

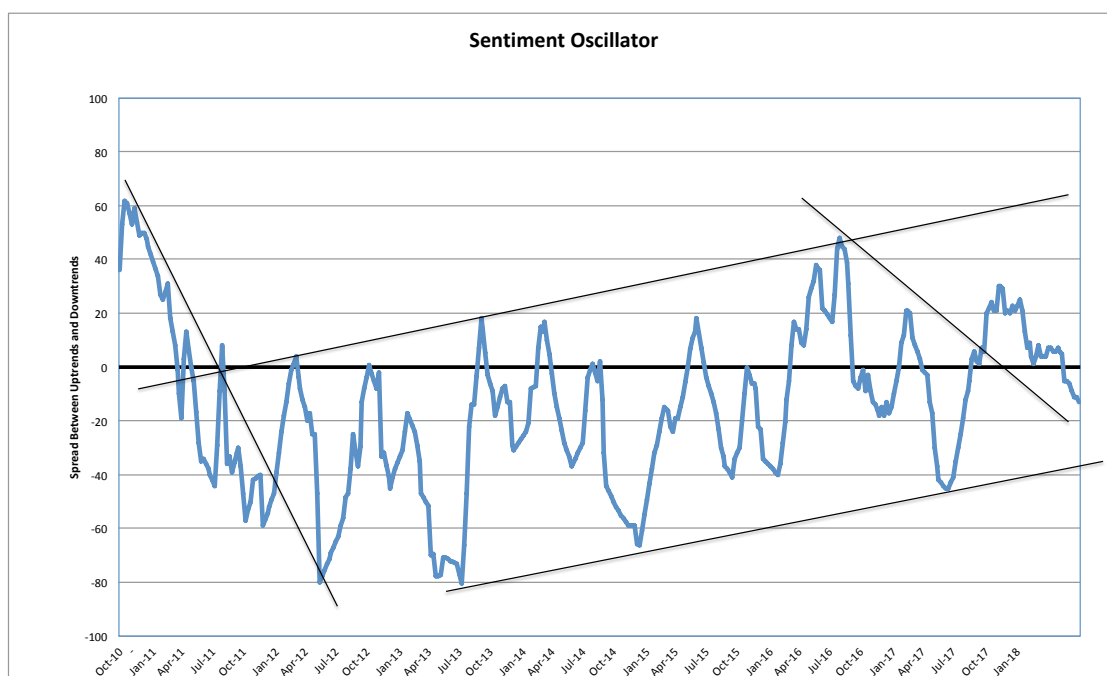
## Not much to say this week

The international markets continue to be bogged down with commentary regarding the tweeting of Donald Trump, his meeting with Putin and the trade wars becoming currency wars. Brexit is still causing all sort of instability in the UK. Australia seems to be more concerned with social issues as Bill Shorten is looking like a dead man walking. There is not much more to say other than the Sentiment Oscillator continued to soften, hopefully approaching a turning point.

The commentary is limited to these observations due to my absence at an investment conference in Noosa. Whilst there Arnie commented in his classic New York accent, "Warwick, I have a problem with some of your s@#t recommendation in the Weekly." He thought that the list

under chart coverage was a list of recommendations. It is not. It is a cross section of stocks, some of which I like, some I don't and others about which I am indifferent.

We have also attached a copy of an article that appeared in the AFR last Friday, on First Graphene, a company that I chair and in which parties associated with me and have a sizeable shareholding. Since joining that company about three years ago the market capitalisation has lifted from \$5m to \$75m (approximately), as it pioneers the commercialisation of graphene. It is a technology growth company rather than a mining company.



**Sentiment Indicator:** Sentiment softened further last week; 29% (32%) of the charts were in uptrend and 42% (43%) in downtrend on Friday's close.

## Detailed Chart Comments

NB. Only the bold comments have been updated. Comments in grey type are from previous weeks and will be less relevant. Please note that this list is a cross section of the market. It IS NOT a list of recommendations.

