

Stock Data

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| Share Price: | 1.30p |
| Market Cap: | £44.4m |
| Shares in issue: | 3,417m |

Company Profile

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

Activities

Alien Metals ('Alien', 'UFO', 'the Group') holds a multi-commodity portfolio of mostly wholly owned mining projects in jurisdictions with established mining communities and a stable political background, where strong operational controls can be assured. The Group's management team are experienced explorers, mine developers and operators.

Alien website: <https://www.alienmetals.uk/>

1-year share price performance



Source: [LSE](#)

Past performance is not an indication of future performance.

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Alien Metals Limited

Alien has received final laboratory analysis of assays and submitted drilling plans for its next stage of exploration at the Group's [Hamersley Iron Ore Projects](#). These confirmed high grade iron ore results of up to 66.95% Fe, supporting the findings from x-ray fluorescence ('XRF') readings that were published on [29 October 2020](#). As a result, drilling access at the [Hancock Ranges Project](#), which will focus on the [Kalgan prospect](#) where laboratory results have displayed excellent levels of Direct Shipping Ore ('DSO'), has been scoped to finalise a maiden programme that will consist of between 3,500-4,000m of [RC drilling](#). With the necessary Programme of Works ('POW') submitted and the Group's [recent £2.5m fund raising](#) now completed, Alien is now positioned to advance not only this opportunity, but also its other highly prospective base and precious metals projects in Mexico, Australia and Greenland.

Next steps - Mobilising a drill rig to the Kalgan prospect

While the project mapping and sampling has not yet comprehensively evaluated all the [Branded Iron Formation](#) ('BIF') occurrences within the tenement, at least two targets have been highlighted for additional follow-up work concurrently with the maiden drilling campaign. Importantly, several kilometres of BIF has been identified with high grade ore which bodes well to achieving the Group's exploration target tonnage target of up to 245 million tonnes, which could potentially even need to be revised upwards following results from drilling that is expected to get underway in Q1 2021.

Having already assessed the best access route for mobilising a drill rig to the Kalgan prospect at the Hancock Ranges Project, discussions commenced with contractors to secure an RC rig for the programme to begin as soon as possible. Both availability and initial costings for carrying this out are expected to be established shortly.

Elsewhere in the Brockman Project area (E47/3953), mapping has been concentrated on the zones closest to the historic BHP 19 and 20 deposits, in order to further understand and test the potential of these prospects. Sampling was centred on the BIF units, given that this was considered to represent the primary iron potential of the tenement. In the coming couple of weeks, the Group expects to receive and report upon the complete set of assay results and interpretations, along with a more comprehensive review of next stage planning.

TPI sees potential to reset its original base-case valuation

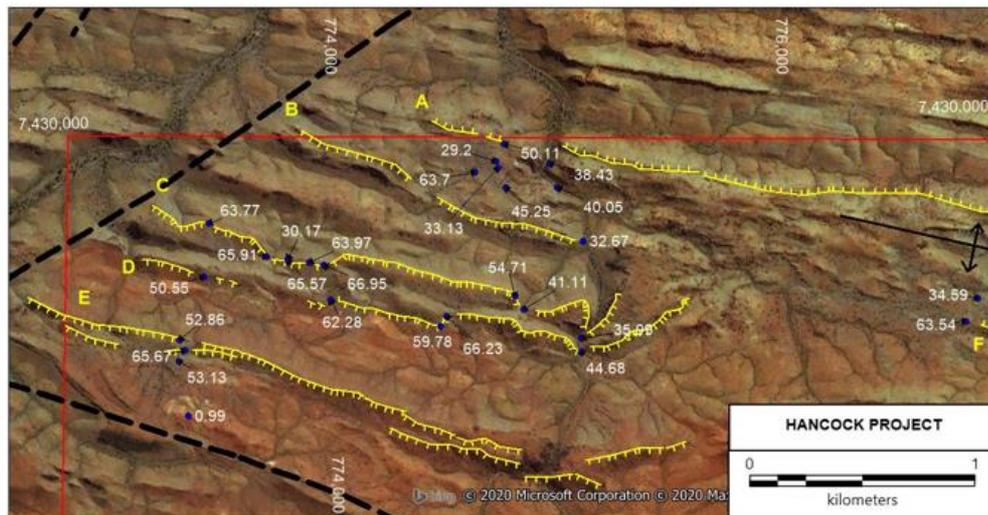
Alien is now reasonably well capitalised, with TPI estimating it presently holds cash of c.£4.4m, which should provide a working runway in excess of one full year. During this time, it is expected to build upon the exceptional recent run of development progress reported across its portfolio of highly prospective base and precious metals exploration projects. TPI's original assessment of Alien in its [Initiation Research of 6 April 2020](#), considered potential for only two of the Group's exploration opportunities. These were its [Donovan 2](#) copper/gold [Volcanogenic Massive Sulphide](#) ('VMS') project (which recently entered an earn-in agreement with [Capstone Mining Corp.](#) and where maiden drilling is about to commence) and the San Celso & Los Campos epithermal targets, where it contemplated potential for a resource of as much as 10m oz silver. The valuations were based on nearest neighbours, having applied an EV/resource multiple derived from a selected peer group. Reapplying the same methodology, TPI is now considering whether recent exploration progress provides scope not

