

MINING FLASHNOTE

VAST Resources (VAST AIM)

17 October 2018

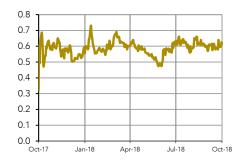
Stock Data

 Share Price:
 0.615p

 Market Cap (M):
 £33.9

 EV (M):
 £68.6

Price Chart



52 Week Range

0.322p 0.615p

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
Hargreaves Lansdown	11.72%
Interactive Investor	8.04%
Halifax Sharedealing	6.70%
Barclays	5.57%

Source: Vast Resources & Bloomberg

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Vast Releases progress Update on Marange Field Joint Venture Agreement with Community Trust

Event

Vast Resources ("Vast") has announced that it has received an independent Competent Person's preliminary geological assessment (the "Geological Assessment") relating to the Heritage Concession within the Marange Diamond Fields of Zimbabwe ("Heritage Concession") in which specific exploration recommendations are made. The receipt of the Geological Assessment, coupled with further information obtained from Vast's due diligence, has prompted the Company to proceed to the full Joint Venture Agreement with Red Mercury, subject to legal due diligence, as outlined in the Company's announcement of 22 August 2018.

Comment

The Geological Assessment covering the Heritage Concession, an area of 6,913hectares, which is proposed to be jointly operated by Vast and the Community Trust owned Red Mercury, highlights that the property contains several targets for modern alluvial diamond placer deposits. The grades of the known proximal modern alluvial placers draining the Marange Diamond Fields elsewhere range in grade from 50-500 carats per hundred tons ('cpht'), most typically 100–200 cpht. There is also potential for remnants of the basal Umkondo unit in the Heritage Concession, which runs at grades from 100-3,000 cpht elsewhere in the Marange Diamond Fields.

With input from BOD, the Company has prepared base case commercial scenarios and has made the decision, subject to legal due diligence, to proceed to the full Joint Venture Agreement with Red Mercury as outlined in the Company's announcement of 22 August 2018. Subject to that the next steps will be to follow-up field work to investigate the potential of modern alluvial diamond placer deposits and the possibility of the basal Umkondo unit on the Heritage Concession. Upon positive results, the field work will be closely followed by pitting, drilling and bulk sampling which will form part of prefeasibility studies.

Research Disclosures

Peter Rose

Peter has 32 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 11 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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Research disclosure as of 17 October 2018

Company NameDisclosureVast Resources (VAST AIM)1, 2, 7, 8, 9

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