

20 May 2010

Ariana Resources

Year End	Revenue (£m)	PBT* (£m)	EPS* (p)	DPS (p)	P/E (x)	Yield (%)
12/08	0.0	(0.6)	(0.7)	0.0	N/A	N/A
12/09	0.0	(0.4)	(0.3)	0.0	N/A	N/A
12/10e	0.0	(0.4)	(0.1)	0.0	N/A	N/A
12/11e	0.0	(2.3)	(0.5)	0.0	N/A	N/A

Note: *PBT and EPS are normalised, excluding goodwill amortisation and exceptional items.

Investment summary: Untying the Gordian Knot

Since listing on AIM in July 2005, Ariana has gone on to acquire a portfolio of gold projects in Turkey. The most advanced of the projects is Red Rabbit, which is to be progressed through a joint venture with the Proccea Construction Company. Under the terms of the Red Rabbit joint venture agreement, Proccea will commit US\$8m towards developing the project in return for a 50% stake, with Ariana the operator through feasibility and Proccea the operator through construction and beyond. Ariana is continuing to work on the project until the finalisation of the JV terms. Trial mining has been completed, and a feasibility study is due to commence shortly. In addition, Ariana has a large portfolio of exploration licences of which two are scheduled for further exploration drilling.

Trial mining completed at Red Rabbit

As part of the ongoing progression of the Red Rabbit Project, a trial batch of gold-silver ore (5177t) was extracted from the Arzu South pit in 2009. Subsequent processing resulted in 387oz gold being produced from a trucked grade of 3.27g/t Au.

Valuation: Share price discount of around 50%

Ariana's acknowledged expertise is as an explorer for gold in Turkey. The deal with Proccea (a Turkish construction company) to form the Red Rabbit joint venture will allow the company to partially fund its exploration budget internally in the future, as well as catapulting it into the ranks of the world's producers. Assuming that Ariana is able to execute its development plan for Red Rabbit, with construction occurring in FY11 and production from FY12, we estimate that Ariana is capable of generating attributable free cash-flow of £5.7m per year (assuming a long-term gold price of US\$1,100/oz). Allowing for variations in plant throughput and grade over time, this equates to a valuation for the company of 5.12p per share (on a discounted dividend basis) over the project's projected seven-year mine life, excluding any upside as a result of any potential future exploration success.

Price 2.63p
Market Cap £6m

Share price graph



Share details

Code AAU
Listings AIM, PLUS
Sector Mining
Shares in issue 221.7m

Price

52 week High 5.375p Low 2.125p

Balance Sheet as at 31 December 2009

Debt/Equity (%) N/A
NAV per share (p) 2.86
Net cash (£m) 0.9

Business

Ariana is a gold exploration company focused on exploration and development projects in the Republic of Turkey.

Valuation

	2009	2010e	2011e
P/E relative	N/A	N/A	N/A
P/CF	N/A	N/A	N/A
EV/Sales	N/A	N/A	N/A
ROE	N/A	N/A	N/A

Revenues by geography

	UK	Europe	US	Other
0%	0%	0%	0%	0%

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Gold explorer moves towards production

Company description: Ariana looks forward

Ariana is a gold exploration company based in Ankara and focused on developing its projects situated primarily in western Turkey. Turkey has shown the potential to yield world-class million-plus ounce gold deposits, such as Eldorado Gold's Kisladag Mine, which is a 10Moz gold project (measured and indicated oz only). As the old mining adage goes, 'the best place to look for gold is next to a gold mine' and, with this in mind, Ariana has strategically acquired a portfolio of exploration licences in the same geological province as Kisladag with a hope of replicating Eldorado Gold's success. However, risks abound and nothing is certain in the realms of exploration; a methodical, systematic approach with a clear strategy for prioritisation of exploration targets is all that can be done to make best use of tight budgets. With a number of personnel placed in the country to deal with such challenges and the freedom afforded by the ownership of its own drill rig and team, Ariana is well placed to explore its licences while minimising expenditure. If mine commissioning proves successful, Ariana will move from explorer to producer.

