

JUNIOR RESOURCES

Unwanted & Ignored ? OR about to go GREEN ?

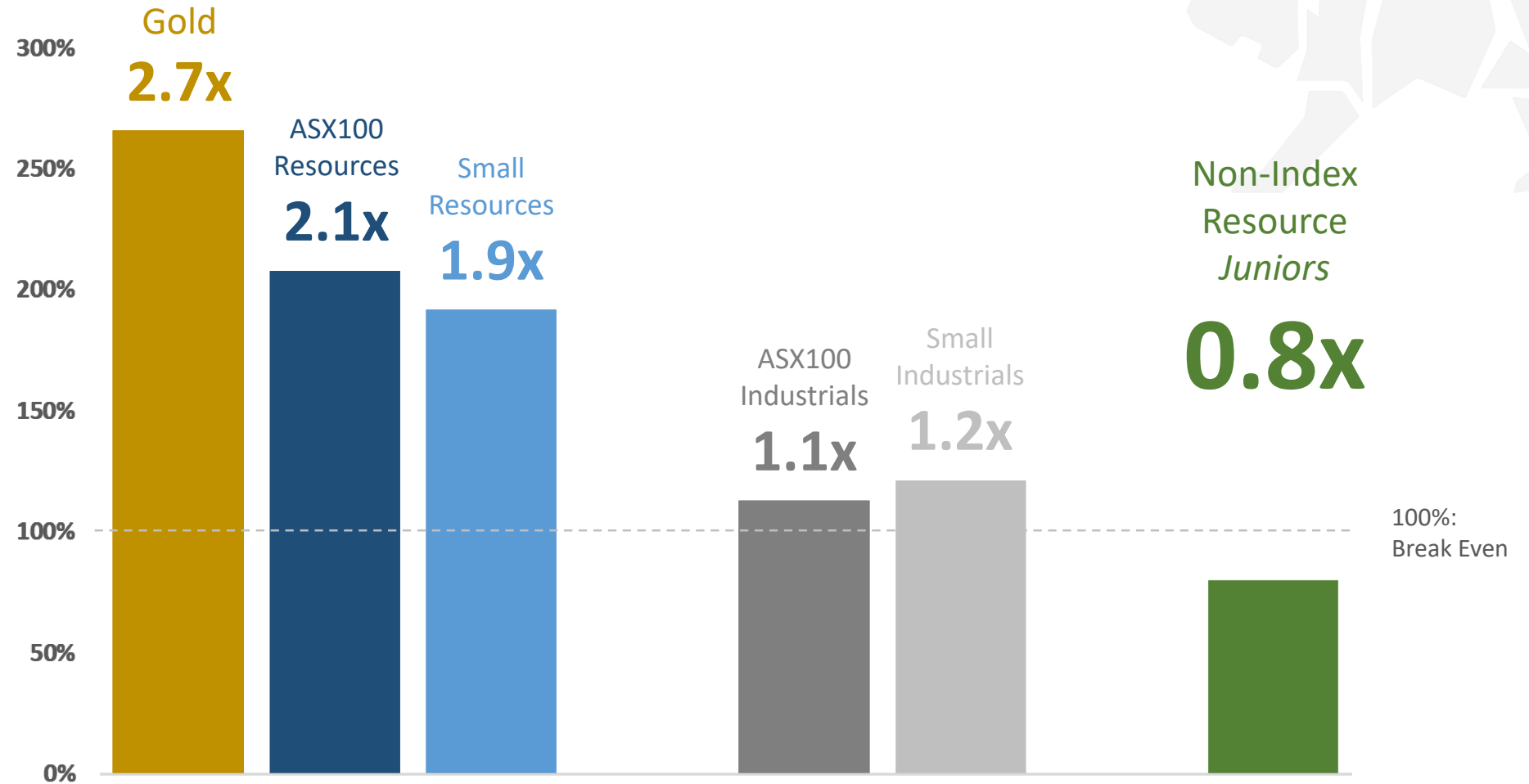
NOOSA MINING
& EXPLORATION
INVESTOR CONFERENCE

