

1 July 2016

ASX Market Announcements  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

**ASX Market Announcement – For immediate release**

**IMAGINE INTELLIGENT MATERIALS INVESTMENT UPDATE**

Pacific American Coal Limited (ASX: **PAK**, the **Company**) wishes to update shareholders on the progress of the Company's investment in Imagine Intelligent Materials (**Imagine IM**).

On 21 March 2016, PAK advised the market "Completion of the Initial Acquisition and the Share Exchange must occur on or before 30 June 2016."

On 2 June 2016, PAK advised that the Company has finalised its 20% acquisition of Imagine IM's shares for \$1,250,000 cash. (**Initial Acquisition**)

As disclosed on 21 March 2016, PAK is proceeding to acquire additional shares in Imagine IM, comprising a further 20% of Imagine IM's shares from Imagine IM's existing shareholders (**Vendors**) in consideration for the issue of PAK shares to the Vendors (**Share Exchange**).

Subject to finalising documentation, the Share Exchange is now scheduled to occur mid-July 2016, with the issue date anticipated to occur shortly thereafter.

**For further information please contact:**

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More details are available on PAK's website: [www.pamcoal.com](http://www.pamcoal.com)