Valuation

We have valued Ariana on a 'base case' scenario whereby production is predicted to commence in Q112 at the Red Rabbit Project. If production starts as planned and the company opts to pay out all its surplus cash under a flat rate dividend policy, we estimate that Ariana has the potential to pay a 1.19p dividend every year for the period 2013 to 2018. In the meantime the shares are trading below the net asset value of the company. While Ariana's shares could reach a peak value of 6.82p in FY13 (see Exhibit 5, page 8), during a normal course of events, they are unlikely to fall much below the current price.

Sensitivities and risks

A JORC-compliant resource for the Kiziltepe deposit (part of the Red Rabbit Project) was completed by SRK Consultants in 2008. The Kiziltepe deposit, which includes the Arzu South vein due to be mined first, contains measured and indicated resources of 104,000oz Au and 1.70moz Ag. With further delineation of the deposit underway at Kiziltepe and Ariana's confidence in the deposit's other vein systems, the resource should grow and provide increased longevity to the Red Rabbit Project. A resource estimate for the Tavsan sector was also calculated by SRK in 2008. The indicated part of the resource is 87,000 oz Au and 229,000 oz silver with further upside for resource growth suggested from the large inferred resource. A revision of the Turkish mining law is also underway, with an emphasis on environmental legislation in relation to mining activities. As long as the subject of this revision is not too onerous and will not impede Ariana's progress with its development and plans for mine commissioning, a target for production during 2012 may not be unreasonable.

Financials

Ariana is not yet generating cash flow. Proccea will contribute US\$8m towards the joint venture's capital expenditure requirement of £15.2m. Assuming that Ariana fully consolidates its joint venture with Proccea, we estimate that the group will therefore have a funding requirement of approximately £12m. This equates to a gearing (net debt/equity) ratio of 293% or a leverage (debt/debt + equity) of 74%.

Company description: A Turkey-based gold explorer

Ariana Resources commenced operations in Turkey on 10 May 2004 before listing on AIM in July 2005. It is also traded on the PLUS market. Under Turkish regulations, Ariana operates under the name Galata Madencilik in Turkey, this company having been incorporated in December 2003. Ariana has signed a memorandum of understanding with Proccea Construction Company to bring the Red Rabbit Project towards production, and also an active joint venture with European Goldfields Limited (EGL), which funds and undertakes exploration at Ardala in the north-east of the country.

Exploration and development in Turkey

The company's focus is in the identification, exploration and acquisition of epithermal and porphyry related gold deposits in Turkey. To this end Ariana has acquired a large portfolio, within which the Tavsan and Sindirgi projects are in development as part of the future Red Rabbit joint venture. Further exploratory drilling has been undertaken at the Ivrindi and Demirci gold projects, with additional drill targets being prioritised for future work in close proximity to Red Rabbit.

Red Rabbit Project: Joint venture with the Proccea Construction Company

Ariana is currently finalising a JV with the Proccea Construction Company, an experienced company in plant and mine design as well as mine commissioning and staff training, aimed at bringing Red Rabbit into production.

Ardala Project: Joint venture with European Goldfields Limited

Ariana also has one active JV in north-eastern Turkey with European Goldfields Limited (AIM and TSX: EGU), whereby European Goldfields funds the exploration of a suite of projects, focusing initially on the Ardala Cu-Au porphyry and surrounding exploration tenements in the Artvin Province of north-eastern Turkey. Ariana's interest in this joint venture is 49%.

Project locations: Key to exploration and development

The proximity of western Turkey lends itself to Ariana's operation of its own drill rig for exploration activities. Ariana's main Kiziltepe, Tavsan, Demirci and Ivrindi projects are situated within the Western Anatolian Volcanic and Extensional (WAVE) geological province in western Turkey (see Exhibit 1). The Kiziltepe and Tavsan sectors form part of the Red Rabbit JV. Sindirgi is the strategic centre of operations within the WAVE mineral province for Ariana and contains the three principal prospects: Kiziltepe, Kepez and Karakavak.

Exhibit 1: Ariana's advanced projects and exploration tenements

Source: Ariana Resources

The Tavsan Gold Project is located in the Dagardi District of Kutahya Province in western Turkey. The project comprises several operating and exploration licences, which contain all of the known prospects. The project area lies 75km from the Sindirgi Gold Project and approximately 180km east of the one million ounce Ovacik gold mine and 120km north-west of the 10Moz Kisladag gold mine.

