

30 April 2019

QUARTERLY ACTIVITIES REPORT – MARCH 2019

Pacifco Minerals Limited (ASX: PMY) ('Pacifco' or the 'Company') is pleased to provide the following activities report for the March 2019 quarter.

HIGHLIGHTS

SORBY HILLS JOINT VENTURE PROJECT

- Phase I infill drilling campaign completed with results received from 34 of 52 holes to be analysed.
- Significant drill intercepts from each deposit drilled include:
 - 11.7m at 13.2% Pb equivalent (10.8% Pb, 105 g/t Ag) and 0.4% Zn from 75.7m, F Deposit in drill hole AF005.
 - 10.0m at 7.8% Pb equivalent (6.6% Pb, 53 g/t Ag) and 0.9% Zn from 82m, I Deposit in drill hole AI010.
 - 9.7m at 9.1% Pb equivalent (7.5% Pb, 68 g/t Ag) and 1.1% Zn from 76m, CD Link in drill hole ACD019.
 - 20.0m at 8.6% Pb equivalent (7.3% Pb, 56 g/t Ag) and 0.4% Zn from 11m, DE Deposit in drill hole ACD046.
 - 9.0m at 8.3% Pb equivalent (7.6% Pb, 32 g/t Ag) and 1.1% Zn from 37m, B Deposit in drill hole AB033.
- Updated Mineral Resource Estimate completed, resulting in a material upgrade of the Resource
 - 82% increase in the tonnage of Global Resource to 29.97Mt of 4.7% Pb equivalent (3.7% Pb, 43g/t Ag) and 0.6% Zn.
 - 123% increase in the tonnage of Indicated Resources to 10.85Mt of 5.0% Pb equivalent (3.9% Pb, 46 g/t Ag) and 0.4% Zn.
- Review of previous Dense Media Separation testwork has identified exceptional results indicating ore grades may be upgraded by two to three times prior to processing.
- Updated Pre-Feasibility Study highlights include:
 - 1Mtpa operation producing high grade concentrate containing 249kt Pb and 9.35Moz Ag.
 - Initial 8 year open pit mine life based solely on Indicated Resources.
 - Pre-tax NPV of \$243M (8% discount rate) and pre-tax IRR of 62%.
 - Pre-production capital expenditure \$95.4M including \$10.5M contingency.
 - Pre-tax Payback 16 months from commercial production.
 - Shallow open pit mining with C1 direct cash cost of production of US\$0.06/lb including silver credits.

CORPORATE

- Subsequent to quarter end, Pacifco received firm commitments from sophisticated and professional investors to raise \$4 million (before costs).
- The final payment for the acquisition of the Company's 75% interest in the Sorby Hills Joint Venture Project was made subsequent to quarter end. The Company now has full and unencumbered access to the Project.

SORBY HILLS JOINT VENTURE PROJECT *Western Australia (Lead, Silver, Zinc)*

The Sorby Hills Joint Venture Project is located approximately 50km north-east from the regional centre of Kununurra. There are existing sealed roads to transport concentrate from the Sorby Hills site to the facilities at Wyndham Port (150km away). Established infrastructure allows for fast track production.