Hedley Widdup
 @HedleyWiddup

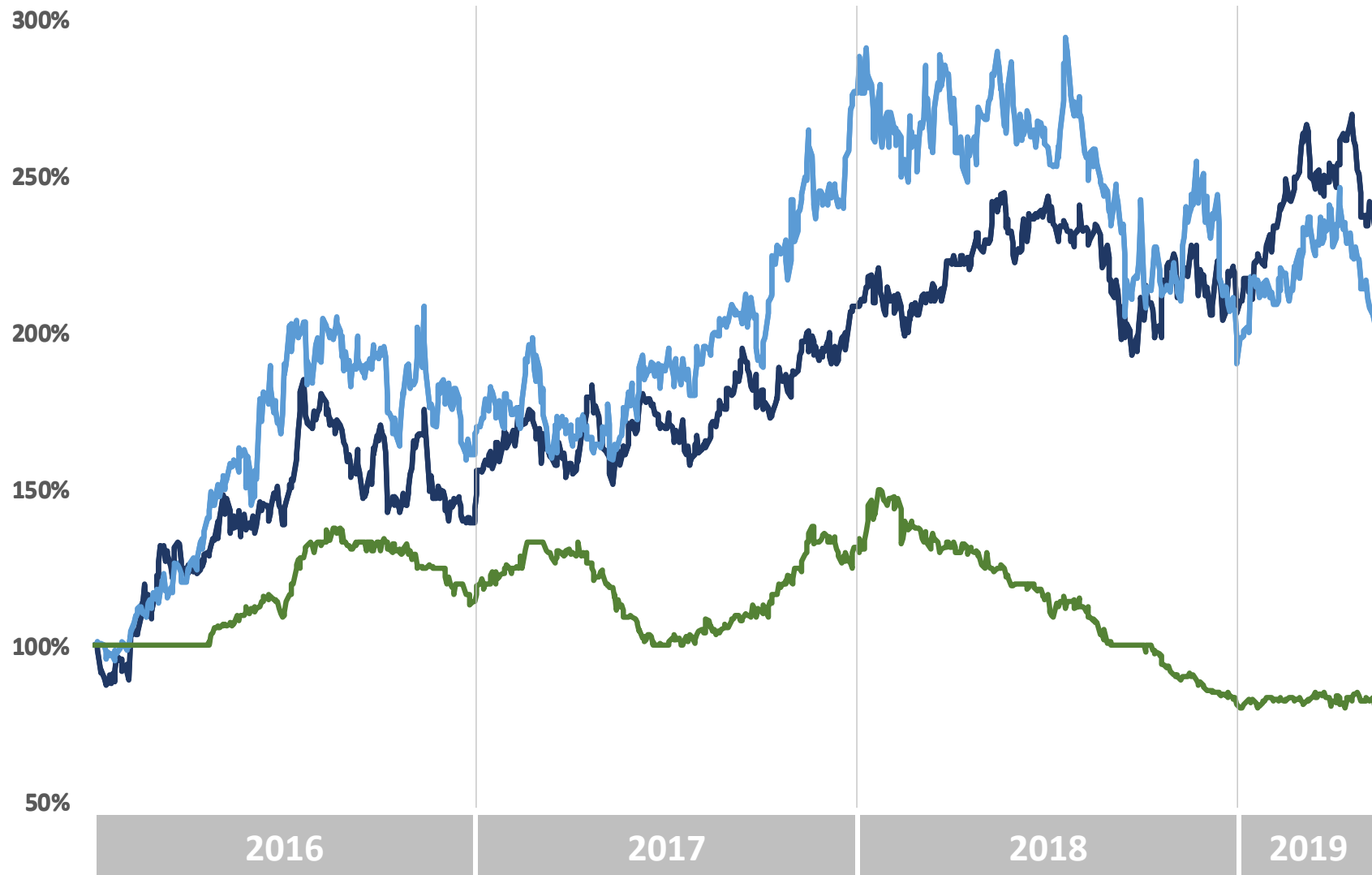
Miners – best performers in market

Index Returns:

Jan 2016 –
Jun 2019



Two-speed mining equity market



ASX100 Resources and ASX Small Resources

- 41 companies, 36 +ve
- Steady *collective* outperformance since 2016

Non-Index Juniors

- 572 companies
- Only 104 +ve
- *Major deterioration since Jan 2018*

“Haves” VS “Have-nots”