The Ivrindi Gold Project is located in the Ivrindi District of Balikesir Province in western Turkey, 70km from the Sindirgi Project area. The project area covers 91km² and consists of seven exploration licences. Ivrindi is situated approximately 70km north-east of the one million ounce vein-hosted Ovacik gold mine and 180km north-west of Kisladag.

The Demirci Gold project is located in the Demirci District of Manisa Province in western Turkey. The project area consists of three exploration licences covering a total area of 54km² and is only 60km from the Red Rabbit Project area.

The Ardala JV with European Goldfields Limited is located in the Pontide Metallogenic Province of north-east Turkey and lies approximately 80km south-east of the coastal city of Hopa and 20km east of Artvin.

Turkey's geological potential

Ariana looks to exploit the mineral wealth of the globally significant metallogenic zone, the Tethyan Eurasian Metallogenic Belt (TEMB). The TEMB extends from south-east Europe through Turkey and the Middle East to the Himalayas. The Turkish section of the TEMB is sub-divided into the Anatolide, Pontide and Tauride metallogenic provinces. Within Turkey the main style of mineralisation associated with gold occurrences is that of epithermal and porphyry type structures, with many of the known mineral occurrences in the western Anatolides subsection. However, further significant occurrences are present in the north-eastern Pontides section of the TEMB.

The Sindirgi Project area, which contains the Kiziltepe, Kepez and Karakavak prospects, comprises low sulphidation epithermal quartz veins hosted in Lower Miocene Dacitic Volcanic rocks and Upper Cretaceous sedimentary rocks. Individual veins can be traced at surface along distances between 600m (Kepez) and 900m (Karakavak) within prospective sequences of rock between 3km (Kepez) and 20km (Kiziltepe) long.

The Tavsan prospect outcrops along 4km of gold mineralised jasperoid (iron rich) quartz, which is located along a low-angle thrust fault separating underlying Jurassic limestone from overlying Late Cretaceous ophiolitic rocks. The outcropping jasperoid occurs in an area covering approximately 4km by 4km and individual segments of jasperoid are exposed at surface for 500m and are up to 20m thick. The mineralised jasperoid forms an undulating sheet with an approximate 11 degree dip to the south-west, with the outcrop tending to arc in a NE-SW direction.

Gold mineralisation is restricted to the jasperoid and is associated with very thin quartz veinlets which occur at a high angle to the main jasperoid body. Very little mineralisation occurs in the ophiolites or limestone.

The Ivrandi project area consists of one principal deposit called Kinik. This is a soil anomaly situated on Lower Miocene argillically altered andesitic rocks. The andesitic units are juxtaposed by steeply dipping normal faults against Permo-Triassic limestones. The contacts between these units are marked by 5-10m wide fault breccias and much of the alteration and mineralisation occurs immediately adjacent to these faults.

Ardala in the north-eastern Artvin province is a porphyry copper-gold (plus molybdenum) mineralised system associated with a series of nested quartz diorite intrusions of Eocene age within an Upper Cretaceous volcano-sedimentary sequence. Sole responsibility for exploration lies with JV partner European Goldfields Limited.

The Red Rabbit resource

Ariana has only two reportable JORC compliant resources for the Kiziltepe and Tavsan sectors. Further drilling is being undertaken on the Kiziltepe deposit with a view to upgrade the 'inferred' fraction of certain mineralised veins into the 'indicated' category.

Exhibit 2: SRK Consultants 2008 Kiziltepe and Tavsan Resource estimate

Note: Au equivalent (oz) is the sum of the gold ounces and the gold equivalent ounces of silver based on a gold/silver price ratio of 50:1.

	Resource Category	Zone	Tonnage (kt)	Grade Au (g/t)	Grade Ag (g/t)	Au oz	Ag (oz)	Au equiv (oz)
Kiziltepe	Measured	Arzu South	390	6.4	101	80,257	1,266,559	105,588
	Indicated	Arzu South	110	6	106	20,161	374,920	27,659
		Arzu North	50	2.3	38	3,698	61,093	4,920
	Inferred	Arzu North	100	2	29	7,074	93,248	8,939
		Banu	130	2.6	82	10,868	342,765	17,723
		Derya	170	3	53	15,852	289,711	21,646
Tavsan	Indicated	Main	1700	1.6	4.2	87,460	229,582	92,051
	Inferred	Main & Sivri	1,300	1	4	41,801	150,482	44,810
		Satellite	1900	1.2	3.7	73,312	226,045	77,833
Total						340,483	3,034,405	401,169

Source: Ariana Resources and SRK Consulting Ltd.

Moving forward with development of the Red Rabbit JV

Based on the results achieved from the 2007 and 2008 drill phases and the subsequent geological and resource models produced, Wardrop Engineering was employed to undertake an economic scoping for the Arzu South pit of the Kiziltepe deposit. This study outlined preliminary designs for an optimised open-pit, processing plant as well as mining schedules. Carbon In Leach (CIL) has been detailed by Wardrop as the preferred processing method, but the Merrill-Crowe gold separation technique is also under consideration.

Mine design is currently based on a mill throughput of 150,000tpa with the southerly portion of the Arzu vein being exploited first, giving a life of operations of approximately seven years. Current modelling of the Arzu South pit produces a grade of 3.5-4.5g/t Au with silver grading 50-70g/t. Cash costs are presently estimated at US\$47/t, which equates to a cost of production of US\$350-400/oz.

Trial mining completed at Kiziltepe in deposit in June 2009

Trial mining was completed at the Kiziltepe deposit in June 2009. This operation consisted of the mining of 5,177 tonnes of gold-silver ore from the Arzu South vein of the Kiziltepe deposit. This ore was subsequently sent to the Gümüşköy processing plant owned by Eti Gümüş AS (Eti) in Kütahya Province, western Turkey.

Treatment of the ore resulted in 253.16kg of dry anode mud being recovered from an electrolytic processing circuit. The gold content was reported at 4.75% giving a total gold content of 12.025kg or 387oz. The company encountered lower grades than expected and has determined that the inclusion of lower grade backfill from previously unknown historic underground mine workings present in the Arzu South pit was responsible. No voids were encountered during the main phase of resource drilling and therefore Ariana are confident that no more workings are present within the outline of the Arzu South pit, which will be the main focus of the first phase of mining during 2012.

Management

With such a large portfolio of exploration licences and progression of the Red Rabbit JV towards production, Ariana has placed key personnel in-country with a strong base of expertise in the Turkish mining sector. This expertise is spread from the administration and management of greenfield exploration targets through to the strong geological and technical expertise needed to develop economic deposits into producing mines.

Assumptions, 'base case' valuation and sensitivities

Our valuation assumes a start to production at the Red Rabbit Project in Q112. Given this assumption and a lead time to production of at least 12 months in a best case scenario, we would expect a ramp up in capital expenditure from the time at which the joint venture is finalised in Q3 2010. In deriving a value for Ariana's shares we have had to make a number of assumptions about both macroeconomic considerations and the likely operational performance of the company in the future. In the first instance, we have considered a base case scenario valuation of the company, whereby only the Kiziltepe Sector of the Red Rabbit Project is mined. The principal assumptions under this scenario are as follows:

Exhibit 3: Assumptions

Parameter	Assumption
Annual Production	150000tpa
Gold grade (after mine dilution,mine/process. recovery factors)	5.5g/t
Metallurgical recovery - Au	88%
Metallurgical recovery - Ag	78%
Gold Price	US\$1,100/oz
Silver Price	US\$17.335/oz
Contractor Costs	US\$1.85/t
Stripping Ratio	11:1
Processing Costs	US\$22/t
General & administrative costs	US\$4.5/t
Total Cost per tonne	US\$47.75/t
Capex	US\$25.2M
US\$/£	1.55 to 2010 then 1.65 thereafter
Commencement of mining	2012
Marginal Tax Rate	35
Debtor days	90 falling to 30
Creditor days	30

Source: Edison Investment Research

Scoping economics

On the basis of assumptions above, scoping economics for the company based on the successful execution of the Red Rabbit joint venture over its projected seven-year life are as follows:

Exhibit 4: Scoping economics

Annual production gold	oz	23,342
Annual production silver	oz	308,833
Net Revenue	£m	21.3
Costs	£m	-4.2
Unit Cost per oz produced	\$/oz	299
Gross Profit	£m	17.1
Central and administrative costs	£m	0.4
EBITDA	£m	16.7
Depreciation and amortisation	£m	1.9
EBIT	£m	14.7
Profit before tax	£m	14.4
Tax	£m	5
Marginal tax rate	%	35
Profit after tax	£m	9.3
Minority interest	£m	4.6
Profit attributable to shareholders	£m	4.8
Adding back share of depreciation	£m	0.9
Free cash flow	£m	5.7

