

MINING FLASHNOTE

Europa Metals Ltd (EUZ AIM)

19 August 2019

Stock Data

| | |
|-----------------|--------|
| Share Price: | 0.033p |
| Market Cap (M): | £4.0 |
| EV (M): | £3.2 |

Price Chart



52 Week Range

| | | |
|---------|--------|---------|
| 0.1675p | 0.033p | 0.0115p |
|---------|--------|---------|

Company Summary

Europa Metals intends to develop the current resource at the Toral ore deposit in northern Spain and bring the mine back into production.

| MAIN SHAREHOLDERS | HOLDING |
|-------------------------------|---------|
| Lynchwood Nominees Limited | 14.61% |
| JIM Nominees Limited | 11.49% |
| Hargreaves Lansdown | 7.97% |
| BNY Nominees Limited | 5.51% |
| Interactive Investor Services | 5.22% |

Source: Europa Metals and Bloomberg

Europa Announces Drilling Update at Toral for Hole TOD-023

Event

Europa Metals has announced that the third hole (TOD-023) in the ongoing drill campaign at its 100% owned Toral lead-zinc-silver project has successfully been completed, reaching a total depth of 713m, and has intersected significant widths of visible mineralisation.

Comment

This is good news. Hole 3, TOD-023, intersected 12m of visible mineralisation with an approximate true thickness of 8m, in the contact zone of the main mineralised horizon at Toral which supports the Company's theory of a high-grade plunging shoot in the core of the deposit. Two further occurrences of visible mineralisation identified in the hanging wall, approximately 20m and 80m respectively up hole from the main contact zone.

Given the significance of the intersection and mineralised occurrences, a 'daughter' hole (wedge) will now be drilled off the parent hole, TOD-023, commencing immediately. This will enable the Company to secure an enlarged sample for metallurgical test work.

TOD-023 material is being processed and will shortly be sent to an independent laboratory for assay. The assay results from the current drilling campaign will form part of a planned updated mineral resource estimate and technical report aimed at increasing confidence in the Toral Project's resource estimate to the Indicated category. Mineralised samples from both the parent and the daughter holes will be collated and then sent to Wardell Armstrong LLP to determine separation characteristics and the likely potential future concentrate products obtainable from Toral.

Whilst this is very positive news, and augurs well for the geological concepts that are guiding the current drill programme, it is best not to get too "carried away". The drilling is important for two reasons:

1. They will be included in a new JORC resource, which is expected to increase the current resource of 16Mt grading 3.9% zinc, 3.1% lead and 24g/t silver
2. Metallurgical testwork, which will resolve the matter of recoveries and concentrate qualities.

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Research Disclosures

Peter Rose

Peter has 33 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 12 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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Research Disclaimers

Research disclosure as of 19 August 2019

| <u>Company Name</u> | <u>Disclosure</u> |
|-----------------------------|-------------------|
| Europa Metals Ltd (EUZ ASX) | |

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