

# Red River Resources Limited

14:46 29 Oct 2019

## Red River Resources writes \$21.1 million in receipts during September quarter

- The debt-free company generated \$21.1 million in revenues from customers in the September 2019 financial quarter as it spent a net \$8.2 million on operations.
- Red River continued to hold a \$10 million working capital facility in the period, leaving it undrawn.
- The Melbourne-based company plans to spend \$25.2 million in the December 2019 quarter as ramp-up efforts continue at Thalanga operations in North Queensland.
- Red River ended September 2019 with \$17.3 million cash and a \$10 million working capital facility undrawn.

Red River Resources Ltd (ASX:RVR) (FRA:R1R) hopes to advance its zinc-lead-copper-producing operations at Thalanga Zinc-Lead-Copper Project in North Queensland in the December 2019 financial quarter after snapping up the Hillgrove gold mine in New South Wales in August 2019.

The company, which released its quarterly results to market today, plans to ramp-up production at the Far West Zinc Mine at Thalanga on the prospective Mt Windsor Belt in the December 2019 quarter.

### Underground development

Development at Far West underground mine continues and during the September quarter, there was 1,033 metres of lateral development and 164 metres of vertical development completed.

Total development has surpassed 3,477 metres, including 1,363 metres of decline development.

The Far West decline is at 198 metres vertical depth and has passed the 820 Level access as it continues downwards to the 800 Level Access.

### Concentrate sales

Red River wrote \$21.1 million in receipts from customers in the quarter, with \$20.9 million of the revenue being from concentrate sales.

The company's zinc concentrate production figure was 6,199 DMT in the period, while lead concentration production was 2,016 DMT and copper concentrate production was 1,372 DMT.

Red River had a \$3 million EBITDA for its Thalanga operations for the September 2019 quarter and calculated cash costs for each pound of payable zinc metal produced in the period.

C1 costs were US\$0.76 (\$1.11) per pound of payable zinc metal while C2 costs were US\$1.14 a pound and C3 costs were US\$1.35 a pound.

September 2019 quarter cash burn came in at \$8.2 million after the company paid a \$4 million 2019 financial year royalty to the Queensland Government.

Price: 0.24

Market Cap: \$124.27 m

#### 1 Year Share Price Graph



#### Share Information

Code: RVR

Listing: ASX

52 week	High	Low
	0.25	0.042

Sector: Oil & Gas

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

#### Company Synopsis:

Red River Resources Ltd (ASX:RVR) is a zinc, lead & copper producer with significant gold and silver credits.

action@proactiveinvestors.com.au

Payments will switch to quarterly from the December 2019 quarter onwards.

The debt-free Victorian company had a \$10 million credit facility undrawn at the end of the September 2019 quarter.

### **Quarter highlights**

Red River had a number of achievements in the quarter.

Among these were snapping up its new NSW gold mine acquisition Hillgrove for \$4 million in an all-scrip transaction in late August 2019.

The company also enjoyed success in the field, intersecting high-grade thick shallow mineralisation while drilling its Liontown project, also on Mt Windsor Belt.

Red River ended September with \$17.3 million cash and plans to spend \$25.2 million in the December 2019 quarter.

The company has budgeted \$900,000 for exploration and \$13 million for production.

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 Red River Resources Limited named herein, including the promotion by the Company of Red River Resources Limited 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).