Production



- *The bigger the better*
- Very strong recovery in large cap miners since 2016

Development



- By exception only

Exploration

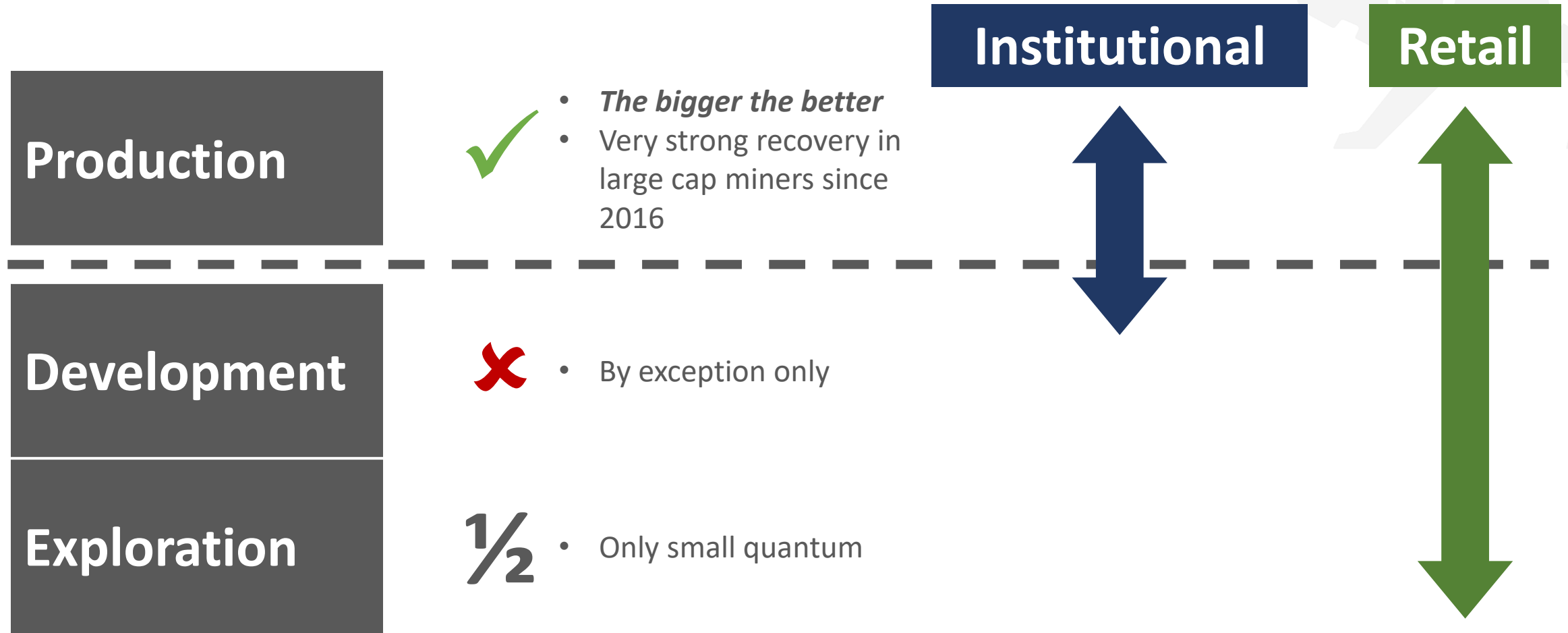
$\frac{1}{2}$

- Only small quantum

Business Model

- Operating [multiple] mines
- Explore to *extend* life
- Exploring / developing to *attempt to create value*
- Funding by stock market
(continual need to raise funds)

“Haves” VS “Have-nots”



Risk Money – Distractions



Tech

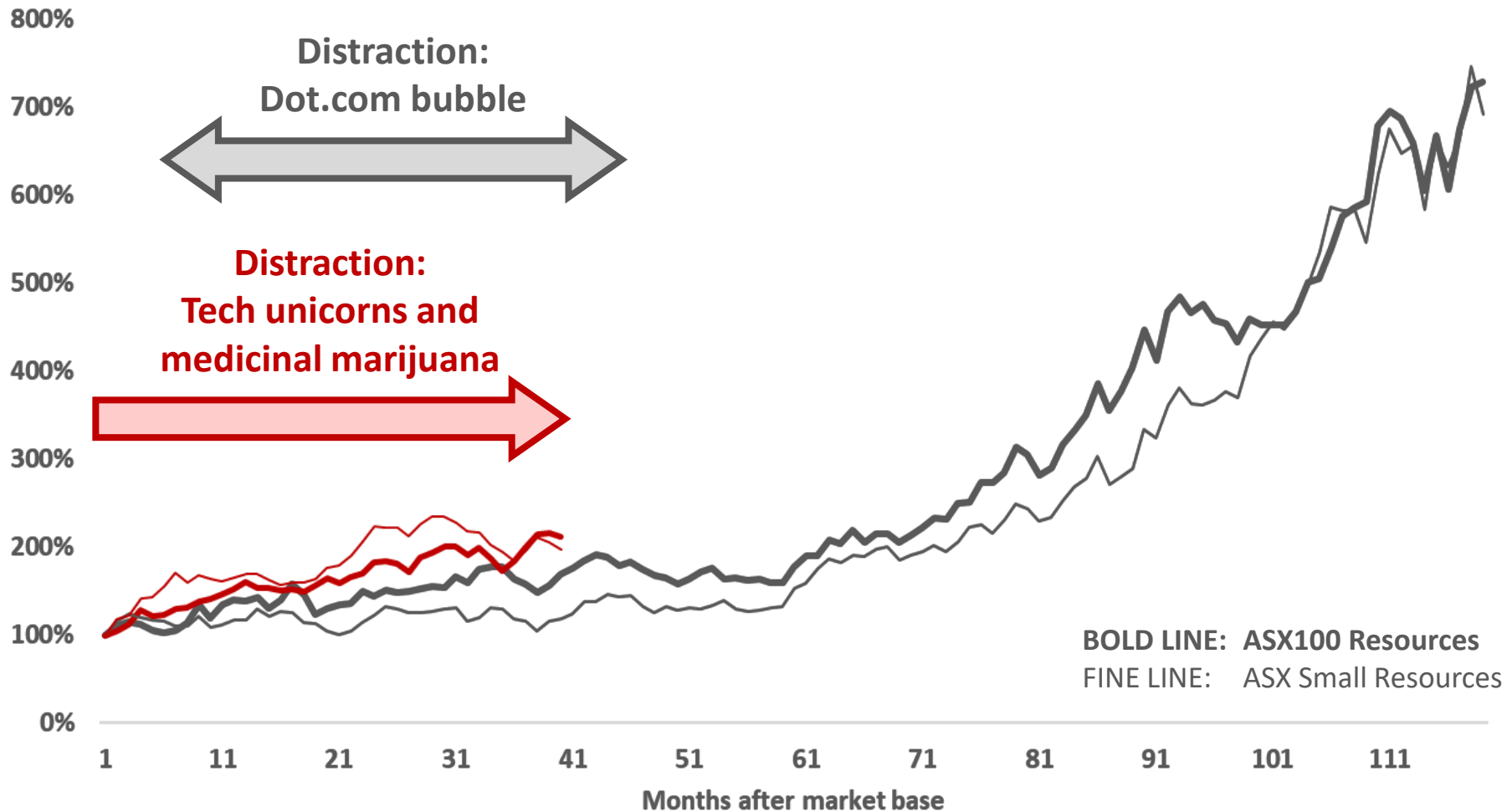
Massive Venture Capital Inflows /
Huge investment into unlisted tech



