



Labyrinth buys Vivien mine, launches equity raising; Street Talk

Australian Financial Review

July 17, 2024 Wednesday

Print & First Editions

Copyright 2024 Fairfax Media Publications Pty. Limited All Rights Reserved

Section: MARKET WRAP; Street Talk; Pg. 16

Length: 313 words

Byline: Sarah Thompson, Kanika Sood and Emma Rapaport

Body

Labyrinth **Resources**, the West Australian micro-cap gold miner with big-name backers, has agreed to buy the Vivien gold project in WA, marking a step forward in its plan to consolidate high-grade mines close to infrastructure across the Menzies, Leonora and Leinster corridors.

According to terms sent to brokers yesterday, the \$5.9 million Labyrinth will fund the deal via a \$4 million equity raising, split across a placement and rights issue.

Vivien was one of the most profitable mines when it was owned by **Ramelius Resources** "and, over its life, generated net cash flows of \$130 million for **Ramelius**," the term sheet said.

Listed equities investors were told Vivien is located six kilometres from the Agnew mine, a producer of more than 250,000 ounces of gold each year. Raising proceeds will also go towards buying an option to move to 100 per cent of its existing Comet Vale deposit that sits on a mining lease close to the Ora Banda goldfields.

It is understood Vivien's current owners, Alex Hewlett and Kelvin Flynn, who between them have made investors plenty of money from the likes of Red Dirt Metals, Spectrum Metals, Mineral **Resources**, Silver Lake **Resources** and Wildcat **Resources**, will become significant shareholders in Labyrinth as part of the deal.

Labyrinth **Resources** was established by Mick Foulds and Ross Graham, the founders of GBF Underground Mining which was sold to Macmahon Holdings in 2019 for close to \$100 million, post-earn-outs.

Foulds and Graham have retained stakes in Labyrinth while fast-growing gold house Genesis Minerals is also listed as a top-10 shareholder.

Fundies were told buying Vivien was in line with Labyrinth's strategy to consolidate and grow underexplored, high-grade gold mines that provide the flexibility to move ore between the extensive infrastructure in the region.

Perth boutique Sternship Advisers is overseeing the transaction.

Labyrinth buys Vivien mine, launches equity raising; Street Talk

Load-Date: July 19, 2024

End of Document