



52-wk Range: 6.38-15.75p Market Cap (M): £34.5
 12 month target £0.34 EV (M): £37.4

Mining

Revised Commodity and Currency forecasts

Summary

EMED Mining is a copper-gold focused explorer and miner, targeting the historic mining centres of Europe and Eurasia, with projects in Cyprus and Spain, and a virgin gold discovery in Slovakia. It also has a 100% interest in the Rio Tinto copper project in Spain.



Event

Fox-Davies has reviewed its commodity and currency forecasts. For full details please see today's daily.

Comment

This is the first time we have changed the target price since before the fund raising in April 2010, and further, sterling has also appreciated considerably against the Euro since that time. All these gyrations have transpired to result in a target price declining to £0.34 on a fully diluted basis.

It is also fair to point out that we have modelled the Rio Tinto mine with a mill throughput of 9Mt pa. EMED itself has announced plans that once the mill has been re-commissioned it would see tonnages increasing by around 50% from this figure. This will include this mill expansion once EMED has obtained its mining permit.

Recommendation

We retain our Buy recommendation on the company with a target price of £0.34/share, formerly £0.46/share on a fully diluted basis.

Key Metrics

Shares Outstanding (M): 424.9
 Current Price (GBP): £0.08
 Fully Diluted Shares (M): 493.2

Contact

Peter Rose
 +44 (0)207 936 5246
 Peter.Rose@fdcap.com

Ian Lucas
 +44 (0)20 7936 5245
 Ian.Lucas@fdcap.com

FYE Dec	2008	2009E	2010E	2011E	2012E
Revenue (EURM):	0.1	0.4	0.5	17.6	175.5
EBITDA (EURM):	-16.8	-10.0	-3.7	6.5	104.2
NPAT (inc significant items):	-16.6	-9.6	-3.2	2.2	68.4
EPS (EUc):	-8.0	-3.3	-0.8	0.5	14.7
Cash Flow/Share (EUc):	-4.7	-2.4	-0.6	1.0	15.9
Gold Price (US\$/oz):	872.6	973.7	1217.0	1400.0	1520.0
Copper Price (USc/lb):	314.5	233.9	314.6	340.0	347.5

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Flash Note

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Peter Rose

Peter Rose has 20 years experience in equities as a resources analyst, most recently having spent 11 years with Deutsche Bank in Australia. Prior to this he spent three years with Prudential Bache and five years with James Capel. Peter's industry experience includes 16 years as a metallurgist, three years with De Beers in South Africa and eight years in the uranium industry, five of which were spent at the Ranger Uranium mine. Peter holds a BSc degree in Applied Mineral Science from Leeds University UK and a Bachelor of Commerce from the University of South Africa. Peter is also a member of the Institute of Mining & Metallurgy and a chartered engineer.

+44 (0)207 936 5246

Peter.Rose@fdcap.com

Ian Lucas

Ian Lucas joined the Fox-Davies Capital research team in December 2007. Prior to this, Ian gained a Bachelor of Arts (Hons) in Archaeology from University College London, and worked on a number of research excavations around Europe. He has passed the Securities and Investment Institute Certificate in Securities and is currently a Level 2 CFA candidate.

+44 (0)207 936 5245

Ian.Lucas@fdcap.com

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Research disclosure as of 05 July 2010

Company Name	Disclosure
EMED Mining (EMED)	1, 2, 7, 8

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Fox-Davies Capital Coverage

Fox-Davies corporate client & coverage universe as of 05 July 2010:

Company	Ticker	Recommendation	Date	Target Price	Last Price
Mining					
African Barrick Gold	ABG LN Equity	SELL	27.05.10	£5.18	£6.00
Angel Mining	ANGM LN Equity	BUY	03.03.10	£0.16	£0.06
Antofagasta	ANTO LN Equity	BUY	28.05.10	£10.33	£7.67
Atlantic Coal	ATC LN equity	BUY	21.01.10	£0.025	£0.004
Discovery Metals	DME LN Equity	BUY	24.05.10	£0.78	£0.37
EMED Mining	EMED LN Equity	BUY	05.07.10	£0.34	£0.08
Exco Resources	EXS AU Equity	BUY	22.06.10	A\$0.67	A\$0.24
Gippsland Limited	GIP LN Equity	BUY	06.10.09	£0.02	NA
Hambledon Mining	HMB LN Equity	HOLD	20.05.10	£0.13	£0.07
Highland Gold	HGM LN Equity	BUY	20.05.10	£1.46	£1.17
Hochschild Mining	HOC LN Equity	BUY	05.07.10	£3.68	£3.01
KEFI Minerals	KEFI LN Equity	Spec. BUY	06.10.09	NA	£0.01
Kryso Resources	KYS LN Equity	BUY	21.04.10	£0.14	£0.14
Lydian International	LYD CN Equity	BUY	18.03.10	C\$1.22	C\$1.29
Minera IRL	MIRL LN Equity	BUY	05.07.10	£1.28	£0.59
Oxus Gold	OXS LN Equity	BUY	21.04.10	£0.30	£0.06
Randgold Resources	RRS LN equity	BUY	02.06.10	£67.43	£61.20
Stratex International	STI LN Equity	BUY	03.03.10	£0.07	£0.03

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