

Danakali Ltd

09:16 22 Jun 2020

Danakali pursues potential Colluli Potash Project optimisation opportunities

Danakali Ltd (ASX:DNK) (LON:DNK) (OTCMKTS:SBMSF) has not been resting on its laurels during the COVID-19 restrictions with potential optimisation opportunities identified for the Colluli Potash Project in Eritrea and investigations are underway to improve outcomes.

During EPCM Phase 2 work project owner Colluli Mining Share Company (CMSC), a 50:50 JV between Danakali and Eritrean National Mining Corporation (ENAMCO), identified and began additional test-work.

Maintaining momentum

This work was planned to be undertaken as part of the Phase 3 detailed engineering process but CMSC took the opportunity with COVID-19 travel restrictions to advance these items immediately.

The output of this test-work supports environmental and capital optimisation opportunities and contracts have been awarded in support of this work.

These proactive steps by CMSC maintain forward momentum of the project development within this period.

WITA opportunity

Within the Water Intake Treatment Area (WITA), a number of potential opportunities have been identified to improve environmental outcomes.

Key opportunities are the use of filtered seawater in the processing plant and using beach wells as the water intake alternative with a desktop study underway to evaluate the latter.

The use of filtered seawater in the process plant is being assessed as part of the additional test-work that has commenced.

EPCM Phase 2

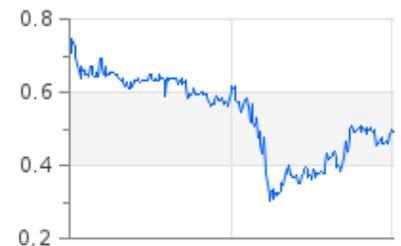
With EPCM Phase 2 work, preliminary materials have been delivered by DRA Global, which provide contemporary information allowing advancement to the next phase of project development.

This work also identifies focus areas to manage the design and process risks during the Detailed Design phase.

Price: 0.48

Market Cap: \$153 m

1 Year Share Price Graph



August 2019 February 2020 July 2020

Share Information

Code: DNK

Listing: ASX

52 week High Low
0.76 0.285

Sector: Rare earths & specialist minerals

Website: www.danakali.com.au

Company Synopsis:

Danakali Ltd (ASX:DNK) is developing the Colluli Potash Project, a world class greenfield SOP development project.

action@proactiveinvestors.com.au

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