

Perseus Mining Ltd

15:13 11 Sep 2019

Perseus Mining on track with development of third West African gold mine

Perseus Mining Ltd (ASX:PRU) is on schedule with development of its third gold mine in West Africa - the Yaouré project in Cote d'Ivoire.

First gold is expected to be produced in December 2020 and the project will help Perseus boost annual production to 500,000 ounces.

The ball and SAG mill fabrication is around 55% complete at the project, at which open pit resources will be mined over 8.5 years.

Plant site cleared

Earthworks contracts have been awarded and most of the contractors' equipment is on-site while 100% of the plant site has been cleared with topsoil removal and site preparation ongoing.

The Process Plant Management Team (PPMT) is establishing on the site while the development team is the same as that which delivered the Sissingué project, in the country's north, on time and budget.

Final welding of the SAG mill shell.

Clearing of the site for the Tailing Storage Facility ('TSF') has commenced.

The construction camp is complete and clearing of the site for the permanent camp is underway.

Fencing underway

Perseus reports that 4.5 kilometres of the 17-kilometre perimeter fence has been cleared and fencing has started.

A power line survey is complete, transformer and sub-station contracts have been let and a line construction tender issued.

The Yaouré project boasts robust economics with studies estimating annual gold production 215,000 ounces at an AISC of US\$734/ounce for the first five years.

Price: \$0.75

Market Cap: \$870.15 m

1 Year Share Price Graph



September 2018 March 2019 September 2019

Share Information

Code: PRU

Listing: ASX

52 week High Low
0.895 0.332

Sector: Mining

Website: www.perseusmining.com

Company Synopsis:

Perseus Mining Ltd is dual listed on the Australian Securities Exchange (ASX:PRU) and the Toronto Stock Exchange (TSX:PRU).

action@proactiveinvestors.com.au

These figures are based on ore reserves of 1.6 million ounces.

A 3D design of the processing plant.

Estimated indicated mineral resources at Yaouré total 47.9 million tonnes grading 1.37 g.t gold which contains 2.11 million ounces.

A further 46 million tonnes of material grading 1.1 g/t containing 1.694 million ounces are classified as inferred resources.

Capital cost fully funded

The estimated US\$265 million capital cost of the project is fully funded.

There is potential to materially extend beyond current 8.5-year mine life owing to:

- Highly prospective 360 square kilometre land package;
- Underground Scoping Study has demonstrated the viability of underground mining; and
- Exploration to test the scale of underground and other targets is underway.

The plant site has been cleared.

Perseus has recently had its target price recently upgraded by three major brokers - Citi Research, Canaccord Genuity and Hartleys.

The average of the target prices from these brokers is A93 cents per share, which is an upside potential of almost 35% from the current share price of A69 cents.

"In a very healthy position"

In the company's FY2019 financial statement, managing director & CEO Jeff Quartermaine said the financial results revealed a company in a very healthy position that was continuing to improve in all aspect of the business.

"At A\$164.1 million, our gross profit from operations before depreciation and amortisation in FY19 is materially better than in the past.

"This year our depreciation and amortisation charge increased to A\$153.3 million impacting our reported net after-tax earnings of A\$7.6 million.

"This result was A\$32.5 million more than the amount earned in the last financial year," he said.

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

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 Perseus Mining Ltd named herein, including the promotion by the Company of Perseus Mining 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).