Indices	Code	Trend Comment	
All Ordinaries	XAO	breached uptrend but then went to a new high	
Metals and Mining	XMM	downtrend started	
Energy	XEJ	new high	
Stocks	Code	Trend Comment (updated comments in bold)	Main Interest
Adriatic Resources	ADT	steep rise	zinc
Aeon Metals	AML	correcting below resistance line	copper + cobalt
Alacer Gold	AQG	back to recent highs	gold – production
Alkane Resources	ALK	breached long term support line	gold, zirconia
Acacia Resources	AJC	Sideways at the bottom	coal
Alchemy Resources	ALY	base forming	nickel, cobalt
Alicanto Minerals	AQI	down	gold exploration
Allegiance Coal	AHQ	holding LT uptrend	coal
Alliance Resources	AGS	continuing down	gold exploration
Altech Chemicals	ATC	holding on support line	industrial minerals - synthetic sapphire
Anova Metals	AWV	new low on poor production report	gold
Apollo Consolidated	AOP	down	gold exploration
Archer Exploration	AXE	breach of support	magnesite, graphite
Argent Minerals	ARD	down	polymetallic
Aurelia Metals	AMI	new high	gold + base metals
AusTin	ANW	levelling out	tin, cobalt
Australian Bauxite	ABX	but a new low	bauxite
Australian Potash	APC	new low	potash
Australian Mines	AUZ	down	cobalt/nickel
Australian Vanadium	AVL	at resistance line	vanadium
Azure Minerals	AZS	new low	silver
Bounty Coal	B2Y	recent listing	coal
BHP	BHP	back to support line	diversified
Base Resources	BSE	sideways through downtrend	mineral sands
Bathurst Resources	BRL	sideways	coal
Battery Minerals	BAT	collapse to new low	graphite
BBX Minerals	BBX	down	gold
Beach Energy	BPT	near highs	oil and gas
Beadell Resources	BDR	another new low	gold
Berkeley Energia	BKY	down	uranium
Berkut Minerals	BMT	new low	cobalt
Blackham Resources	BLK	sideways	gold
Blackstone Minerals	BSX	new low	gold, cobalt
Broken Hill Prospect.	BPL	down	minerals sands, cobalt
Buru Energy	BRU	slump	oil
Cardinal Resources	CDV	testing uptrend, down	gold exploration
Cassini Resources	CZI	sideways	nickel/Cu expl.
Celsius Resources	CLA	testing downtrend	copper/cobalt
Chalice Gold	CHN	testing downtrend	gold
Cobalt Blue	COB	breaching steep uptrend	cobalt
Comet Resources	CRL	free fall on study results	graphite/graphene
Crusader Resources	CAS	new low	gold/iron ore
Dacian Gold	DCN	holding LT uptrend	gold exploration
Danakali	DNK	testing downtrend	potash
Doray Minerals	DRM	trying to hold uptrend	gold

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Draig Resources	DRG	down	gold
Eden Innovations	EDE	down	carbon nanotubes in concrete
Egan Street Resources	EGA	softer	gold
Emerald Resource	EMR	surge out of downtrend	gold
Evolution Mining	EVN	new high	gold
Excelsior Gold	EXG	down	gold
FAR	FAR	uptrend emerging	oil/gas
First Cobalt	FCC	new low	cobalt
First Graphene	FGR	holding uptrend	graphite
Frontier Diamonds	FDX	new low	diamonds
Fortescue Metals	FMG	rallied out of steepest, but still in LT downtrend	iron ore
Galaxy Resources	GXY	rising again	lithium
Galilee Energy	GLL	retaining uptrend	oil and gas, CBM
Gascoyne Resources	GCY	holding longer term uptrend	gold
Global Geoscience	GSC	breached uptrend	lithium
Gold Road	GOR	new high	gold exploration
Golden Rim	GMR	new low	gold exploration
Graphex Mining	GPX	breaching downtrend	graphite
Heron Resources	HRR	downtrend persisting	zinc
Highfield Resources	HFR	down again	potash
Highlands Pacific	HIG	back to support line	copper, nickel
Hillgrove Resources	HGO	sideways	copper
Iluka Resources	ILU	breached support line	mineral sands
Image Resources	IMA	resumed LT uptrend	mineral sands
Independence Group	IGO	on support line	gold, nickel
Jervois Mining	JVR	strong bounce	nickel/cobalt
Karoo Gas	KAR	new low	gas
Kasbah Resources	KAS	sideways	tin
Kibaran Resources	KNL	slump	graphite
Kin Mining	KIN	down heavily	gold
Legend Mining	LEG	strongly higher	exploration
Lepidico	LPD	testing downtrend	lithium
Lithium Australia	LIT	testing downtrend	lithium
Lucapa Diamond	LOM	breached downtrend	diamonds
Macphersons Res.	MRP	Spike though downtrend, then pullback	silver
Mako Gold	MKG		gold
Marmota	MEU	sideways	gold exploration
MetalsX	MLX	down again	tin, nickel
Metro Mining	MMI	fallen back to support	bauxite
Mincor Resources	MCR	breached uptrend	nickel
Mineral Deposits	MDL	strongly higher on takeover approach	mineral sands
Myanmar Minerals	MYL	downtrend breached	zinc
MZI Resources	MZI	bounced off low	mineral sands
Neometals	NMT	down	lithium
Northern Cobalt	N27	down again	cobalt
Northern Minerals	NTU	rallied back to resistance line	REE
Northern Star Res.	NST	off its high	gold
NTM Gold	NTM	continuing downtrend	gold
Oceana Gold	OGC	breached downtrend	gold
Oklo Resources	OKU	down	gold expl.
Orecorp	ORR	breached downtrend	gold development
Orinoco Gold	OGX	down	gold development
Orocobre	ORE	secondary downtrend	lithium
Oz Minerals	OZL	continuing in uptrend	copper