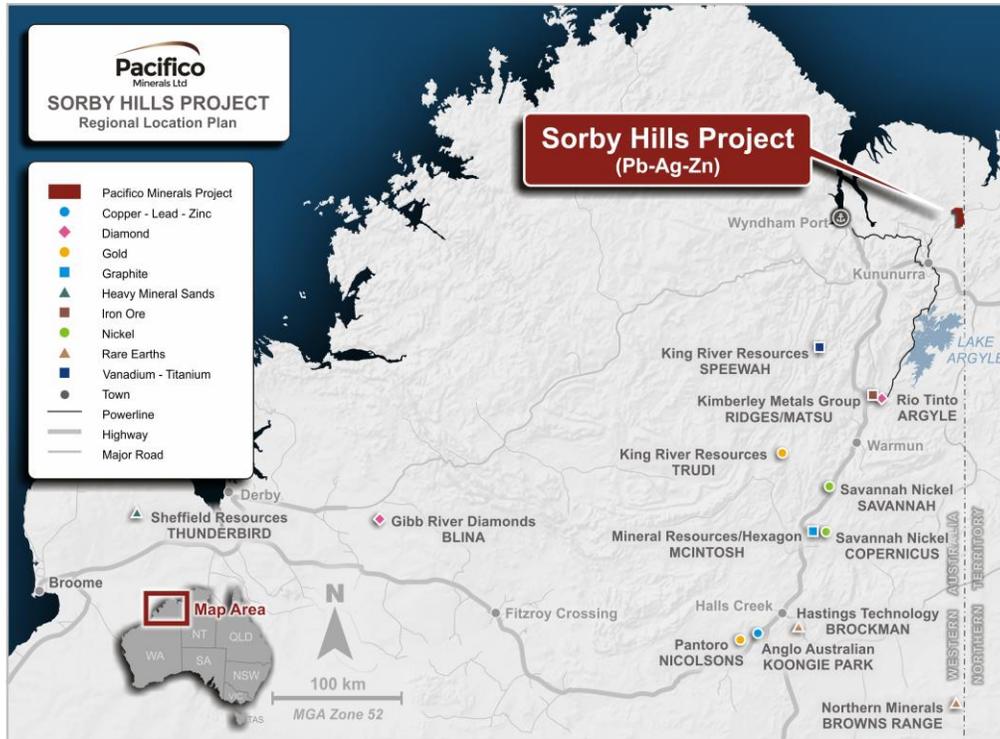


Figure 1. Sorby Hills Joint Venture Project Regional Location.

STRONG DRILLING RESULTS

The Phase I drilling campaign, completed in 2018, was designed to provide angled and oriented diamond drill core into B, C, CD link, D, F and I Deposits (refer Figure 2).

Drilling comprised a combination of RC to end of hole and RC pre-collar with diamond drilled tails to end of hole. This was the first drilling campaign since 2011. Fresh drill core demonstrated the simple mineralisation consisting mostly of coarse silver bearing galena (lead sulphide). The campaign has clearly delineated between ore and waste and highlights the coarse-grained nature of the galena which is favourable for pre-concentration prior to grinding and flotation. As such, drill core from the Phase I drilling campaign is being utilised by Pacífico to assess various density separation techniques designed to separate ore from waste rock to form a pre-concentrated product prior to further concentration via a lead flotation circuit to significantly reduce capital and operating costs.

Most of the mineralisation occurs as a sediment replacement deposit predominantly along the flat-lying contact between an upper siltstone (Knox Sediments) and a lower dolomite (Sorby Dolomite), confirmed by geological logging and interpreted rock geochemistry using a portable XRF.

A summary of results for each deposit drilled follows.

- DE Deposit
 - Extensions to the known resources at this deposit include ACD046 with 20.0m at 8.6% Pb equivalent (7.3% Pb, 56 g/t Ag) and 0.4% Zn from 11m. ACD046 demonstrates the thick ore grade mineralisation within the Sorby Dolomite and immediately below the contact with the upper Knox Sediments.
- I Deposit
 - I Deposit drill hole AI010 intersected 10.0m of 6.6% Pb, 53g/t Ag and 0.9% Zn.
- F Deposit
 - Drill hole AF012 intersected 15.0m of 5.8% Pb, 81 g/t Ag and 0.1% Zn and AF005 intersected 11.7m of 10.8% Pb, 105 g/t Ag and 0.4% Zn. Results from several holes are pending and will allow for a re-evaluation of geology and mineralisation.
- C and D Deposit (CD Link)
 - ACD019 intersected 9.7m of 7.5% Pb, 68 g/t Ag and 1.1% Zn. Additional close spaced drilling is required to determine if the C Deposit (south) and the D Deposit (north) link up and to estimate additional mineralisation in this area.
- B Deposit
 - The B Deposit is interpreted as forming two lenses, B1 and B2, separated by a low angle fault. The mineralisation may extend further along strike to the north and south beyond the area drilled by the Company.

