

MINING FLASHNOTE

Calidus Resources Ltd (CAI ASX)

12 March 2019

Stock Data

| | |
|-----------------|----------|
| Share Price: | A\$0.027 |
| Market Cap (M): | A\$38.4 |
| EV (M): | A\$32.2 |

Price Chart



52 Week Range

| | |
|----------|----------|
| A\$0.049 | A\$0.027 |
| A\$0.021 | |

Company Summary

Calidus Resources is the spin out of the Australian gold assets in Keras Resources. It is currently exploring the Warrawoona Gold district where it has consolidated a previously fragmented historic gold mining district.

| MAIN SHAREHOLDERS | HOLDING |
|----------------------------|---------|
| Keras Resources | 32.3% |
| Alkane Resources (ASX ALK) | 10.2% |
| Novo Resources (TSX NVO) | 4.0% |

Source: Calidus Resources & Bloomberg

Calidus Appoints Experienced Chief Operating Officer

Event

Calidus Resources ("Calidus") has announced that it has taken another key step towards development and production at its Warrawoona Gold Project in WA with the appointment of experienced mining executive, Paul Brennan as Chief Operating Officer.

Comment

Paul Brennan is a highly regarded Mining Engineer with a Graduate Certificate in Project Management and 20 years' experience in the mining industry. He also holds an MBA.

Most recently, he was General Manager of Saracen Mineral Holdings' (ASX: SAR) Carosue Dam gold mine in Western Australia, where he was responsible for the management of production, safety and financial reporting. Mr Brennan spent his earlier career in engineering and senior management roles at Gold Fields Ltd (NYSE: GFI) on the St Ives gold mine.

2019 is building up to be a big year for Calidus. Exploration drilling is due to restart in a fortnight and the pre-feasibility study is advancing well. These events are expected to generate strong news flow over the coming months and BHC anticipates that the skills and experience of the new chief operating officer will be paramount in these developments.

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Research Disclosures

Peter Rose

Peter has 32 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 10 years, after having spent 11 years with Deutsche Bank in Australia. Prior to this he spent 2 years with Prudential Bache and 6 years with James Capel. Peter's industry experience includes 16 years as a metallurgist, 3 years with De Beers in South Africa and 9 years in the uranium industry, six of which were spent at the Ranger Uranium mine. Peter holds a BSc degree in Applied Mineral Science from Leeds University UK and a Bachelor of Commerce from the University of South Africa. Peter is also a member of the Institute of Materials, Mining & Metallurgy and a chartered engineer.

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| | |
|---------------------|--|
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| Sell | Recommendation implies that expected total return expected over 12 months between current and analysts' target price is negative. |

Research Disclaimers

Research disclosure as of 12 March 2019

| Company Name | Disclosure |
|-------------------------------------|---------------|
| Calidus Resources Limited (CAI ASX) | 1, 2, 7, 8, 9 |

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