

Stock Data

| | |
|-----------------------|---------|
| Share Price | 2.3p |
| Market Capitalisation | £18.7m* |
| Shares in issue: | 813.7m* |

**post-Pacing and Subscription numbers*

Company Profile

| | |
|-----------|--------|
| Sector: | Mining |
| Ticker: | ATM |
| Exchange: | AIM |

Activities

AfriTin Mining ('AfriTin', 'the Company') is a tin development and exploration company with a portfolio of near-term production assets in Namibia (Uis tin mine) and South Africa (Mokopane tin project). AfriTin's vision is to create a portfolio of world class, conflict-free, tin producing assets and the first pure tin tin on AIM

Company website: <http://afritinmining.com/>

1-year share price performance


Source: [LSE](https://www.lse.com)

Risk warning: Past performance and forecasts are not a reliable indicator of future results.

Turner Pope contact details

Turner Pope Investments ("TPI") Ltd
8 Frederick'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.

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 AfriTin Mining Limited

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

Barry Gibb
Research Analyst
Tel: 0203 657 0061
barry.gibb@turnerpope.com

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

AfriTin Mining Limited

Following its closing of an equity Placing and direct Subscription on [3 August 2020](#), AfriTin this morning has also provided an update covering its flagship asset, the Uis Tin Mine ("Uis") in Namibia. It confirms that Uis has displayed significant operational improvements over the past three months which, together with the rebound in the open market tin price, the renewal of its offtake agreement with Thaisarco and its newly strengthened balance sheet, provides a good platform for delivery of further progress into 2021. Having worked closely with Turner Pope whilst undertaking the Placing and developing its retail strategy, last Monday also saw AfriTin's Board confirm Turner Pope's appointment as its Joint Broker.

Successful equity Placing and Subscription

On 3 August 2020, AfriTin confirmed it had secured new financing by way of a Placing and direct Subscription of c. 145.2 million new Ordinary Shares, raising £3.05 (gross) million at a price of 2.1p each. The fundraising Price represented a discount of 25% to the Closing Price on 31 July 2020, while the new shares will represent c. 18% of the total issued share capital in the Company upon Admission (anticipated for 10 August 2020). Confidence in the management's ability to fully implement its Phase 1 project appears reflected through participation both from existing shareholders and the addition of new institutional investors.

AfriTin intends to apply the net proceeds of both the Placing and Subscription, in conjunction with its existing resources, to underpin the Company's existing cash (c. £131,000 at the [interim stage](#)) along with [the £2.05 million Unsecured Loan Note Facility](#) it secured on 5 May 2020. The monies raised will also be directed to complete debottlenecking capital projects for the Stage I plant (including of fines dewatering circuits), utilised for the feasibility studies for the Phase 1 expansion (Stages II-IV), as well as general working capital purposes.

Increased production of tin concentrate

Monthly production of tin concentrate from the Company's Phase 1 pilot mining and processing facility at Uis increased to 35 tonnes during July 2020, representing a month-on-month increase of 79%. Production performance during the Pandemic demonstrated consistent improvement in plant availability, utilisation and processing rate, to the extent that it is now sustaining levels substantially higher than those being achieved at the beginning of 2020. Tin concentrate production year to date totals 112 tonnes. The Company is targeting a production level of 45,000 tonnes of ore processed/month, at a rate of 80 tonnes per hour, and 60 tonnes of tin concentrate product per month for Stage I of Phase 1. AfriTin has now dispatched its sixth shipment of tin concentrate from Uis, with a tin-in-concentrate grade averaging 65%, representing a premium product largely free from deleterious elements. The Company is also achieving an average payability of 93%, referring to the percentage of the LME tin price realised for the tin contained in concentrate.

Valuation: DCF-derived value of £74.3m or 9.5p/share attributable

Adjusted for Monday's equity fund raise, TPI's DCF-derived valuation detailed in research of [24 June 2020](#) for AfriTin now stands at £76.9m or 9.5p/share for its Stage III development of Sn, Ta and Li concentrates. This increases to £77.7m or 9.9p/share should ATM be successful in increasing the head grade to 0.158% Sn during Stage IV development. As such, ATM's investment case rests upon the Company's successful execution of its phased development plan.

Please note that TPI's valuation is based on financial modelling and there is no guarantee that such a valuation will ever be realised, therefore please do not base investment decisions on this valuation alone.

HIS 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 AfriTin Mining Limited ('AfriTin') 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 AfriTin securities.

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 AfriTin.

General disclaimers

This document, which presents the views of TPIs 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 TPIs 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 TPIs prior written consent.

Copyright © 2020 Turner Pope Investments (TPI) Limited, all rights reserved.