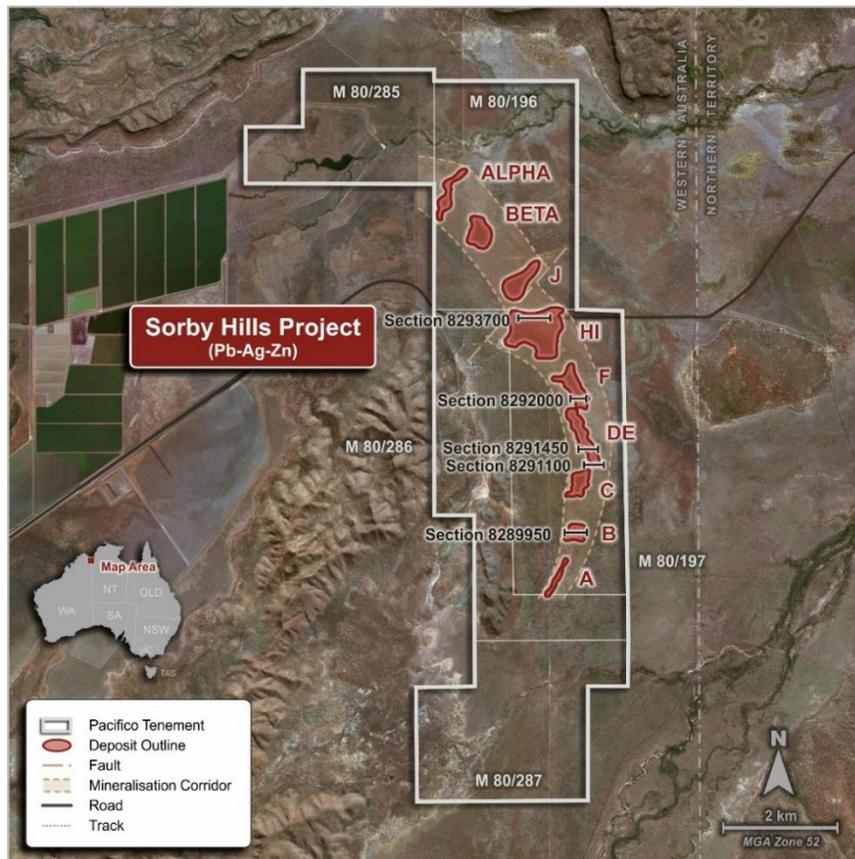


Figure 2. Sorby Hills Joint Venture Project Mineralised Corridor of Lead-Silver Deposits.

Reference: ASX Announcement 14 February 2019

UPGRADED MINERAL RESOURCE ESTIMATE

An updated Mineral Resource Estimate was completed during the quarter resulting in an increased (82%) Global Resource of 29.97Mt of 4.7% Pb equivalent ((3.7% Pb, 43g/t Ag) and 0.6% Zn using a 1.0% Pb cut off). Within the Global Resource there is now an increased (123%) 10.85Mt of Indicated Resources with a grade of 5.0% Pb equivalent ((3.9% Pb, 46g/t Ag) and 0.4% Zn using a 1.0% Pb cut off).

The update was based on analyses received from an initial 34 holes from the Phase I drilling program, initial results from a new mining study completed by an independent international mine engineering specialist supporting a change in cut off grade from the previous MRE, and a greater understanding of the geological stratigraphy and structure.

The updated Mineral Resource Estimate and deeper geological understanding of the deposits confirm significant potential to grow the Sorby Hills deposit. The results from the 2018 Phase I drilling campaign provide Pacifico with high confidence in converting Inferred Resources to Indicated, and for the discovery of additional resources with future drilling programs using angled diamond holes.

