

Holliday's Kincora buys into RareX porphyry potential

MiningNews.Net – January 31st, 2020
Haydn Black

TORONTO-listed Kincora Copper, which counts Cadia-Ridgeway co-discoverer John Holliday on its technical team, is continuing to consolidate a prospective position within the world-class copper-gold areas of New South Wales.

Kincora, which has been focused on Mongolia, has been acquiring projects in NSW in recent months, and has just inked a memorandum of understanding with RareX to secure a 65% interest in six licences covering 587sq.km.

Included is the advanced Trundle project, described as having extensive mineralisation adjacent to new untested targets 30km west of Australia's second largest porphyry system, the giant Northparkes copper-gold mine.

The deal has a headline value of A\$1.27 million, including \$200,000 cash.

The shares issued will give RareX 9.9% in the TSXV-listed Kincora, and a free-carry for its 35% stake until delivery of positive scoping study or preliminary economic assessment.

A non-refundable fee of C25,000 has been paid for a six-week option period.

RareX said it was pleased with Kincora's financial backers, global funds LIM Advisors and New Prospect Capital, and the "exceptional track-record" of its technical team.

Holliday has three-decades of experience, mostly with BHP Minerals and Newcrest Mining, and was involved in the discovery of the tier-one Cadia and Marsden porphyries, while 40-year veteran Peter Leaman once ran exploration for PanAust and was involved in the world-class Reko Diq copper-gold deposit in Pakistan.

Kincora was described as well capitalised, having raised more than \$6 million last year.

Interest in the Lachlan Fold Belt was re-ignited last year by Alkane Resources' deep Boda discovery in the Molong Volcanic Belt, with the results of five follow-up holes are eagerly awaited.

RareX's Cundambul project is located 20km south of Boda.

Last year Kincora was granted the 762sq.km Nyngan project, where it sees porphyry potential under cover and wants to follow-up drilling by Newcrest, adjacent to Aeris Resources' Tritton mine.

Kincora has also applied for the 382sq.km Nevertire area, near Nyngan, on the extension of the Junee-Narromine Belt of the Macquarie Arc.

RareX continues to focus on Cummins Range in Western Australia, where it has announced several new seismically defined drilling targets it hopes can grow its maiden resources of 13 million tonnes at 1.13% total rare earth oxides.

It also owns the Weld North project, 84km north of Lynas Corporation's world class Mount Weld REE mine.

RareX shares were down 2.4% this morning to A4c, valuing the company at \$12.5 million.