

## Knee-jerk reaction to a new virus strain ruined our Friday

Friday started out looking like it was going to be another of the quiet sessions we have been seeing in recent months, at the end of each week. However, then came news of the Omicron version of the virus and the market turned into a sea of red. There was certainly an element of locking in profits as money moved to the sidelines, but where to from here? Has this just been a gut reaction that will settle down over the next few days?

The 13% drop in the oil price was a good example of the reversal of speculative money flows. Any stock or commodity price that has recently been pushed higher will always be the most vulnerable when markets react like this.

In Australia, we had the first taste of the panic and this accelerated overnight in Europe and the US, but will the weekend give us time to pause and think. This is more likely to be an event along the path rather than any significant turning event, but time will tell. Markets around the globe will look to trading sessions in prior time zones for guidance as to which way to head.

Virus aside, Inflation and interest rate oscillations dominated markets last week with the gold price being a casualty, yet the mining index was stronger because of a spike in the iron ore price. Swings and roundabouts come to mind when trying to identify trends at present. When considering gold investments, you should be looking at a sustainable gold price as opposed to riding the wave of the next push higher. You should also be looking at companies with new or expanding production as opposed to those that are steady state.

### Los Cerros confirms another porphyry discovery

Drilling of the first six holes drilled into the Ceibal target, 1 km to the SW of Tesorito, has returned broad intersections of porphyry gold mineralisation with the best grade intercept in Hole #4 with 120m, at 0.71 gpt from 4m. The Company knows it is porphyry gold mineralisation rather than epithermal due to the elevated levels of copper, molybdenum and other porphyry associated signatures.

While the grade is more moderate than some of those seen at Tesorito, this is because the drilling hasn't yet hit the core. They know it will be there, but they just have to get the rig in the right position. Looking at Figure 2 in the release, you can see that these holes went in between two magnetic highs, suggesting the sighting of these first holes was somewhat peripheral. It will be interesting to see subsequent holes that test the highs, particularly to the south where there has been evidence of brecciation. The journey continues.

*Disclosure: Interests associated with the author own shares in Los Cerros.*

### A reminder on rock chip samples

Companies like to report high grade rock chip samples in the early stages of an exploration program. That is understandable, but it would be preferable for them to use like "positive" or "encouraging" rather than emphasising grade. After all, it takes many rock chips to build up the tonnage of a deposit.

Seriously though, how many geologists take a sample that doesn't look good? The aim is to find something promising enough to justify further work. Punters should not be reacting to high grade rock chips samples that are reported without a lot more information such as widths, length and other data that gives an idea of physical dimensions.

### Useless news that wastes our time

On Wednesday morning, the 6.30am ABC New ran a story on research conducted by some international organisation, (I can't remember its name), saying the 50% of the world population is overweight and 50% is underweight. Who is the lucky individual who is the correct weight? I wonder how long it took them to work that out. I hope they didn't award a PhD for that piece of research.

*Disclosure: Interests associated with the author are overweight.*

### 121 London Conference

Quicks notes on companies that presented at the London 121 Conference last week; mostly ASX-listed.

**Alto Metals** (ASX:AME) Price: 10.5¢ Mkt Cap: \$53m Cash \$3m (30/9/21) Raised \$7m in a placement at 9¢ early Nov. Alto Metals is almost a mirror image of Anglo Australian, even to the point of having a connection with John Jones. The main tenements held by Alto, at Sandstone in WA, were owned by Troy Resources, the Jones company that developed gold mining operations to the base of oxidation. This was 90m depth in the case of the Lord Nelson pit, recovering 207,000 oz at 4.6 gpt. The Lord Henry pit recovered 69,000 oz at 1.6 gpt to the shallower depth of 50m. Alto's business strategy is to drill into the fresh rock extensions of the existing pits, and elsewhere along the 3 km long exposition of a granodiorite intrusion. It has a 6.2 Mt, 331,000 oz resource at 1.7 gpt to a depth of 150m below the existing pits and has drilled 60,000m so far this year in resource and step out drilling. Notably, high grades are achieved in good widths closer to the contact zone along with much broader widths of lower grade mineralisation. If the resource was extended to 300m depth, you could see a similar size, + 600,000 oz resource to what AAR is advancing, but at a grade of 1.5 gpt or better. There is a 20 km long splay to the west of the Lord's line of working that