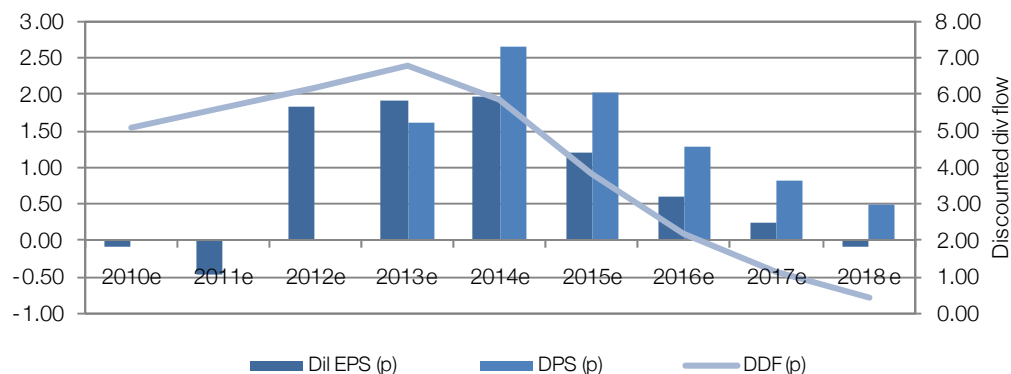
Source: Edison Investment Research

Discounting £5.7m over seven years at a 10% discount rate generates a value of £27.7m, which reduces to £12.5m (or 7p per share) after netting off initial capital expenditure. This equates closely to our peak value for the company in 2013 of 6.82p per share (see below).

Valuation

If Ariana executes the Red Rabbit joint venture as planned and pays out all of its surplus cash in the form of dividends, we estimate that the dividend stream to investors from 2013 to 2018 will be worth 5.12p in current money terms (using a discount rate of 10% to reflect general equity risk). This then rises to 6.82p in the year the maiden dividend is paid, as depicted in the following graph.

Exhibit 5: Edison estimate of 'base case' fully diluted EPS and theoretical DPS, FY10-FY18



Source: Edison Investment Research

While no formal dividend policy has yet been agreed upon by the board, such a variable dividend stream as that shown above is unlikely to be adopted. Assuming that the company pursues a more conventional dividend policy, then the same overall distribution to shareholders may instead be effected via the distribution of a flat 1.19p per share dividend to shareholders per annum between 2013 and 2018 (after exploration expenditure). In the event that the company opts to pay out such a dividend and assuming exploration success in the future indicates increased longevity at Red Rabbit, applying a (relatively conservative) 5% dividend yield to the distribution suggests a potential future share price as high as 23.8p.

Sensitivities and risks

Red Rabbit joint venture

Since initiating its interest in Turkey in 2004, Ariana has acquired a large portfolio of exploration licences, strategically placed around its flagship Red Rabbit Project, which it intends to joint venture with partner Proccea. The Red Rabbit JV is undergoing rapid advancement on a number of fronts, from the upgrading of the resource estimates, to mine scoping studies and completion of an initial trial mining phase. Following the finalisation of the joint venture agreement with Proccea, which is to commit an initial US\$8m, Ariana could be well placed make the move from gold explorer to producer.

Environmental focus

A revision to Turkish mining law is currently underway and it is believed that this will incorporate a greater emphasis on environmental legislation, due to both the increased awareness of effects of industry on the environment and the increased mining activity now being seen within Turkey. The implications of this revision to Ariana are specific to an environmental risk assessment being completed for the permitting of a cyanidation plant for processing the gold ore from Red Rabbit. However, it is not believed that any changes made to Turkish mining law will greatly affect the timelines for development of the Red Rabbit Project.

Commodities

Ariana hopes that its strategic approach to exploration involving a joint venture, an in-house drill team and closely situated exploration licences will reduce expenditure requirements while delivering favourable results to the market. However, a number of factors remain beyond management's control, such as commodity prices, exchange rate fluctuations and interest rates, which could affect the company.