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Pacific American Coal	PAK		strong rise	coal, graphene
Pantoro	PNR		pullback	gold
Panoramic Res	PAN		new high	nickel
Peel Mining	PEX		downtrend confirmed	copper
Peninsula Energy	PEN		sideways through downtrend	uranium
Perseus Mining	PRU		breached downtrend	gold
Pilbara Minerals	PLS		rallying	lithium/tantalum
PNX Metals	PNX		lower	gold, silver, zinc
Polarex	PXX		testing downtrend	polymetallic
Prodigy Gold	PRX		resting on support line	gold
Red5	RED		down	gold
Red River Resources	RVR		down	zinc
Regis Resources	RRL		new high	gold
Resolute Mining	RSG		testing downtrend	gold
RIO	RIO		testing uptrend	diversified
Salt Lake Potash	SO4		breached downtrend	potash
Saracen Minerals	SAR		testing uptrend	gold
St Barbara	SBM		strong	gold
Sandfire Resources	SFR		new high	copper
Santana Minerals	SMI		new low	silver
Santos	STO		off its high	oil/gas
Sheffield Resources	SFX		rising again	mineral sands
Sino Gas & Energy	SEH		confirming uptrend	gas
Sipa Resources	SRI		sideways	general exploration - Ni,Cu, Co, Au
Stanmore Coal	SMR		new high	coal
Sundance Energy	SEA		testing uptrend	oil/gas
Syrah Resources	SYR		back to downtrend	graphite
Talga Resources	TLG		down	graphene
Tanami Gold	TAM		slump	gold
Tiger Realm	TIG		back to lows	coal
Triton Minerals	TON		down	graphite
Troy Resources	TRY		uptrend breached	gold
Tyranna Resources	TYX		back to lows	gold exploration
Vango Mining	VAN		correcting	gold
Vector Resources	VEC		breached downtrend	gold
Vimy Resources	VMY		down	uranium
Volt Resources	VRC		down	graphite
West African Resources	WAF		breached downtrend	gold
Westwits	WWI		down	gold exploration/development
Western Areas	WSA		testing uptrend	nickel
White Rock Minerals	WRM		new low	silver
Whitehaven Coal	WHC		new high	coal
WPG Resources	WPG		down again	gold
Wolf Minerals	WLF		sideways at lows	tungsten
Totals	29%	41	Uptrend	
	42%	60	Downtrend	
		142	Total	

### Guides to Chart Interpretations

- Charts usually go pass from one trend (up or down) into the other via a period of indecision and uncertainty during which the trend can either recover or change. This period is signified by the orange colour. The orange represent both the greatest risk and greatest reward possibilities.
- Once a chart is in confirmed up or downtrends it is not uncommon for 10-20% of that trend to have already transpired.
- There are trends within trends. The focus of this chart review is the immediate trend that affects the sentiment i.e. it can be a downtrend within a long-term uptrend.

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- Not every chart warrants a new comment every week. The new comments are in bold type. Grey type comments may be dated.
- Individual charts provide a single view. It is valuable to look at charts of other companies in similar commodities, and the overall sentiment is also very valuable. Not many stocks can swim against the tide.
- We periodically add or delete charts, some times for obscure reasons. If a chart consistent gives poor signals or is very erratic, we may delete it. Sometimes we add a chart because we want to see what all the fuss is about. We do have a preference for charting stocks that we cover in our research as well.
- Errors and omissions may occur from time to time, especially in fast moving markets.

Amber Lights in Tables: Just a reminder if when the amber light is used in the table – it is when the charts are ambiguous or when there is a change of trend taking place. If a chart is breaching a downtrend it can either be a positive sign or a trap. Only once it has done more work can it be confirmed as a new uptrend. Maybe it is a new uptrend (or conversely a new downtrend); the risk takers can decide to jump on board early (or sell). They will maximise their profits (or minimise their losses if indeed it is the start of the new uptrend (downtrend). More risk-averse investors should wait a little longer, being prepared to give up some of the gains in return for greater certainty.

Weightings of Sectors Represented in the Company Charts		
Sector	No. of Companies	Weighting
Gold	33	23.2%
Gold Exploration	15	10.6%
Coal	10	7.0%
Copper	9	6.3%
Graphite	9	6.3%
Oil/Gas	8	5.6%
Mineral Sands	7	4.9%
Cobalt	7	4.9%
Lithium	7	4.9%
Zinc	6	4.2%
Silver	5	3.5%
Nickel	5	3.5%
Potash/Phosphate	4	2.8%
Uranium	3	2.1%
Bauxite	2	1.4%
Tin	3	2.1%
Diamonds	3	2.1%
Iron Ore	1	0.7%
Other	5	
Total	142	

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