

Monday, 9 April 2018

Genesis Minerals

High grade infill and extensions at Ulysses

Analysts | James Wilson | Matthew Keane

Recommendation	Speculative Buy
Current Price	\$0.04
Market Cap	\$29m

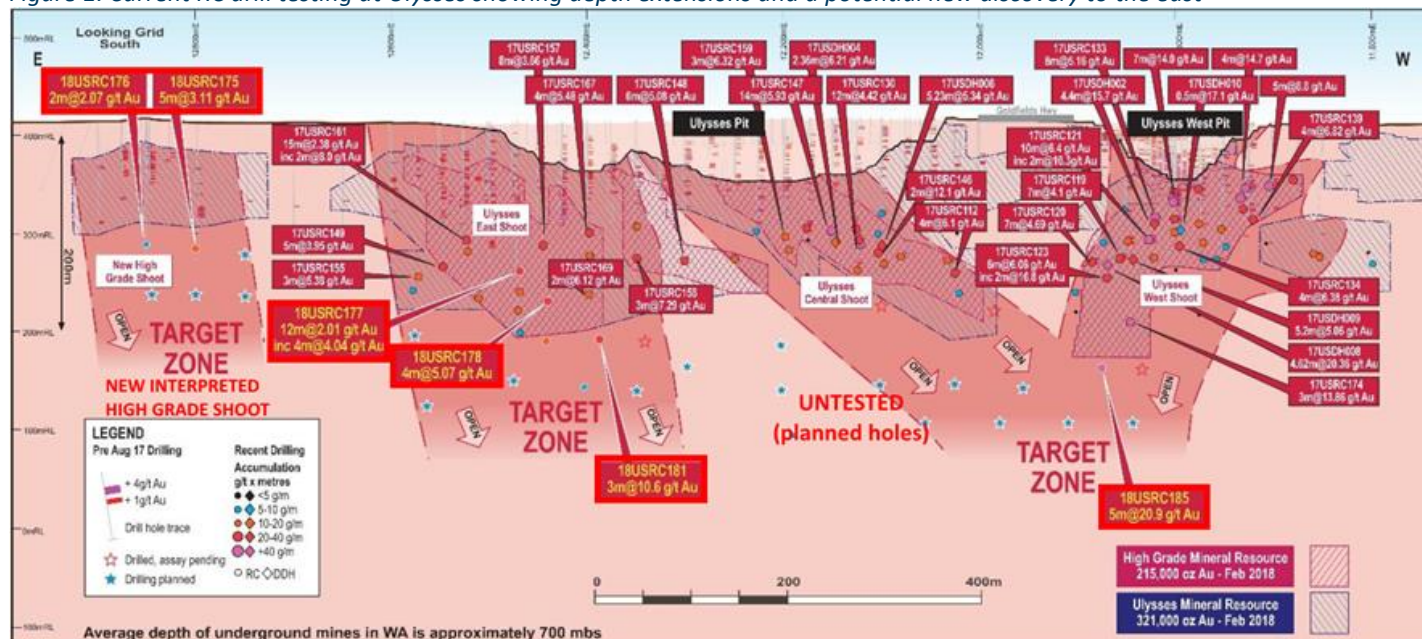
Event | Positive

Genesis Minerals (GMD) has announced results from its ongoing RC program at the Ulysses Project in Western Australia. The current RC drill program is designed (initially) to test the 200m vertical extent of the orebody with some additional extension drilling. Results indicate that the interpreted high-grade shoots continue at depth. Recent drilling along strike has also confirmed the potential for a fourth new high-grade structure to the east of existing mineralisation. Overall this news is very positive and shows the potential for resource upside at Ulysses as well as the discovery of new lodes to the east which GMD had previously speculated may exist. GMD has got its eye in geologically and really this is now a function of drilling out these areas systematically. Importantly the new areas trend away and at depth from the main highway which has more positive implications for infrastructure development down the track.

Best intercepts from the infill program included:

- 5m @ 20.9g/t Au from 281m
- 3m @ 10.64g/t Au from 254m
- 4m @ 5.07g/t Au from 190m
- 12m @ 2.01g/t Au from 164m
- 5m @ 3.11g/t Au from 145m

Figure 1: Current RC drill testing at Ulysses showing depth extensions and a potential new discovery to the east



