

Power Metal Resources

22:31 15 Mar 2019

ABM teams up with Katoro Gold for Tanzania project

African Battery Metals plc (LON:ABM) has announced a deal to acquire a stake in AIM peer Katoro Gold plc (LON:KAT) as both firms put their sights on a Nickel project in Tanzania.

Katoro currently holds 100% of the Haneti nickel project - which is also prospective for platinum-group-elements, cobalt, copper, gold and lithium - and, the new agreement provides the possibility for ABM to acquire up to 35% of the project.

"I am delighted to announce the acquisition of an interest in Katoro Gold plc and the option agreement enabling us to increase our holding in Katoro and also secure a strategic stake in the Haneti nickel project," said Paul Johnson, ABM executive director.

READ: Katoro sees high priority exploration targets at the Haneti nickel project "The agreement announced today complements our existing interests and provides a degree of diversification whilst remaining focused on Africa and battery metal projects."

Johnson added: "We are looking to work with Katoro on an accelerated exploration programme at Haneti to build on the knowledge that Katoro, and previous owner Kibo Mining plc, gathered. This includes data demonstrating 13.59% nickel in sampling of outcrops.

"We look forward to reporting back on developments in respect of this strategic transaction in the near future."

ABM is initially investing £25,000 to acquire 2.5mln Katoro shares, at 1.25p each, and, it also receives the option to acquire a further 7.5mln shares priced at 1p each - thereafter, a tranche of 7.5mln share warrants will be issued to ABM, allowing them to convert into additional shares at 1.25p each within three years.

Once the option is taken up, ABM will acquire a 25% interest in the Katoro Nickel subsidiary that holds the Haneti asset, and, thereafter the company will accordingly be committed to covering 25% of the project's costs.

It will also have opportunity to acquire an additional 10% of Katoro Nickel with a further payment.

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

No investment advice

Price: 0.0055p

Market Cap: £2M

1 Year Share Price Graph



Share Information

Code: ABM

Listing: AIM

52 week High Low
0.04p 0.00p

Sector: Mining

Website: www.abmplc.com

Company Synopsis:

African Battery Metals (AIM: ABM) is a London listed, Africa focused, resource company exploring for the key metals used in next generation batteries that fuel the new electric vehicle revolution.

Author:

Proactive Investors Australia

+61 (0)2 9280 0700

action@proactiveinvestors.com.au

The information on this Site is of a general nature only. It does not take your specific needs or circumstances into consideration, so you should look at your own financial position, objectives and requirements and seek financial advice before making any financial decisions. You acknowledge and understand that neither the Company, its related bodies corporate, the information providers or their affiliates will advise you personally about the nature, potential value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter. You should read our FSG and any other relevant disclosure documents and if necessary seek personal advice prior to making any investment decision.

You understand and agree that no Content (as defined below) 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 in certain circumstances the Company, its related bodies corporate, the information providers or their affiliates may have received, or be entitled to receive, financial or other consideration in connection with promoting, and providing information about, certain entities on the Site and in communications otherwise provided to you.

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.

Before you act on any general advice we provide, please consider whether it is appropriate for your personal circumstances.