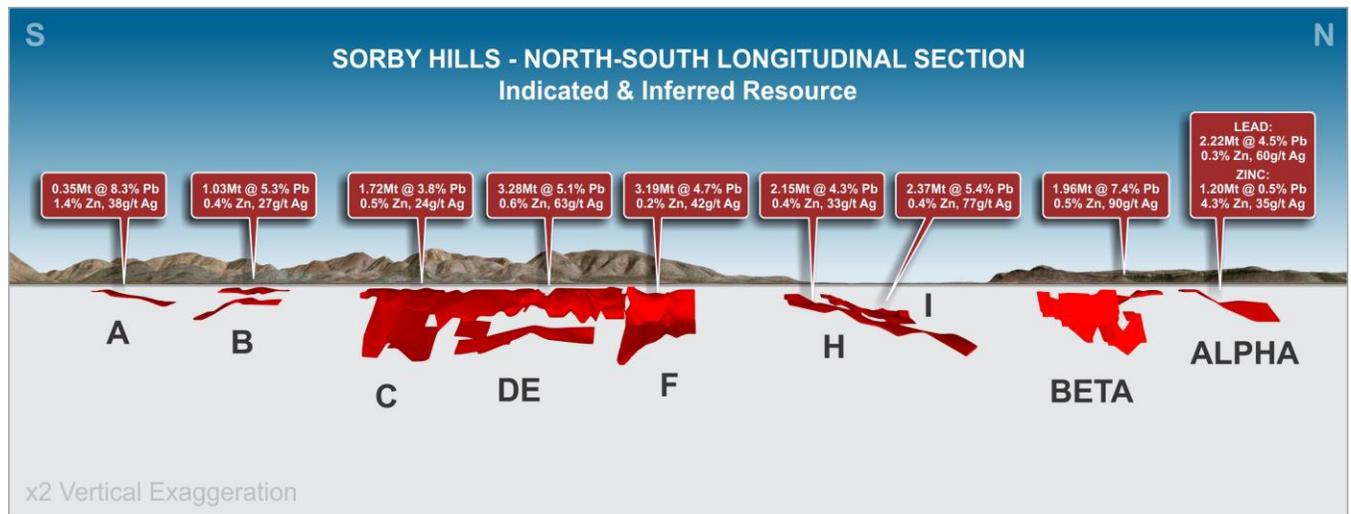


Figure 3. Sorby Hills Looking West, Showing Mineralisation at a Slight Oblique View. Red Blocks Represent Mineralisation from the Block Model of the MRE.

A review of previous metallurgical testwork as confirmed Dense Media Separation ('DMS') testwork indicates ore grades may be significantly upgraded by two to three times prior to being fed into the process plant with minimal metal loss (<15%). Additional optimisation work is required over both low-and high-grade ore samples to obtain a deposit-wide representative DMS upgrade factor. The Company is using a conservative upgrade factor of x2.12 when modelling process plant beneficiation performance from ore throughput to final concentrate for its upcoming financial model update. As most of the silver appears to be held within galena, silver grades are similarly upgraded via DMS.

Pacifico recognised the significance of previous DMS work (completed in 2011 and 2012), and its potential to materially change the economics of the Project by providing pre-flotation ore with lead and silver grades at least two to three times the mined head grade. A significant test program will commence to feed DMS results into a process plant design that incorporates a DMS beneficiation plant from commencement of mining.

Table 1. JORC Mineral Resource Estimate at a 1.0% Pb Cut Off Grade (Except Alpha Zn Deposit, Zn>1.0%).

JORC Classification	Tonnes (Kt)	Pb %	Zn %	Ag g/t
Indicated	10,850	3.9	0.4	46
Inferred	19,130	3.6	0.7	42
Total	29,980	3.7	0.6	43

Reference: ASX Announcement 7 March 2019

UPDATED PRE-FEASIBILITY STUDY

During the quarter the Company released the results of an updated Pre-Feasibility Study ('PFS'). Working with an update of the most recent Mineral Resource Estimate (see ASX announcement 7 March 2019), the PFS envisages a 1Mtpa throughput rate over an initial 8 year mine life. The proposed mine plan targets high grade lead-silver mineralisation, all within Indicated Resources. The PFS combines ore drawn from three open pits with a processing plant employing conventional milling and flotation with a DMS beneficiation plant between the coarse crush (dry end) and the grind and flotation circuit (wet end).

The PFS indicates steady state annual production of concentrate containing approximately 31.125ktpa of lead and 1.17Mozpa of silver. Pre-production capital expenditure is estimated to be A\$95.4M (including A\$10.5M contingency) and lead C1 direct cash costs of production of US\$0.06/lb (inclusive of silver by-product credits). Using a lead price of US\$0.92/lb and silver price of US\$15.40/oz, together with an exchange rate of A\$1= US\$0.70, results in an estimated NPV of A\$243M (at an 8% discount rate) and an IRR of 62%.