Pot

Regulatory platform in N America /
Equity market infatuation

Then VS Now... Peak (Junior) Despondency ?



1998-2008

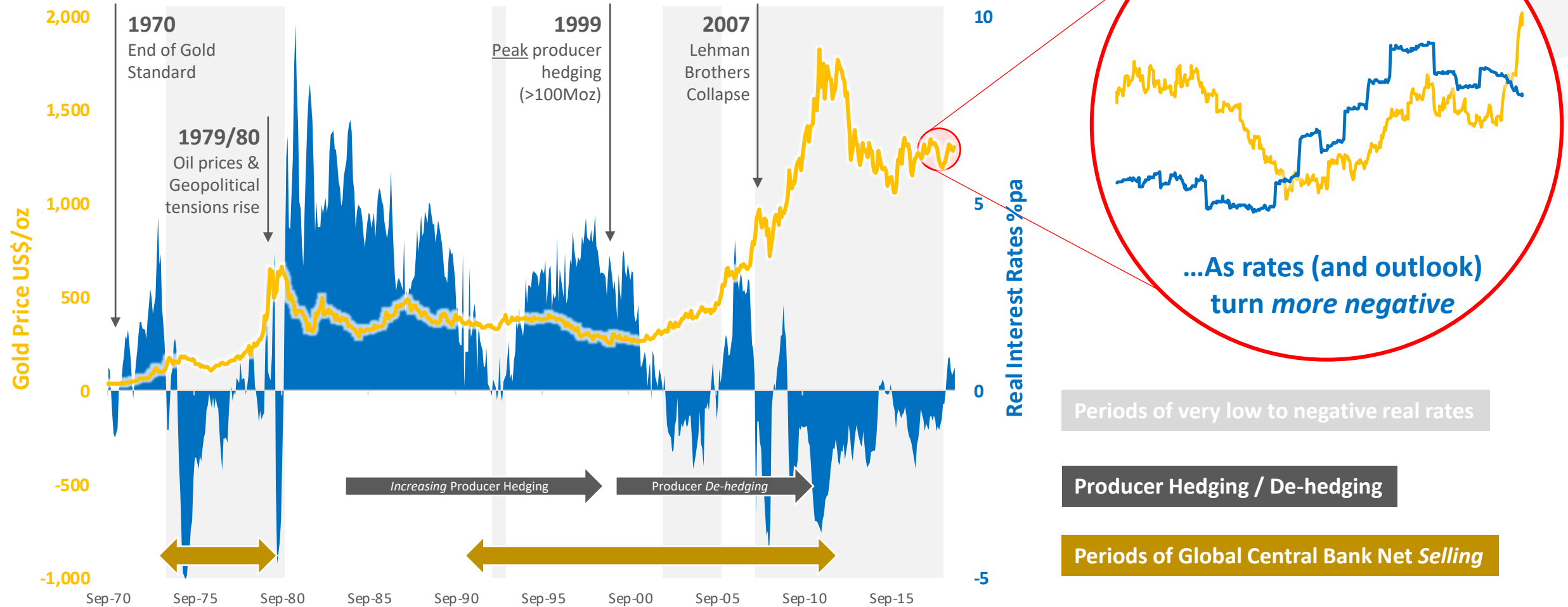
- Large caps recovered immediately
- Junior miners recovery was after tech bubble

