

MINING FLASHNOTE

Calidus Resources Ltd (CAI ASX)

27 November 2019

Stock Data

Share Price:	A\$0.023
Market Cap (M):	A\$49.4
EV (M):	A\$45.2

Price Chart



52 Week Range

A\$0.04	A\$0.023	A\$0.02
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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
Alkane Resources (ASX ALK)	13.0%
Board and Management	8.3%
Novo Resources (TSX NVO)	3.1%

Source: Calidus Resources & Bloomberg

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Calidus Share Consolidation Update

Event

Calidus Resources ("Calidus") has reminded shareholders that at the Company's Annual General Meeting (AGM) held on 25 November 2019, shareholders approved the resolution to consolidate the Company's issued capital through the conversion of every ten (10) existing shares into one (1) share.

Comment

Today, the 27th November is the first day of share trading on a consolidated basis.

As the consolidation applies equally to all shareholders, individual shareholdings will be reduced in the same ratio as the total number of shares (subject only to rounding up of factors). The consideration will have no material effect on the percentage interest of each individual shareholder.

The Company has a significant number of shares on issue and the Board considers a share consolidation will provide the best platform for continued growth and a capital structure that is more in line with the Company's size and peer group companies. It should also result in a share price level that is more attractive to a wider range of investors and reduce share price volatility.

Consolidation Timetable

Date	Event
27 November 2019	Trading in the consolidation securities on a deferred settlement basis commences
28 November 2019	Last day of register transfer on pre-consolidation basis
29 November 2019	First day to register securities on a post-consolidation basis and first day for issue of holding statements
5 December 2019	Change of details of holding date. Deferred settlement market ends
6 December 2019	Normal trading of post-consolidation securities commences

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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Hold	Recommendation implies that expected total return of between 15% and zero is expected over 12 months between current and analysts' target price.
Trading Sell	Recommendation implies that the analysts' expected total return over the short term compared against the target price is negative.
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 27 November 2019

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

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