd