



MACQUARIE
ACN 002 574 923

Macquarie Private Wealth

Snapshot

Avoca Resources Limited

Business Description

Avoca Resources Limited (AVO) is a mineral exploration and development company with projects in Western Australia and South Australia. The company is focused on the development of the Higginsville Gold Project in Western Australia.

Strategy Analysis

AVO is focused on becoming a mid-tier gold producer with the long term goal of producing 500Koz pa. The company aims to do this via developing a pipeline of projects, led by the Higginsville Gold Project. Higginsville is to be developed into a high margin gold production centre (targeting cash costs of \$450/oz) with a 10 year mine life. AVO is also exploring an additional 2,700sqkm of tenements. Supporting AVO's quest for growth is its bid for Dioro Exploration NL which, if combined with AVO, will create a 4Moz resource base with 3,900sqkm of tenement holding and a total of 3 assets producing approximately 250Koz pa. Avoca Resources reported negative cash flow of \$3.91m for quarter ended 31 December 2008. Operating cash flow for the period was \$(9.59m). Payments for exploration and evaluation were \$(2.31m). Investing cash flow was \$(316,000). Financing cash flow was \$6m. Cash in hand at the end of the quarter was \$4.05m.

28 July 2010

Recommendation

Recommendation: No recommendation
Relative to:

Investment Fundamentals

ASX code: AVO
Stock price: \$0.00
Market cap: \$0m

	Y/E 31 Dec	1999a		
Reported e	\$m	0.0	0.0	0.0
Adjusted e	\$m	0.0	0.0	0.0
EPS adjusted	¢	0.0	0.0	0.0
EPS growth	%	0.0	0.0	0.0
PE	x			
PE relative	x			
DPS	¢	0.0	0.0	0.0
Yield	%			
Franking	%	0.0	0.0	0.0

Share Price

Share Price Chart data is not available

Segment Performance

Results by Industry

	Revenue (%)	Return on Sales (%)	Return on Assets (%)	Annual Shareholders' Return	
Mineral Exploration	100.0	0.0	0.0	1 year	51.0%
Resource Development	100.0	0.0	0.0	3 year	18.0%
Total	200.0	0.0	0.0	5 year	44.0%
				10 year	0.0%

Results by Geography

Australia	100.0	100.0	100.0	Dividend Reinvestment Plan	No
Total	100.0			Shareholder Discounts	No

Source: ASX and Company accounts

Company contact details:

Avoca Resources Limited
Level 1, 31 Ventnor Ave
West Perth WA 6005
Tel: (08) 9226 0625

www.avocaresources.com.au

If you have any queries regarding this Research information or with any aspect of your legalsuper account please call legalsuper on 1800 060 312 (freecall) or email mail@legalsuper.com.au

Disclaimer: This report is prepared for general circulation and does not have regard to the particular circumstances or needs of any specific person who may read it. The information contained herein is believed to be reliable, but its completeness and accuracy is not guaranteed. Opinions expressed may change without notice. No part of this report is to be construed as a solicitation to buy or sell any security. We do not accept any liability, whether direct or indirect arising from the use of information contained in this report. International investors are reminded of the risks inherent in international investments, such as currency fluctuations and international stock market or economic conditions, which may adversely affect the value of the investment. Any transaction by US persons in any security discussed in this report must be carried out through Macquarie Equities (USA) Inc which has distributed this report in the US. This report is issued in the UK by Macquarie Equities Limited, which is a member of the Securities and Futures Authority. The investments and investment services the subject of this report are not available to private customers in the UK. The material in this publication is copyright and may not be reproduced without consent of the copyright owner.