

Aggressive in Small Australian Miners



Mincor Resources (ASX : MCR) Nickel

Mincor Resources NL is a nickel mining company listed on the Australian Stock Exchange. The Company is debt-free with an exceptionally strong balance sheet and has paid regular fully-franked dividends since 2003.

Mincor operates two mining centres in the world-class Kambalda Nickel District of Western Australia, and has been mining there successfully since 2001. The Company is also active in nickel and base metal exploration throughout Australia and Papua New Guinea.

Its growth strategy is aimed at the creation of a diversified mining house through a strong focus on growing the Company's successful nickel business while simultaneously expanding its interests across a wider range of mineral commodities.

With its outstanding growth potential, strong cash flows and regular dividend payments, Mincor represents a quality investment in the well-proven Australian resources sector.

Mincor's goal in its nickel business is to maintain profitable, long-term production from its existing mines while simultaneously growing production through the discovery and development of new mines.

Thus Mincor's Kambalda growth strategy focuses on two core areas - continually replacing existing ore reserves in order to maintain production over the long term, and continually developing and testing exploration targets in order to find and develop new mines.

Mincor's record of replenishing resources and reserves demonstrates the achievability of the Company's goal of long-term production sustainability, with ore reserves having been maintained at three to four years of mine life for the past 12 years.

Copper And Gold in Papua New Guinea

In May 2011, Mincor announced a joint venture deal with Niuminco Ltd. Under the terms of the agreement Mincor will spend up to \$30 million over eight years to earn an interest in four projects held by Niuminco. The transaction provides Mincor with a pipeline of growth assets ranging from the advanced-stage Edie Creek Gold Project through projects with identified targets and historical drill intersections to early-stage prospects with as yet untested potential.

TNG Ltd (TSX : TNG) Vanadium

PRESENTATION <http://www.tngltd.com.au/images/tngltd---iegeefopoo.pdf>

TNG Ltd is an Australian resource company focused on the exploration, evaluation and development of a multi-commodity resource portfolio in the Northern Territory and Western Australia.

1) \$13.4m transaction completed with two major Chinese companies: Ao-Zhong International Mineral Resources Pty Ltd ("Ao-Zhong"), a subsidiary of the State Owned Enterprise Jiangsu Eastern China Non-Ferrous Metals Investment Holding Co Ltd ("ECE") and Aosu Investment & Development Co Pty Ltd (a wholly owned subsidiary of the Wanlong Industrial Group)

2) Mount Hardy - Acquisition of new 101.76km² tenement in highly prospective Mount Hardy Copper Field

3) Mount Peake - One of Australia's largest Iron Vanadium Titanium Projects

TNG's main focus is the evaluation and development of its 100%-owned **Mount Peake Vanadium-Titanium-Iron Project**, located in the highly prospective Arunta Geological Province some 80km north-east of Alice Springs in the Northern Territory.

The project is strategically located close to existing infrastructure, including the Alice Springs-Darwin Railway, Stuart Highway and the new LPG pipeline, 20km to its east.

Vanadium is a "miracle metal" which is used to impart strength, hardness and water resistance to steel, in the manufacture of titanium alloys used in jet engines,

airframes and other high-end specialty materials, and in the chemical industry, notably in batteries, plastic, glass and pigments.

Steel accounts for over 85% of vanadium demand, with consumption predicted to increase at similar rates to the growth of the global steel industry – driven by the rapid expansion of the Chinese economy and growing per capita use and intensity of use of steel in the BRIC economies (Brazil, Russia, India and China).

Cokal Ltd (TSY : CKA) Coal Indonesia

Presentation <http://www.cokal.com.au/images/pdf/2012/2012.11.06%20-%20cka%20asx%20-%20investor%20presentation.pdf>

Cokal Limited (Cokal) is an emerging ASX listed coal company, with high margin metallurgical coal as our key focus. The Board and senior management have extensive experience in successfully:

- 1 identifying highly prospective assets
- 2 forming appropriate business / financial structures and relationships
- 3 providing the vision for a high performing business
- 4 developing and implementing the plan to produce metallurgical coal efficiently
- 5 operating highly productive mines

Cokal commenced business as Jack Doolan Capital Pty Ltd (JDC), a private company, formed primarily by the current Board and like-minded people. In December 2010, JDC was acquired by the ASX listed Altera Resources Limited (AEA), with the Board of JDC assuming the control of AEA. Altera Resources Limited, was renamed Cokal Limited (ASX: CKA) in February 2011, better reflecting its ambitions to become a global metallurgical coal business. Cokal holds interests in coal exploration tenements in Kalimantan (Indonesia), Tanzania and in the Clarence - Moreton, Surat and Bowen basins in Australia.

Cokal is building a portfolio of assets which will deliver high value access to quality metallurgical coal. Proving up resources, for early production, within the metallurgical coal basins of Central Kalimantan and Eastern Africa, is our priority. Our growth strategy is built on the swift development of our key tenements, and prudent acquisition of further quality assets.

Galaxy Resources (ASX : GXY) Lithium

Australian-based global lithium company with lithium production facilities, hard rock mines and brine assets in Australia, China, Canada and Argentina.

Will Lithium Mining Stocks Benefit from Merger Mania?

Is this going to have much effect on the smaller players or do they have to get further along in the development process before people start taking shots at them?

It's still early to determine whether or not they would. Most are still exploration/development companies that have not produced significant amounts of lithium. However, many of these companies also have joint ventures or strategic alliances. Given the small number of participants in the space, you could see the strategic alliances, many of which involve Japanese and Korean trading houses, get more involved with the process by making investments to move these projects forward. Nonetheless, we believe that there are only a few viable entrances into the space.

All the market participants agree they want long-term growth. There is capital flowing into this industry and we continue to believe that it's going to be strong in the near term. This is the second acquisition this year in the lithium industry. Galaxy Resources acquired Lithium One Inc in March in an all-stock transaction. Whether or not we'll see more consolidation is unknown, but I think we'll see some of the industry players, especially buyers of lithium products, become more aware of the industry dynamics.