Key outcomes of the PFS are presented in Tables 2 and 3 below.

Table 2. PFS Outcomes – Production Metrics.

Mining Rate	1Mtpa
Initial Mine Life	8 Years
LOM Lead Metal Production	249kt
LOM Silver Metal Production	9.35Moz
Lead C1 Direct Cash Costs (Including Silver Credits)	US\$0.06/lb (A\$0.09/lb)

Table 3. PFS Outcomes – Capital Investments and Project Economics.

Pre-Production Capital	\$95.4M
Steady-State Average Cash Flows	\$60M
Project Payback from Commercial Production	16 Months
Pre-Tax NPV (8% Discount Rate)	\$243M
Pre-Tax IRR	62%

The results of the PFS confirm that the Sorby Hills Joint Venture Project is a high quality, high margin base metals project. With mining leases and key permits in place, the Project is strongly positioned for development.

Reference: ASX Announcement 26 March 2019. Cautionary statements are included here.

UPCOMING VALUE-ADDING MILESTONE WORKSTREAMS

- Phase II drilling campaign due to commence in May 2019 (6,500m of drilling planned);
- Preparation of an updated Mineral Resource Estimate;
- Completion of an optimised Pre-Feasibility Study, targeting a maiden ore reserve estimate;
- Continued discussions with our JV partner with a view to consider formal offtake arrangements;
- Advancing preliminary discussions with several parties regarding project financing; and
- Commencing a Definitive Feasibility Study.

NON-CORE ASSETS

Exploration work on our non-core assets remains on hold to allow the Company to focus on the development of the Sorby Hills Project. Pacifco continues to seek buyers or establish Joint Ventures for their non-core assets to realise value for its shareholders.

CORPORATE

The consolidated cash balance as at 31 March 2019 was approximately **\$1.6 million**.

Subsequent to quarter end, the Company received firm commitments from sophisticated and professional investors to raise \$4 million (before costs) from a placement of approximately 666 million shares at \$0.006 per share (see ASX announcements 9 April 2019 and 15 April 2019 for further information).

Pacifco completed the final payment for the acquisition of the Company's 75% interest in the Sorby Hills Joint Venture Project following the end of the quarter. The Company now has full and unencumbered access to the project (see ASX announcement 15 April 2019).

- ENDS -

FOR FURTHER INFORMATION PLEASE CONTACT:

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Email: info@pacificominerals.com.au

ABOUT PACIFICO MINERALS LIMITED

Pacifco Minerals Ltd ("Pacifco") (ASX: PMY) is a Western Australian based exploration company with interests Australia and Colombia. In Australia, the company is currently focused on advancing the Sorby Hills Lead-Silver-Zinc Joint Venture Project in WA. Pacifco owns a 75% interest in the Joint Venture with the remaining 25% (contributing) interest held by Henan Yuguang Gold & Lead Co. Ltd.

ABOUT HENAN YUGUANG GOLD AND LEAD CO LTD

Henan Yuguang Gold and Lead Co., Ltd was established in 1957 by the government of Jiyuan City which is in Henan Province in North China. In July 2002, HYG (exchange code: 600531) was listed on the Shanghai Stock Exchange (SSX). Current ownership is approximately 29.61% by Jiyuan City. HYG is the largest lead smelting company and silver producer in China and has been among the Top 500 Chinese enterprises and Top 500 China manufacturing enterprises for the last five consecutive years. The main signature products produced by HYG are electrolytic lead, gold, silver and copper which are all registered at LME and LBMA respectively. In 2017, HYG produced 415,100 tonnes of electrolytic lead, 110,000 tonnes of copper, 958 tonnes of silver, 7,383 kg of gold and achieved sales of about US\$2,684 million. HYG's plants are predominantly modern; HYG continue to develop industrial technology that is environmentally-friendly. Its recently-refurbished lead smelting plant has achieved full automation. More information can be found on the HYG website; <http://www.yggf.com.cn/en/>.

