



## Minotaur stands out amongst junior miners

February 2015

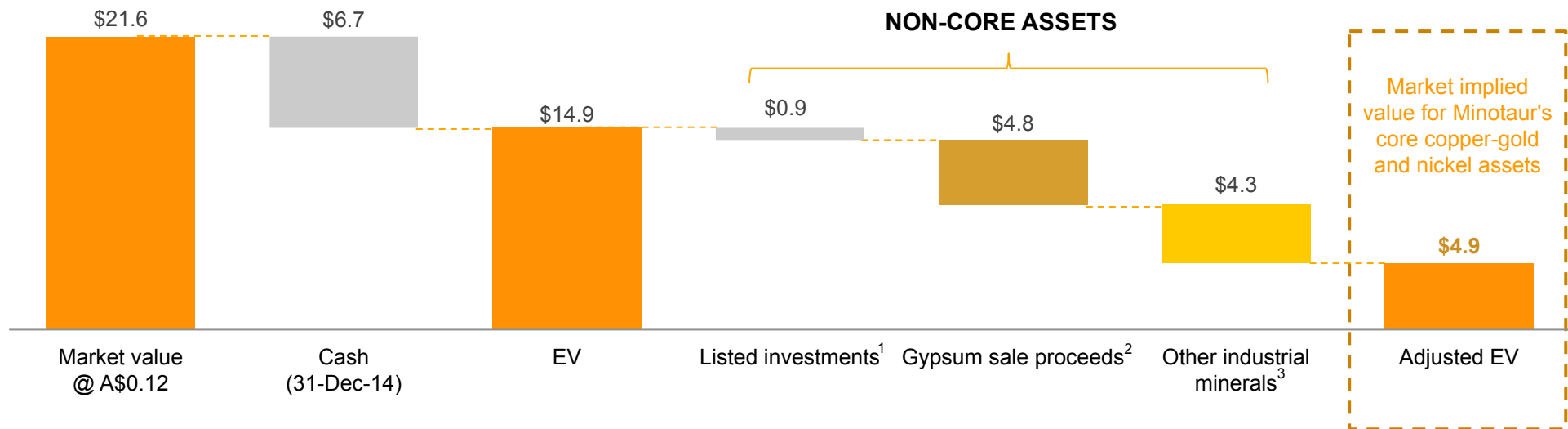


# Minotaur appears to be significantly undervalued



## Negligible value currently ascribed to Minotaur's core business

- By subtracting the market valuation of Minotaur's listed investments and the book value of Minotaur's non-core assets, the **current market implied Enterprise Valuation (EV) for Minotaur's core copper-gold and nickel assets is only A\$4.9M**
- Minotaur's track record of realising above book value for non-core assets is instructive (for example, sale of Roxby Downs tenements to BHP Billiton (FY2012) realised A\$9.5M cash compared to A\$1.0M book value)



Source: IRESS, company filings

Notes:

- Listed investments: includes shares held in Mungana Goldmines, Petrathern, Thomson Resources and Mithril Resources with valuations based on market data as at ASX close on 12-Feb-15
- Gypsum sale proceeds: cash payments agreed to be made upon completion of conditions precedent as per Minotaur announcement on 20-Oct-14
- Other industrial minerals: book value as at 31-Dec-14 after A\$4.1M impairment of Exploration Assets



# Minotaur share price performance



## Minotaur's share price declined notwithstanding continued positive newsflow from the Artemis Cu-Au-Zn discovery, with drilling continuing

### Minotaur 12 month share price performance (Acps)<sup>1</sup>



- In mid 2014 Minotaur's share price experienced a period of outperformance
- Since late August, despite a record of acute operational and corporate success, the price benefit has entirely eroded
- Achievements since August 2014 include:
  - ✓ Sep – successful EM confirms Artemis down-dip extension; body projected to 235m depth
  - ✓ Oct – agreed sale of Gypsum project (A\$4.8M)
  - ✓ Oct – funding certainty achieved with successful A\$3M SPP plus A\$1M placement
  - ✓ Dec – continued Artemis drill success; 20m @ 2.7% Cu, 12.3g/t Au, 5.3% Zn, 2.3% Pb, 170g/t Ag from 154m
  - ✓ Jan – down plunge extended at Artemis — 19.9m @ 1.4% Cu, 0.8g/t Au, 1.8% Zn from 225m
- Deep drilling underway at Artemis, testing down-dip and down-plunge extensions of massive sulphide mineralisation

Source: IRESS

Notes:

1 ASX Small Resources Index rebased to the Minotaur share price as at 12-Feb-14



# Minotaur is committed to discovery...

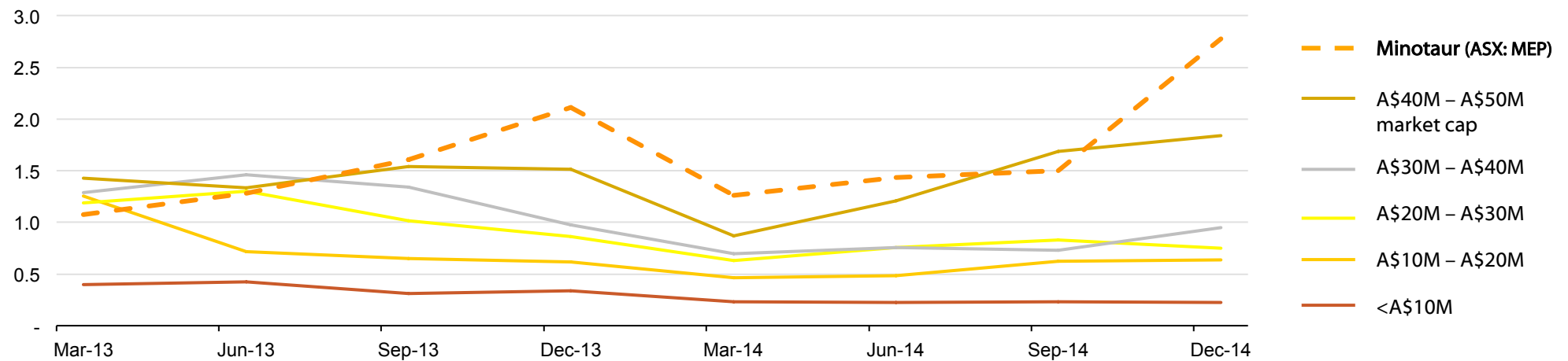


Exploration expenditure has declined since 2Q 2013 for the majority of the ASX junior metals & mining universe

But not so for Minotaur – 4Q 2014 marked our largest spend on exploration over the past 2 years

- Minotaur is investing more on exploration than the average for metals & mining companies 2-3x our current size
- Continuing significant exploration investment through 2015 will continue to provide share price catalysts

Average junior miner exploration expenditure per quarter (A\$M)<sup>1</sup>



Source: IRESS

Notes:

1 ASX-listed GICS Metals & Mining companies with a market capitalisation <A\$50M



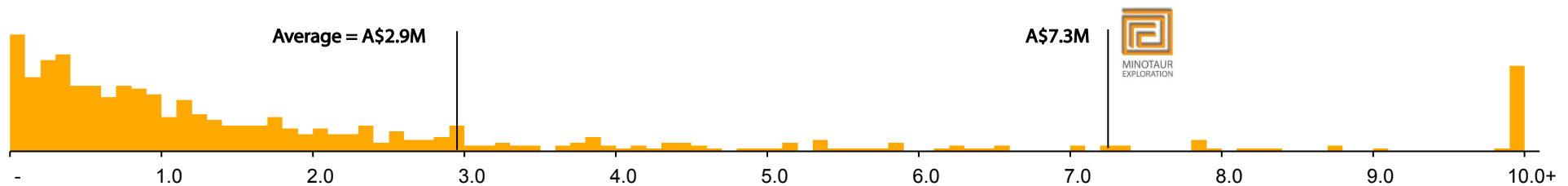
...and is one of very few well capitalised juniors...



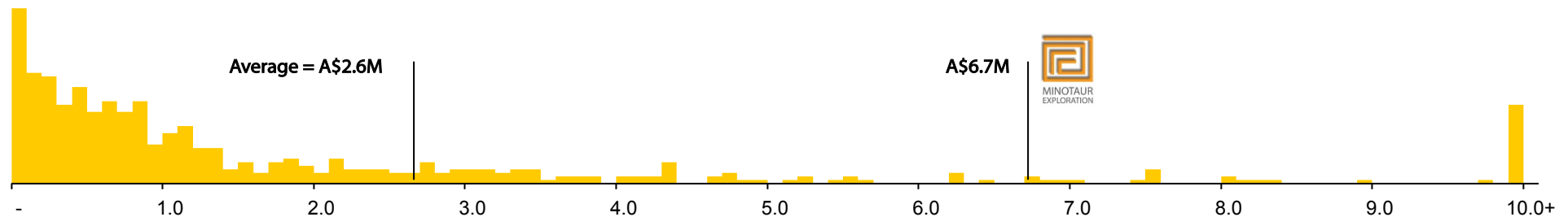
## Minotaur is well capitalised relative to most other junior metals & mining companies

