

Chesterfield Resources Plc (LON CHF)

01 July 2020

Stock Data

Share Price:	6.08p
Market Cap (M):	£3.77
EV (M):	£3.72

Price Chart

52 Week Range

6.85p	6.08p	1.2p
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Company Summary

Chesterfield Resources is focusing on non-outcropping copper orebodies in Cyprus. Many of the outcropping deposits have been mined historically, but the region has not been exposed to modern geological exploration techniques for around 50 years.

MAIN SHAREHOLDERS HOLDING

MAIN SHAREHOLDERS	HOLDING
Ciavarella Claudio	7.10%
Berezan Leo	6.78%
Kingfisher Distribution	5.41%
Martin French	4.84%

Source: Chesterfield Resources

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Chesterfield Resources reports significant percussion drill intersections at Evlim target

The Event

Chesterfield Resources ("Chesterfield") has announced that, following the commencement of percussion drilling at its Troodos West licence area, it has encountered significant intersections of sulphide mineralisation at its Evlim target.

Highlights

The highlights of today's RNS are:

1. Two intersections of sulphide mineralisation encountered, totalling 40m
2. Drilling halted to evaluate the testing of a large anomaly extension to the west of the Evlim intersections.

Comment

Chesterfield is using percussion drilling as a cost-effective and rapid method to investigate targets at depths of up to 200m. Rock chips from percussion drilling yield strong data for geological logging including the presence of sulphide mineralisation, its extent, and potential thickness. Due to the unconstrained nature of the drilling method any analyses produced from the chips are indicative only. Percussion drilling is an invasive tool that allows the technical team to geologically map the sub-surface at each target to better vector the more costly diamond drilling (core), thereby de-risking the programme.

This is the third target where percussion drilling has been used and Chesterfield have a 3 out of 3 success rate, and even more impressively at the predicted horizons. The two intercepts totalling 40m are particularly exciting since the first zone from 33m to 54m is definitely open pittable and the second zone, from 74m to 93m probably so.

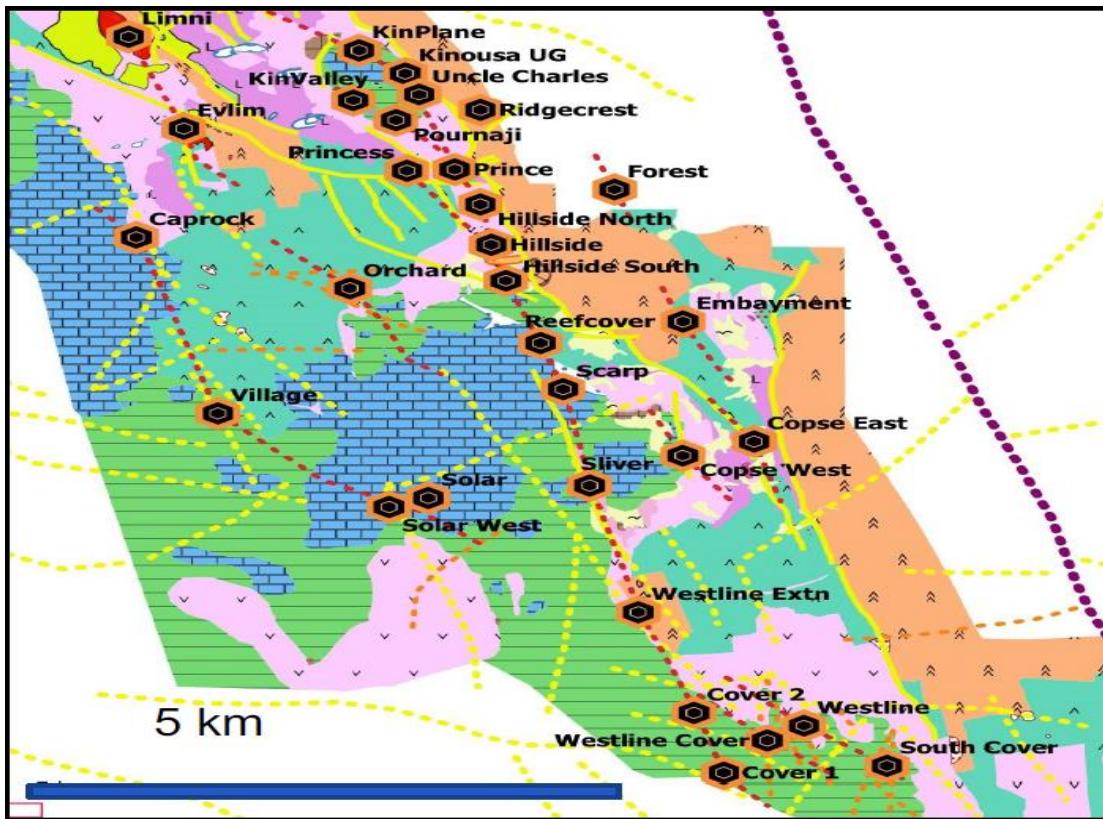
The Evlim target is adjacent to an old satellite copper mine at surface. In late 2018 Chesterfield drilled beneath this mine and encountered significant gold mineralisation underlying the worked-over area in a feeder zone. Intersections included: 29.8m @ 1.1g/t from 13.2m and 27.9m @ 0.97g/t from 8.75m.

The percussion drill is now at a new drill pad at Evlim to the west of the existing intersections. Since these drill holes are completed quickly, in hours rather than days, the results should be known soon. When drilling is completed at Evlim, the next target on the list is Sliver.

Chesterfield, have applied a range of modern geological techniques to accrue a list of over 30 exploration targets, including the prioritisation of 15 targets, with six being tier one, or high priority targets, because of multiple layers of evidence. In order, these are KinValley, Evlim, Hillside, Sliver, Westline Extension and Reefcover. All of these targets are located in its Troodos West licence area in Cyprus. These targets are shown in Exhibit 1.

Kin Valley remains the number one target due to the amount of co-incident data and its size. However, access for the large percussion drill rig is a problem there. It will probably be drilled with a different drill rig, but Covid-19 is making the importation of equipment and the necessary people to Cyprus difficult at the moment. Therefore, the availability of local equipment is guiding the drilling programme for the time being.

Exhibit 1: Locations of current drill targets



Source: Chesterfield Resources

Research Disclosures

Peter Rose

Peter has 34 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 13 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 disclosure as of 01 July 2020

<u>Company Name</u>	<u>Disclosure</u>
Jangada Mines plc (JAN AIM)	1, 2, 7

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