

Hot off the Press Materials Research



Musgrave Minerals Limited (MGV) \$0.083/sh

Recommendation: Speculative Buy

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Event

- Musgrave Minerals (MGV) has reported the best intercept to date at its Break of Day deposit which forms part of its 100% owned Cue project in Western Australia.
- This was the first assay results received from the new drill program.
- Hole 17MORC084 intercepted 11m at 54g/t Au including 5m at 109.6g/t Au from 217m and 4m at 10.9g/t Au from 223m.
- The intercept was 70m south west of the closest drill hole and may reflect a new high-grade shoot.
- Break of Day remains open to the south and down plunge with further assays from the current RC drill program expected within two weeks.

Impact

- This is an outstanding first-up result for MGV with excellent widths and tenor and if it represents a new gold shoot could add gold ounces quickly.
- It is also positive that the mineralisation is increasing in width and grade at depth.
- As a reminder MGV has total Mineral Resource for Break of Day/Lena is 3.6Mt at 3.09g/t Au for 352koz of gold.
- Further assay results are due within the next two weeks.
- We retain our Speculative Buy rating.

Disclosure: Patersons Securities acted as Lead Manager for a Placement that raised \$3m at \$0.075/sh in May 2017. Patersons Securities acted as Lead Manager and Underwriter for a Placement and Entitlement Issue that raised \$1.25m at \$0.059/sh in July 2016. Patersons received a fee for this service.