

July 2019 Capital Raising

Bronson Group Limited

ASX:BGR

(to be renamed Mandrake Resources Limited ASX:MAN)





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# Capital Raising

	Minimum Subscription				Maximum Subscription			
	Shares	Options (\$0.03 / July 2022 exp)	Value	Cash	Shares	Options (\$0.03 / July 2022 exp)	Value	Cash
Current Shareholders	3,248,883	3,000,001**	\$64,978	-	3,248,883	3,000,001**	\$64,978	-
Converting Loan Shares	11,000,000	11,000,000	\$220,000	-	11,000,000	11,000,000	\$220,000	-
Conversion of Debts	13,200,727	13,200,727	\$264,015	-	13,200,727	13,200,727	\$264,015	-
Asset Vend	12,500,000	-	\$250,000	-	12,500,000	-	\$250,000	-
<b>Capital Raise (\$0.02 per Share)</b>	<b>225,000,000</b>	<b>112,500,000</b>	<b>\$4,500,000</b>	<b>\$4,500,000</b>	<b>250,000,000</b>	<b>125,000,000</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>
Capital Raise Fee	-	45,000,000	-	-	-	50,000,000	-	-
<b>Total</b>	<b>264,949,321</b>	<b>184,700,728</b>	<b>\$5,298,992</b>	<b>\$4,500,000</b>	<b>289,989,610</b>	<b>202,200,728</b>	<b>\$5,798,992</b>	<b>\$5,000,000</b>

\*\*Unlisted 40c options with July 2021 expiry

- Raised \$220k via convertible loans to reinstate as Mandrake Resources Ltd (ASX: MAN)
- Shareholder approvals complete
- Capital raising of \$4.5m - \$5.0m in July 2019
- Post consolidation, all debts converted and vend of Berinka Project - EV of ~\$798,000
- 1:2 unlisted \$0.03 three year option for every share subscribed
- No performance shares on issue

# Strong Investment Case

- EV of less than \$800,000 upon listing
- No shares in MAN have been issued at less than 2c
- High quality gold exploration ground in an under-explored area with Kirkland Lake Gold (MC: >\$9B) restarting their Pine Creek Project (>3.2Moz /2.5Mtpa plant) in the near term
- Drill-ready high grade gold targets 180km from Darwin – quality existing geochemical and geophysical datasets along with historical drilling confirming the presence and high-grade nature of gold mineralisation
- Quality management team with a strong history of project generation and development



## **James Allchurch (*Managing Director*)**

Mr Allchurch is a geologist with over 18 years' experience in mineral exploration, geotechnical assessment and mining operations. Mr Allchurch was the Managing Director of ASX-listed company Monto Minerals which controlled copper mining and tin exploration operations in Queensland and has held various Board positions over the previous 10 years. More recently Mr Allchurch founded a Chilean cobalt mining exploration company, executing detailed exploration activities prior to a cash sale to a US-based fund. Mr Allchurch spent six years working at Ascent Capital and has considerable expertise in the identification and assessment of resource projects over a broad range of commodities.

## **Patrick Burke (*Non-Executive Chairman*) LLB**

Mr Burke holds a Bachelor of Laws from the University of Western Australia. He has extensive legal and corporate advisory experience and over the last 15 years has acted as a Director for a large number of ASX, NASDAQ and AIM listed companies. His legal expertise is in corporate, commercial and securities law in particular capital raisings and mergers and acquisitions. Mr Burke's corporate advisory experience includes identification and assessment of acquisition targets, strategic advice, deal structuring and pricing, funding, due diligence and execution. Mr Burke is currently a Non-Executive Director of ASX listed Triton Minerals Limited, Meteoric Resources NL, Tando Resources, Koppar Resources Limited and Transcendence Technologies Limited.

