SAVANNAH RESOURCES

£9m capital increase to execute Aldeia option

- **Details.** Savannah has announced an overnight accelerated bookbuild offer for a minimum £9.2m (or US$12m) capital increase at a 3.7p per share pricing — a 2.6% discount to Wednesday's closing price (or a 6% premium to Thursday's closing price). This implies 249m (+11%) newly issued shares, bringing the total to an estimated 2,558m. The placing saw strong demand and was significantly oversubscribed. Savannah has also included a retail offering, open until 11 November, for which the final size is yet to be confirmed.

- **Use of funds.** Savannah intends to use the funds to: 1) acquire the Aldeia land block, for which it holds a call option until year-end; 2) fund other important workstreams beyond the definitive feasibility study (which is already funded), expected in 1H26; and 3) finance additional working capital to advance the Project towards its construction stage.

- **Impacts.** We had not included additional capital increases in our estimates beyond the one already executed in June (£4.8m). We expected the cash raised then, combined with the £9.5m on the balance sheet (as of 1H), would be sufficient to fund operations through to construction start — where we do expect a major raise to cover initial capex (US$108m, or £78m — equivalent to 35% of the total funds needed for construction). With this £9m raise now included, we trim our estimated valuation range by ~2% to reflect the dilution, to 6.0–12.8p, implying 53–228% upside from current levels.

- **Our view.** We make a positive reading as the capital increase injects the funds needed to progress through key project hurdles — with only RECAPE and DFS now pending. The former is a regulatory step related to environmental licensing; the latter is internal but critical to determine the project's final economic viability ahead of a potential FID. Additionally, unlocking the Aldeia mining lease is key given its promising resource potential (the highest grade among the two concessions). For now, only one of the three areas (A, B, C) has been fully drilled, while the others have only been partially drilled with promising initial results, providing further potential upside to the whole project. *Alantra Equities has acted as Joint Book Runner in the capital increase ("ABO") announced on 6 November 2025.*

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Share Price (*) (£p)	3.50

*Share price at the close of 06 November 2025

SAV: LN / SAVS.L	
Market Cap	€ 83 m
Enterprise Value	€ 63 m
Free Float	40 m
Nº Shares	2,231m
Average Daily Volume	96 k

Performance	1m	3m	12m
Absolute %	-20.5	2.9	-13.6
Relative %	-22.0	-5.9	-39.2

Financial Ratios	FY22	FY23	FY24	FY25E	FY26E	FY27E
EBITDA (GBP m)	(4)	(3)	(4)	(4)	(4)	(5)
Net profit (GBP m)	(3)	(4)	(4)	(4)	(16)	(16)
EPS (GBp)	(0.17)	(0.21)	(0.21)	(0.17)	(0.43)	(0.32)
Adj. EPS (GBp)	(0.13)	(0.22)	(0.25)	(0.17)	(0.43)	(0.32)
P/E (x)	(21.0)	(16.3)	(16.2)	(20.3)	(8.2)	(10.8)
P/E adj. (x)	(27.2)	(15.3)	(13.8)	(20.3)	(8.2)	(10.8)
EV/EBITDA (x)	(15.0)	(14.2)	(12.0)	(14.5)	(21.2)	(58.1)
Debt/EBITDA (x)	2.0	2.8	4.2	4.6	8.6	(19.4)
P/BV (x)	2.4	2.2	1.9	1.8	1.6	1.8
ROE (%)	(11.3)	(12.9)	(10.8)	(8.3)	(14.4)	(17.0)
DPS (EUR)	-	-	-	-	-	-
Dividend yield (%)	-	-	-	-	-	-

(*) Historical multiples based on average share price of the year

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KEY DATA

P&L account (£ m)	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Revenue	-	-	-	-	57	177	184
Other income	-	-	-	-	-	-	-
Opex	(4)	(4)	(4)	(5)	(22)	(68)	(68)
EBITDA	**(4)**	**(4)**	**(4)**	**(5)**	**34**	**110**	**116**
Net disposals	-	-	-	-	-	-	-
EBITDA adj.	**(4)**	**(4)**	**(4)**	**(5)**	**34**	**110**	**116**
D&A	-	-	-	-	(4)	(13)	(13)
Provisions	(0)	-	-	-	(2)	(5)	(5)
EBIT	**(5)**	**(4)**	**(4)**	**(5)**	**29**	**92**	**98**
Net interest	0	0	(12)	(12)	(12)	(12)	(9)
EBT	**(4)**	**(4)**	**(16)**	**(16)**	**17**	**80**	**89**
Income tax expense	-	-	-	-	(5)	(24)	(27)
Others	0	-	-	-	-	-	-
Net income	**(4)**	**(4)**	**(16)**	**(16)**	**12**	**56**	**62**
Other compr. income	(1)	-	-	-	-	-	-
Adjustments	-	-	-	-	2	5	5
Net Income adj.	**(5)**	**(4)**	**(16)**	**(16)**	**13**	**61**	**67**
Nº of shares (m)	2,172	2,557	4,986	4,986	4,986	4,986	4,986
Average nº of shares (m)	2,000	2,364	3,772	4,986	4,986	4,986	4,986