2016-2019

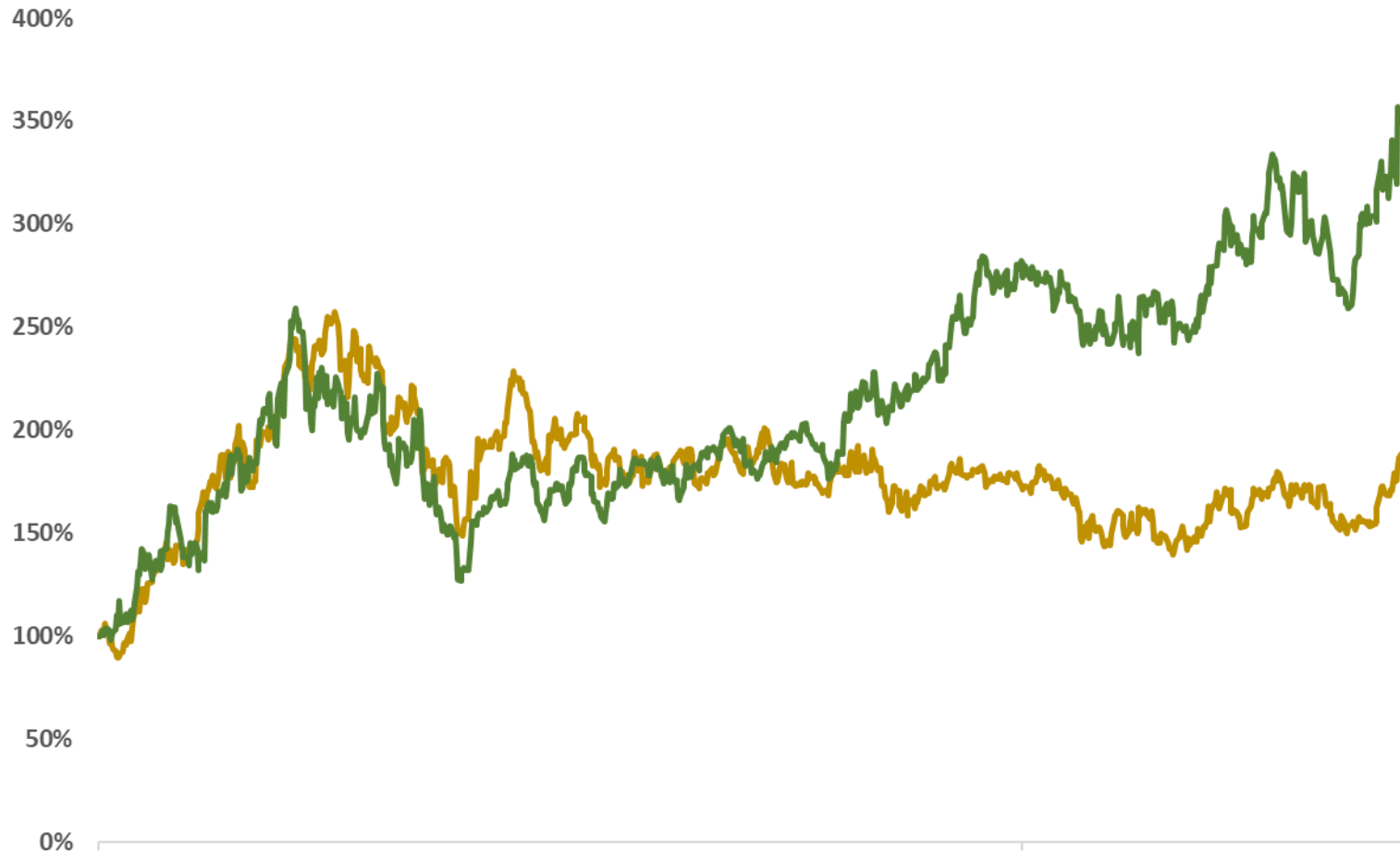
(Present boom so far)

- Large caps recovered immediately
- Distractions to the junior space still exist

Equity market *loves* a commodity break out



Gold price + equity market performance =



ASX listed
Gold Miners

3.5x

- Rare premium valuation over peers
- Strong cash flows after best operational discipline

