

## FIRST LIGHT

### Jubilee Metals (JLP) – Corporate – Q3 2020 Operational Update – record performance

Market Cap £115m Share Price 5.5p

Jubilee today announces its quarter to September operational results which were a record – in terms of both production and financial performance. In all, 15koz of Platinum Group Metals were produced along with 136,1kt of chrome concentrate. Record high production led both to high attributable revenues of \$23.1m and high attributable earnings of \$15.2m for the quarter; we expect this performance to continue.

In the quarter Jubilee also announced new supply contracts for the PGM-Chrome division and for copper supply contracts in Zambia. These allow Jubilee to plan for a sustainable future and Jubilee also comments that it *“continues to pursue additional opportunities to further expand its chrome and PGM operational footprint”* which, as we expected in our initiation note (published in July and available upon request), shows the potential for further M&A in the PGM-Chrome sector within South Africa. In Zambia, Jubilee will apply its processing knowledge to building and operating the copper concentrate plants at both projects *“Roan”* and *“Elephant”* to produce source material (mainly) for its Sable Refinery at Kabwe.

**WHI View:** With PGM prices looking robust and set to remain high, in our opinion, the work Jubilee has undertaken in the quarter to put in place long-term supply contracts to supplement its own resources will enable its PGM-Chrome divisional performance to be maintained; this is currently the mainstay of revenues and the strength and organic growth in this division drives our optimism for the future. Zambia will be the main driver of growth over the medium term with Jubilee’s aggressive growth pipeline funded mainly from its own cash generation. Jubilee targets the eventual production 24kt/yr of copper cathode from its Sable Refinery at Kabwe in Zambia and by putting an emphasis on firstly sourcing raw material (from projects *“Roan”* and *“Elephant”*) for the plant, the company is going about its business in a sustainable way in our opinion. We also expect Jubilee to announce its plans to process the significant resources of zinc-lead-(vanadium) tailings at Kabwe to further revenues and profits from Zambia.

#### Marketing Communication

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*Jubilee expects to report its audited financial results for the year ending June 2020 by the end of October and we expect this to show a significant improvement over the prior financial year. We expect Jubilee to show a significant progression despite the Covid headwinds.*

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Speculative Buy	0	0.0	0	0.0
Outperform	2	3.5	0	0.0
Market Perform	0	0.0	0	0.0
Underperform	0	0.0	0	0.0
Sell	0	0.0	0	0.0
<b>Total</b>	<b>57.0</b>	<b>100.0</b>	<b>55.0</b>	<b>100.0</b>

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Company Name	Table of interest number	12-month recommendation history	Date
Jubilee Metals (JLP)	2,3,4,5,7	Corporate	28.01.20

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