

MINING FLASHNOTE

VAST Resources (VAST AIM)

12 October 2018

Stock Data

Share Price:	0.595p
Market Cap (M):	£32.8
EV (M):	£67.5

Price Chart



52 Week Range

0.307p
0.779p

0.595p

Company Summary

Vast Resources was originally a Zimbabwean focused company called African Consolidated Resources. The opportunity to acquire some base metal assets in Romania changed the focus of the company and caused it to change its name to Vast Resources.

MAIN SHAREHOLDERS	HOLDING
Hargreaves Lansdown	11.72%
Interactive Investor	8.04%
Halifax Sharedealing	6.70%
Barclays	5.57%

Source: Vast Resources & Bloomberg

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Vast Announces Project Blueberry Drilling Results

Event

Vast Resource ("Vast") has announced further assay results from the exploration programme undertaken at the Blueberry Project ('Blueberry' or the 'Project') in Western Romania, in which Vast holds a 29.41% interest, subject to the conditions described in the Company's announcement of 15 August 2018. Blueberry is located in the 'Golden Quadrilateral' of Western Romania, which hosts the prolific Baia de Aries gold mine, the 17.1Moz Rosia Montana Mine and the 7.2Moz Rovina Valley Project.

Highlights

Significant intercepts

- AVB009A 21.7m @ 3.14 g/t gold and 3.12g/t silver from 25.3m
12.0m @ 5.79g/t gold and 5.86g/t silver from 54.0m
31.0m @ 1.09g/t gold and 1.42g/t silver from 54.0m
- AVBB018 9.5m @ 1.44 g/t gold and 5.86g/t silver from 1.0m
28.5m @ 1.58g/t gold and 17.42g/t silver from 28.5m
- BB014 3m @ 3.24 g/t gold and 22.6g/t silver from 33m
- AVBB021 24m @ 2.64 g/t gold and 22.77g/t silver from 19m

Comment

Presently, 19 holes representing 3,581m of the planned 6,802m drill programme have been completed with 52.6% of the assays received and are showing good grades over good widths. The soil sampling programme is complete and has confirmed anomalous gold in soil values and extended and defined the target footprint in more detail. A new gold discovery with a 1.7km long strike length has been reported at the southern end of the Blueberry leases with gold in soil assays of up to 17.7g/t.

The depths of the intersections are true depths as all the holes reported have been drilled vertically. BHC regards the widths of the intercepts very positively as it is expected this will make mining easier and minimise dilution.

Mineralisation is developed in the form of breccia pipes, polymetallic quartz carbonate veins and metasomatic replacement deposits on the lithological boundaries between andesite, limestones and schists.

Gold mineralisation is more prevalent in the breccia pipes and occurs as free gold or inclusions within sulphides. The area is a type locality for sylvanite, a gold silver telluride, which has been observed in core from the recent drilling program. Further mineralisation takes the form of auriferous pyrite whereby fine-grained gold is included in the crystal lattice of the pyrite structure.

The orebody is polymetallic with low grades of copper, lead and zinc being reported. Vast is fast tracking Blueberry and anticipates releasing a JORC compliant Resource Estimate by the end of 2018 and is also targeting the application of an exploitation licence at the same time.

Vast anticipates an IPO of EMA Resources Ltd, Vast's subsidiary company which holds the Blueberry Project, in H1 2019 to crystallise the value of this pre-production asset.

EXHIBIT 1: The recent results of the drilling programme are as follows (from Surface)