- The average cash balance of junior metals & mining companies decreased from A\$2.9M to A\$2.6M over the past 12 months
- Minotaur continues to maintain a strong balance sheet despite significant ongoing exploration expenditure

31-Dec-13 junior metals & mining cash balance distribution (A\$M)<sup>1</sup>



31-Dec-14 junior metals & mining cash balance distribution (A\$M)<sup>1</sup>



Source: IRESS

Notes:

1 ASX-listed GICS Metals & Mining companies with a market capitalisation <A\$50M



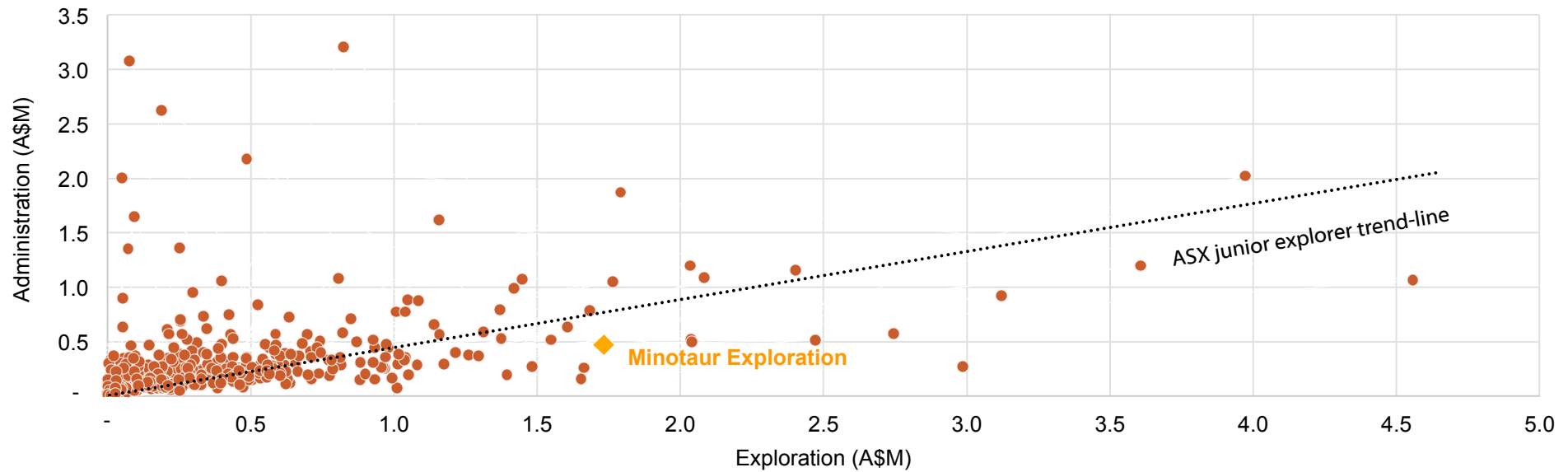
# ...using cash to create value for shareholders...



## Minotaur invests proportionately more on exploration than other small cap explorers

- Minotaur continues to invest proportionately more money in exploration while maintaining administration overheads at modest levels (approx. A\$0.5M per Quarter)

### Average 2014 small explorers' Quarterly cash expenditure<sup>1</sup>



Source: IRESS

Notes:

1 ASX-listed GICS Metals & Mining companies with a market capitalisation <A\$50M and excludes juniors with production





# ...while innovating through R&D



## Minotaur maintains an active research and development program

- Minotaur leverages its intellectual property through active R&D directed towards new discovery methodologies and product development, such as;
  - ✧ Geophysical anomaly discrimination ('seeing through') ultra conductive cover (overburden)
  - ✧ Product innovation from kaolin and halloysite stocks
  - ✧ Discovery tools for iron sulphide copper-gold mineralised systems
  - ✧ Mineral systems mapping using new technologies
- Annual refunds from ATO for R&D investment are typically in the \$0.6M to \$1.1M range



# A compelling investment case



## Minotaur is a standout explorer on the ASX

- **Enviably record of exploration success** – core geology team responsible for Prominent Hill Cu-Au discovery continues to guide Minotaur
- Significant exploration potential given **focus and quality of core assets**
- **Innovative funding model** underpinned by strategic JV alliances
- History of responsible capital management with **strong balance sheet** and **clean capital structure**
- **High profile share register** and **supportive JV partners**
- **Clear asymmetric payoff profile** given implied value currently ascribed to Minotaur's strategic copper-gold portfolio and advanced nickel assets is only **A\$4.9M**
- Actively monetising non-core assets to realise **additional value for shareholders**
- **Substantial news flow** expected from drilling at Artemis over the coming months





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