offers great exploration upside. Here, the Indomitable and Vanguard prospects have returned broad intercepts with good grades, so they are certain to add to the overall resource base. The Company thinks it will push through the 500,000 oz level in its next resource upgrade, expected in March 2022. The Company's focused exploration strategy is delivering results and with tenure covering over 900sqkm of greenstone, there is the potential to continue finding a lot more ounces *Alto comes across as a good value gold company adding meat to the bone by drilling out resources at depth and along strike from a previous, successful shallow mining centre. It is strategically located within trucking distance of four gold treatment plants. Seeing Westgold appear with a 14% shareholding is instructive as to what might happen, but the company is not going to just sit there lifting its skirt to tempt a takeover. As the resource grows the economics of a stand-alone operation will become more compelling, so this is the overriding focus. The Company has survived three takeover bids already, so it is likely there will be more attempts to gobble it up. Again, this is similar to the position of AAR (see below).*

**Anglo Australian Resources** (ASX:AAR) Price: 9¢ Mkt Cap: \$53.6m Cash \$8.8m (30/9/21). AAR has been around for almost as long as I have been playing the stock market, under the guidance of the infamous John Jones from Kalgoorlie. However there has been movement at the station. A new, more focused management team that came across from Egan Street Resources is looking to emulate its success there at Anglo, with the Mandilla Gold Project near Wattle Dam, south of Kalgoorlie. Over the past 12 months it has drilled 295 holes for 42,000m, coming up with a gold resource of 665,000 oz, in three contiguous pit designs, using a 0.39 gpt cut-off grade. The deposits are found along the contact zones of sediments and a monzonitic granite intrusive. The gold is vein-hosted having been through several styles of alteration with vein density and chemistry determining the grade. A preliminary pit has been designed to 300m depth, with a 6:1 waste to ore ratio, encompassing 19.8 Mt at 1 gpt for 664,000 oz. While the grade averages 1 gpt, identification of some high grade paleochannels may add some extra sweetness to the grade at some point. There is virtually no oxidised rock. Nevertheless, the bond work index is a modest 14. A 2.5 Mtpa plant could cost in the order of \$90m, for initial gold production of 100,000 oz p.a. *AAR looks like a straight forward company with a growing gold project well situated near infrastructure. It looks modestly priced at these levels. The sensible and focused management are good factors to have. In a perfect world we could see a similar scenario to what they delivered at Egan Street, with a corporate transaction at several times the current market valuation. It is definitely a stock worth considering.*

**Aurelia Metals** (ASX:AMI) Price: 41¢ Mkt Cap: \$506m Cash \$75m (30/6/21) Debt \$30m. Being a sizeable producer from multiple mines, it is difficult to do the company justice in this quick note, but I will try. Polymetallic operations are based on the Cobar Basin and there is the Dargues Reef Gold mine east of Canberra. NPAT was \$57.4m (underlying) in 2020/21, or 5.7¢ a share. That gives a PE of 6.8x. Annualised gold equivalent production is running at 180,000 p.a. The Peak Mine is producing at around 55,000 oz p.a., Hera is doing a more modest 20,000 oz. p.a. and has recently decreased from 40,000 oz p.a. as the end of the mine life is approaching. Add the copper, lead and zinc