only to reduce the aggressive 60% discount factor that was applied to this analysis (to account for remaining execution, financing and dilution risks) in expectation of both being able to declare compliant resources, but also to award prudent valuations elsewhere amongst the Group's exciting, albeit earlier stage, prospects. In expectation of continued heavy news flow, Alien's share price might continue to anticipate potential for further high-impact results.

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. Also please note that past performance is not a reliable indicator of future results.

An image has been provided below detailing BIF ridge locations at the Kalgan Prospect, along with figures noting their indicated iron ore values. Based on this information resulting from field work, mapping and assays, Alien's management now see potential for between 4 and 6 km of BIF, which is expected to host significant tonnages. Neighbouring mines include the giant [Hancock Prospecting](#) mine and the [Channar-Hamersley](#) iron ore mine, which is a [Rio Tinto](#) joint venture through its wholly owned subsidiary Hamersley Iron Pty Ltd and [Sinosteel Channar Pty](#). A further image for the Brockman Project, shows prospects BHP19 & BHP20 which might ultimately prove to be one single extended deposit; an adjacent tenement to the west of these is currently being explored by [Fortescue Mining](#) and to the south by Rio Tinto.

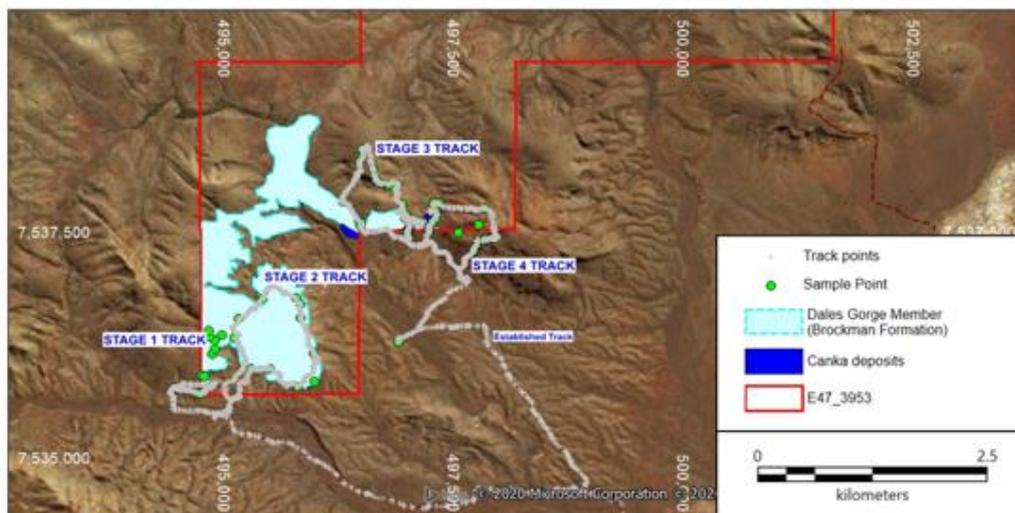
Kalgan Prospect – Detail of the Banded Iron Formation ('BIF') Ridge Locations*



* November 2020 (figures indicate final iron ore values)

Source: Alien

Brockman Project - Field Work Tracks and Mapped Main Units, South West Corner*



*October 2020

Source: Alien

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