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Galileo Resources PLC
24 December 2020**

Galileo Resources Plc

("Galileo" or the "Company" or the "Group")

24 December 2020

Audited Results for the year ended 31 March 2020

Galileo (AIM: GLR), the exploration and development mining company, announces its audited results for the year ended 31 March 2020. Extracts are set out below.

Highlights for the period under review

- Completed, 21 June 2019, an independent initial inferred resource estimate ("IRE") for the Star Zinc project in accordance with JORC 2012
- The IRE reports Inferred zinc resources with reasonable prospects of future economic extraction of approximately 500 000 tonnes at 16% Zn or 77 000 tonnes of contained metal above a cut-off grade of 2% Zn, including approximately 340 000 tonnes at 21% Zn for 72 000 tonnes of metal above a cut-off grade of 8% Zn
- Raised £1,000,000 in placing, before expenses, to advance the Star Zinc Project and for general working capital purposes
- Acquired unconditionally from BMR, the remaining 15% of the shares that the Company did not hold in Enviro Zambia Ltd, thereby increasing the Company's ownership in the Star Zinc Project to 95% with the Zambian government holding the other 5% Kashitu Zinc Prospect ("Kashitu")
- Kabwe Residual Rights, which includes the Kashitu Prospect, acquired unconditionally from BMR
- On 5 October 2018, the DMR requested a Record of Decision ("ROD") from the Department of Water and Sanitation ("DWS") with regard to the MRA related Waste Management Licence Application. The ROD is pending final discussions by Glenover Consultants with DWS in this regard
- South African major fertilizer producer ("MFP") completed the first phase of a 2-phase pilot plant flotation study to produce a bulk phosphate flotation concentrate for testing in MFP's fertilizer processing plant
- The Group reported a net loss of £642,188 (2019: loss of £416,784). Basic loss reported is 0.14 pence (2019: loss of 0.14 pence) per share

Highlights post the period under review

- In June 2020, the Company raised £990,000 before expenses to advance its operations in Botswana and Zambia
- Galileo agreed an optimal arrangement ("Arrangement ") with BMR to assume the rights to BMR's Mauritian subsidiary, Enviro Mining Limited ("EML") and its wholly-owned Zambian subsidiaries, which latter, include, amongst other things the title to licences for Star Zinc and Kashitu (zinc

willemite) projects. The Arrangement, which is subject to Zambian Ministry ("ZM") approval, is for nil consideration since the Company has earned-in 100% rights to the two projects

- On 25 November 2020 Galileo announced that it had signed a marketing agreement with Zopco S.A. ("ZopCo") in relation to the potential sale of zinc willemite ore from the group's 95% owned Star Zinc project. Zopco is a Geneva based independent trading company focussed on non-ferrous metals and concentrates
- The final TSF design report for the Glenover project was completed by Golder in November 2020 and has been submitted to the DWS for its RoD, with a decision expected shortly
- Glenover continued to identify potential investors in the Glenover project and initiated preliminary discussions, which are ongoing
- Galileo acquired 100% of Botswana- incorporated Crocus-Serv (Pty) Ltd ("Crocus"), whose assets comprise 21 copper and nickel-PGE (Platinum Group Elements) exploration Prospecting Licences ("PLs") in the highly prospective Kalahari Copper Belt ("KCB") and the Limpopo Mobile Belt ("LMB") in western and eastern Botswana respectively. The consideration of £163,020 for the acquisition comprised the issue of a total 38,814,246 new Galileo ordinary shares of 0.1p at 0.42p each and a separate cash payment of £10,828
- The Company commenced development of an exploration programme for the KCB properties
- The Company's subsidiary, Crocus, submitted, in terms of the Botswana Environmental Assessment Act (2011), a draft environmental management plan (EMP) for the KCB project to the Department of Environmental Affairs (DEA) Botswana for review
- In September 2020 Galileo announced a further agreement to acquire 100% of Africibum Co (Pty) Ltd, and its interest in five prospecting licences and two prospecting licence applications in the Kalahari Copper Belt in Botswana
- The Africibum licences include the Quirinus copper-silver prospect with historic shallow drill intercepts in a three-hole RC drilling programme which include 4m @ 1.7% Cu, 13g/t Ag and 6m @ 0.9% Cu, 14g/t Ag. The intercepts occur within a series of copper-in-soil anomalies that extend for 13.4km in total, much of it untested. The Quirinus prospect lies within 15km of major copper-silver discoveries, part of Cupric Canyon Capital's Khoemacau Project

A copy of this announcement is available on the Company's website www.galileoresources.com. and the annual report is being posted to shareholders.

Current Government measures in relation to COVID-19 prohibit the Company calling a general meeting at which the audited accounts for the year ended 31st March 2020 will be presented and shareholders invited to attend. The Company will, government measures in relation to COVID-19 permitting, call a general meeting in 2021 at a date to be announced, at which the audited accounts for the year ended 31st March 2020 will be presented and shareholders invited to attend.