also in the mix. None of these mines are world class, but the newly discovered Federation orebody has been described by the chairman as being *"one of the most exciting polymetallic discoveries in Australia's recent history"*. This is currently 5.1 Mt at 5.5% Pb, 9.3% Zn, 0.9 gpt Au and 7 gpt Ag. The zinc grade equivalent is 19%, or if you want to convert this to gold, it is around 8.5 gpt. The beauty about this deposit is its close proximity to the Hera treatment facility, which can be modified to take the different style of ore. We expect that it will be in production by late 2023, only four years since its discovery. *Aurelia Metal's share price has been in a downtrend for more than two years as it sought to recover operational performance but it is showing signs of breaching the downtrend right now. I was impressed with the CEO's determination in the presentation, having spent the last two years getting the company back on an optimum footing. The new Federation orebody looks set to usher in a period of higher profitability and the strong emphasis on brownfields exploration going forward offers opportunity for even more discoveries. So, this is a turnaround situation; strongly funded from operations and well managed. We expect a much stronger share price over the next 12 months.*

**Conico** (ASX:CNJ) Price: 3.7¢ Mkt Cap: \$37m Cash \$2.8m (30/9/21). Conico is a Greenland-focused exploration company. Unlike Greenland Minerals (GGG), which has projects in the prime agricultural region of that country, Conico is exploration on the eastern side of the island where there is no local population. The closest town is two and a half hours flight (365 km) to Iceland. CNJ's Ryberg Project comprises the Miki, Sortekap and Cascata prospects. Four drill holes at Miki intersected pyrrhotite and chalcopyrite sulphides; semi-massive, net-textured, disseminated, vein-hosted and stringers. Assays are expected next week. Likewise, assays are impending from Sortekap, where a three holes program hit pyrrhotite, chalcopyrite and arsenopyrite. At Cascata, two holes appear to have hit VMS-style mineralisation and a layered magmatic intrusion that has potential for precious and base metals. Assays are pending. Mestersvig, another 100%-owned exploration project on the east coast, contains precious and base metals occurrences. The historic Blyklippen Mine produced 545,000 tonne grading 9.3% Pb and 9.9% Zn between 1956 and 1962. *Conico is a grass roots exploration company operating in a cold country with a limited field season. While information flow will consequently be spasmodic, there should be lots of interesting assays arriving over the next week or two. Until we see them, the best we can say is that the geology is very interesting. The market capitalisation shows a degree of positive speculation already built into the share price. While Greenland Minerals has had issues in advancing its Kvanefjeld rare earth project due to its location and uranium content, Conico is more benignly located in a remote area and doesn't have any uranium that we know of.*

**Mantaro Precious Metals** (TSX.V:MNTR) Price: 15.5¢ Mkt Cap: C\$9.2m Cash \$5.9m. Mantaro is a TSX.V listed junior explorer with projects in Peru and Bolivia. The CEO suggested that the share price had been hit due to its projects in Peru, so he concentrated on the Bolivian gold project. He was very keen on the Bolivian Shield, comparing it to the Atibibi Shield in Canada, where 180 Moz of gold have been found. The Bolivian Shield is a

similar size greenstone belt, but only 10 Moz have been identified so far. His point was that there is enormous upside potential waiting to be tapped. Mantaro has recently closed a low cost earn-in deal whereby it can earn 80% of a Bolivian company that is already mining underground gold on the concession. Mantaro has to spend US\$2m on exploration over three years, and pay US\$1m in cash and issue four million shares and warrants. Having a stake in the company seems to be more politically accepted in Bolivia than having the concession itself, and there is the benefit that the concession is fully permitted for mining. The ground has a number of shallow pits and small scale underground workings that go down to 90m, with mining widths up to 3-5m. Gold is found in vein set that have been mapped over a 4 km long strike length, at typical grades of 5-7 gpt. Mantaro is undertaking surface sampling now, ahead of trenching in January, then drilling in February of unmanned extension of the vein system. The concession has plenty of upside that just needs to be tested by drilling. *At the current market capitalisation of only C\$12m, the market is not yet factoring in any success, especially when you consider the C\$5.9m cash balance. Good drill results and a dash of effective promotion could lead to strong share price performance, but balance this out with the perceptions of greater geological risk in Bolivia. This is one for the more risk preferring punters, at this stage.*