Empirically, our model has sensitivities to various input parameters, such as:

Exhibit 6: Sensitivities to individual parameters

Grade g/t	2.5	3.5	4.5	5.5	6.0
NPV	1.31	3.19	5.01	6.82	7.71
Gold Price US\$/oz	748	800	1100	1500	2000
NPV	3.53	4.02	5	7	14
Mining Unit Costs US\$/t	1.30	1.6	1.93	2.2	2.50
NPV	6.89	6.85	6.82	6.78	6.73
Capex (m)	20	25.2	30	35	40
NPV	7.4	6.82	6.27	5.7	5.15
US\$/£	1.55	1.6	1.65	1.7	1.75
NPV	7.22	7.01	6.82	6.62	6.45
Discount Rate	2.50	5	10	15.00	20
NPV	8.25	7.72	6.82	6.07	5.45

Source: Edison Investment Research

Financials

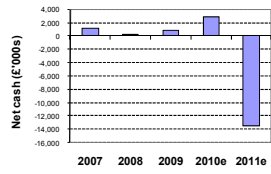
Ariana's latest annual results to December 2009 were published in May 2010. At end December 2009, its balance sheet showed net cash of £0.9m after exploration expenditure of £0.5m and equity fund proceeds of £1.2m. We are forecasting exploration expenditure of £0.8m in FY10 on which basis Ariana has a cash pile equivalent to approximately 18 months expenditure or approximately 150% of its annual cash burn rate.

Ariana is not yet generating cash flow. Proccea will contribute US\$8m towards the joint venture's capital expenditure requirement of £15.2m. Assuming that Ariana fully consolidates its joint venture with Proccea, we estimate that the group will therefore have a funding requirement of approximately £12m. This equates to a gearing (net debt/equity) ratio of 293% or a leverage (debt/debt + equity) of 74%.

Exhibit 7: Financials

	£'000s	2007	2008	2009	2010e	2011e	2012e
Year end 31 December		UK GAAP	IFRS	IFRS	IFRS	IFRS	IFRS
PROFIT & LOSS							
Revenue		0	0	18	0	0	21,298
Cost of Sales		0	0	0	0	0	(4,224)
Gross Profit		0	0	18	0	0	17,073
EBITDA		(514)	(606)	(405)	(423)	(423)	16,651
Operating Profit (before GW and except.)		(516)	(608)	(407)	(424)	(2,333)	14,741
Intangible Amortisation		0	0	0	0	0	1
Exceptionals		0	0	0	0	0	1
Other		0	(25)	0	0	0	0
Operating Profit		(516)	(633)	(407)	(424)	(2,333)	14,743
Net Interest		65	29	5	18	58	(1,216)
Profit Before Tax (norm)		(451)	(604)	(402)	(406)	(2,275)	13,525
Profit Before Tax (FRS 3)		(451)	(604)	(402)	(406)	(2,275)	13,527
Tax		0	0	0	0	0	(4,733)
Profit After Tax (norm)		(451)	(604)	(402)	(406)	(2,275)	8,793
Profit After Tax (FRS 3)		(451)	(604)	(402)	(406)	(2,275)	8,794
Average Number of Shares Outstanding (m)		53.5	85.1	131.9	196.3	221.7	221.7
EPS - normalised (p)		(0.8)	(0.7)	(0.3)	(0.1)	(0.5)	2.0
EPS - FRS 3 (p)		(0.8)	(0.7)	(0.3)	(0.1)	(0.5)	2.0
Dividend per share (p)		0.0	0.0	0.0	0.0	0.0	0.0
Gross Margin (%)		N/A	N/A	N/A	N/A	N/A	80.2
EBITDA Margin (%)		N/A	N/A	N/A	N/A	N/A	78.2
Operating Margin (before GW and except.) (%)		N/A	N/A	N/A	N/A	N/A	69.2
BALANCE SHEET							
Fixed Assets		2,127	3,631	4,107	4,906	19,069	17,959
Intangible Assets		2,082	3,401	3,910	4,710	5,510	6,310
Tangible Assets		45	230	197	196	13,559	11,649
Investments		0	0	0	0	0	0
Current Assets		1,485	571	1,226	3,050	126	3,651
Stocks		0	0	0	0	0	1,775
Debtors		303	428	318	126	126	1,876
Cash		1,182	143	908	2,924	0	0
Current Liabilities		(157)	(156)	(450)	0	0	(347)
Creditors		(157)	(156)	(450)	0	0	(347)
Short term borrowings		0	0	0	0	0	0
Long Term Liabilities		0	0	0	0	(13,513)	(6,790)
Long term borrowings		0	0	0	0	(13,513)	(6,790)
Other long term liabilities		0	0	0	0	0	0
Net Assets		3,455	4,046	4,883	7,956	5,682	14,472
CASH FLOW							
Operating Cash Flow		(548)	(613)	(1)	(681)	(423)	13,472
Net Interest		54	28	5	18	58	(1,216)
Tax		0	0	0	0	0	(4,733)
Capex		(795)	(1,356)	(477)	(800)	(16,073)	(800)
Acquisitions/disposals		0	(25)	0	0	0	0
Financing		924	927	1,238	3,479	0	0
Dividends		0	0	0	0	0	0
Net Cash Flow		(365)	(1,039)	765	2,016	(16,437)	6,723
Opening net debt/(cash)		(1,547)	(1,182)	(143)	(908)	(2,924)	13,513
HP finance leases initiated		0	0	0	0	0	0
Other		0	0	0	0	0	0
Closing net debt/(cash)		(1,182)	(143)	(908)	(2,924)	13,513	6,790

