

# Strategic Metals & Rare Earths Letter

## INTERNATIONAL

*the independent information and advisory publication on investing in Strategic Metals & Rare Earths*

**INVESTMENT ALERT – July 13, 2016**

[www.finn aust.com](http://www.finn aust.com)



### **FinnAust Mining Plc (GBp 5.50)**

AIM	: FAM
H+L prices (12 months)	: GBp 6.00 – 0.45
Net issued shares	: 494.4 million *
Market capitalization	: £ 27.2 million (US\$ 35.7 million)

**12 months price target: GBp 7.00**

*\* Including 10 million new ordinary shares being placed*

## **INVESTMENT ALERT**

**Extended offshore licence granted for  
Pituffik Titanium Project, Greenland  
Placing of 10 million common shares at a price of  
5 pence per share for proceeds of £ 500,000**

On July 13, 2016, **FinnAust Mining** (“FinnAust”) announced that it had been granted an extension of its existing licence to include all minerals within the shallow marine environment at its **Pituffik Titanium Project**. This is the first marine based exploration licence for minerals granted by the Self Rule Government of Greenland.

The extended licence now includes marine extensions of titanium-rich black sands (Drowned Beaches). Modelling suggests this area contains ilmenite bearing sediments similar to that of the active raised beaches at **Pituffik**, but in much larger volumes.

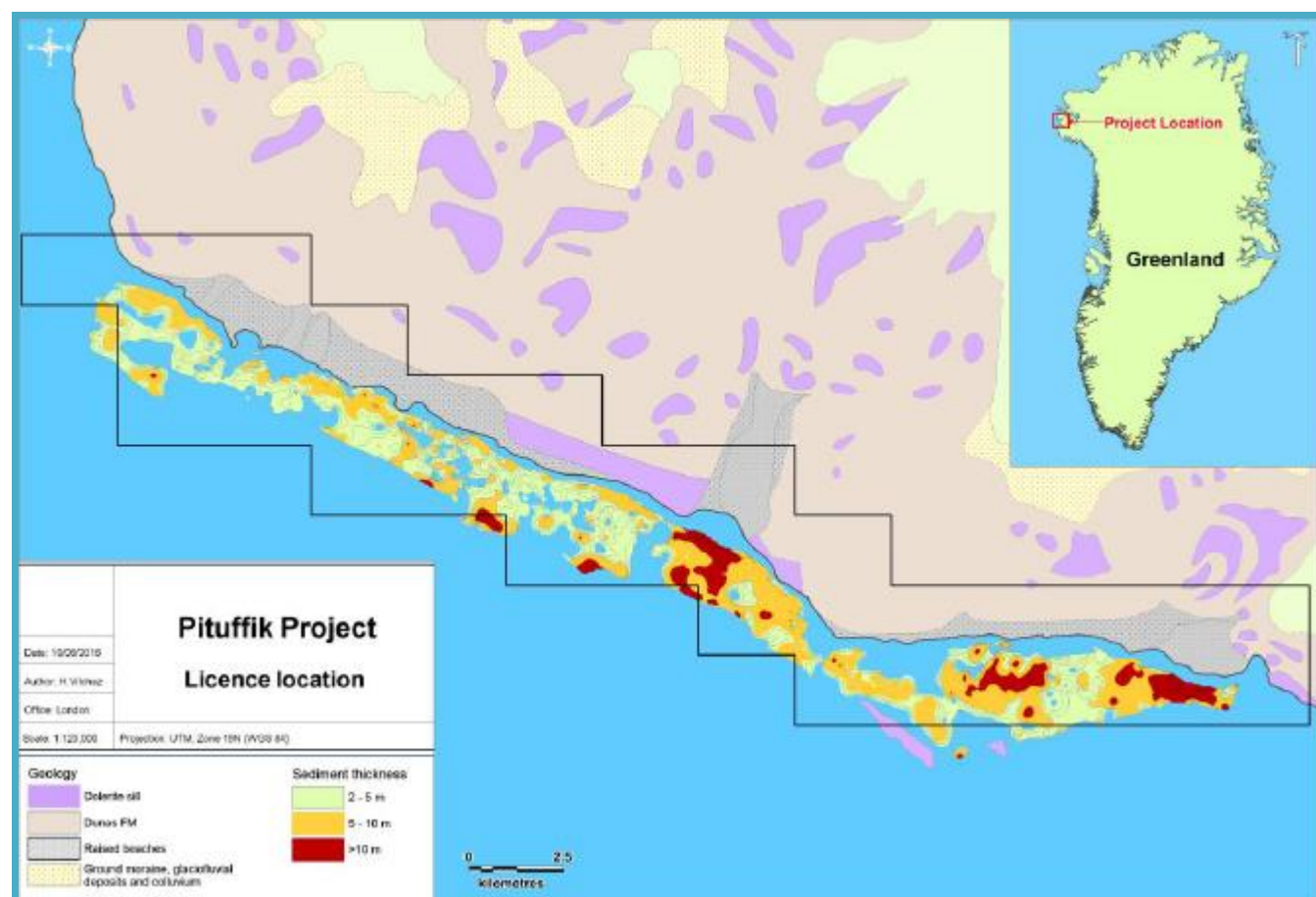


This is a major milestone for **FinnAust**, as it provides not only title of marine bearing sediments (which range in thickness between 3 – 27 metres, with an average of 5 metres) at **Pituffik**, but more importantly provides a clear permitting pathway for the Project as a whole.

The new licence expands the existing licence 2015/08 to an area of approximately 150 square kilometres, half of which covers the shallow marine environment and significantly increases volume of titanium-bearing sediments held under licence.

With **FinnAust** having raised £ 500,000 by way of placing of 10 million new ordinary shares at a price of 5 pence, these funds will be used towards implementing of an accelerated work program at **Pituffik**, as well as undertaking due diligence activities on potential acquisitions.

**FinnAust's** strategy is focused on the production of a bulk sample "proof of concept" from **the Pituffik Project** in 2017, with the aim of ultimately generating cash flow to create a company of self-funding exploration on future acquisitions.



#### Investment comments:

I maintain my 2016 price target of GBp 7.00.