## **Graham Durtanovich (*Non-Executive Director*) BEc, GradDipAppFin, MBA**

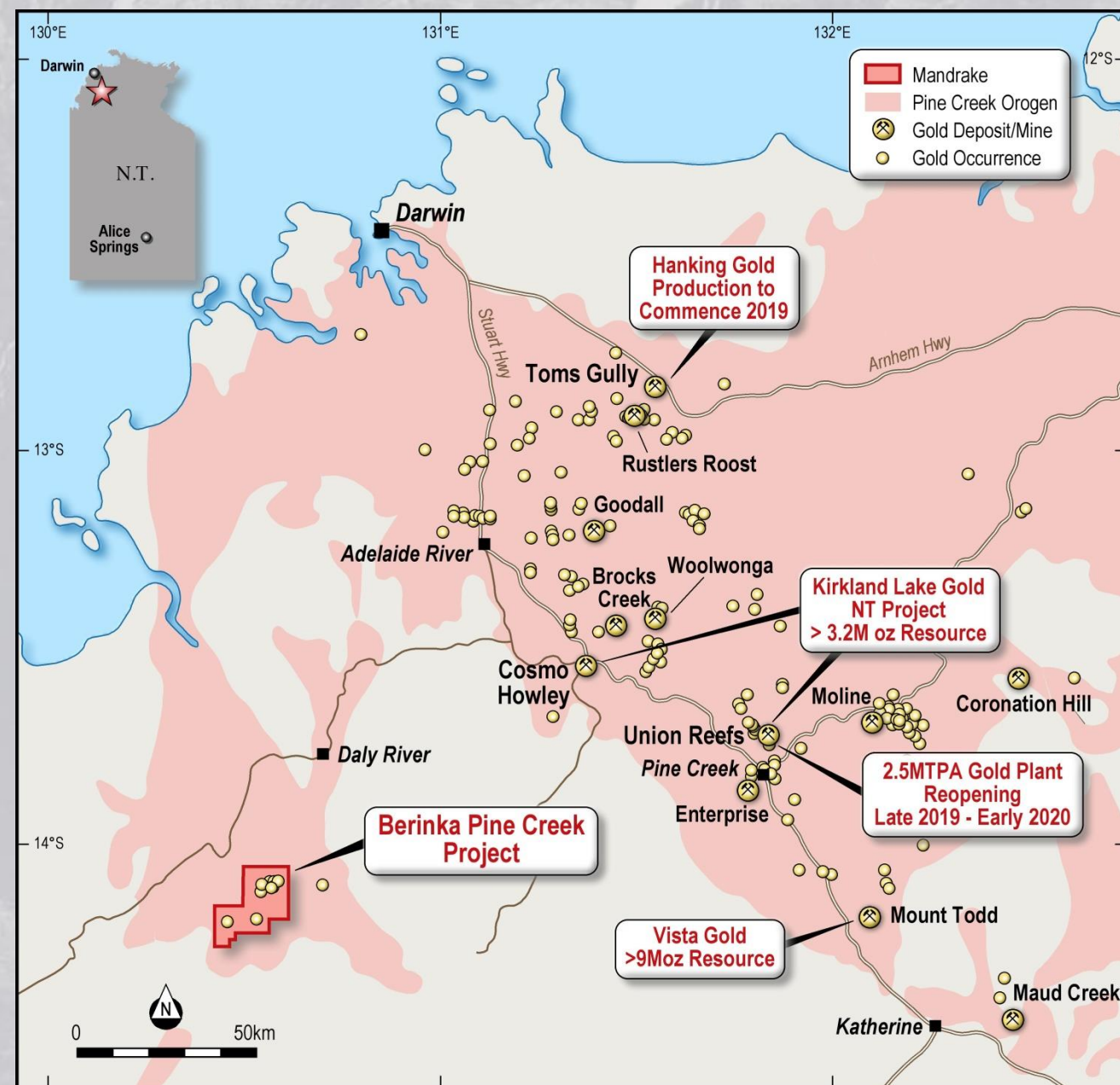
Mr Durtanovich brings extensive financial management experience from a large private enterprise with the construction industry, where he previously held the role of Chief Financial Officer and was responsible for the financial administration, strategic planning, risk analysis and corporate governance of the company. Mr Durtanovich holds a Bachelor of Economics, Graduate Diploma in Applied Finance and Investments from FINSIA and a Masters of Business Administration. The Board considers Mr Durtanovich to be an independent director.

## **Ben Phillips (*Non-Executive Director*)**

Mr. Phillips has over 15 years experience providing consultation for a broad spectrum of industries including Oil and Gas, Resources, MedTech and Defence. Mr. Phillips advises departments ranging from R&D and exploration through to production, commercialisation and sales. Mr. Phillips position as a Corporate Executive at Ironside is focused on the structure of funding and new management for small-cap companies both private and public. Mr. Phillips has worked for Ironside Capital since the company incorporation having previously held a position at Merchant Corporate Finance.

# Berinka Pine Creek Project

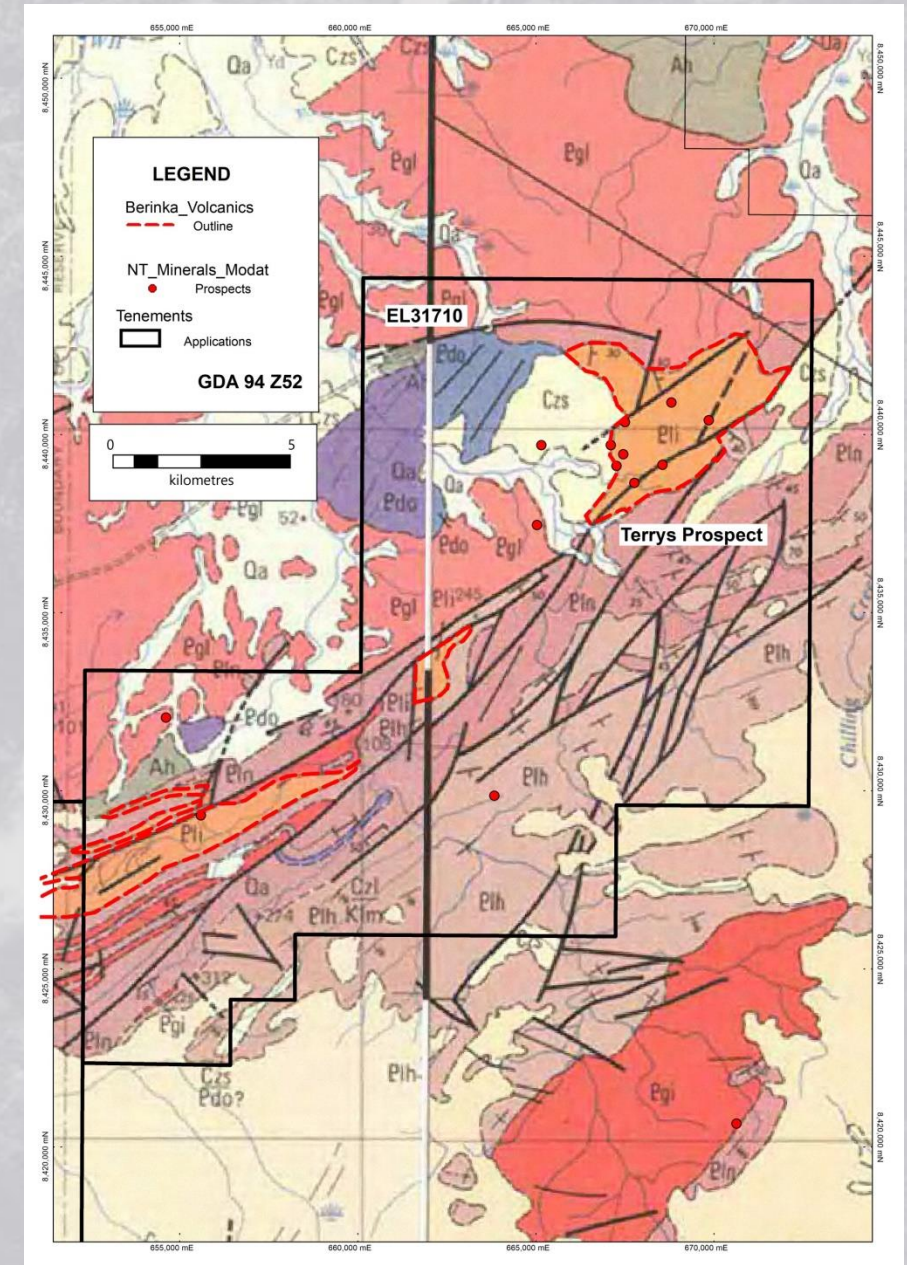
- 289km<sup>2</sup> exploration licence in the under-explored western limb of the Pine Creek Orogen, Northern Territory
- 180km south of Darwin
- Limited drilling has identified gold mineralisation that remains open - best intersections include:
  - 4m @ 6.6g/t from 32m
  - 6m @ 3.8g/t from 18m
  - 5m @ 2.6g/t from 30m
- Multiple further gold targets identified through surface geochemistry and rock chip sampling
- Proximal to the large Union Reef gold plant (Kirkland Lake Gold) slated to re-start operations shortly
- The Giants Reef Fault, a major crustal structure associated with numerous significant deposits, bisects the project area





# Berinka Pine Creek Geology

- Basement rocks comprise units of the Proterozoic Pine Creek Orogen including the Berinka Volcanics and Burrell Creek Formation
- Numerous gold occurrences hosted in Berinka Volcanics remain untested. Berinka Volcanics are prospective for Au/Cu mineralisation with possible VMS
- Burrell Creek sediments host both broad geochemical anomalies and high grade rock chip samples (up to 10.1g/t Au) associated with large regional anticlines
- Intensely faulted geology related to the Giants Reef Fault - a 400km+ long controlling structure of the Pine Creek Orogen
- Regionally the Giants Reef Fault is associated with numerous significant deposits including the Savannah Ni-Cu-Co mine, the Argyle Diamond mine, the Browns Pb-Cu-Co-Ni deposit, and the Woodcutters Zn-Pb mine





# Berinka Pine Creek Exploration History

## Carpentaria Exploration Company Pty Ltd (1975, 1984-1990)

- Discovered mineralisation through rock chip sampling (5.5g/t Au) in 1975 - Terrys Prospect
- Mapping, rock chip sampling, soils, costeaning identified further targets (Terrys A to F)
- RC drilling (36 holes) at Terrys A, B and C in predominantly south dipping holes with a best intersection of 4m @ 6.56 g/t Au from 32m (TPR-018)

## CRA (1992-1995)

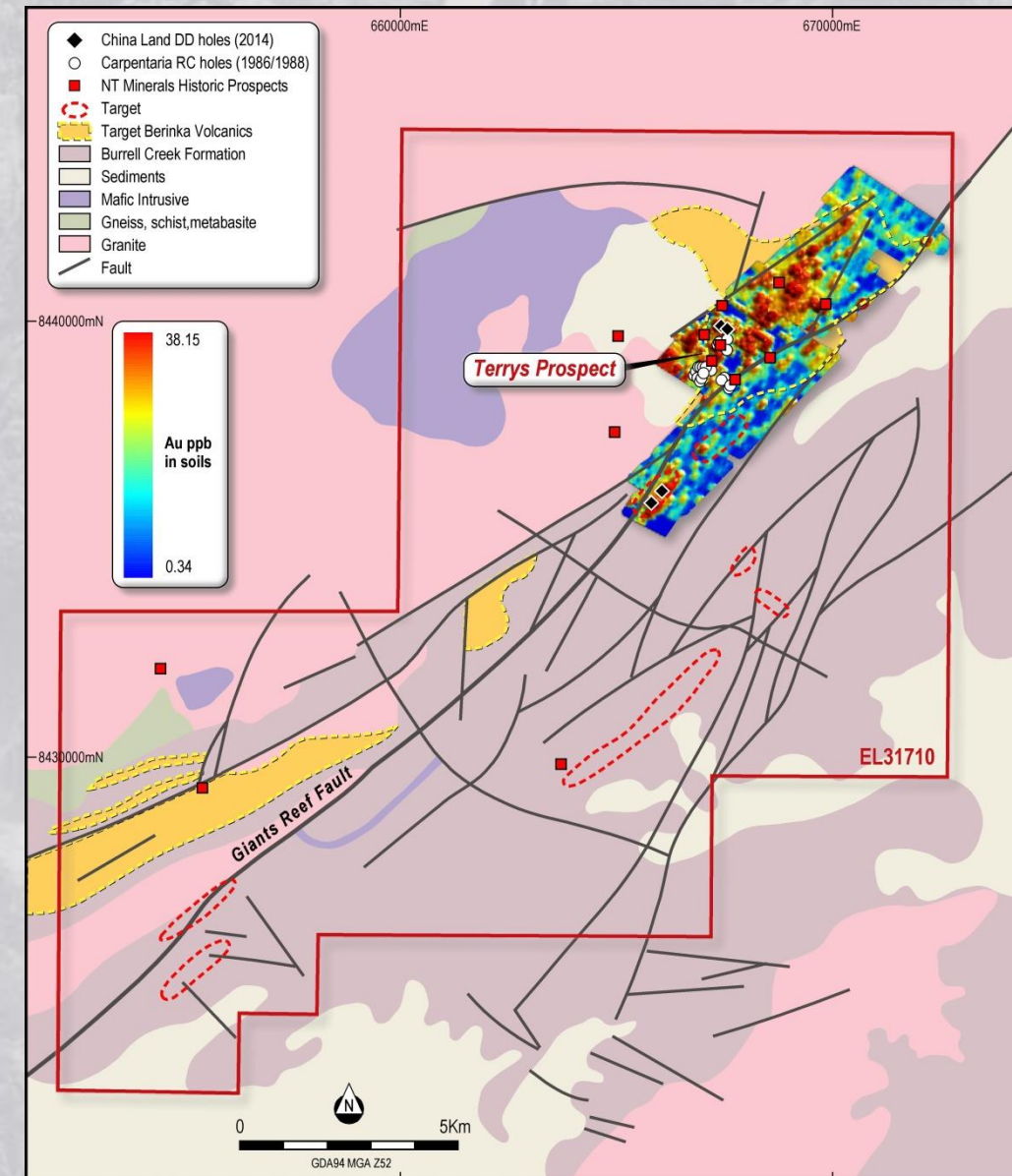
- Airborne electromagnetic survey (SW corner of EL31710)
- Drill testing (7 holes incl. 2 diamond) geophysical anomalies targeting mineralised systems