**Salazar Resources** (TSX.V:SLV.V) Price: 31¢ Mkt Cap: C\$45m Cash \$5.9m. Merlin Marr-Johnson started his presentation with an interesting big picture commentary, noting that 45% of the world copper comes from Chile and Peru. Further, 80% of the big deposits that supply this copper came from a 20 year exploration window in each country, during which there was a frenzy of great discoveries. He sees that Ecuador recently entered its own 20 year window, suggesting that this country, where Salazar's has its projects, is going to be very productive for explorers over the next 10-20 years. Importantly, Ecuador's new president, Lasso, is supportive of developing Ecuador's mining sector with Executive Decree #151 setting a strong development agenda. The share register is strongly localised with the Salazar Family owning 22% of the issued capital, while London's Arlington Group owns 9%. Salazar's most advanced project is the 25%-owned (free-carried to production, with Adventus Mining) **El Domo** VMS project (Curipamba), with a CuEq grade of 4.99%. This has resources of 9 Mt at 2% Cu, 2.6 gpt Au with 6.5 Mt being open pit at a 6.3:1 waste to ore ratio. The Proved and Probable Reserve is 6.5 Mt at 1.93% Cu, 2.49% Zn, 2.52 gpt Au and 45 gpt Ag. The recently released feasibility study (October 2021) shows a start-up capex of US\$248m, C1 cash costs of US\$1.26/lb CuEq, and annual production of 10,463 tpa Cu and 26,000 oz gold. Salazar also has a portfolio of earlier stage exploration projects in Ecuador, including a 20% free carried interest in **Pijili**, where three porphyries have recently been discovered. The 100%-owned **El Potro** prospect to the south looks like it could host a major porphyry. More promising projects are held elsewhere, but we don't have space to go into detail. *Salazar is a genuine Ecuadorian exploration play, well-positioned with interests across a portfolio of promising*

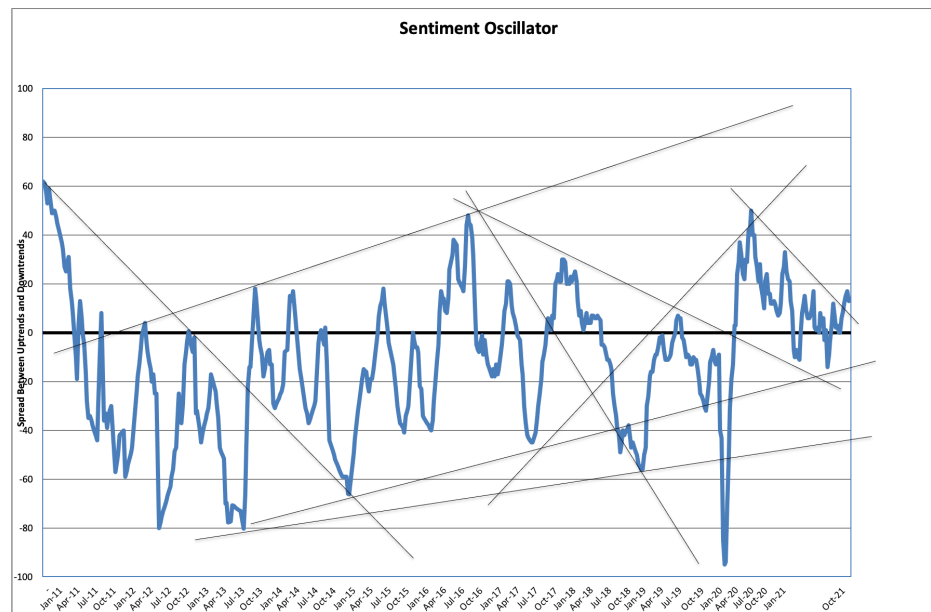
*projects and prospects. It is optimally situated to benefit from what could prove to be the "golden decades" of discovery in Ecuador. In time, it is likely that we could look back at today's price and say, "wasn't it cheap back then". The speculation seems weighted to the upside.*

