

Stock Data

Share Price: 0.03p
Market Cap.: £5.21m
Shares in issue: 16,722m

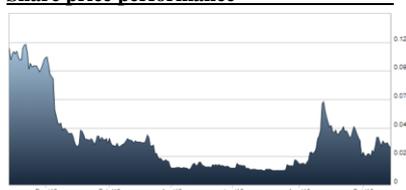
Company Profile

Sector: Mining
Ticker: EUZ.L
Exchange: AIM

Activities

AIM and JSE listed Europa Metals is an exploration company focused on the Toral Pb-Zn-Ag deposit in Spain.

Share price performance



Source: LSE. Note that past performance is not a reliable indicator of future performance.

Turner Pope contact details

Turner Pope Investments (TPI) Ltd
8 Fredrick's Place
London
EC2R 8AB

Tel: 0203 657 0050
Email: info@turnerpope.com
Web: www.turnerpope.com

Attention is drawn to the disclaimers and risk warnings at the end of this document. Retail clients (as defined by the rules of the FCA) must not rely on this document.

This is a non-independent marketing communication. The analyst who has prepared this report is aware that TPI has a relationship with the company covered in this report. Accordingly, it has not been prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing ahead of the dissemination of investment research.

TPI acts as joint broker to Europa Resources Limited.

Sheldon Modeland, P.Geo.

Research analyst
Tel: 0203 657 0050
sheldon.modeland@turnerpope.com

Andrew Thacker,
Corporate Broking & Sales
Tel: 0203 657 0050
andy.thacker@turnerpope.com

Zoe Alexander,
Corporate Broking & Sales
Tel: 0203 657 0050
zoe.alexander@turnerpope.com

Europa Metals Limited

Updated JORC compliant resource from Toral

Europa Metals is an exploration and development company focused on its wholly owned Toral Pb-Zn-Ag project in northern Spain. The Company has updated its JORC (2012) compliant resource to 18Mt grading 7.4% Zn Eq (based on a 4% Zn cut-off grade including Pb credits) and 24g/t Ag, representing a 12% increase to the total resource tonnes. More importantly, Toral now has an Indicated resource of 2.7Mt grading 8.9% Zn Eq. Overall, the updated resource represents a 30% increase in total contained zinc to 0.83Mt. The updated resource model will be used by management to identify potential new drill targets both within and outside of the defined resource. In addition, the revised resource model will be reviewed alongside the metallurgical, geotechnical and hydrological results for inclusion in the PFS (Pre-Feasibility Study).

Toral has its first Indicated resource category

Addison Mining Services Limited has compiled an updated JORC (2012) compliant mineral resource estimate for the Toral lead-zinc-silver project based on 101 diamond core and four reverse circulation drill holes totalling 56,949m as well as 19 channel samples totalling 18.8m. The newly defined Indicated resource comprises 2.7Mt grading 5% Zn, 4.2% Pb and 32g/t Ag (8.9% Zn Eq) and an inferred resource of 16Mt grading 4.5% Zn, 2.9% Pb and 22g/t Ag (7.2% Zn Eq using a 4% Zn cut-off grade including Pb credits). This represents a 30% increase in the total contained zinc to 0.83Mt.

Metallurgical testwork underway

Preliminary metallurgical testwork is ongoing under the guidance of Wardell Armstrong LLP to test potential concentrate products and metals processing methods. Testwork is on schedule for completion during Q4 2019.

Valuation: maintain our base-case, risk-adjusted value of 0.071p

At this stage, whilst we note the updated JORC compliant mineral resource estimate is a significant development for Toral, we maintain our base case, risk-adjusted value of 0.071p per share. This is a simple average between our DCF-derived and our peer-based valuations. We are encouraged with the size and grade of the updated resource estimate and look forward to the preliminary metallurgical testwork results in Q4 2019 as well as geotechnical and hydrological work which is expected to commence by year end. All of these are key components that will help de-risk the project as Toral continues through the develop stage.

