

# VAST Resources (VAST AIM)

## Stock Data

Share Price:	0.335p
Market Cap (M):	£8.2M
EV (M):	£24.8M

## Price Chart



## 52 Week Range

0.14p		0.335p
2.25p		

## Company Summary

Vast Resources was originally a Zimbabwean focused company called African Consolidated Resources. The opportunity to acquire some base metal assets in Romania changed the focus of the company and caused it to change its name to Vast Resources.

## MAIN SHAREHOLDERS HOLDING

ST Annes Trustee Ltd	8.85%
Sapi River Investment	8.85%
Hargreaves Lansdowne	6.83%
Halifax Share Dealing	5.38%
Barclays PLC	5.31%

Source: Bloomberg

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## Results of General Meeting

### Event

Vast Resources ("Vast") has announced that resolutions 2, 3, 5 and 6 were passed at the General Meeting held on the 1<sup>st</sup> of July 2016. Resolutions 1 and 4 were defeated.

### Comment

Resolutions 1 & 4 were the important resolutions, relating to tranche III of the Crede Facility, and were required to give the company authority to issue sufficient shares to meet the requirements of the said Crede facility. Immediately following the General Meeting, the Directors informed Crede of Vast's decision to cancel the Crede Financing in accordance with its terms.

This is a very important step for Vast, as although it will need to raise further money through alternative financing options, we expect it to stop the wholesale dilution to the existing shareholders.

Vast is currently in discussions with new and existing shareholders with regard to raising alternative financing, which might include an open offer to allow existing shareholders that have been significantly diluted by the share price reduction since the start of 2016 the opportunity to participate in the fundraising exercise.

Resolutions 2 and 5 related to the Darwin facility. On 16 May 2016, Vast entered into a bridge loan note with Darwin Capital Limited ("Darwin") for up to £1M. An initial note of £650,000 ("Principal Amount") was issued on 16 May 2016. The passing of these resolutions allowed the Darwin facility, half of which was due to mature on the 10th July 2016, and the outstanding Principal Amount (including associated accrued and unpaid interest) on 10 October 2016, or earlier upon acceleration or early redemption to be extended. Darwin has now agreed to extend the First Maturity Date to 31 July 2016. The outstanding Principal Amount (including associated accrued and unpaid interest) will remain to fall due on 10 October 2016, or earlier upon acceleration or early redemption.

The postponement of the Darwin facility repayment will give Vast some breathing space to finance the company on a more solid foundation and also time to get the Manaila mine cash flow positive.

## Research Disclosures

### Peter Rose

Peter has 29 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 8 years, after having spent 11 years with Deutsche Bank in Australia. Prior to this he spent 2 years with Prudential Bache and 6 years with James Capel. Peter's industry experience includes 16 years as a metallurgist, 3 years with De Beers in South Africa and 9 years in the uranium industry, six of which were spent at the Ranger Uranium mine. Peter holds a BSc degree in Applied Mineral Science from Leeds University UK and a Bachelor of Commerce from the University of South Africa. Peter is also a member of the Institute of Materials, Mining & Metallurgy and a chartered engineer.

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<b>Hold</b>	Recommendation implies that expected total return of between 15% and zero is expected over 12 months between current and analysts' target price.
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<b>Sell</b>	Recommendation implies that expected total return expected over 12 months between current and analysts' target price is negative.

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Research disclosure as of 04 July 2016

Company Name	Disclosure
KEFI Minerals (KEFI LN)	1, 2, 7, 8, 9

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