**Vanadium Resources** (ASX:VR8) Price: 7.3¢ Mkt Cap: \$35m Cash \$1.4m (30/9/21). Subsequently placed \$4.6m at 10.4¢ to Raubex Group Ltd. VR8's sole focus is the Steelpoortdrift Vanadium Project (74%) in South Africa, which promises to be one of the largest in the world. While the total resource is 622 Mt at 0.77% V<sub>2</sub>O<sub>5</sub>, the recently completed PFS was based on only 12% of this figure; high grade ore of 40 Mt at 0.96% V<sub>2</sub>O<sub>5</sub> and 40 Mt at 0.6%. Based on the PFS, a technically proven salt roast leach plant and associated infrastructure is estimated to cost US\$200m and will take 18 months to build. It will produce 12,500 tpa of vanadium pentoxide flake for six years and then a \$147m expansion is planned to lift capacity to 18,500 tpa. This could be financed out of positive cash flow. Cash costs are estimated at US\$3.08/lb. Capex payback is expected to be 25 months. The mine life is estimated to be 30 years because this is the life of the mining right, but it could extend much longer if the right is extended or renewed. The DFS is scheduled for September 2022, and the Company hopes to be in production by mid-2024. Offtake agreements are essential elements in order to finance and develop this type of project. So far the Company has observed new players in the business as trading houses are waking up to the potential offered as vanadium becomes more relevant and the market is increasingly less opaque. China is now a net importer, requiring new supply to come on stream. *This project has the potential to earn EBITDA of US\$230m p.a. for decades, according to the PFS. Yet, the market capitalisation of the company is only \$36m. Maybe the market has concerns regarding financing, but this should be procedural - especially due to the changing attitude to "green" metals. The ability to take an attractive project from a spreadsheet to a producing mine is always the ultimate hurdle, for any project. In this case the economics look robust and there doesn't seem to be any fatal flaws threatening the project. It could be a very rewarding long term investment at these levels.*

As we know, investing in emerging companies is all about relative value and discerning promotion from reality. By way of comparison, look at what Horizon Minerals (HRZ) has a 25% equity of, in Queensland. The Richmond Vanadium Project has an ore reserve of 459 Mt at 0.49% V<sub>2</sub>O<sub>5</sub> (half the grade of VR8's high-grade). The PFS shows capex of \$242m and operating costs of US\$6.32/lb (twice that of VR8's). The DFS is due for completion in late 2022. Richmond Vanadium Technology Pty Ltd (RVT) is earning a 75% equity by spending \$6m. The project is being de-emerged from Horizon and RVT, into an IPO, in the June Qtr of 2022. No details are available yet.

We have added S2R Resources, Vanadium Resources and Turaco Gold to our chart coverage.





**Sentiment Oscillator:** Sentiment softened. There were 37% (43%) of the charts in uptrend and 24% (26%) in downtrend on Friday's close. There is nothing to complain about.

## 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	fallen to support line	
Metals and Mining	XMM	base forming	
Energy	XEJ	testing support line	
Stocks	Code	Trend Comment (updated comments in bold)	Main Interest
Alpha HPA	A4N	moving higher	HPA
Adriatic Resources	ADT	down	zinc, polymetallic
Alkane Resources	ALK	down	gold
Alicanto Minerals	AQI	higher	base metals, silver, gold
Altech Chemical	ATC	strongly higher	HPA, anodes
Alto Metals	AME	higher	gold exploration
American Borates	ABR	surge higher	borate
American Rare Earths (was BPL)	ARR	rising	rare earths
Antilles Gold	AAU	testing downtrend	gold
Arafura Resources	ARU	rising	rare earths
Ardea Resources	ARL	sideways through support line	nickel
Aurelia Metals	AMI	testing downtrend	gold + base metals
Australian Potash	APC	back into downtrend	potash
Australian Rare Earths	AR3	rising again	rare earths
Auteco Minerals	AUT	back to lows	gold exploration