RoW listed
Gold Miners

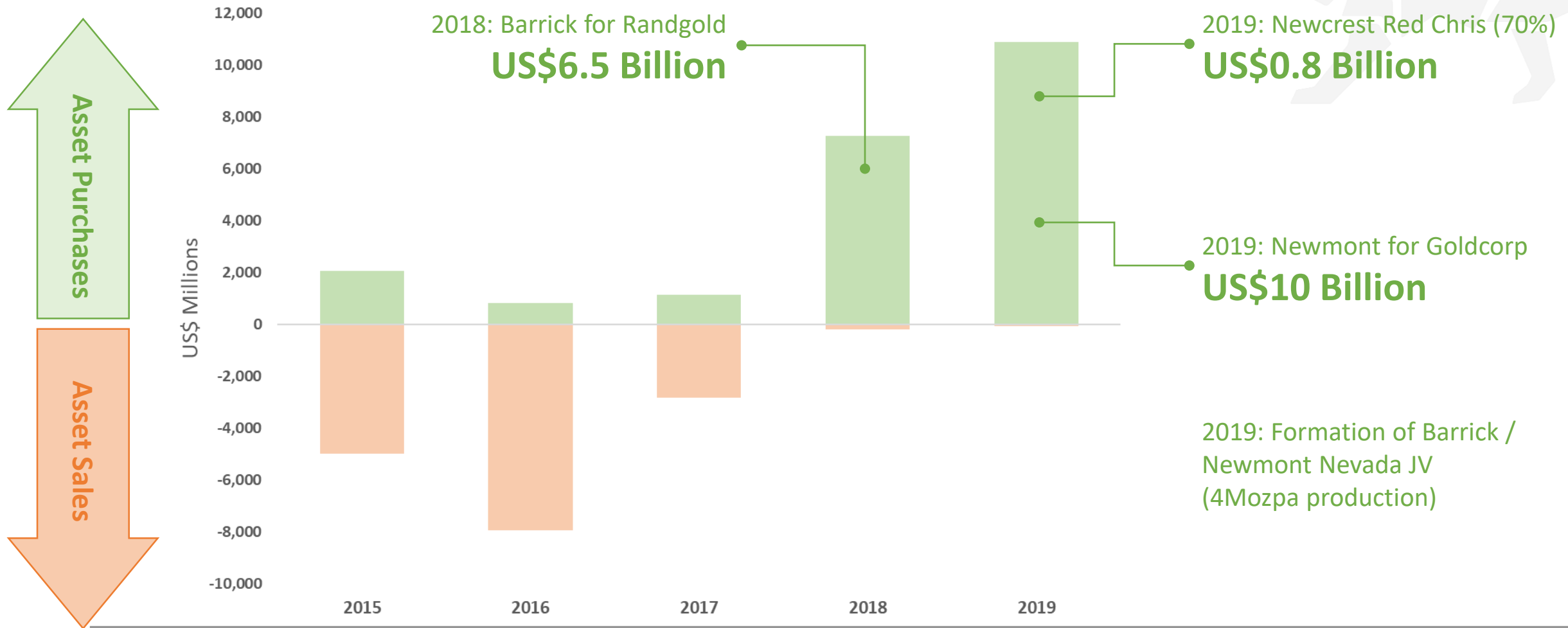
1.9x

- Performance not sustained
- Yet to execute same operational (cost) discipline

... M&A ambitions ?

AND – Growth oriented thinking re-emerging

Top 10 Gold Producers¹ – Asset Sales & Purchases



1. Based on 2017 gold production

Source: company press releases

Mining Industry Investing – *In Juniors*

NEWS RELEASE

Release Time IMMEDIATE
Date 15 October 2018
Release Number 18/18

Copper Update – Additional interest in SolGold

BHP has entered into a share subscription agreement for 100 million shares to



CASSINI
RESOURCES LIMITED

OZ Minerals satisfies 70% earn-in milestone for Musgrave Project

HIGHLIGHTS

- OZ Minerals earns 70% of the WMP by satisfying \$36m spend commitment
- The earn-in milestone was achieved 14 months earlier than required under the JV Agreement
- Demonstrates positive progress of the project towards the WMP commitment to the WMP

BHP

ASX and Media Release: 25 March 2019
ASX Code: WRM

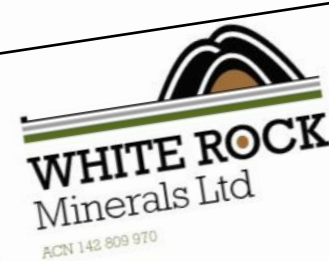
ASX Code: WRM

Issued Securities
Shares: 1,636 million
Options: 569 million

Cash on hand (31 Dec 2018)
\$1.5M

Market Cap (22 March 2019)
\$8.1M at \$0.005 per share

Directors & Management
Peter Lester



WHITE ROCK
Minerals Ltd
ACN 142 809 970



catalyst
METALS LTD

White Rock signs A\$30M Earn-In and Joint Venture Option Agreement with Sandfire

4 June 2019

PolarX secures A\$4.3m investment from Lundin Mining to acquire an earn-in option on Alaskan Cu-Au porphyry projects

Lundin Mining's A\$4.3M subscription for 14.3% of PolarX secures an exclusive option to earn a 51% interest in PolarX's Stellar Project by staged spending of US\$24M on exploration and staged payments to PolarX of US\$20M.

