

# FINANCIAL REVIEW

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**HD** **UBS to sell Lady Annie mine**  
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**LP**

Investment bank UBS has been hired to sell the Lady Annie **copper** mine, owned by CST **Mining** and located near Mount Isa in northern Queensland.

**Copper** prices have been falling, so it might not be the most opportune time for a **sale**. However, Lady Annie, which produces about 25,000 tonnes of **copper** cathode per year, has been dogged by environmental issues, while CST is understood to be keen to put its money into other projects.

**TD**

The process is being run out of **Hong Kong** and, it should be noted, it is still early days. Lady Annie, which some argue is worth as much as \$130 **million**, is certainly too small for a large-scale player and may instead appeal to the mid-tier miners.

That said, the project is unlikely to fit with PanAust's strategy, while Sandfire Resources already has a much higher-quality project in its DeGrussa **copper** mine.

In terms of **Chinese** buyers, Jiangxi **Copper**, Zijin **Mining** Group and Zhaojin **Mining** will likely take a look.

Lady Annie could also garner interest from private **equity** groups such as Pacific Road Capital and Resource Capital Funds.

CST **Mining** also owns a 16.5 per cent **stake** in **Hong Kong**-listed G-Resources Group.

**CO** sanfir : Sandfire Resources Ltd  
**IN** i211 : Metal Ore Mining | i2114 : Copper Ore/Nickel Ore Mining | ibnk : Banking/Credit | ibasicm : Basic Materials/Resources | ifinal : Financial Services | imet : Mining/Quarrying  
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