Source: Ariana Resources accounts/Edison Investment Research

Growth	Profitability	Balance sheet strength	Sensitivities evaluation	
N/A	N/A		Litigation/regulatory	☾
			Pensions	○
			Currency	☾
			Stock overhang	○
			Interest rates	●
			Oil/commodity prices	●

Growth metrics	%	Profitability metrics	%	Balance sheet metrics		Company details	
EPS CAGR 07-11e	N/A	ROCE 10e	N/A	Gearing 10e	N/A	Address:	
EPS CAGR 09-11e	N/A	Avg ROCE 07-11e	N/A	Interest cover 10e	N/A	Bridge House	
EBITDA CAGR 07-11e	N/A	ROE 10e	N/A	CA/CL 10e	N/A	London Bridge	
EBITDA CAGR 09-11e	N/A	Gross margin 10e	N/A	Stock turn 10e	N/A	Phone	0207 407 3616
Sales CAGR 07-11e	N/A	Operating margin 10e	N/A	Debtor days 10e	N/A	Fax	0207 403 1605
Sales CAGR 09-11e	N/A	Gr mgn / Op mgn 10e	N/A	Creditor days 10e	N/A	www.arianaresources.com	

Principal shareholders		%	Management team
JIM Nominees		22.6	MD: Dr Kerim Sener, BSc (Hons) MSc DIC PhD
European Goldfields		12.8	Dr Sener graduated from the University of Southampton with a first-class BSc (Hons) degree in Geology in 1997 and from the Royal School of Mines, Imperial College, with an MSc in Mineral Exploration in 1998. During his PhD, in 2000-03, he worked with ASX-listed Northern Gold NL in the Northern Territory and on a variety of exploration consultancy projects in Western Australia. In 2009, he completed his military service in Turkey.
R Bruce Rowan Esq		11.0	
Starvest Plc		5.9	
TD Waterhouse Nominees (Europe) Limited		3.7	
			Company Secretary and Non Executive Director: Michael De Villiers, B Com.
			Mr De Villiers qualified as a Professional Accountant with Ernst & Young in Cape Town and gained his experience as financial manager at mining and chemicals operations in Namibia, Botswana, Ghana, Bulgaria and the United Kingdom. He is currently finance director of AIM-listed Mercator Gold plc, Norseman Gold plc and is CFO of Eurasia Mining plc, and was previously the finance director of Oxus Gold plc and Navan Mining plc.
Forthcoming announcements/catalysts		Date *	Chairman: Michael Spriggs, BA (Hons) MA MSc
AGM		10 June 2010	
Interim results		September 2010	
<i>Note: * = estimated</i>			Mr Spriggs has worked for a number of major mining groups, including Anglo American, Falconbridge and Rio Tinto. Michael spent 11 years with the mining team of the UK investment bank SG Warburg (now UBS) from 1986-97. He was appointed head of the South African Mining Equities Research Team and was subsequently appointed director of corporate finance.
Companies mentioned:		European Goldfields	

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