

MINING FLASHNOTE

Oracle Power PLC (ORCP AIM)

28 January 2019

Stock Data

Share Price:	0.475p
Market Cap (M):	£5.4
EV (M):	£5.3

Price Chart



52 Week Range

0.375p	0.475p
1.775p	

Company Summary

Oracle is an AIM listed coal developer with a primary interest in the Thar Coalfield Block VI area located in the Sindh Province of South-Eastern Pakistan. The company's intention is to develop a 4.5Mt pa coal mine and mine mouth 7000MW power station, and then expand the project to 9Mt pa of coal and 1,400MW of electricity.

MAIN SHAREHOLDERS HOLDING

Brandon Hill Capital / OWG	22.36%
Power Equity Investments	13.47%
Nazario Consultancy	5.44 %

Source: Oracle Power & Bloomberg

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Oracle Announces Executive Changes

Event

Oracle Power PLC ("Oracle") has announced changes in executive responsibilities, with effect from last Friday.

Comment

The Board has appointed Ms Naheed Memon as Chief Executive Officer to manage delivery of Thar project with her presence mainly in Pakistan. Ms Memon has first-hand experience of the steps required for completion following her previous role as Chair of the Sindh Board of Investment (Government of Sindh).

Shahrukh Khan, the former chief executive, will remain an Executive Director of the Company and will continue to assist in the project development as the Thar project moves towards Financial Close, whilst also providing a presence in the UK and Europe to further increase the awareness of the Oracle investment case.

The reason behind these changes is that following the announcement on the 20th December 2018, when Oracle when Oracle announced that it had signed a revised Memorandum of Understanding ("MOU") with Beijing Jingneng Power Company Limited ("BJPC") and PowerChina International Group Limited ("PowerChina"), securing the equity partners. This changed the focus for Oracle which will now be principally focused on the the completion of work as outlined in the operational update (advised by RNS on 17 January 2019) to reach Financial Close. Many of these are procedural and accordingly the Company believes the process will be expedited by having senior management based principally in-country to handle day-to-day operations.

BHC believes that with the new Chief Executive based in Pakistan, the lines of communication will be much shorter and that Oracle will be able to respond much more nimbly in its dealings with the relevant government authorities.

Ms Naheed Memon has been a Financial Advisor with Merrill Lynch, Private Banking and was CEO of Manzil Pakistan, a public policy think tank based in Karachi. She has served the Sindh Board of Investment (Government of Sindh), as Vice Chair from 2013 - 2016, then as Chair until August 2018. This last position is particularly important for her new role with Oracle in that she was heavily involved with the development of Thar Block II, where initial power plant trials are understood to be taking place in the near future.

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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Research disclosure as of 28 January 2019

<u>Company Name</u>	<u>Disclosure</u>
Oracle Power PLC (ORCP AIM)	1,2, 7, 8, 9

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