

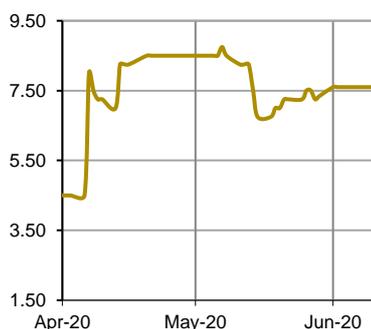
Blencowe Resources PLC (BRES LSX)

02 July 2020

Stock Data

Share Price:	7.20p
Market Cap (M):	£7.08
EV (M):	£4.8

Price Chart



52 Week Range



Company Summary

Blencowe is looking to develop the Orom-Cross graphite deposit in Uganda. This is a very large resource of high grade large flake graphite.

MAIN SHAREHOLDERS	HOLDING
CAF Uganda	33.9%
Board and Management	13.7%
John Story	13.6%
Apul Investments	8.5%
Brandon Hill Capital	5.8%

Source: Bloomberg & Blencowe Resources

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Blencowe Announces an Update on the High Grade Graphite Zone

Event

Blencowe Resources PLC (“Blencowe”) has provided an update on the recently identified high-grade graphite zone at the Orom-Cross Project.

Highlights

A summary of the 2020 drilling to date is as follows:

- First diamond drill hole returned visible high-grade graphite
- Further drilling is now underway to delineate the lode
- The first hole is now being prepared for assay

Comment

Following a review and remodelling of the geophysical survey program data acquired earlier this year, as well as historical pitting and drill results, a highly prospective High-Grade Zone has now been outlined approximately 250m from the current exploration camp site and in close proximity to the site of the proposed processing plant.

A single diamond drill hole has been completed to a depth of 30m to test both the weathered zone and possible graphite mineralisation. The hole has returned visible high grade graphite over 28m of 30m of intersection, with weathering extending to the base of the hole. Based on prior samples taken in this particular area the expectation is for grades of up to double the 6-8% average Orom-Cross grade. Subsequent logging by company geologists has also identified zones of large to jumbo flakes in the core.

As the location of this exciting find is close to the intended location of the processing plant, the Company has now authorised the redirection of a drill rig to complete a 9-15 hole program to delineate the Lode, which will occur following the completion of the current drill program and within the current budgeted numbers.

The discovery of this High-Grade Zone is important for three reasons:

1. If this high grade zone is of significant size it could mean that the site of the processing plant has to be relocated
2. If the grades are indeed double the average 6-8% of the Orom-Cross deposit, it will need changes to the design of the processing plant to cater for these higher grades
3. A high-grade zone has the potential to make a significant impact on the profitability of the proposed operation.

Grade is one of the key determinants of profitability of mining an orebody. However, with graphite the size of the flakes is equally important. Given that the geologists, during logging of the core, identified large to jumbo flakes, BHC believes that this new discovery has the potential to dramatically improve the economics of the project.

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 02 July 2020

Company Name	Disclosure
Blencowe Resources PLC (BRES LSX)	1, 2, 7,

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