## Outback Metals Ltd (2002-2012) (Corporate Developments, Falconbridge)

- Completed follow up soils at Terrys and regional grids using both multielement and pXRF analysis, in addition to mapping, rock chip sampling identified regional prospects
- Detailed airborne magnetic/radiometric survey over parts of the EL (2010)
- Sold the project to China Land Resources Pty Ltd (2012)

## China Land Resources Pty Ltd (2012-2017)

- Completed 200m by 20m multielement soil grid in northwest-southeast orientation (~5,000samples) in northeast portion of the tenement
- 4 diamond drill holes targeting coincident soil anomalies at Terrys C and Specky Creek, with only minor anomalism identified





# Historical Drilling

RC drilling at Terrys A, B & C Prospects - Carpentaria Exploration (1986 & 1988) 36 holes in total

Best intersections:

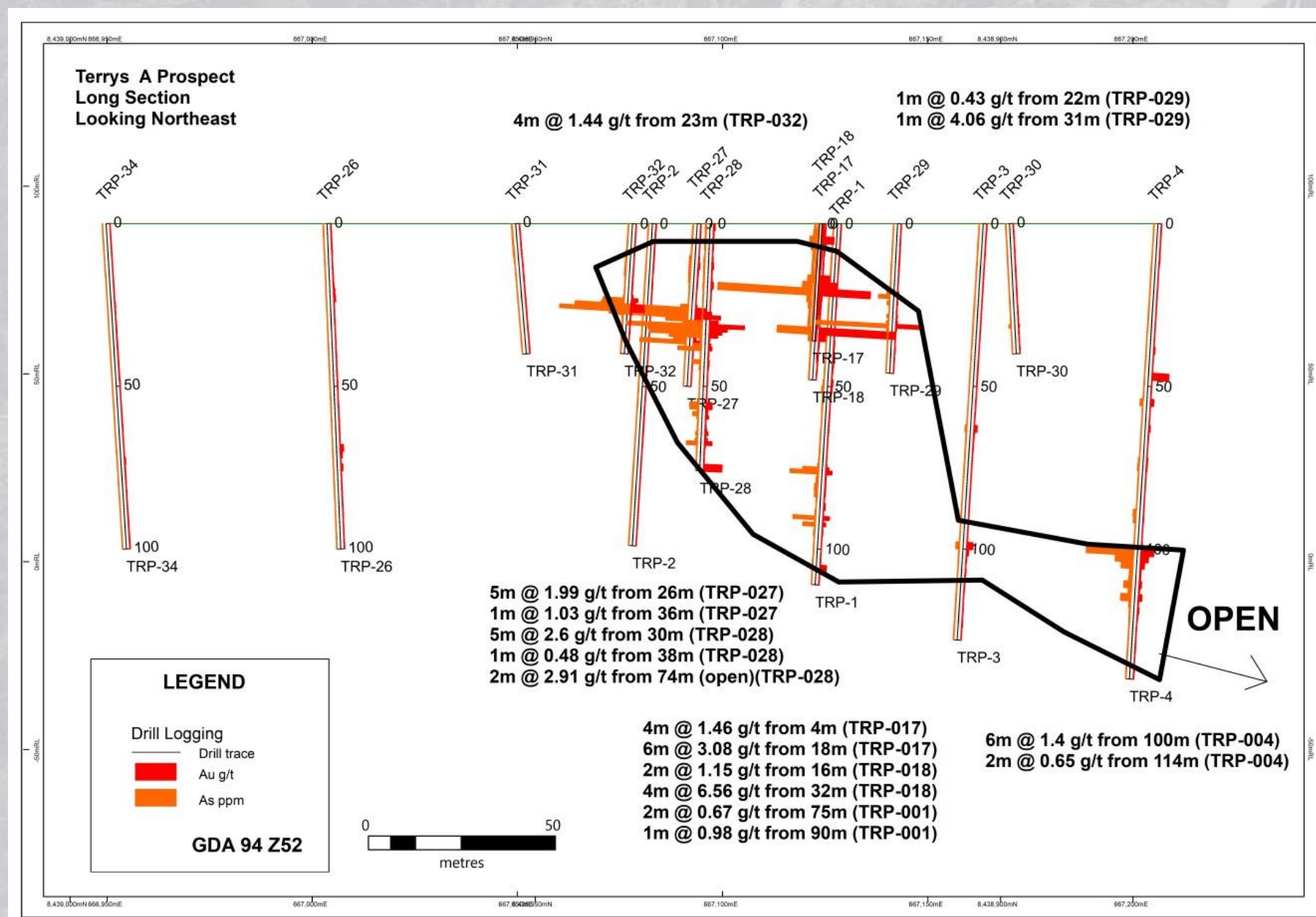
- 4m @ 6.56 g/t from 32m (TRP-018)
- 6m @ 3.8 g/t from 18m (TRP-017)
- 5m @ 2.6 g/t from 30m (TRP-028)

A summary of all intersections using a 0.4 g/t cut off

All of the intersections are set out in Annexure 1.

2m @ 0.67 g/t Au from 75m (TRP-001)
1m @ 0.98 g/t Au from 90m (TRP-001)
2m @ 2.65 g/t Au from 46m (TRP-004)
2m @ 0.63 g/t Au from 54m (TRP-004)
6m @ 1.4 g/t Au from 100m (TRP-004)
2m @ 0.65 g/t Au from 114m (TRP-004)
2m @ 2.61 g/t Au from 68m (TRP-008)
2m @ 0.88g/t Au from 48m (TRP-011)
4m @ 1.46 g/t Au from 4m (TRP-017)
6m @ 3.8 g/t Au from 18m (TRP-017)
2m @ 1.15 g/t Au from 16m (TRP-018)
4m @ 6.56 g/t Au from 32m (TRP-018)
1m @ 0.41 g/t Au from 39m (TRP-019)
2m @ 0.49 g/t Au from 68m (TRP-026)
5m @ 1.99 g/t Au from 26m (TRP-027)
1m @ 1.03 g/t Au from 36m (TRP-027)
5m @ 2.6 g/t Au from 30m (TRP-028)
1m @ 0.48 g/t Au from 38m (TRP-028)
2m @ 2.91 g/t Au from 74m (open)(TRP-028)
1m @ 0.43 g/t Au from 22m (TRP-029)
1m @ 4.06 g/t Au from 31m (TRP-029)
4m @ 1.44 g/t Au from 23m (TRP-032)

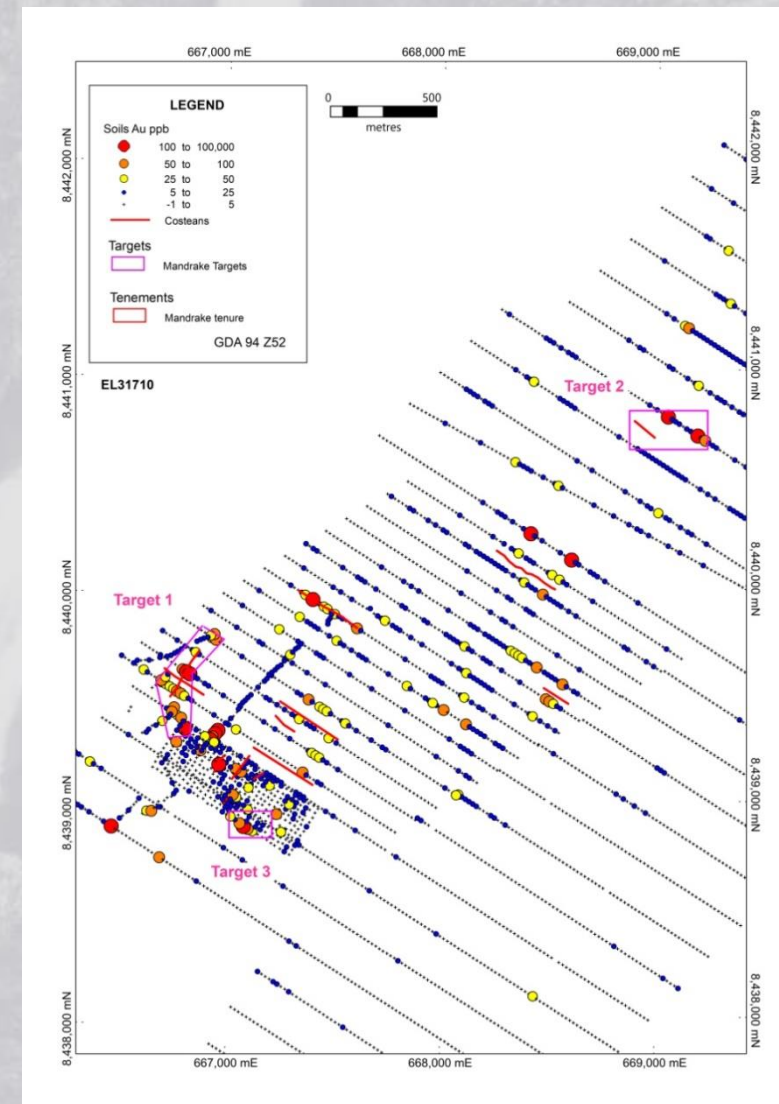
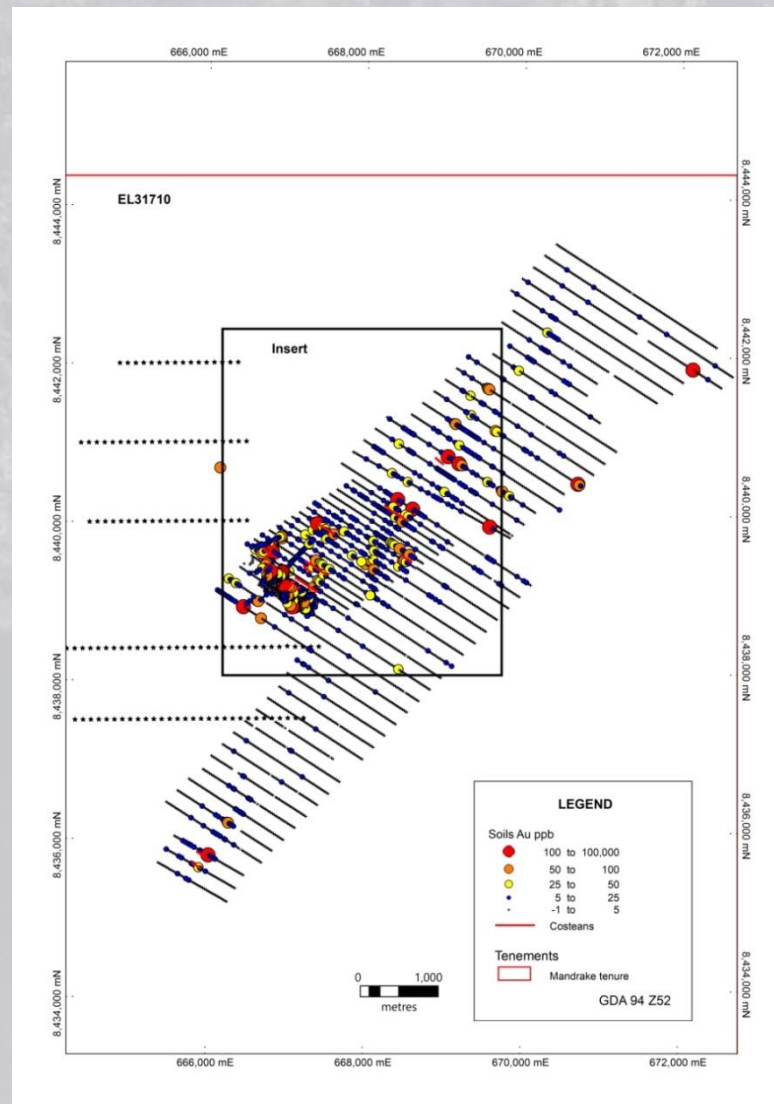
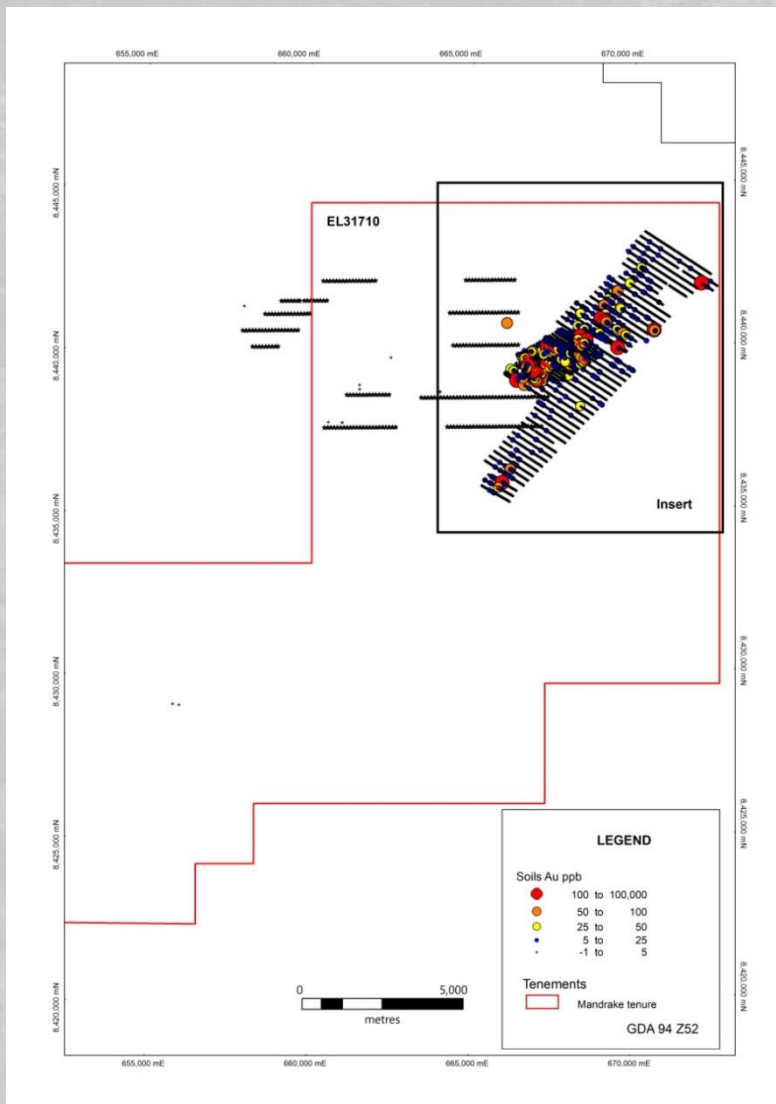
# Terrys Prospect A – Long Section





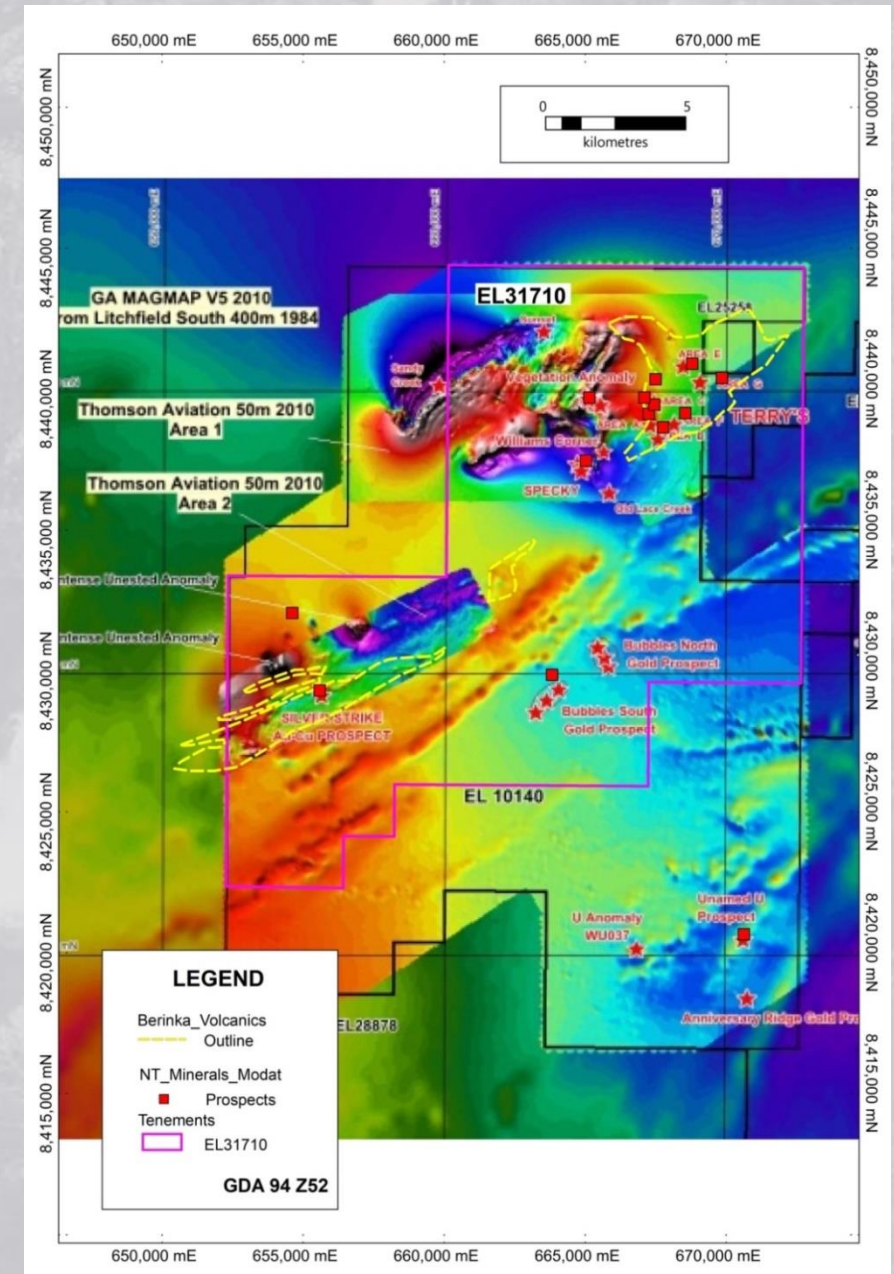
# Soil Geochem Coverage

New and existing Au-As soil geochemistry targets  
Soil anomalism suggests a NE/SW mineralisation trend



# Geophysical Datasets

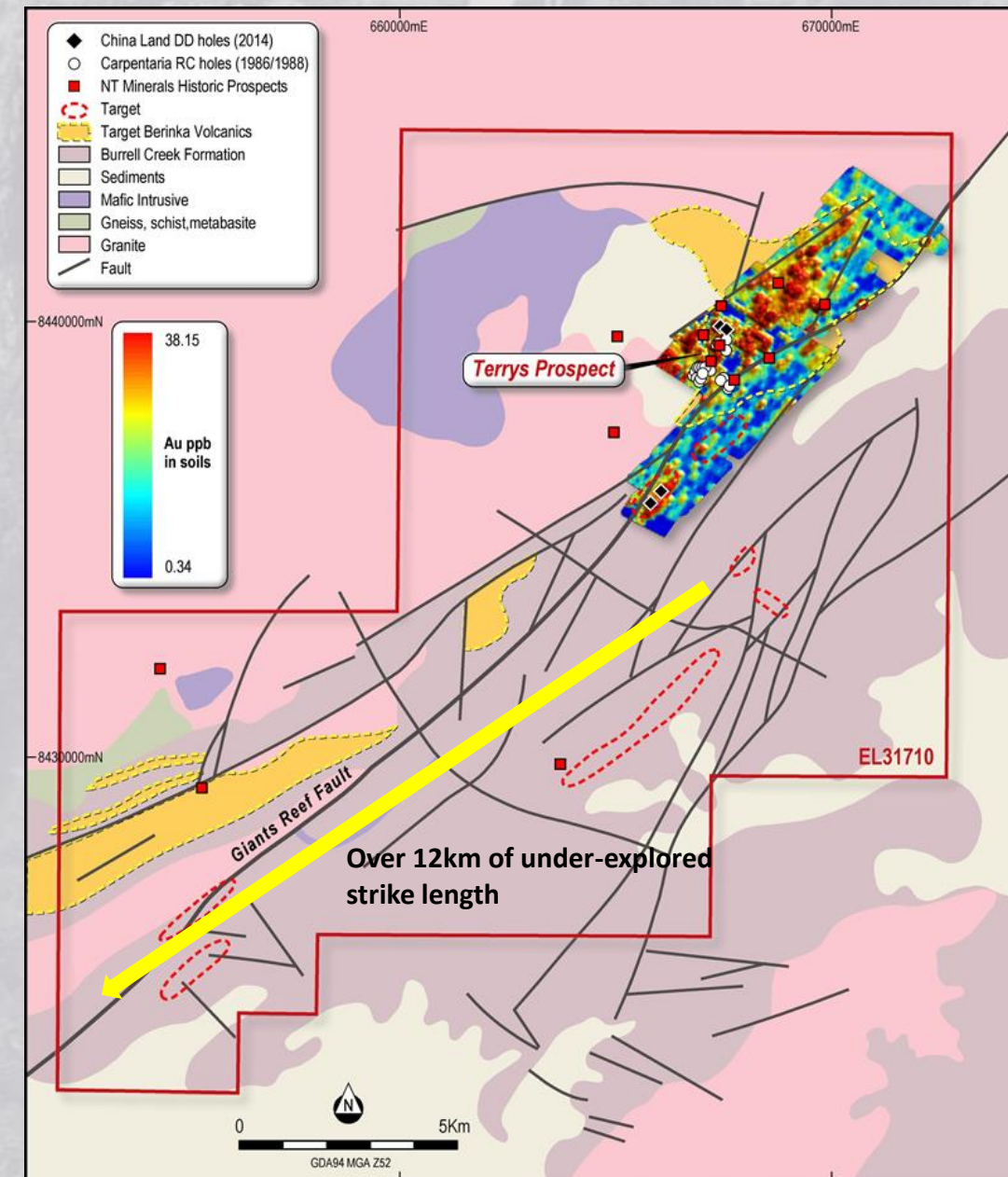
- Detailed magnetic airborne surveys have been undertaken over parts of EL31710 (Geoscience Australia/NTGS 1984 and company surveys in 2010)
- Historic ground IP has been trialled over the Terrys Prospect (Carpentaria)
- New interpretations of the structural geology of the area will be completed through the reassessment of existing geophysical data and incorporated with existing detailed soil coverage in the NE of the EL.
- Mandrake intends to assess the petrophysical responses of mineralisation (sulphide bearing) to determine if electrical or other geophysical techniques may be effective exploration tools to test extensions at depth.





