



Please find below our weekly update covering themes that we feel that are of interest to investors and participants in the small and mid-cap Natural Resources sector as well as commentary on recent newsflow. The cost of Allenby Capital's research on individual clients is paid for by our research clients.

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Allenby Capital Natural Resources Update 17.02.23: PAT.L

Panthera Resources plc* (PAT.L, 4.45p/£5.4m)

Major drilling programme at Cascades project Burkina Faso (13.02.23)

Panthera Resources, the gold junior with projects in West Africa and India, has recently announced a major drilling programme by its joint-venture partner, DFR Gold (DFR.TSX-V, formerly Diamond Fields Resources), at the Cascades project in Burkina Faso, West Africa. Panthera has a 20% interest in Cascades through the DFR subsidiary Moydow Holdings Ltd, the operator of the project.

The Cascades project is Panthera’s most advanced and is located in the prolific Banfora Birimian Greenstone Belt, one of three major mineralised zones in western Burkina Faso. It covers a sizeable 302km² and contains a large, mineralised corridor approximately 30km long and 5km wide defined by geophysical surveys, drilling, extensive mapping and artisanal workings. Significantly, Panthera is free-carried on US\$18m of exploration expenditure through September 30, 2026. After this date, Panthera has an option to acquire a 10% interest for US\$7.2m.

The drilling programme covers 10,000m which will be undertaken in two phases. The first 5,000m will involve extending the current resource base and testing several new targets as follows:

- Two newly defined targets immediately north and southwest of the Daramandougou zone of the Wuo Land licence where infill drilling was undertaken in the last drilling campaign between May and July 2022.
- Step-out drilling on the TT-13 target where promising mineralisation was intersected during the 2022 drilling campaign.
- First-pass drilling on several other newly delineated targets in the Wuo Land 2 licence area.

The second 5,000m drilling phase will be driven by the results of the first. Not surprisingly, perhaps, attention will be focused on the highest priority targets.

Allenby Capital comment: We believe Cascades has commercial potential which we would define as a resource base of >2m oz Au. This reflects the significant existing NI 43-101 indicated and inferred resource of 635,000 oz Au, the highly interesting exploration targets and the evidence of mineralisation over a long distance along strike. Note, that the resource base needs to be meaningful to justify development given relatively low grades and the consequent requirement for high volume bulk mining. We believe by Q4 2023 we should have visibility on whether >2m oz is plausible on any reasonable

timeframe. Assuming satisfactory results from the planned 10,000m drilling programme in terms of the resource base, we believe the Cascades project could advance to the pre-feasibility study stage.

Peter J Dupont

Our coverage of Panthera Resources plc is available [here](#)

* *Allenby Capital acts as Nomad and Broker to Panthera Resources plc*

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