Galileo also announces that, utilising the one month extension granted by the London Stock Exchange, it will publish its unaudited interim accounts for the six months ended 30 September 2020 by 31 January 2021.

This announcement contains inside information for the purposes of Article 7 of Regulation 596/2014.

You can also follow Galileo on Twitter: @GalileoResource.

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Roland Cornish
Novum Securities Limited - Broker

Colin Rowbury/Jon Belliss
Shard Capital Partners LLP -Joint Broker
Damon Heath

Extracts of the Accounts

Chairman's Report

Dear Shareholder

The year under review has been about consolidation and, like most of the companies, managing a company largely remotely through a pandemic which started in earnest towards the end of the financial year and continued unabated up to the present. I am pleased to say that none of our assets were adversely affected by the COVID-19 outbreak, nor was our ability to progress matters in a positive way. Whilst director and senior management visits were very restricted, the Company managed to progress all of its obligations and maintain its rights during the period and up to the time of writing this report.

The Glenover Project has attracted some interest for both its rare-earth and phosphate potential. In some cases, the interest co-joined the commodities. One company in particular has shown interest in the overall Glenover Project, but requires comprehensive test work to decide which or any development plan it elects to progress. We continue to assist with test work and the provision of samples, large and small, where necessary. This test work is likely to continue for the remainder of this year and into early next year.

Our Star Zinc Project in Zambia has been fully evaluated and is now ready to commence production as a small mining operation. Whilst small, the zinc, silver and germanium metal content make the project a very valuable, potentially 5-year duration, cash flow supplier. The willemite ore occurs from surface to just 60m depth, making open pit mining a relatively simple operation. We are currently finalising our plans to bring this project into production during the first quarter of 2021.

We have maintained the Ferber Project in Nevada, USA in good standing and the fundamentals for copper and gold makes the project potentially interesting to a number of would be suitors. We are progressing the various approaches and will decide whether to undertake exploration ourselves or to joint venture the property.

Post period under review the Company made a major acquisition in the Kalahari Copper Belt, acquiring 19 exploration licences, which amounts to 14,875 km². At the same time, two other licences were acquired in the Limpopo Mobile Belt, which is prospective for nickel, platinum and copper.

A number of the licences are in the midst of previous discoveries by competitors and have the potential to add significant value to those discoveries as they progress into mining operations. It is our opinion that the

Kalahari Copper Belt will emerge as one of the new global regional copper suppliers, with two deposits already having completed feasibility study and one in the course of construction.

Recent discovery of the high grade A4 Dome project by Sandfire Resources Australia, who are a successful globally emerging copper producer, has shown some extremely good results and the project is likely to provide additional high-grade ore to their planned T3 Project development. We announced on 17 September 2020 that we were preparing to conduct a helicopter borne high resolution electromagnetic ("EM") survey over various areas within our tenure package. That exercise has been completed and at the time of writing, we are working with independent geophysicists to assess the results and identify immediate drilling targets.

We made a further acquisition, as was announced 16 October 2020, of Kalahari Copper Belt interest. The exploration concessions contained in the acquisition are some 15km from the Boseto Copper Project operated by Cupric Canyon Capital and are generally on trend with other known discoveries in the vicinity. This acquisition provided the Company with concessions which have already demonstrated copper content from limited exploration drilling to date. We intend to drill the projected strike and rank its potential post the helicopter geophysical data assessment and consequent recommendations.

We are extremely excited with this Kalahari acquisition and feel that we are in the midst of an exciting copper belt, extremely well positioned in relation to current planned mines and have the possibility to generate completely new mine projects within our property portfolio.

The directors are very confident for the future of the copper price and support the view that copper prices will be strong in 2021 and even stronger for the next 3 years. Forecasters are predicting that the copper supply will need to be doubled by 2030, should normal consumption trends and growth develop. The traditional copper regions around the world, particularly Chile, have their problems with generating new mine capacity with diminishing resources at existing mines. The supply issues, against rising demand, should produce a disconnect which, will result in much merger and acquisition activity between the juniors and the majors.

The year has been operationally difficult, but extremely positive, with Galileo being better placed currently than it was at the start of the period.

I would like to thank all of my fellow directors and staff for their support during the period under review. I would like to give particular thanks to Andrew Sarosi, our former technical director, who retired at the end of August 2020. Andrew is a metallurgist by training, but contributed across the board, developing strong corporate and contract skills during his employment with the Company. We have welcomed on board, since Andrew's retirement, Ed Slowey, who is a seasoned geologist, whose skills will greatly assist our Kalahari development. We also welcome Joel Silberstein, as the finance director for the Company.

I believe the Company is well positioned for the coming year and look forward to providing our shareholders with value enhancement that they certainly deserve.

Colin Bird

Chairman

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The full Audited Results for the year ended 31 March 2020 are available in our [Financial Section](#).