



Finders Resources

Jun 19th 2014

Finders Resources sells first copper cathode at premium

Finders Resources (ASX:FND) has sold first copper cathode from its 3,000tpa copper cathode solvent extraction and electrowinning plant at the Wetar Copper Project in Indonesia.

A total of 100 tonnes has been sold at a premium to the London Metals Exchange Grade A Cathode pricing.

Assays confirmed that the shipment was well within LME Grade A specifications, and premiums are expected to increase as Wetar cathode proves itself in the market.

As the cathode is fully processed, there are no restrictions on export and the shipment departed Surabaya on 18 June.

Finders has received payment equal to 95% of the final invoice and the shipment will net approximately \$690,000 when the sale is complete.

Finders is currently completing the documentation of the funding for the expansion of the Wetar plant to 28,000tpa cathode capacity by 2015.

The plant upgrade is expected to take 15 months to construct and has a 12-month payback period, according to results from a Bankable Feasibility Study.

Cashflow from the cathode production will provide momentum as it proceeds with financing and then commences construction of the main 25,000 tonne per annum plant

The 95%-owned Wetar copper project is to be a high grade, open pit operation with a mineral reserve of 8.9 million tonnes at 2.4% copper, with a strip ratio of 1:1 and a 25000 tonne per annum capacity.

The revised Bankable Feasibility Study had estimated post-tax NPV of US\$273 million on production capacity of 28,000tpa copper cathode.

Finders had previously secured a US\$138m credit facility and had also cinched a US\$75 million mezzanine facility, demonstrating the bankability of the project based on the original BFS.

New finance approvals are being sought under the revised BFS.

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Price: A\$0.205

Market Cap: A\$135.56M

1 Year Share Price Graph



Share Information

Code: FND

Listing: ASX

Sector: General Mining

Website: www.findersresources.com

Company Synopsis:

Finders Resources (ASX: FND) is focused on copper in Indonesia.

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