

## MINING FLASHNOTE

# VAST Resources (VAST AIM)

04 August 2016

### Stock Data

Share Price:	0.255p
Market Cap (M):	£7.8
EV (M):	£24.3

### Price Chart



### 52 Week Range

0.14p		0.255p
2.25p		

### Company Summary

Vast Resources was originally a Zimbabwean focused company called African Consolidated Resources. The opportunity to acquire some base metal assets in Romania changed the focus of the company and caused it to change its name to Vast Resources.

### MAIN SHAREHOLDERS HOLDING

St Annes Trustees LTD	7.13%
Sapi River Investments LTD	7.12%
Hargreaves Lansdown	6.89%
TD Direct Investing	6.06%
Canacord Genuity Wealth	5.52%
Halifax Share Dealing	5.39%

Source: Bloomberg

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## VAST Placing and Subscription Raises £518,678

### Event

Vast Resources ("Vast") has announced the results of the Open Offer, which closed for acceptances at 11.00 a.m. on 29 July 2016. Valid acceptances were received in respect of 181,992,582 new ordinary shares of 0.1 pence each, representing 51.87% of the maximum number of ordinary shares available under the Open Offer. Gross proceeds raised from the Open Offer were £518,678. In accordance with the terms of the Open Offer, the Company will also issue 181,992,582 warrants each granting the right to one Ordinary Share exercisable at 0.5 pence and expiring on 30 June 2019.

### Comment

Brandon Hill Capital regards this as a good outcome. Open Offers do not normally achieve such a high percentage of the intended raising.

This raising follows the £855K that was announced on the 6<sup>th</sup> July. This money was used mainly to repay the bridging loan to Darwin which amounted to £325K principal plus interest on the 31st July 2016. This is 50% of the Darwin Bridge Loan Note announced on 16 May 2016 and 1 July 2016.

Vast has not stated what specifically they will use the new funds for other than that they are developing the polymetallic Manaila Mine. The company is currently planning to repay the second half of the Darwin loan in October 2016.

## Research Disclosures

### Peter Rose

Peter has 29 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 8 years, after having spent 11 years with Deutsche Bank in Australia. Prior to this he spent 2 years with Prudential Bache and 6 years with James Capel. Peter's industry experience includes 16 years as a metallurgist, 3 years with De Beers in South Africa and 9 years in the uranium industry, six of which were spent at the Ranger Uranium mine. Peter holds a BSc degree in Applied Mineral Science from Leeds University UK and a Bachelor of Commerce from the University of South Africa. Peter is also a member of the Institute of Materials, Mining & Metallurgy and a chartered engineer.

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<b>Hold</b>	Recommendation implies that expected total return of between 15% and zero is expected over 12 months between current and analysts' target price.
<b>Trading Sell</b>	Recommendation implies that the analysts' expected total return over the short term compared against the target price is negative.
<b>Sell</b>	Recommendation implies that expected total return expected over 12 months between current and analysts' target price is negative.

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Research disclosure as of 04 August 2016

Company Name	Disclosure
KEFI Minerals (KEFI LN)	1, 2, 7, 8, 9

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