

American Pacific Borates Ltd

21:19 01 May 2019

American Pacific Borate & Lithium raises A\$3.1 million for borate project engineering

American Pacific Borate & Lithium Ltd (ASX:ABR) has raised A\$3.1 million in a placement to institutional and sophisticated investors with funds to progress construction-related engineering activities at Fort Cady Borate Project in California.

The placement at 18 cents per share includes one listed option for every two ordinary shares with a strike price of 25 cents, which expires on August 10, 2020.

These options are designed to provide working capital during the construction work.

ABR expects to begin the construction-related engineering activities with its preferred contractor this month.

READ: American Pacific Borate & Lithium optimisation work delivers high-purity boric acid

The placement was completed at an 11.3% discount to the 10-day VWAP of 0.3 cents with 15.27 million shares and 7.63 million placement options to be issued.

Management is seeking to contribute A\$350,000 of the \$3.1 million on the same terms and subject to stakeholder approval at a general meeting, which will take place soon.

The company continues to target the beginning of construction in quarter four of 2019 on a fully permitted basis, subject to financing.

Sydney-based Peloton Capital was sole lead manager for the placement.

Earlier this month the company delivered a high-purity plus 99.9% pure boric acid crystal with minimal impurities from process optimisation works at the Fort Cady Borate Project in California, USA.

The works, which were on April 10, 2019, were designed to ensure consistent delivery of a technical grade quality boric acid crystal from the project.

ABR chief executive officer Michael Schlumpberger said this was another hurdle for the company to begin production of borates from the project and ultimately become a globally significant producer in high purity borate products.

"Our focus now turns to the completion of detailed engineering and securing the modest financing for the low capital starter project."

Price: 0.28

Market Cap: \$58.38 m

1 Year Share Price Graph



Share Information

Code: ABR

Listing: ASX

52 week High Low
0.4 0.12

Sector: Mining

Website: americanpacificborate.com

Company Synopsis:

American Pacific Borates' (ASX:ABR) Fort Cady Project in California hosts a multi-generational borate resource where boric acid, gypsum and potassium sulphate will be produced for the large North American specialty fertiliser market and new high-end technologies like electric vehicles and space shuttles.

action@proactiveinvestors.com

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of American Pacific Borates Ltd named herein, including the promotion by the Company of American Pacific Borates Ltd in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).