

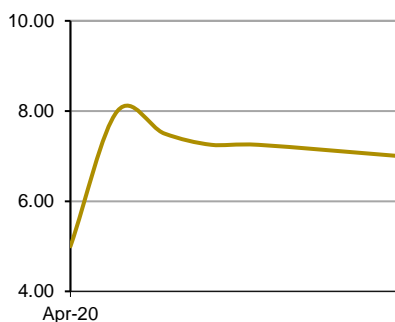
Blencowe Resources PLC (LSE:BRES)

04 May 2020

Stock Data

Share Price:	7.0p
Market Cap (M):	£6.8
EV (M):	£4.8

Price Chart



52 Week Range

7.25p	7.0p	0.05p
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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 releases Drilling & Operational Update at the Orom-Cross Project

Event

Blencowe Resources PLC ("Blencowe") has provided an update to the fully-funded comprehensive JORC Resource diamond drilling program that initially commenced on its Orom-Cross graphite project in Northern Uganda in Q1 2020.

Highlights

A summary of the 2020 work program to date is as follows:

- A Lidar survey has been completed over the lease areas providing high quality topographical data which is critical for future mine planning and design
- An exploration camp was established on-site in early Q1 2020
- Drilling commenced on the 1800m (59 hole) JORC Resource programme in March
- Currently 25% of the drilling program has been completed prior to Uganda going into Coronavirus lockdown. To-date, visible results have been highly encouraging and in line with management's understanding
- Drill rigs remain on site (at no additional cost to Blencowe) ready to resume the remainder of the program as soon as the Ugandan Government relaxes lockdown measures (anticipated on or around 9 May 2020). No cases of Covid-19 have been reported at Orom-Cross or in the surrounding area.
- Compensation Agreements with local landholders were agreed and signed in Q1 2020, providing support to local communities as Orom-Cross develops into a producing mine. No compensation payments are due to be made until the mine is ready to commence production.
- Favourable initial meetings with Ugandan Government officials were held in March on critical infrastructure assistance.

Comment

The area targeted for the drilling was identified following detailed drilling, trenching and mapping in previous exploration campaigns and is in the northern part of the area. This area has been identified as a potential plant site. The current drill program is designed to delineate approximately 8 to 10Mt to JORC standard, to provide the initial resource for 10 years of mining, being a rate of 800Kt per annum input into the plant. It is also designed to confirm both the extent and quality of the free dig material in the upper 30m. The area targeted represents less than 1% of the total Orom-Cross graphite deposit. Not only does this highlight the extraordinary size of the Orom-Cross project, but the potential significant scalability of development in the future.

The current lockdown in Uganda is expected to be lifted to enable drilling to resume as soon as practicably possible after the 9th of May. Two currently on-site drill rigs will be utilised with the program expected to be completed in the first week of June, with the subsequent JORC Resource expected late Q3 2020.

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 04 May 2020

Company Name	Disclosure
Blencowe Resources PLC (BRES LSX)	1, 2, 5, 7

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