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Azure Minerals	AZS		breached downtrend	nickel exploration
BHP	BHP		still falling	diversified, iron ore
Beach Energy	BPT		hit resistance line	oil and gas
Bellevue Gold	BGL		rallying	gold exploration
Benz Mining	BNZ		down	gold
Blue Star Helium	BNL		strong rise	gas, helium
BMG Resources	BMG		heavy fall on drill results	gold exploration
Boab Metals	BML		in a secondary downtrend	silver/lead
Breaker Resources	BRB		testing uptrend	gold exploration
Buru Energy	BRU		rallying	oil
Calidus Resources	CAI		rising again	gold
Capricorn Metals	CMM		surge to new high	gold
Caravel Minerals	CVV		down	copper
Celsius Resources	CLA		breached downtrend	copper
Chalice Mining	CHN		new high	nickel, copper, PGMs, gold exploration
Chesser Resources	CHZ		sideways	gold exploration
Cobalt Blue	COB		steep rise	cobalt
Cyprium Metals	CYM		continuing down	copper
Danakali	DNK		long term downtrend	potash
De Grey	DEG		shallow downtrend being tested	gold
Develop Global	VXR		rallying	zinc
E2 Metals	E2M		surge higher	gold exploration
Ecograf	EGR		surge out of downtrend	graphite
Element 25	E25		secondary downtrend	manganese
Emerald Resources	EMR		rising again	gold
Euro Manganese	EMN		down	manganese
Evolution Mining	EVN		testing downtrend	gold
Firefinch	FFX		strongly higher	gold
First Graphene	FGR		rising again	graphene
Fortescue Metals	FMG		surge higher	iron ore
FYI Resources	FYI		collapse out of uptrend	HPA
Galena Mining	G1A		still down	lead
Galilee Energy	GLL		down	oil and gas, CBM
Genesis Minerals	GMD		testing downtrend	gold
Genmin	GEN		back in downtrend	iron ore
Global Energy Ventures	GEV		strongly higher	hydrogen
Gold Road	GOR		testing downtrend	gold
Hastings Technology Metals	HAS		rising again	rare earths
Hazer Group	HZR		new uptrend	hydrogen
Highfield Resources	HFR		down	potash
Hillgrove Resources	HGO		breached downtrend	copper
Iluka Resources	ILU		breached uptrend	mineral sands
Image Resources	IMA		sideways	mineral sands
Independence Group	IGO		new high	gold

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ioneer (was Global Geoscience)	INR		testing uptrend	lithium
Ionic Rare Earths (Oro Verde)	IXR		recovering long term uptrend	rare earths
Jervois Mining	JVR		shallower uptrend	nickel/cobalt
Jindalee Resources	JRL		breached downtrend	lithium
Kairos Minerals	KAI		surge higher	gold exploration, lithium
Kingston Resources	KSN		rising	gold
Kingwest Resources	KWR		surge out of downtrend	gold
Latitude Consolidated	LCD		testing downtrend	gold
Legend Mining	LEG		turned down at resistance line	nickel exploration
Lepidico	LPD		new high	lithium
Lindian Resources	LIN		off from high	bauxite
Lithium Australia	LIT		heavy slump	lithium
Los Cerros	LCL		sideways through downtrend	gold exploration
Lotus Resources	LOT		rising	uranium
Lucapa Diamond	LOM		new uptrend	diamonds
Lynas Corp.	LYC		heavy fall	rare earths
Magnetic Resources	MAU		slump	gold exploration
Mako Gold	MKG		gently improving	gold exploration
Marmota	MEU		rallying	gold exploration
Marvel Gold	MVL		new high	gold exploration
Matador Mining	MZZ		breached downtrend	gold exploration
Megado Gold	MEG		down	gold exploration
MetalTech	MTC		off the end of a ramp	gold
Meteoric Resources	MEI		down heavily	gold exploration
MetalsX	MLX		new high	tin, nickel
Metro Mining	MMI		back to lows	bauxite
Mincor Resources	MCR		new high	gold/nickel
Musgrave Minerals	MGV		fallen below support line	gold exploration
Neometals	NMT		new high	lithium
Northern Minerals	NTU		rising	REE
Northern Star Res.	NST		breaching downtrend	gold
Nova Minerals	NVA		consolidating after steep rise	gold exploration
Oceana Gold	OGC		rising	gold
Oklo Resources	OKU		new uptrend	gold expl.
OreCorp	ORR		testing uptrend	gold development
Oz Minerals	OZL		rising again	copper
Pacific American	PAK		off its lows	coking coal
Pantoro	PNR		breached support line	gold
Panoramic Res	PAN		surge higher	nickel
Peak Minerals	PUA		new low	copper exploration
Peak Resources	PEK		down	rare earths
Peel Mining	PEX		testing downtrend	copper
Peninsula Energy	PEN		consolidating	uranium
Poseidon Nickel	POS		breached uptrend	nickel