COMPETENT PERSON STATEMENT AND JORC INFORMATION

The information in this report that relates to Mineral Resources is based on, and fairly reflects, information compiled by Mr David Williams, a Competent Person, who is an employee of CSA Global Pty Ltd and a Member of the Australian Institute of Geoscientists (#4176). Mr Williams has enough experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources, and Ore Reserves (JORC Code). Mr Williams consents to the disclosure of information in this report in the form and context in which it appears.

FORWARD LOOKING STATEMENTS

Certain statements in this document are, or may be, 'forward-looking statements' and represent Pacifco's intentions, projections, expectations or beliefs concerning among other things, future exploration activities. The projections, estimates and beliefs contained in such forward-looking statements necessarily involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Pacifco, and which may cause Pacifco's actual performance in future periods to differ materially from any express or implied estimates or projections. Nothing in this document is a promise or representation as to the future. Statements or assumptions in this document as to future matters may prove to be incorrect and differences may be material. Pacifco does not make any representation or warranty as to the accuracy of such statements or assumptions.

APPENDIX – INTERESTS IN TENEMENTS

Farm-In Agreements/Projects/Tenements	Location	Held at End of Quarter	Acquired During the Quarter	Disposed During the Quarter
Sorby Hills Project M80/196 M80/197 M80/285 M80/286 M80/287	WA, Australia	75% 75% 75% 75% 75%		
South Australian Project EL6168 EL6169	SA, Australia	100% 100%		
Borrooloola West Project EL31354 EL26938 EL26939 EL28508 EL28658 EL30157 EL30305 MLN624	NT, Australia	100% 51% 51% 51% 51% 51% 51% 51%		
Mount Jukes Project EL51/2008 EL12/2009	TAS, Australia	13.74% 13.74%		
Berrio Project 6822 IDI-16112X IDI-16113X HINN-02 JG1-09552 T1935005 IHF-08012 T1928005	Colombia	100% 8.6% 8.6% 8.6% 8.6% 8.6% 7.5% 5.7%		
Urrao Project 2791	Colombia	100%		

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

Pacifco Minerals Ltd	
ABN	Quarter ended ("current quarter")
43 107 159 713	31 March 2019

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(511)	(1,212)
(b) development	-	-
(c) production	-	-
(d) staff costs	(95)	(273)
(e) administration and corporate costs	(67)	(527)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	6	13
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other		
(a) receipts from JV partner (Sandfire)	-	-
(b) NT government grant	-	-
1.9 Net cash from / (used in) operating activities	(667)	(1,999)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	(2)
	(b) tenements (Sorby deposit)	-	(950)
	(c) investments	-	-
	(d) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material) (JV Cash Gained on Sorby Acquisition)	-	92
2.6	Net cash from / (used in) investing activities	-	(860)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	3,792
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	-	(111)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	3,681

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,291	791
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(667)	(1,999)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(860)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	3,681
4.5	Effect of movement in exchange rates on cash held	-	11
4.6	Cash and cash equivalents at end of period	1,624	1,624

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,587	2,271
5.2	Call deposits	37	20
5.3	Bank overdrafts	-	-
5.4	Other	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,624	2,291

6.	Payments to directors of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	56
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	

Directors' fees

7.	Payments to related entities of the entity and their associates	Current quarter \$A'000
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	

N/A

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
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.		

N/A

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,275*
9.2 Development	-
9.3 Production	-
9.4 Staff costs	95
9.5 Administration and corporate costs	218
9.6 Other (Capital Raising Fees and Final Sorby Acquisition Payment)	2,520
9.7 Total estimated cash outflows	4,108^

* Note: Henan Yuguang, as Joint Venture Partner, contributes 25% of all spend on the Sorby Hills Joint Venture.

^Note: On 9 April 2019 Pacifco announced that it had received firm commitments for a \$4m capital raising (before costs). As announced 15 April 2019, \$2.46m has been received, the remainder is expected to be received following shareholder approval at a General Meeting to be held on 21 May 2019.

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

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:
Jerry Monzu (Company Secretary)

Date: 30 April 2019

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.