HOLE_ID	From	To	Length	Au g/t	Ag g/t	Cu %	Pb %	Zn %
AR003	-	100.0	100.0	-	-	-	-	-
AR005	0.3	165.0	164.7	-	-	-	-	-
AR006	74.0	76.0	2.0	0.70	0.10	0.00	0.00	0.01
	120.0	122.0	2.0	3.07	0.70	0.01	0.00	0.01
AVBB002	-	133.0	133.0	-	-	-	-	-
AVBB009	16.0	20.0	4.0	1.63	0.70	0.00	0.01	0.01
	29.0	32.0	3.0	0.97	0.53	0.00	0.00	0.01
	41.0	46.0	5.0	1.36	0.90	0.01	0.00	0.01
	53.5	56.0	2.5	2.02	57.70	0.02	0.00	0.00
AVBB018	1.0	10.5	9.5	1.44	3.08	0.01	0.02	0.02
	22.0	25.5	3.5	1.08	6.30	0.03	0.17	0.27
	28.5	57.0	28.5	1.58	17.42	0.06	0.26	0.37
*including	49.0	57.0	8.0	0.90	19.33	0.04	0.54	0.80
	124.0	126.0	2.0	0.85	0.10	0.01	0.00	0.01
	128.0	130.0	2.0	2.97	0.75	0.01	0.00	0.01
	138.0	140.0	2.0	1.11	0.15	0.01	0.00	0.01
	158.0	159.0	1.0	2.07	0.60	0.00	0.01	0.01
	166.0	167.0	1.0	1.88	0.20	0.01	0.00	0.01
	190.0	193.0	3.0	0.63	0.33	0.01	0.00	0.01
AVBB019	94.7	99.9	5.2	0.34	23.41	0.01	0.02	0.03
	106.5	117.1	10.6	0.43	62.29	0.01	0.03	0.08
AVBB020	52.0	54.0	2.0	1.89	0.40	0.00	0.01	0.00
	79.0	84.0	5.0	0.85	17.68	0.06	0.10	0.22
BB012	27.8	32.5	4.7	1.25	4.90	0.00	0.00	0.02
BB014	10.5	17.0	6.5	0.03	94.32	0.04	0.00	0.02
	33.0	39.4	6.4	1.80	13.91	0.00	0.06	0.12
*including	33.0	36.0	3.0	3.24	22.60	0.01	0.10	0.19
BB015	0.6	3.0	2.4	3.24	13.47	0.01	0.06	0.08
	21.0	25.3	4.3	1.37	4.35	0.00	0.09	0.08

HOLE_ID	From	To	Length	Au g/t	Ag g/t	Cu %	Pb %	Zn %
BB018	2.5	11.0	8.5	0.60	7.28	0.00	0.01	0.02
AVBB012	27.0	32.0	5.0	1.36	7.26	0.00	0.00	0.01
	88.0	89.0	1.0	3.40	0.40	0.00	0.00	0.01
	111.0	116.0	5.0	0.76	0.70	0.01	0.02	0.04
	126.0	135.0	9.0	0.25	1.74	0.01	0.31	0.51
AVBB021	4.0	14.0	10.0	2.03	8.81	0.02	0.10	0.08
	19.0	43.0	24.0	2.64	22.77	0.11	0.36	0.40
	173.0	175.0	2.0	1.25	0.55	0.01	0.00	0.02
AVBB008	38.0	107.0	69.0	1.15	3.49	0.01	0.00	0.01
*including	70.0	81.0	11.0	2.41	8.84	0.01	0.00	0.01
	118.0	119.0	1.0	0.20	4.10	0.01	0.41	0.86
	137.0	141.0	4.0	0.50	1.20	0.01	0.00	0.01
AVBB007	63.0	67.0	4.0	1.61	0.20	0.01	0.01	0.12
	69.0	74.0	5.0	0.93	0.24	0.01	0.01	0.12
	127.0	129.0	2.0	1.97	0.65	0.00	0.00	0.01
	138.0	140.0	2.0	2.45	0.90	0.00	0.00	0.01
	142.0	145.0	3.0	2.59	0.43	0.00	0.00	0.01
	164.0	170.0	6.0	2.91	0.92	0.01	0.00	0.01
* including	169.0	170.0	1.0	13.40	1.80	0.01	0.00	0.01
	176.0	177.0	1.0	1.23	0.30	0.00	0.00	0.01
	204.0	206.0	2.0	1.45	0.70	0.00	0.00	0.01
	208.0	209.0	1.0	1.72	0.60	0.01	0.00	0.01
AVBB009A	25.3	47.0	21.7	3.14	3.12	0.01	0.00	0.01
	54.0	66.0	12.0	5.79	5.86	0.01	0.01	0.01
	85.0	93.0	8.0	0.57	0.70	0.00	0.00	0.00
	119.0	150.0	31.0	1.09	1.42	0.01	0.00	0.01
	175.0	192.0	17.0	0.56	1.01	0.01	0.01	0.01
	308.0	313.0	5.0	0.12	2.18	0.01	0.18	0.31

Source: Vast Resources

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 12 October 2018

<u>Company Name</u>	<u>Disclosure</u>
Vast Resources (VAST AIM)	1, 2, 7, 8, 9

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