

# Australian Mines Ltd

13:11 27 Feb 2019

## Australian Mines raises \$5 million to advance Australian cobalt projects

Australian Mines Ltd (ASX:AUZ) has raised \$5 million through a share placement to sophisticated and institutional investors.

The placement comprised 172,413,793 fully paid ordinary shares issued at 2.9 cents a share.

Funds raised are expected to go towards optimisation of the ongoing bankable feasibility study (BFS) of the company's Sconi Cobalt-Nickel-Scandium Project in northern Queensland.

The proceeds will also be used to complete resource expansion drilling at Australian Mines' Flemington Cobalt-Nickel-Scandium Project in central New South Wales.

Australian Mines managing director Benjamin Bell said the fundraising demonstrated the appetite for exposure to the battery materials sector by the investment community continued to be buoyant.

Bell said: "We continue to see positive outlook for battery and technology metals, with independent market analysis forecasting a 15-fold increase in cobalt demand over the next decade".

Bell also noted the emphasis by both battery manufacturers and auto-makers for ethically-sourced material.

He added: "I am very pleased that sophisticated and institutional investors continue to offer support for Australian Mines' strategy to become a future global player in the battery chemicals space and recognise the long-term value and potential of our projects."

### READ: Australian Mines continues off-take negotiations with SK Innovation

Sconi's BFS was released last November and estimated an average annual revenue of \$512 million average annual EBITDA of \$295 million and a post-tax net present value of \$697 million at an 8% discount.

The company is optimising the November BFS to incorporate the larger mineral resource defined in a successful resource expansion drilling program.

Resource drilling at the Flemington project is ongoing and has only tested 1% of its prospective geology to date.

Australian Mines believes there is significant potential to materially expand

**Price:** \$0.03

**Market Cap:** \$89.56 m

#### 1 Year Share Price Graph



September 2018 March 2019 September 2019

#### Share Information

**Code:** AUZ

**Listing:** ASX

**52 week High Low**  
0.064 0.017

**Sector:** Mining

**Website:** [www.australianmines.com.au](http://www.australianmines.com.au)

#### Company Synopsis:

*Australian Mines Limited (ASX:AUZ) is listed on the Australian Securities Exchange.*

action@proactiveinvestors.com.au

Flemington's cobalt resource.

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +61 (0)2 9280 0700 [action@proactiveinvestors.com.au](mailto:action@proactiveinvestors.com.au)

### No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of Australian Mines Ltd named herein, including the promotion by the Company of Australian Mines Ltd in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).