

27 August 2024

Corp

Ticker **AZY:ASX**

Mining

Shares in issue (m) 4,768.7

Next results FY Sept

Price **A\$0.01**

Target price A\$0.04

Upside 300%

Market Cap **A\$57.2m**

Net debt/(cash) -A\$8.1m

Other EV adjustments A\$0.0m

Enterprise value A\$49.1m

What's changed? **From To**

Adjusted EPS -0.0 n/c

Target price 0.04 0.04

Share price performance



%	1M	3M	12M
Actual	9.1	-7.7	-25.0

Company description

Antipa is a mineral exploration company focused on the Paterson Province of Western Australia

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Antipa Minerals

Calibre Resource update

Antipa reported a 19% increase to the resource at its 32% held Calibre deposit. The Inferred Mineral Resource estimate (MRE) increased to 111 million tonnes at 0.86 g/t gold-equivalent (0.71 g/t gold, 0.10% copper and 0.44 g/t silver) containing 3.1 million gold-equivalent ounces (2.5 million ounces of gold, 115,000 tonnes of copper and 1.6 million ounces of silver) using a 0.4 g/t gold equivalent cut-off grade.

The Calibre deposit on the Citadel Joint Venture Project (68% Rio Tinto 32% Antipa) is located 45km east of Rio Tinto's Winu copper-gold-silver development project and Ngapakarra gold-copper deposit.

We maintain our valuation at A\$0.04 (A\$202m) on a sum-of-the-parts basis, underpinned by a solid asset on the development path, all with discovery upside re-rating potential and with potential M&A exits.

- The updated 2024 MRE used a lower cut-off grade of 0.4 g/t Aueq down from 0.5 g/t as used in the May 2021 MRE. This reflects the significant increase in the A\$ gold and copper prices since May 2021. The JORC MRE was prepared by Antipa and reviewed and endorsed by Snowden Optiro.
- A total of 15 drillholes were completed in the Calibre deposit area post the May 2021 MRE, with some drill holes testing shallow resource extensional targets in the southern region of Calibre.
- The scale of the Calibre deposit in conjunction with its off-the-shelf metallurgical characteristics and shallow, predominantly free-digging, post-mineralisation cover, should suit a potential large-scale open pit mining development scenario.
- The Calibre resource extends for approximately 1.4 km and remains open along strike to the south, at depth and potentially across strike. The existing Magnum Inferred Mineral Resource, located just 1.3km from Calibre, provides an additional 340,000 ounces of gold, 57,800 tonnes of copper and 511,000 ounces of silver and remains open at depth and along strike to both the north and south.
- Update of the 2022 Minyari Dome Scoping Study is expected by late-September 2024, and is set to include any potential additional production opportunity that upcoming GEO-01 maiden MRE may provide and to incorporate the sustained significant increase in the Australian dollar gold price.
- Alongside Antipa's own exploration programme for its 100% owned Minyari Dome project, the company continues to work closely with JV partner Rio Tinto, and farm-in partners Newmont and IGO in the execution of the 2024 exploration programmes in the Paterson Province.
- Newmont's decision to divest Telfer and its 70% share of Havieron could act as the catalyst to consolidation in the region. Alongside Rio looking at its options on Winu, there could be a changing of the guard in Western Australia's Paterson Province and consolidation could take place.
- Antipa reported cash at 30 June 2024 of A\$8m (A\$360,000, held on behalf of joint venture and farm-in parties). Antipa is funded to complete its near-term exploration programme.

Key estimates		2020A	2021A	2022A	2023A	2024E
Year end:		Jun	Jun	Jun	Jun	Jun
Revenue	A\$m	0.0	0.0	0.0	0.0	0.0
Adj EBITDA	A\$m	-2.4	-4.2	-6.2	-3.3	-1.3
Adj EBIT	A\$m	-2.4	-4.3	-6.4	-3.4	-1.3
Adj PBT	A\$m	-2.4	-4.3	-6.4	-3.3	-1.3
Adj EPS	c	-0.1	-0.1	-0.2	-0.1	-0.0
DPS	c	0.0	0.0	0.0	0.0	0.0

Key valuation metrics		2020A	2021A	2022A	2023A	2024E
EV/sales	x	n/m	n/m	n/m	n/m	n/m
EV/EBIT (adj)	x	-20.3	-11.5	-7.7	-14.4	-37.8
P/E (adj)	x	-12.2	-9.2	-6.4	-15.0	-52.2
Dividend yield	%	0.0%	0.0%	0.0%	0.0%	0.0%
Free cash yield	%	-8.3%	-9.5%	-43.5%	-22.2%	-18.0%

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Definition of research recommendations

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BUY is an expected return greater than 10%

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SELL is an expected return less than -10%

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Sell	0	0.0%	0	0.0%
Under Review	0	0.0%	0	0.0%
Corp	132	96.4%	144	91.1%

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Recommendation history

Company	Disclosures	Date	Rec	Price	Target price
Antipa Minerals	9	19 October 23	Corp	A\$0.01	A\$0.05
RUA Life Sciences	2,6,8,9,10	1 December 23	Corp	11.8p	25.0p
Shield Therapeutics	2,6,7,8,9,10	14 May 19	Corp	93.9p	188.8p

Source: Cavendish

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