

Stock Data

Share Price:	0.08p
Market Cap:	£1.6m
Shares in issue:	2,018m

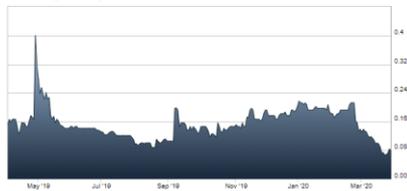
Company Profile

Sector:	Mining
Ticker:	UFO
Exchanges:	AIM

Activities

Alien Metals is an exploration and development company with a diversified portfolio of assets including base metals, silver and iron ore projects in top mining jurisdictions.

Share price performance



Source: [London Stock Exchange website](#). **Note that past performance is not a reliable indicator of future performance.**

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Alien Metals Limited

Multiple gold-copper targets identified at Donovan 2

Alien Metals (UFO.L) is an exploration and development company with a diversified portfolio of assets including base metals, silver and iron ore projects in top mining jurisdictions. The Company announced today an update on its Donovan 2 copper-gold project in Mexico following results from a recently completed IP (Induced Polarisation) survey. Results have generated specific drill targets coincident with previous geophysical surveys and sampling results. Two robust drill targets, referred to as the Cerro de la Cruz and Los Alomos, lie within highly prospective geological corridor. Management is currently planning a drill programme to test these highly prospective targets. Alien continues with its strategy to progress its portfolio of silver and base metal projects in Mexico by identifying priority exploration targets within its 12 mining concessions. All of the concessions are located in Zacatecas, Mexico's largest silver producing state having produced over 190Moz in 2018 and accounting for 45% of the total silver production of Mexico for that year.

Donovan 2: VMS targets identified near the advanced San Nicolas project

Alien's Donovan 2 project has anomalous zinc and copper values synonymous with VMS-style mineralisation. Furthermore, The Donovan 2 project lies approximately 24km from Teck Resources' wholly owned San Nicolas deposit comprising one of the world's largest undeveloped VMS projects with a combined Measured and Indicated (M&I) resource of 108.9Mt grading 232.3g/t AqEq. (source: Teck Resources). In June 2017, Teck acquired the remaining 21% minority interest from Goldcorp (now Newmont) for cash consideration of US\$50m which implies a total value of US\$238m. The project lies within a cluster of other well-known VMS deposits including: El Salvador, Franciso I. Madero, El Coronel, and Real de Angeles

TMC Geophysical of Mexico has recently completed the data acquisition work of the Ground Induced Polarisation (IP) Program over the Donovan 2 ground magnetic targets for 9.4 line km. Previous geophysical surveys comprised 52.4 line km of magnetics and 2.6 line km of IP. The recently completed IP survey has generated drill targets coincident with the previous geophysical surveys and sampling results. Two robust drill targets, referred to as the Cerro de la Cruz and Los Alomos, lie within highly prospective geological corridor. Management is currently planning a drill programme the latest survey results.

We understand that the Donovan 2 copper-gold project has attracted a number of enquires to date and management is continuing discussions with several parties regarding potential joint venture opportunities on this project. That said, we note that no binding agreements have been formalised to date.

Maintain our base-case risk-adjusted valuation of £10.3m

Given the lack of compliant resource estimates, we continue to employ a relative valuation approach for Alien. Our non-compliant mineral resource estimate for Alien's Donovan 2 and San Celso projects is based on its nearest neighbours, and then apply an EV/resource multiple derived from our selected peer group. Finally, we apply a 60% risk factor to account for the substantial execution, financing and dilution risks. We are encouraged with the latest survey results from Donovan 2 and the identification of two highly prospective drill targets. We look forward to a finalised drill programme to test the geophysical anomalies. In the meantime, we maintain our base-case risk-adjusted valuation of £10.3m.

Please note our valuation is relative and such valuation may never be realised, therefore please do not base investment decisions on this valuation alone.

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