

Goldplat plc

14:16 17 Mar 2017

Goldplat expects gold output to grow as it secures new loan to fund expansion at Kenya mine

African gold producer Goldplat plc (LON:GDP) has secured a US\$2m loan facility to restructure its balance sheet and fund its plant expansion at the Kilimapesa mine in Kenya.

The group's wholly-owned subsidiary, Gold Mineral Resources Ltd, agreed the revolving pre-export loan facility with Scipion Active Trading Fund.

Goldplat chief executive, Gerard Kisbey-Green, said the company will use the funds to complete the second stage of its plant expansion at Kilimapesa.

It will also use the loan to repay the capital made available to Kilimapesa Gold Limited from other group subsidiaries, which have financed the work to date.

The second stage of the expansion is expected to increase gold production at Kilimapesa from the 60 tonnes per day achieved in the first stage, to 120 tonnes per day.

Goldplat is targeting an annualised production rate of about 4,500 ounces of gold following the completion of stage two.

The new loan is available for 360 days from the date of first draw-down and there is an option for the term to be extended or increased if both parties agree.

Kisbey-Green said: "We stated in our interim results announced on 20 February 2017 that we were looking at various forms of debt capital raising with a view to restructuring the group balance sheet and I am very pleased to have agreed this loan facility with Scipion."

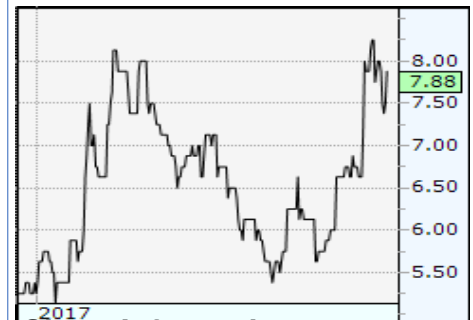
He said the loan will lead to a "cleaner and more appropriate group capital structure and availability of working capital for our recovery businesses".

Shares gained 3.39% to 7.62p in afternoon trading.

Price: 7.8p

Market Cap: £13.06M

1 Year Share Price Graph



Share Information

Code: GDP

Listing: AIM

52 week	High	Low
	8.4p	5p

Sector: General Mining - Gold

Website: www.goldplat.com

Company Synopsis:

Goldplat plc is an AIM-listed, profitable gold recovery services company with two market leading operations in South Africa and Ghana. The Company also has a small gold mining and exploration portfolio in Kenya, Ghana and Burkina Faso.

Author:

Proactive Investors Ltd

+44 (0)207 989 0813

action@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

Proactive Investors is a publisher and is not registered with or authorised by the Financial Conduct Authority (FCA). You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value or suitability of any particular security, portfolio of securities, transaction, 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.