

MINING FLASHNOTE

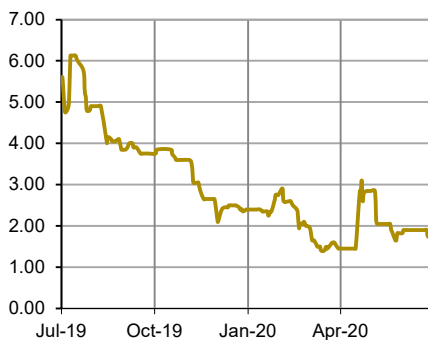
# Fox Marble Holdings (FOX LN)

20 July 2020

### Stock Data

Share Price:	1.72p
Market Cap (M):	£5.46
EV (M):	£8.36

### Price Chart



### 52 Week Range

6.35p	1.72p
1.30p	

### Company Summary

Fox Marble Holdings plc is a natural stone extraction company operating in Kosovo and the Balkans region. The Company is currently extracting blocks from the Cervenilla, Malesheva, Prilep and Syrigane quarries and operating a cutting and polishing plant in Kosovo.

### MAIN SHAREHOLDERS HOLDING

Andrew Muir	12.56%
Premier Milton Group Plc	8.97%
Etrur Albani	7.29%
Christopher Gilbert	6.93%
Shailesh Patil	6.18%
Artemis Investment Management	4.38%

Source: Bloomberg and Fox Marble Holdings

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## Fox Marble Acquires New Equipment for Factory in Kosovo

### The Event

Fox Marble has announced that it has acquired two additional 4 axis CNC cutting machines to be installed in its factory in Kosovo.

### Comment

The two machines are manufactured by Simec and Garcia Ramos respectively, and will increase the capacity to cut and shape slabs when fully commissioned in the next few weeks.

The machines are required for the completion of the existing contracts. These machines are smaller than the existing GMM CNC machine and will have lower productivity, but their installation is expected to near double the existing tile cutting capacity of the plant.

These machines have been purchased second hand at low cost but come totally refurbished and with guarantees. Their purchase is important for two reasons:

- They will allow Fox Marble to continue to tender for new contracts while fulfilling the existing large projects that were previously announced
- The sale of tiles is project based and as such is time critical which often results in "just in time delivery schedules"

This is very positive news for Fox Marble as it transitions its sales away from blocks to more profitable tiles and shapes. Further, although Fox Marble has good contractual sales for blocks going forward, they tend not to be time critical, thereby resulting in irregular revenue streams.

## Research Disclosures

### **Peter Rose**

Peter has 34 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 disclosure as of 20 July 2020

Company Name	Disclosure
Fox Marble Holdings (FOX LN)	1, 2, 3, 7, 8, 9

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