

Savannah Resources



Sponsored Research

United Kingdom | Basic Resources

Analysers

2 May 2025

Company Profile

Corporate Events

Buy

Recommendation unchanged

Share price: **GBP** **4.80**

closing price as of 01/05/2025

Target price: **GBP** **7.80**

Target Price unchanged

Upside/Downside Potential **62.5%**

Reuters/Bloomberg

SAVS.L|SAV LN

Market capitalisation (GBPm) **113**

Current N° of shares (m) 2,353

Free float **52%**

Daily avg. no. trad. sh. 12 mth (k) 3,336

Daily avg. trad. vol. 12 mth (k) 2,050.35

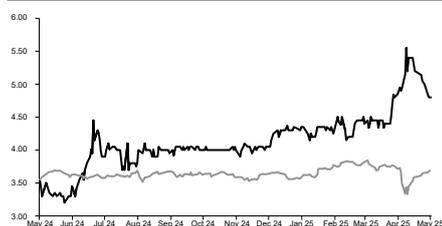
Price high/low 12 months 5.55 / 3.20

Abs Perfs 1/3/12 mths (%) -1.64/12.94/35.21

Key financials (GBP)	12/23	12/24e	12/25e
Sales (m)	0	0	0
EBITDA (m)	(4)	(3)	(3)
EBITDA margin	nm	nm	nm
EBIT (m)	(4)	(3)	(3)
EBIT margin	nm	nm	nm
Net Profit (adj.)(m)	0	0	0
ROCE	-19.3%	-12.4%	-9.6%
Net debt/(cash) (m)	(10)	(13)	(9)
Net Debt/Equity	-0.3	-0.3	-0.2
Debt/EBITDA	2.7	3.6	2.6
Int. cover(EBITDA/Fin. int)	33.0	high	high
EV/Sales	nm	nm	nm
EV/EBITDA	nm	nm	nm
EV/EBITDA (adj.)	nm	nm	nm
EV/EBIT	nm	nm	nm
P/E (adj.)	nm	nm	nm
P/BV	nm	nm	nm
OpFCF yield	-6.3%	-13.8%	-10.2%
Dividend yield	0.0%	0.0%	0.0%
EPS (adj.)	0.00	0.00	0.00
BVPS	0.02	0.02	0.02
DPS	0.00	0.00	0.00

Shareholders

AMG Lithium 16%; Al Marjan LTD 13%; Mário Ferreira 10%; Grupo Lusiaves 9%; Slipstream Resources International PTY LTD 3%;



Source: FactSet

— SAVANNAH RESOURCES — FTSE All Share (Rebased)

Analyst(s)

Carlos Jesus

carlos.jesus@caixabi.pt

+351 21 389 6812

Update on Phase 2 drilling programme

The facts: Savannah Resources disclosed new information regarding the drilling works performed at the Barroso Lithium Project (BLP).

Our analysis: According to the release, the second batch of assay results from Phase 2 of the Definitive Feasibility Study (DSF) drilling programme at the BLP provide encouraging results concerning the confirmation of near surface zones of higher-grade lithium mineralization at the Pinheiro and Reservatório deposits. The Phase 2 programme encompasses the drilling of 117 holes, and c. 13,000 meters, to achieve further JORC Resource definition. Up to now, 75 holes have been drilled (c. 8,300 meters), with assays from 42 holes already received. At the Pinheiro deposit, broad zones of near surface, higher grade lithium mineralization are being intersected on a regular basis. At the Reservatório deposit, assays also indicate zones of higher-grade mineralization, including some near surface. The company highlighted a set of better intersections:

- At Pinheiro: 20.76m @ 1.48% Li₂O from 44.62m, including 9m @ 1.87% Li₂O and 31.04m @ 1.46% Li₂O from 65.96m in hole 25PNRDD013, including 14m @ 1.73% Li₂O and 12m @ 1.39% Li₂O.
- At Reservatório: 22m @ 1.56% Li₂O from 25m and 27m @ 1.25% Li₂O from 100m.
- At Grandão: 13m @ 1.14% Li₂O from 3m.

Conclusion & Action: The Phase 2 drilling programme continues to be developed and is now closer to completion. This is essential for the elaboration of the DFS, with the company highlighting that these works are helping to build confidence in the grades and tonnages of the existing JORC Resource estimates. Results indicate the continued expansion of the resources both along strike and down dip.