YoY Growth	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Sales	n.m	n.m	n.m	n.m	n.m	212.5%	4.0%
EBITDA	22.2%	2.0%	2.0%	2.0%	(864.5%)	217.9%	5.6%
EBITDA adjusted	22.2%	2.0%	2.0%	2.0%	(864.5%)	217.9%	5.6%
EBIT	31.7%	(7.5%)	2.0%	2.0%	(732.4%)	221.7%	6.6%
Net income	17.3%	(4.1%)	294.7%	0.6%	(173.2%)	374.5%	11.0%
Net income adjusted	28.9%	(18.2%)	294.7%	0.6%	(182.6%)	354.6%	10.1%

Operating KPIs	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Pegmatite ore mined (Mtn)	n.m.	n.m.	n.m.	n.m.	0.5	1.5	1.5
Spodumene 5.5% concentrated	n.m.	n.m.	n.m.	n.m.	65	195	195
Spodumene Price ($/tn)	n.m.	n.m.	n.m.	n.m.	1,000	1,100	1,200
By-products mined (ktn)	n.m.	n.m.	n.m.	n.m.	135	406	406
Total cash costs ($/tn)	n.m.	n.m.	n.m.	n.m.	472	478	485
C1 cash costs ($/tn)	n.m.	n.m.	n.m.	n.m.	320	324	328
AISC cash costs ($/tn)	n.m.	n.m.	n.m.	n.m.	519	424	431

Per share data	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
EPS (GBp)	(0.21)	(0.17)	(0.43)	(0.32)	0.24	1.12	1.25
EPS, adjusted (GBp)	(0.25)	(0.17)	(0.43)	(0.32)	0.27	1.22	1.34
CFPS (GBp)	(0.21)	(0.17)	(0.43)	(0.32)	0.36	1.48	1.61
FCFPS (GBp)	0.38	0.09	0.48	(2.52)	(1.09)	0.76	1.05
BVPS (GBp)	1.80	1.92	2.23	1.91	2.15	2.99	3.90
DPS (GBp)	-	-	-	-	-	0.28	0.34

Cash flow (£ m)	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Net profit	(4)	(4)	(16)	(16)	12	56	62
Depreciation	-	-	-	-	4	13	13
Non-cash adjustments	-	-	-	-	2	5	5
Total cash-flow (CF)	**(4)**	**(4)**	**(16)**	**(16)**	**18**	**74**	**80**
Capex	(4)	(5)	(45)	(112)	(67)	(3)	(3)
Working capital investment	1	1	1	3	(5)	(20)	(8)
Operating FCF	**(8)**	**(8)**	**(60)**	**(126)**	**(54)**	**52**	**69**
Financial investments	-	-	-	-	-	-	-
Disposals (acquisitions)	-	(4)	-	-	-	-	-
Rights issues	16	14	78	-	-	-	-
Others	(0)	-	-	-	-	-	-
FCF before dividends	**8**	**2**	**18**	**(126)**	**(54)**	**52**	**69**
Dividends paid	-	-	-	-	-	(14)	(17)
Free-cash-flow (FCF)	**8**	**2**	**18**	**(126)**	**(54)**	**38**	**52**
Share buybacks	-	-	-	-	-	-	-
FCF after buy backs	**8**	**2**	**18**	**(126)**	**(54)**	**38**	**52**

Balance sheet (£ m)	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Shareholders' equity	39	49	111	95	107	149	194
Minority interests	-	-	-	-	-	-	-
Provisions and other liabilities	1	1	1	1	1	1	1
Net debt	(18)	(20)	(38)	88	142	104	51
Capital invested	**23**	**30**	**74**	**184**	**250**	**254**	**247**
Goodwill & PPA intangibles	22	18	27	49	61	58	55
Fixed operating assets	3	11	46	136	185	173	160
Non-operating assets	0	0	0	0	0	0	0
Working capital	(2)	(3)	(4)	(6)	(8)	3	12
Capital employed	**23**	**25**	**69**	**179**	**239**	**234**	**227**
Working capital/sales	n.m	n.m	n.m	n.m	(13.3%)	1.9%	6.3%
Capex to sales	n.m	n.m	n.m	n.m	(118.4%)	(1.4%)	(1.4%)

Financial ratios	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Net debt/EBITDA	4.2X	4.6X	8.6X	(19.4X)	4.1X	0.9X	0.4X
Net debt adjusted(*)/EBITDA	4.2X	4.6X	8.6X	(19.4X)	4.1X	0.9X	0.4X
Gearing	n.m.	n.m.	n.m.	92%	132%	69%	26%
Interest cover	17.9X	16.3X	(0.4X)	(0.4X)	2.5X	7.9X	11.0X

Margins & ratios	FY24	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
EBITDA margin	n.m.	n.m.	n.m.	n.m.	60.8%	61.9%	62.8%
EBIT margin	n.m.	n.m.	n.m.	n.m.	50.3%	51.8%	53.1%
Effective tax rate	-	-	-	-	30.0%	30.0%	30.0%
Pay-out	-	-	-	-	-	24.7%	27.5%
ROCE (EBIT/CE)	n.m.	n.m.	n.m.	n.m.	12.0%	39.2%	43.1%
ROE	(10.8%)	(8.3%)	(14.4%)	(17.0%)	11.0%	37.6%	32.0%

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