

Mandalay Resources Corp.

11:13 09 Jul 2020

Mandalay Resources delivers more strong production and sales in its second quarter

Mandalay Resources Corporation (TSE:MND) (OTCQB:MNDJF) has posted another strong period of production and sales in its second quarter and sees further operational improvements ahead despite issues surrounding the coronavirus (COVID-19) pandemic.

For the three months to June 30, 2020, the miner generated 24,752 ounces of saleable gold equivalent, versus 19,500 ounces in 2Q, 2019, which was its best consolidated gold output result since the fourth quarter of 2017, the company told investors.

READ: Mandalay Resources seeing exploration success at both its Australian and Swedish mines

Both its operating mines performed strongly, but Costerfield in Australia stood out again, with excellent results continuing at the Youle vein, producing 13,502 gold equivalent ounces, the firm added.

Mandalay also sold 933 tonnes of antimony from Costerfield in the period - the highest tonnes sold since the second quarter of 2016.

"The plant processed an average head grade of 11.23 g/t and 4.2% of gold and antimony, respectively, over the quarter," Mandalay CEO Dominic Duffy said in a statement.

"These were significant achievements considering that lower grade Brunswick ore was still blended and milled and the first levels of development in Youle are reaching the lower grade extents of the deposit.

"We expect to mine out the rest of the Brunswick orebody in the third quarter of 2020, and anticipate a stable level of production from Costerfield for the third quarter and a lift in the fourth quarter as stoping in the Youle vein ramps up," the CEO added.

Mandalay also revealed that it is advancing a project to improve tailings recovery from Costerfield with commissioning of the infrastructure need expected by the fourth quarter of 2020. Total capex for this is expected to come in at under C\$300,000.

Meanwhile, at Björkdal in Sweden, the firm said second-quarter production showed improvements compared to the previous quarter, but still came in under the firm's forecast rates as the company resolved issues on moving ore from underground.

Despite this, May and June were the best two months of production at the Swedish asset so far this year, Duffy pointed out, who said it demonstrated that the mine was on track for improved production in the final half of 2020.

The company boss noted that the COVID-19 pandemic continued to create "potentially significant uncertainties and

Price: 1.65

Market Cap: \$150.46 m

1 Year Share Price Graph



September 2019 March 2020 September 2020

Share Information

Code: MND

Listing: TSX

52 week	High	Low
	2.12	0.46

Sector: Gold & silver

Website: www.mandalayresources.com

Company Synopsis:

Mandalay Resources creates exceptional shareholder value through the acquisition of undervalued assets that can rapidly become cash generative, self fund exploration, establish and maintain high operating margins and return cash to shareholders within a planned period of time.

action@proactiveinvestors.com

difficulties" and Mandalay continues to closely monitor the situation in both Australia and Sweden. It will make adjustments, if necessary, the group said, and business continuity plans are in place.

Shares in Toronto nudged up 2.25% to C\$1.82 each.

---Updates for share price---

Contact the author at giles@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 Mandalay Resources Corp. named herein, including the promotion by the Company of Mandalay Resources Corp. 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).