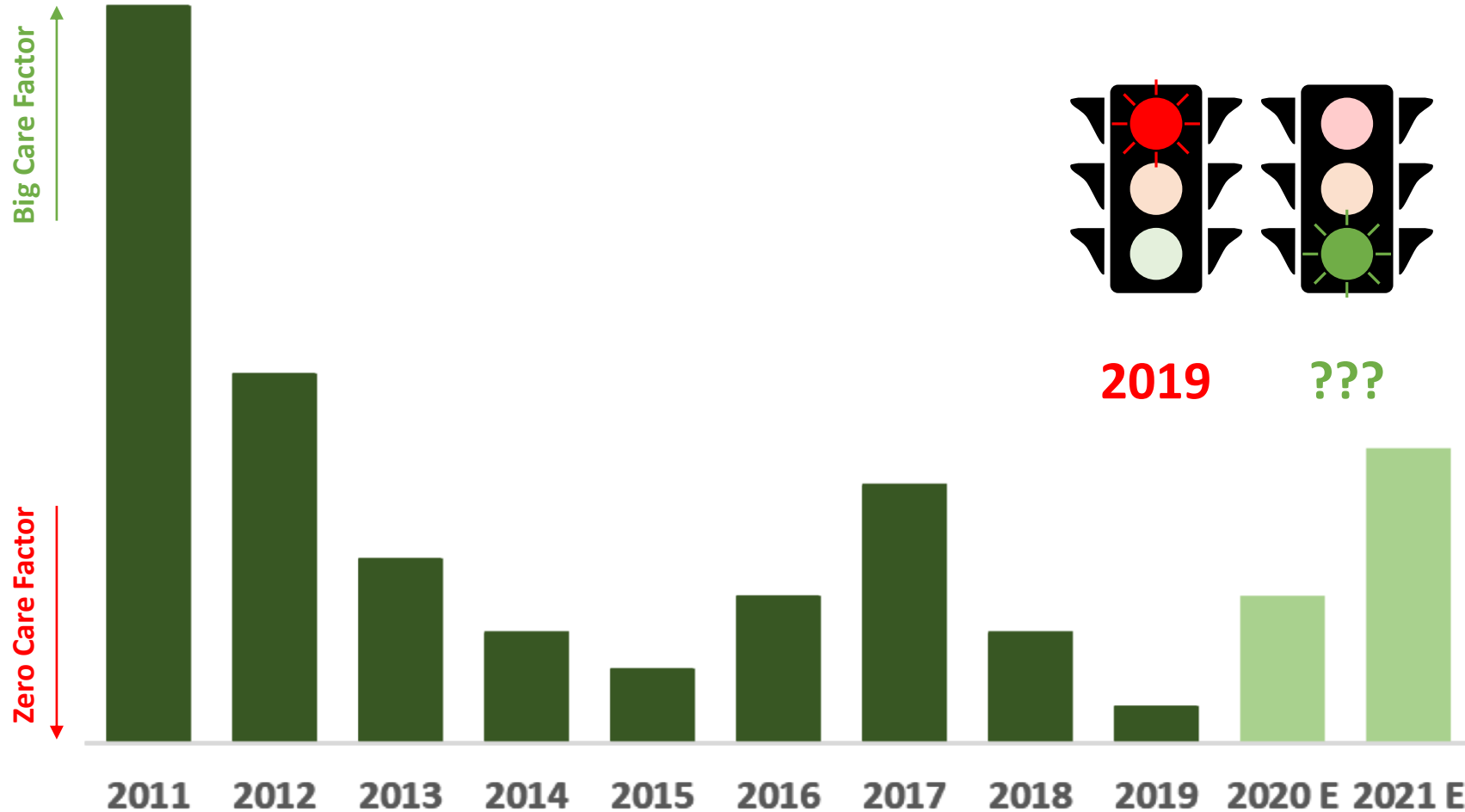
Key Points:

- PolarX Limited and Lundin Mining Corporation (Lundin Mining) have agreed terms for a joint venture over select porphyry Cu-Au targets in PolarX's 100% owned Alaskan porphyry claims. The JV targets include the 100% owned Zeckly Cu-Au skarn claims are



