



# Anchor Resources Limited (AHR) – IPO Summary

**Diverse exploration portfolio, experienced management**

**Speculative Buy**

**David Whiting**  
dwhiting@taylorcollison.com.au  
+612 9232 1688

**Mark Gordon**  
mgordon@taylorcollison.com.au  
+612 9232 1688

## DIRECTORS & MANAGEMENT

**John Anderson** Non-Executive Chairman

**Trevor Wolfe** Managing Director

**Grant Craighead** Executive Director

**Gary Fallon** Non Executive Director

**Ross Moller** Company Secretary

## CAPITAL STRUCTURE

	\$2.5M IPO	\$3.5M IPO
IPO Shares	12,500,000	17,500,000
Existing Shares	13,180,000	13,180,000
Total Shares on Issue	25,680,000	30,680,000
Options	1,500,000	1,500,000
Issued Capital Fully Diluted	27,180,000	32,180,000
<b>Market Cap \$M (fully diluted)</b>		
	\$5.44	\$6.44
Share Price	\$0.20	\$0.20
Cash \$M -from IPO	\$2.50	\$3.50
Cash \$M Pre-Offer	\$0.35	\$0.35
Listing Costs \$M	\$0.27	\$0.33
Net Cash \$M after IPO	\$2.58	\$3.53
Cash \$M From Exercise of Options	\$0.38	\$0.38
Cash \$M inc Option Exercise	\$2.96	\$3.90
Cash Backing/Share - Fully Diluted, exc Option Cash	\$0.09	\$0.11
Cash Backing/Share - Fully Diluted, inc Option Cash	\$0.11	\$0.12

## SUMMARY

Anchor Resources Limited (“Anchor”) has brought together a diversified package of exploration properties which they are planning to list on the ASX. The company plans to raise up to \$3.5 million from the issue of 17.5 million 20c shares, with a minimum subscription of \$2.5 million from the issue of 12.5 million shares.

The package includes tenements that are prospective for gold, copper, molybdenum, antimony and uranium amongst others, located within the prospective yet under-explored New England Fold Belt as well as North Queensland. The most advanced project is the Bielsdown antimony project, which includes a JORC compliant resource of 459,000 tonnes @ 3.01% antimony, and which has significant potential for resource extensions.

All projects, with the exception of the Aspiring uranium project (which will be under Joint Venture) are owned 100% and will be managed by Anchor. The company has a comprehensive exploration programme planned, with a two year exploration budget of \$2,880,000 subject to the maximum funds being raised. Both the Bielsdown and Blinks projects have drill ready targets which have been delineated by the considerable work carried out by the company on the projects to date.

The strong board brings considerable technical and commercial experience in the resources sector to the company.

Given the above we would recommend Anchor as a speculative buy.

## PROJECTS



**Location of Anchor's Projects**

**Bielsdown**                      **EL6388, AHR 100%**

- Licence of approximately 43 km<sup>2</sup> located north of Dorrigo, New England region of N.S.W.
- Advanced antimony project with gold credits
- Indicated and inferred JORC-compliant resource of 459,000 tonnes at 3.0% Sb (14,000 tonnes of contained antimony)
- Mineralisation open at depth and along strike, with a programme of geophysics, geology and drilling planned to expand the resources
- Metallurgical testwork and quantification of the gold, silver and tungsten credits planned
- Plan to proceed to a Feasibility Study

**Blicks**                              **EL6465, AHR 100%**

- Licence of approximately 274 km<sup>2</sup> located northwest of Dorrigo, New England region of N.S.W.
- Targetting Cu, Au, Mo mineralisation in an intrusion related model
- Two main prospects include Dundurrabin and Tyringham
- Results of previous drilling includes intersections of 33.9 @ 1.27% Cu (Dundurrabin) and up to 96m @ 0.23 g/t Au at Tyringham

- A new interpretation by Anchor of historical geophysical and geological data has outlined gold targets that are to be drill tested

**Aspiring EPM14752, AHR currently 100%**

- Licence of approximately 330 km<sup>2</sup> located east of Chillagoe, North Queensland
- Heads of Agreement (“HOA”) for a Joint Venture with Northern Australian Uranium Ltd (“NAU”), a dedicated uranium explorer, with NAU to manage the project
- High uranium prospectivity based on analogies with the Ben Lomond and Maureen deposits
- Licence area includes a number of untested radiometric anomalies and epithermal uranium showings

**Birdwood EL6459, AHR 100%**

- Licence of approximately 330km<sup>2</sup> located west of Wauchope, northern N.S.W.
- Prospective for sheeted vein Cu, Au, Mo mineralisation related to buried intrusives
- Historic drillhole intersections include 12.8m @ 0.79% Cu
- Initial work will involve airborne magnetics/radiometrics and ground geophysics to refine targets

**Greenvale East EPM14646, AHR 100%**

- Licence of approximately 330km<sup>2</sup> located east of Greenvale, north Queensland
- Covers areas of known gold tin and tungsten mineralisation
- Anchor plan a comprehensive exploration programme including geological mapping, geophysics and geochemistry to outline and prioritise drill targets

## Disclaimer

Taylor Collison Limited (“Taylor Collison”) may from time to time provide corporate advice or other services for, or solicit business from, any company mentioned in this report. For the securities discussed in this report, Taylor Collison may make a market, may sell or buy on a principal basis and may have acted as a manager or underwriter of a public offering. Taylor Collison are acting as Sponsoring Broker to the IPO of Anchor Resources Limited, and will receive a management fee of 1% and a broker fee of 4% of the total amount raised by Taylor Collison from subscriptions for shares under the prospectus. Taylor Collison will also be issued 500,000 options in Anchor Resources Limited, exercisable at \$0.25 per option with an expiry date of 31 March 2010.

This report is a private communication to clients and intending clients and is not intended for public circulation or publication or for the use of any third party, without the approval of Taylor Collison. While the report is based on information from sources that Taylor Collison considers reliable, its accuracy and completeness cannot be guaranteed. This report does not take into account specific investment needs or other considerations, which may be pertinent to individual investors, and for this reason clients should contact Taylor Collison to discuss their individual needs before acting on this report. Those acting upon such information and recommendations without contacting one of our advisors do so entirely at their own risk.

### Taylor Collison Limited

#### Sharebrokers and Investment Advisers

A.B.N. 53 008 172 450

AFSL No. 247083

Participant of the Australian Stock Exchange Group

Level 2, 12 Pirie Street

Adelaide, South Australia, 5000

G.P.O. Box 2046 Adelaide, South Australia, 5001

Telephone: 08 8217 3900 Facsimile: 08 8231 3506

Email: [broker@taylorcollison.com.au](mailto:broker@taylorcollison.com.au)

Level 2, 55 Hunter Street

Sydney, New South Wales, 2000

G.P.O. Box 4261, Sydney, New South Wales, 2001

Telephone: 02 9232 1688 Facsimile: 02 9232 1677

Email: [sydney1@taylorcollison.com.au](mailto:sydney1@taylorcollison.com.au)

[www.taylorcollison.com.au](http://www.taylorcollison.com.au)

ESTABLISHED 1928