# Prospectivity

- Confirmation through historical drilling (core available) of high grade gold - open at depth
- Robust soil geochemical (Au/As) and geophysical datasets as well as rock chip sampling exhibiting numerous strong anomalies
- Regional anticlines (preferential trap system) and proximity to granite intrusion to the north are important
- Target generation well advanced



# Annexure 1 – Drill Results

**Table 1: Details of Carpentaria Exploration Drilling**

Hole	Easting GDA94	Northing GDA94	RL	Dip	Azimuth	Depth	From	To	Interval	Av Gold Grade g/t
TRP-1	667144	8438954	60	-60	210	111	75	77	2	0.67
							90	91	1	0.98
TRP-2	667102	8438980	60	-60	210	99	No significant intersection			
TRP-3	667174	8438926	60	-60	210	128	98	100	2	0.95
TRP-4	667210	8438893	60	-60	210	140	46	48	2	2.65
							54	56	2	0.63
							100	106	6	1.4
							114	116	2	0.65
TRP-5	667522	8439407	60	-60	210	87	No significant intersection			
TRP-6	667487	8439434	60	-60	210	129	14	16	2	0.75
							62	70	8	0.63
TRP-7	667430	8439457	60	-60	210	105	No significant intersection			
TRP-8	667438	8439487	60	-60	240	105	56	58	2	0.4
TRP-9	667410	8439507	60	-60	210	64	No significant intersection			
TRP-10	667390	8439485	60	-60	210	70	No significant intersection			
TRP-11	667381	8439464	60	-60	210	102	48	50	2	0.88
TRP-12	667633	8438490	60	-60	30	142	No significant intersection			
TRP-13	667644	8438511	60	-60	30	52	No significant intersection			
TRP-14	667609	8438603	60	-60	210	102	No significant intersection			
TRP-15	667484	8438688	60	-60	30	34	No significant intersection			
TRP-16	667458	8438657	60	-60	210	32	No significant intersection			
TRP-17	667127	8438927	60	-60	210	4	4	8	4	1.46
							18	24	6	3.08



# Annexure 1 – Drill Results (cont)

TRP-18	667134	8438941	60	-60	210	48	16	18	2	1.15
							32	36	4	6.56
TRP-19	666919	8438733	60	-60	28	100	39	40	1	0.41
TRP-20	666930	8438757	60	-60	30	100	No significant intersection			
TRP-21	667055	8438803	60	-60	30	100	No significant intersection			
TRP-22	667002	8438716	60	-60	29	64	No significant intersection			
TRP-23	666953	8438635	60	-60	30	97	No significant intersection			
TRP-24	667576	8439342	60	-60	297	100	No significant intersection			
TRP-25	667592	8439584	60	-60	296	100	No significant intersection			
TRP-26	666990	8438943	60	-60	28	100	68	70	2	0.49
TRP-27	667097	8438940	60	-60	210	50	26	31	5	2.6
							36	37	1	1.03
TRP-28	667107	8438954	60	-60	208	76	30	35	5	2.6
							38	39	1	0.48
							74	76	2	2.91
TRP-29	667142	8438911	60	-60	209	46	22	23	1	0.43
							31	32	1	4.06
TRP-30	667160	8438876	60	-60	29	40	No significant intersection			
TRP-31	667044	8438940	60	-60	32	40	No significant intersection			
TRP-32	667087	8438961	60	-60	210	40	23	27	4	1.44
TRP-33	666904	8438713	60	-60	28	88	No significant intersection			
TRP-34	666921	8438931	60	-60	30	100	No significant intersection			
TRP-35	666867	8438842	60	-60	29	100	No significant intersection			
TRP-36	666827	8438771	60	-60	27	100	No significant intersection			

## **Competent Persons Statement**

The information in this document that relates to exploration results is based on information compiled by Mr Richard Maddocks, a Competent Person who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Maddocks is an associate consultant to Auralia Mining Consultants.

Mr Maddocks has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Maddocks consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

## **Forward looking statements**

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