Capricorn's Karlawinda Mine Delivers Strong Cashflow

Capricorn Metals (ASX: CMM)

Advised that the Karlawinda Gold Project achieved 26,017 ounces of gold production for the March 2024 quarter.

Gold production for the quarter was in line with the update provided to ASX on 11 March 2024 as a result of in excess of 280mm of rain in the quarter impacting open pit mining activities at KGP.



Capricorn Metals Karlawinda Mine

Capricon Metal’s KGP Delivers Strong Q3 Cashflow Despite Rainfall Impact on Production

Capricorn Metals Limited (ASX: CMM) (Capricorn or the Company) advises that the Karlawinda Gold Project (KGP) achieved 26,017 ounces of gold production for the March 2024 quarter.

Gold production for the quarter was in line with the update provided to ASX on 11 March 2024 *as a result of in excess of 280mm of rain in the quarter impacting open pit mining activities at KGP*.

Highlights

Gold production for the nine months to the end of March 2024 was 86,116 ounces.

The Company’s cash and gold on hand at 31 March 2024 was $177.8 million (Dec23: $160.1m) after the payment of $9.9 million (Dec23: $1.7m) for the supply and installation of the accommodation village at the Mt Gibson Gold Project.

This represents a strong cash build of $27.6 million for the quarter before the discretionary MGGP capital expenditure, compared with $28.2m for the December 2023 quarter.

Capricorn continues to work with mining contractor MACA to achieve delivery of the open pit material movements budgeted in the mining schedule for the June 2024 quarter.

However, post rainfall ramp up to required volumes is still in progress and residual effects are expected in the June 2024 quarter. Gold production for the June 2024 quarter is expected to be in the range of 26,000 – 29,000 ounces resulting in FY24 annual production of 112,000 – 115,000 ounces (FY24 guidance 115,000 – 125,000 ounces).

It is expected that earthmoving will be back in line with the mining schedule by the end of the quarter to set the project up for a strong operational performance in FY25.

Full operational and cost details will be provided in the Quarterly Report later in April 2024.

Capricorn Executive Chairman Mark Clark commented:

"It was a challenging quarter at the KGP with significant rainfall impacting mining operations and gold production.

"However, it was pleasing that despite these impacts the operation delivered a cash and gold build of $27.6 million for the quarter before the discretionary capital spend at Mt Gibson.

"The residual effects on mining productivity are still being felt and will be
our key operational focus in the June quarter to set the project up for a strong operational performance in FY25."

To read the full news release, please click HERE

The live gold price can be found HERE

=======

If you need clarification of any information contained in this note, or have any questions, I will be delighted to assist – Please email andrew@city-investors-circle.com

=======

City Investors Circle is based in the financial district in the City of London

We present interesting and exciting junior mining companies listed on the ASX and TSX stock exchanges to a group of city professionals, and private investors, all of whom are active investors with a mandate to invest in junior mining companies.

Our audience is selected and invited individually to ensure interest and relevance for the presenting company.

Meetings are non deal, small group, highly focused and engaged, with a lively Q and A to follow the main presentation.

We create awareness, and maintain interest in presenting companies by disseminating their future news to our entire investor group via email, social media, and our Monthly Review

newsletter.

If you wish to present to our select group of active mining investors, please email andrew@city-investors-circle.com

=======

This website is not sponsored, we are truly independent, and will always remain so.

Companies featured here have either presented to the Circle in London, or have been selected because they are considered to have interesting projects, in good jurisdictions, run by an experienced management team.

All information used in the preparation of this communication has been compiled from publicly available sources that we believe to be accurate and reliable, however, we cannot, and do not, guarantee the accuracy or completeness of this.

These articles are for awareness and informational purposes only, and are not recommendations in any form. Always consult an investment professional.

Disclosure

At the time of writing the author holds shares in Capricorn Metals.

To read our full terms and conditions, please click HERE