

Galena Mining Ltd

11:19 22 Feb 2021

Galena Mining unveils up to 26.9 metres at 1.4% copper in first targeted copper-gold hole at Abra Base Metals Project

Galena Mining Ltd (ASX:G1A) (FRA:GM6) has received high-grade results of up to 26.9 metres at 1.4% copper from the first targeted copper-gold hole at Abra Base Metals Project in the Gascoyne region of WA.

Significant copper and gold mineralisation in hole AB195 occurred within the potential copper-gold channel zone interpreted by the company's geological and geophysical review in 2020.

Downhole electromagnetic (EM) survey is planned to be conducted on AB195 during the second quarter of 2021 for the definition of conductive plates within its vicinity.

Follow-up downhole EM survey

Price: 0.325

Market Cap: \$150.43 m

1 Year Share Price Graph



Share Information

Code: G1A

Listing: ASX

52 week High Low
0.385 0.15

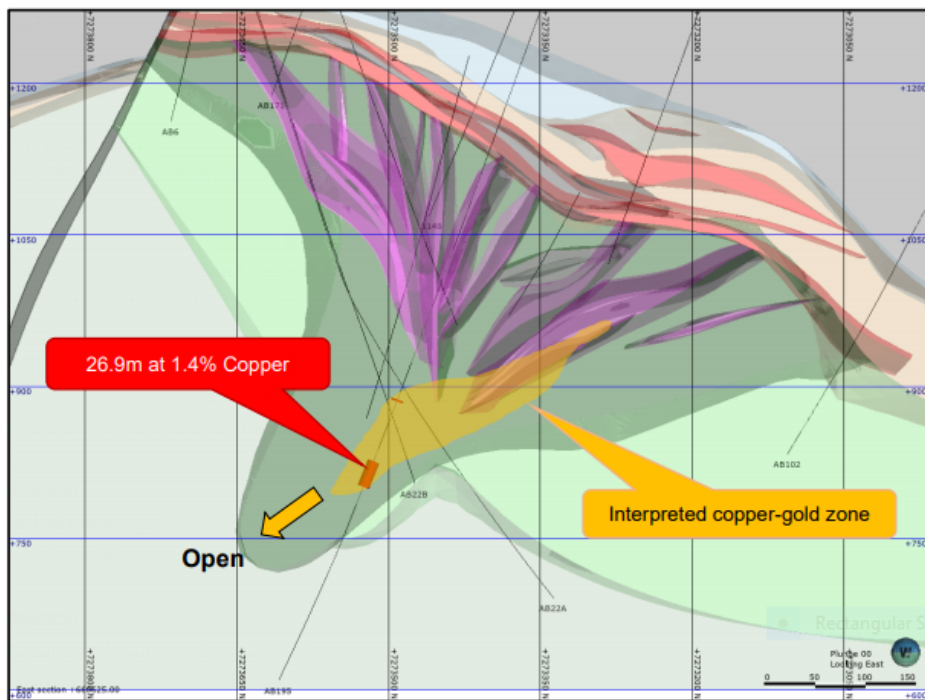
Sector: General mining & base metals

Website: www.galenamining.com.au

Company Synopsis:

Galena Mining Ltd (ASX:G1A) is listed on the Australian Securities Exchange.

action@proactiveinvestors.com.au



Showing drill-hole AB195 and the interpreted deep copper mineralisation zone

Galena Mining managing director Alex Molyneux said: "We're astounded at the success of drill hole AB195 in intersecting significant mineralisation where we interpreted the gold and copper zone to be!

"We're planning a follow-up downhole electromagnetic survey to take place in the second quarter this year to consider further copper-gold targeted drilling thereafter."

Strong results

Significant copper-gold intersections from AB195 include:

- 3.0 metres at 4.2 g/t gold and 1.1% copper from 670.7 metres;
- 2.0 metres at 6.9% copper from 698.1 metres; and
- 26.9 metres at 1.4% copper from 763.8 metres, including 8.9 metres at 2.3% copper from 773 metres

Drill-hole AB195 was drilled as part of the 2020 Abra Drilling Program, which concluded in late-December with 57

diamond core drill-holes being completed for 24,832 cumulative linear metres.

It is the first-ever drill-hole at Abra drilled to specifically target the interpreted zone of gold and copper mineralisation lying immediately adjacent to and underneath the heavily explored lead and silver mineralised zones.

The success of AB195 is borne out by the fact the significant copper and gold mineralisation was intersected where potential for gold-copper channels were interpreted to be, based on a major geological and geophysical interpretation exercise carried out in 2020.

Furthermore, grade and thickness parameters from sub-sections within the broader intersection line up favourably in value terms with the lead-silver reserve grades.

Given time constraints and the other objectives of the 2020 Abra Drilling Program, AB195 was the only hole drilled specifically to target the interpreted copper-gold zone.

However, its success bodes well for additional follow-up work.

Abra Base Metals Project

The 77.28%-owned Abra Base Metals Project is a globally significant lead-silver project, about 110 kilometres from Sandfire Resources Ltd's (ASX:SFR) (FRA:S2Z) DeGrussa Project.

Abra sits on a granted mining lease, is fully permitted, and construction works have commenced and are 12% complete.

Project development is being funded via a combination of a A\$90 million investment by Toho Zinc Co., Ltd. of Japan and US\$110 million of project financing debt facilities provided by Taurus Funds Management.

Based on a pre-development capital expenditure estimate of A\$170 million, the feasibility study modelled a pre-tax net present value for Abra (at an 8% discount rate) of A\$553 million and an internal rate of return of 39%.

Next steps

A downhole electromagnetic survey program is planned on AB195 during the second quarter of 2021.

The survey will be highly useful to add to the analysis performed on the AB102 downhole EM survey results to assist in the definition and better locate relevant EM plates within the southern part of the deposit.

Data will be combined to update the company's previous geological and geophysical analysis for the interpreted copper and gold zone to establish the best plan for follow-up drilling.

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