THIS DOCUMENT IS NOT FOR PUBLICATION, DISTRIBUTION OR TRANSMISSION INTO THE UNITED STATES OF AMERICA, JAPAN, CANADA OR AUSTRALIA.

Conflicts

This is a non-independent marketing communication under the rules of the Financial Conduct Authority (“FCA”). The analyst who has prepared this report is aware that Turner Pope Investments (TPI) Limited (“TPI”) has a relationship with the company covered in this report. Accordingly, the report has not been prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing by TPI or its clients ahead of the dissemination of investment research.

TPI manages its conflicts in accordance with its conflict management policy. For example, TPI may provide services (including corporate finance advice) where the flow of information is restricted by a Chinese wall. Accordingly, information may be available to TPI that is not reflected in this document. TPI may have acted upon or used research recommendations before they have been published.

Risk Warnings

Retail clients (as defined by the rules of the FCA) must not rely on this document.

Any opinions expressed in this document are those of TPI’s research analyst. Any forecast or valuation given in this document is the theoretical result of a study of a range of possible outcomes and is not a forecast of a likely outcome or share price.

The value of securities, particularly those of smaller companies, can fall as well as rise and may be subject to large and sudden swings. In addition, the level of marketability of smaller company securities may result in significant trading spreads and sometimes may lead to difficulties in opening and/or closing positions. Past performance is not necessarily a guide to future performance and forecasts are not a reliable indicator of future results.

AIM is a market designed primarily for emerging or smaller companies and the rules of this market are less demanding than those of the Official List of the UK Listing Authority; consequently AIM investments may not be suitable for some investors. Liquidity may be lower and hence some investments may be harder to realise.

Specific disclaimers

TPI acts as joint broker to Europa Resources Limited (“Europa”) which is listed on the AIM Market of the London Stock Exchange (“AIM”). TPI’s private and institutional clients may hold, subscribe for or buy or sell Europa’s securities.

This document has been produced by TPI independently of Europa. Opinions and estimates in this document are entirely those of TPI as part of its internal research activity. TPI has no authority whatsoever to make any representation or warranty on behalf of Europa.

General disclaimers

This document, which presents the views of TPI’s research analyst, cannot be regarded as “investment research” in accordance with the FCA definition. The contents are based upon sources of information believed to be reliable but no warranty or representation, express or implied, is given as to their accuracy or completeness. Any opinion reflects TPI’s judgement at the date of publication and neither TPI nor any of its directors or employees accepts any responsibility in respect of the information or recommendations contained herein which, moreover, are subject to change without notice. Any forecast or valuation given in this document is the theoretical result of a study of a range of possible outcomes and is not a forecast of a likely outcome or share price. TPI does not undertake to provide updates to any opinions or views expressed in this document. TPI accepts no liability whatsoever (in negligence or otherwise) for any loss howsoever arising from any use of this document or its contents or otherwise arising in connection with this document (except in respect of wilful default and to the extent that any such liability cannot be excluded by applicable law).

The information in this document is published solely for information purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. The material contained in the document is general information intended for recipients who understand the risks associated with equity investment in smaller companies. It does not constitute a personal recommendation as defined by the FCA or take into account the particular investment objectives, financial situation or needs of individual investors nor provide any indication as to whether an investment, a course of action or the associated risks are suitable for the recipient.

This document is approved and issued by TPI for publication only to UK persons who are authorised persons under the Financial Services and Markets Act 2000 and to professional clients, as defined by Directive 2004/39/EC as set out in the rules of the Financial Conduct Authority. This document may not be published, distributed or transmitted to persons in the United States of America, Japan, Canada or Australia. This document may not be copied or reproduced or re-distributed to any other person or organisation, in whole or in part, without TPI’s prior written consent.

Copyright © 2019 Turner Pope Investments (TPI) Limited, all rights reserved.