

## MINING FLASHNOTE

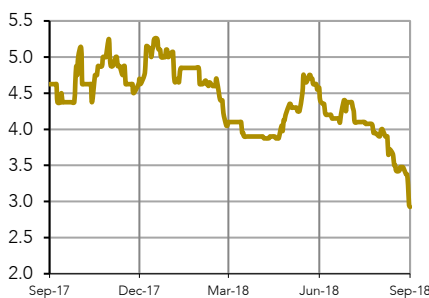
# Jangada Mines plc (JAN AIM)

01 October 2018

### Stock Data

Share Price:	2.925p
Market Cap (M):	£5.8
EV (M):	£5.2

### Price Chart



### 52 Week Range

5.625p	2.95p
2.875p	

### Company Summary

Jangada Mining is an AIM listed company operating in Brazil. It acquired the Brazilian platinum group metal assets of Anglo-American in 2013 and declared a JORC (2012) compliant resource.

MAIN SHAREHOLDERS	HOLDING
Brian McMaster	23.4%
Matthew Wood	23.4%
Luis Azevedo	22.8%
Mark Sumner	7.6%

Source: Bloomberg

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## Jangada Announces Fundraise Package of £2.1M Agreed and Notice of a General Meeting

### Event

Jangada Mines ("Jangada") has announced that it has agreed a total fundraise package of £2.1M including a placing to raise £1.05M before expenses to advance its Pedra Branca Project.

### Highlight

- A placing to raise £1.05M, before expenses;
- Agreement with a leading minerals processing consultancy firm, Consulmet, to accept shares in lieu of fees on completion of work undertaken at the Project including part of the plant design and metallurgy study; and
- A draw down 12-month unsecured loan facility from Celtic Capital Pty Limited, as trustee for Celtic Capital Trust ("Celtic Loan") for up to \$1M.

### Comment

These funds will allow Jangada to complete various upcoming surveys and to progress a robust bankable feasibility study. In particular, it will allow for additional metallurgical test work, building on the exciting results released in June 2018. BHC believes that the introduction of magnetic pre-concentration has the potential to significantly enhance the value of the project through a reduced plant size and lower operating and capital costs.

Under the terms of the loan facility, Jangada will have access to up to \$1,000,000 for a period of 12 months from entering into the agreement. The Company may drawdown in tranches between \$10,000 and \$100,000 at any time it wishes, subject to two business days' notice first being given. Only once a draw down has taken place will any interest start accruing on the drawn down sum at a rate of 10 per cent per annum. An arrangement fee of \$50,000 is payable to Celtic which shall be satisfied through the issue of 1,266,666 new Ordinary Shares at £0.03 each, which will be admitted to AIM at the same time as the Placing Shares.

The General Meeting is expected to be convened for 10.00 am on 15 October 2018 and will take place at the offices of the Company's solicitors, Bird & Bird LLP, 12 New Fetter Lane, London EC4A 1JP. The actions that shareholders should take to vote on the Resolutions will be set out in the Circular, along with recommendations of the Directors, which is to vote in favour of the Resolutions as they intend to do so in respect their own beneficial shareholdings, currently amounting in aggregate to 91,177,800 existing Ordinary Shares, which represents approximately 46.2 per cent. of the Company's existing issued share capital.

## Research Disclosures

### Peter Rose

Peter has 32 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 11 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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<b>Sell</b>	Recommendation implies that expected total return expected over 12 months between current and analysts' target price is negative.

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Research disclosure as of 01 October 2018

Company Name	Disclosure
Jangada Mines plc (JAN AIM)	1, 2, 7, 8, 9

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