

Stock Data

Share Price:	11.25p
Market Cap:	£5.52m
Shares in issue:	49.1m

Company Profile

Sector:	Mining
Ticker:	EUZ
Exchange:	AIM

Activities

Europa Metals Limited ('Europa', 'EUZ', 'the Company') is an AIM and JSE listed exploration company focused on Europe, most specifically in Spain. Currently, the Company is progressing its Toral lead, zinc and silver project towards the mine development phase in an established mining region in the Province of León, Northern Spain.

1-year Share price performance



Source: [LSE](#)

Past performance is not an indication of future performance.

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Europa Metals Limited

Europa has announced the successful renewal of the investigation permit ('Investigation Permit') for the Company's wholly owned, Toral lead, zinc and silver project ('Toral' or 'the Project') situated in the region of Castilla y León, North-West Spain, for a further three years. Significantly, with the IP now secured, the Company expects to shortly conclude and release new economics for the Project that will outline the key parameters for the Pre-Feasibility Study ('PFS') currently underway. Today's update also made it clear that the IP-granted PFS work (including drilling) will be pushed ahead, albeit subject to ongoing Covid safety guidance.

Investigation Permit renewed for a further three years

Following a detailed consultation process with the Junta of Castilla y León, the Investigation Permit has been renewed for a further three years until 15 November 2023. Europa is continuing to refine the Project design and economics ahead of submitting a final development application. Within this, it will seek to further define the intrinsic value of Toral as a high grade, robust lead, zinc and silver project. During this period, it will look to prioritise the completion of all necessary works in order to make an application for a Mining Licence; this can be expected to have all warranties necessary under laws governing non-energy, appropriate & sustainable, mining development projects within the region.

Anticipating new economics for the Toral Project

On [14 August 2020](#), Europa updated its JORC (2012) resource estimate for its Toral deposit, resulting in a 40% increase at the indicated level and taking the total to c.17Mt@6.9% Zn equivalent (4.1% Zn, 2.9% Pb and 24 g/t Ag). Europa now shortly expects to conclude and announce new economics for the Project, bringing together all the significant work completed since 2018 in order to provide a detailed outline of a mine development model and related economics. These will represent the key parameters for the Pre-Feasibility Study ('PFS') which is currently underway. Europa's operations team is furthermore finalising plans of the combined resource and metallurgical drilling programme, which will enable the draw-down of the €163,380 tranche one of the Centre for the Development of Industrial Technology ('CDTI') grant, announced [19 October 2020](#). The Company is also progressing its hydrogeological programme along with proposed geotechnical and environmental/waste management workstreams.

Updated base-case, risk-adjusted valuation

TPI last updated its valuation for Europa on [19 August 2020](#), based on the model originally detailed in its [Initiation Research](#) of 12 July 2019. Today's news secures clear tenure over the Toral licence for Europa and is a testament to the operating environment within Castilla y Leon supporting viable, sustainable metals projects towards development. Licence security combined with attractive economics within the current market for supply should demonstrate the Toral project's 'deliverability' as a 'real mining operation' and we await the release of the new Independent economic study by Baras Consulting. This should crystallise data following completion of numerous work and resource development stages at Toral over the past 24 months, that have built confidence in the Project's potential to become a high-grade producer of concentrates located in an area with first-rate infrastructure and good local workforce.

Balance sheet support provided through the £2.0m (gross) equity fundraising announced on [19 August 2020](#), in addition to the first draw down of the regional grant-loan, can be expected to ensure the Project will take further steps (including drilling) towards completion of a full PFS and application for a Mining Licence. TPI's present risk-adjusted, base-case valuation for Europa stands at £16.9m, or 34.5p/share, which a multiple of Europa's present level.

Please note that this valuation is the result of 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.

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