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Perseus Mining	PRU		rising	gold
Pilbara Minerals	PLS		new high	lithium
Queensland Pacific Metals	QPM		new high	nickel/cobalt/HPA
Red River Resources	RVR		testing downtrend	zinc
Regis Resources	RRL		new low on large financing	gold
Renegen	RLT		rising	gas, helium
RIO	RIO		testing steep downtrend	diversified, iron ore
Rumble Resources	RTR		breached downtrend	gold exploration
S2 Resources	S2R		consolidating after steep rise	gold exploration
St Barbara	SBM		testing downtrend	gold
Sandfire Resources	SFR		rallying	copper
Santos	STO		rising	oil/gas
Saturn Metals	STN		breached short term uptrend	gold exploration
Silex Systems	SLX		breaching downtrend	uranium enrichment technology
Silver Mines	SVL		testing downtrend	silver
South Harz Potash	SHP		breached uptrend	potash
Stanmore Coal	SMR		new high	coal
Strandline Resources	STA		sideways	mineral sands
Sunstone Metals	STM		surged higher	exploration
Talga Resources	TLG		heavy pullback	graphite
Technology Metals	TMT		testing uptrend	vanadium
Tesoro Resources	TSO		new low	gold exploration
Theta Gold Mines	TGM		sideways to lower	gold
Thor Mining	THR		strong rise	gold exploration
Tietto Minerals	TIE		strong rise	gold
Titan Minerals	TTM		sideways	gold
Turaco	TCG		slipped after placement	gold exploration
Vanadium Resources	VR8		uptrend	vanadium
Vimy Resources	VMY		surge through downtrend	uranium
West African Resources	WAF		new high	gold
Westgold Resources	WGX		turned down at resistance line	gold
West Wits Mining	WWI		down	gold
Western Areas	WSA		surge higher	nickel
Whitehaven Coal	WHC		down	coal
Wiluna Mining	WMC		gently higher	gold
Yandal Resources	YRL		breached uptrend	gold exploration
Zenith Minerals	ZNC		placement and downtrend	gold exploration
Zinc Mines of Ireland	ZMI		new uptrend	zinc
Totals	37%	52	Uptrend	
	24%	34	Downtrend	
		141	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.
- 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	30	21.3%	
Gold Exploration	25	17.7%	
Nickel	12	8.5%	
Copper	10	7.1%	
Lithium	6	4.3%	
Rare Earths	8	5.7%	
Oil/Gas	6	4.3%	
Iron Ore/Manganese	6	4.3%	
Zinc/Lead	5	3.5%	
Mineral Sands	3	2.1%	
Potash/Phosphate	5	3.5%	
Uranium	4	2.8%	
Graphite/graphene	4	2.8%	
Coal	3	2.1%	
Bauxite	2	1.4%	
Silver	2	1.4%	
Cobalt	1	0.7%	
Tin	1	0.7%	
Diamonds	1	0.7%	
Other	7		
Total	141		



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