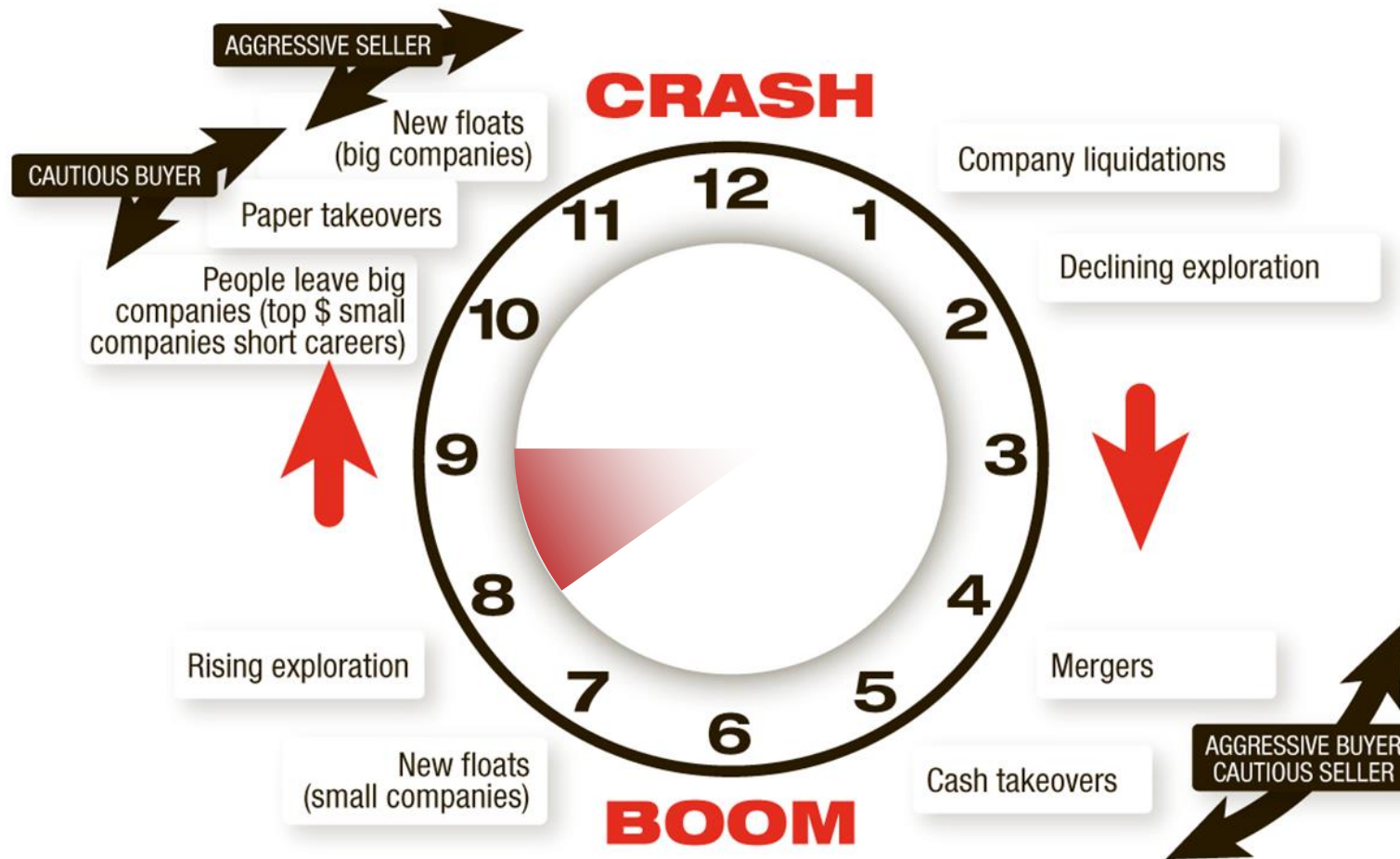
POLARX
LIMITED

Risk Appetite – Care Factor



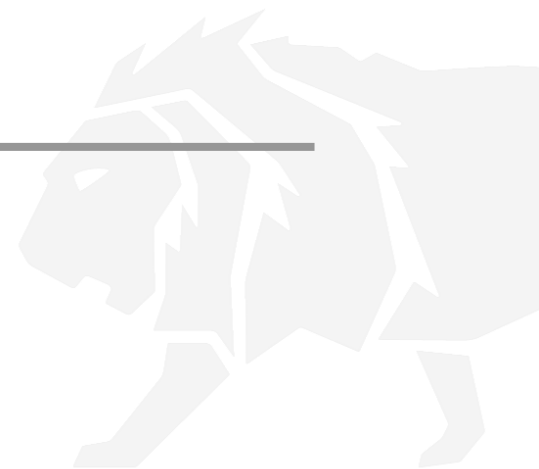
- Declined to almost nothing **2011 – 2015**
- Revival: **2016 / 2017** (NO – momentary)
- **2019: New low – risk investors *distracted***
- Majors are exploring and investing
- Majors & Mid tiers are *BUYING*
- **GREEN** signal... *approaching recovery ?*

Lion Mining Clock



- ✓ Exploration activity increasing
- ✓ Growth oriented thinking has re-emerged
- ✓ Large acquisitions (gold)
- ✗ Canadian market holding back global sentiment – distracted by cannabis

-
- Listed Mining Investment Fund
 - Target: Micro cap miners / Project developers
 - Long term track record: **7.5%pa over 22 years**
 - Pani: **World Class Gold Project** for development in Indonesia



ASX : LSX

LION SELECTION GROUP

Listed Mining Investment Company • Managed Portfolio exposure to Highest Growth Miners • Celebrating 22 Years of Performance