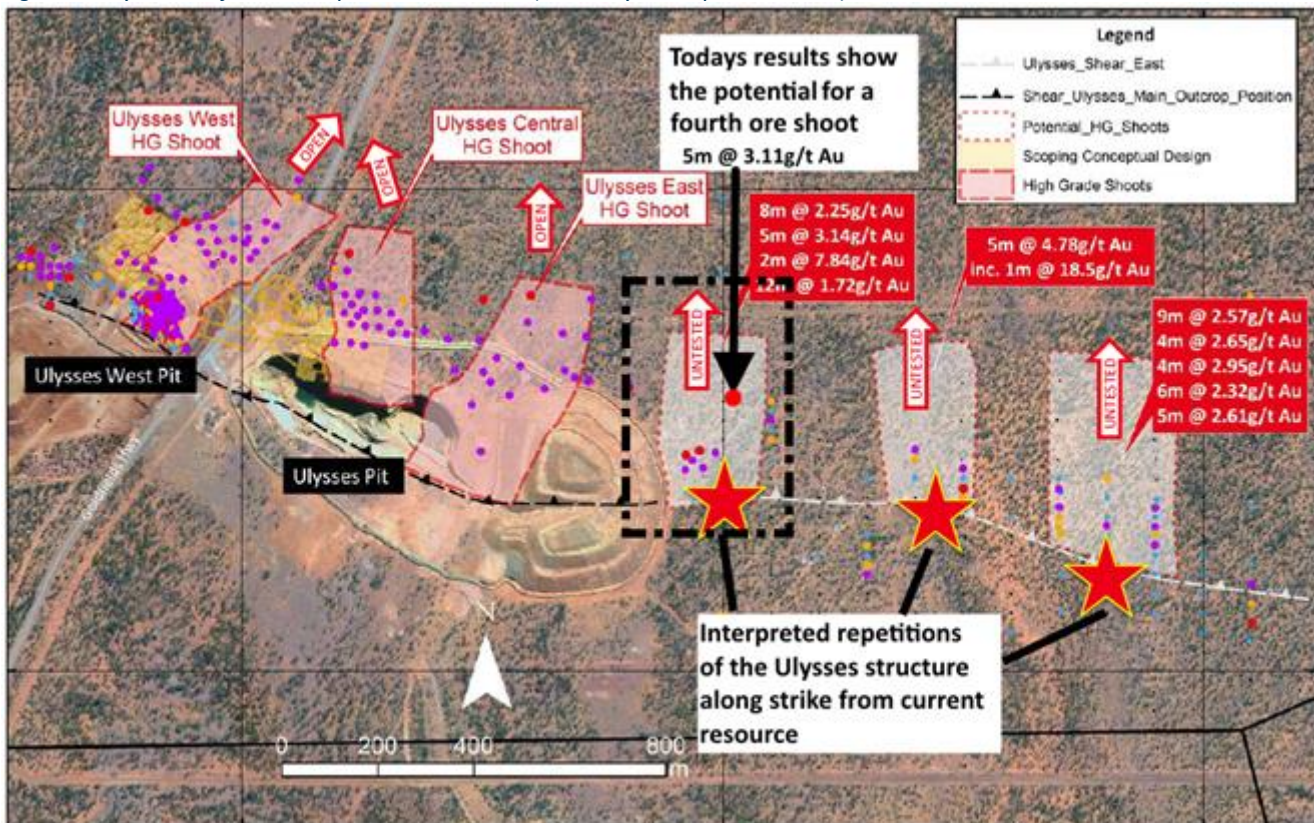
Source: GMD, Argonaut

Fourth ore shoot discovered at Ulysses

Extension drilling has been successful in outlining a new ore zone at Ulysses. Mineralisation is associated with dolerite dykes which intersect the east-west shear at Ulysses. Drill results returned 5m @ 3.11g/t Au from 145m exhibiting pyrite-biotite altered and sheared dolerite – the main host rock for other 3 shoots at Ulysses.

Further drilling to outline this shoot is planned. Two further interpreted shoots are modelled to the east which have yet to be meaningfully tested at depth and hold the potential for new repetitions of the Ulysses orebody.

Figure 2: Ulysses Project – interpreted ore shoots (February 2018 presentation)



Source: GMD, Argonaut

Recommendation

Maintain Speculative Buy and target price of \$0.10ps.

RESEARCH:

Ian Christie | Director, Industrial Research
+61 8 9224 6872 ichristie@argonaut.com

Matthew Keane | Director, Metals & Mining Research
+61 8 9224 6869 mkeane@argonaut.com

James Wilson | Analyst, Metals & Mining Research
+61 8 9224 6835 jwilson@argonaut.com

Helen Lau | Analyst, Metals & Mining Research
+852 3557 4804 hlau@argonaut.com

Michael Eidne | Director, Research
+61 8 9224 6831 meidne@argonaut.com

INSTITUTIONAL SALES - PERTH:

Chris Wippl | Executive Director, Head of Sales & Research
+61 8 9224 6875 cwippl@argonaut.com

Damian Rooney | Director Institutional Sales
+61 8 9224 6862 drooney@argonaut.com

John Santul | Consultant, Sales & Research
+61 8 9224 6859 jsantul@argonaut.com

Ben Willoughby | Institutional Dealer
+61 8 9224 6876 bwiloughby@argonaut.com

Josh Welch | Institutional Dealer
+61 8 9224 6868 jwelch@argonaut.com

George Ogilvie | Institutional Dealer
+61 8 9224 6871 gogilvie@argonaut.com

INSTITUTIONAL SALES – HONG KONG:

Damian Rooney | Director Institutional Sales
+61 8 9224 6862 drooney@argonaut.com

CORPORATE AND PRIVATE CLIENT SALES:

Glen Colgan | Managing Director, Desk Manager
+61 8 9224 6874 gcolgan@argonaut.com

Kevin Johnson | Executive Director, Corporate Stockbroking
+61 8 9224 6880 kjohnson@argonaut.com

James McGlew | Executive Director, Corporate Stockbroking
+61 8 9224 6866 jmcglew@argonaut.com

Ian Dorrington | Director, Corporate Stockbroking
+61 8 9224 6865 IDorrington@argonaut.com

Geoff Barnesby-Johnson | Senior Dealer, Corporate Stockbroking
+61 8 9224 6854 bj@argonaut.com

Rob Healy | Dealer, Private Clients
+61 8 9224 6873, rhealy@argonaut.com

Cameron Prunster | Dealer, Private Clients
+61 8 9224 6853 cprunster@argonaut.com

James Massey | Dealer, Private Clients
+61 8 9224 6849 jmassey@argonaut.com

Chris Hill | Dealer, Private Clients
+61 8 9224 6830, chill@argonaut.com

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