



Latin Resources

Jul 21st 2015

Latin Resources' Peruvian services division on track to grow sales by 118%

Latin Resources' (ASX:LRS) services division PLR Services in Peru continues to grow at a fast clip with sales of at least US\$223,600 in 2015 based on existing contracts.

This is up 118% on 2014 sales of US\$102,600 and could grow further during the second half from proposals during the second half.

That an ASX listed resources company is able to generate cash flows is rare enough but to grow sales at this fast pace is a revelation.

PLR Services was launched in late 2013 to take advantage of the company's successful experience in permitting, social management and other activities to provide similar services to other companies as a means of generating additional income during the prevailing challenging market conditions.

Clients include multi-national mining companies operating in Peru such as Vale (NYSE:VALE) and Latin's project partners such as Compañía Minera Zahena S.A.C. along with junior explorers relatively new to the Peruvian operating environment.

Chris Gale, managing director, commented:

"We are very pleased with the growth of PLR Services based on new and returning customers who appreciate the quality of work and efficiency of our experienced Peru based professionals.

"PLR Services is making an increasingly important contribution to funding the company's cash flows in Peru.

"Generating income through services is another part of the company's broader strategy to minimise costs and to maximise non-market based funding opportunities, such as the cash and exploration funding that has been generated successively in deals made on the Mariela, Ilo Norte and Ilo Este projects.

"We look forward to continuing this strategy with our other Ilo Projects and in particular the Guadalupe Andalusite Project in Northern Peru."

Analysis

While Latin Resources continues to maximise its non-market based funding opportunities by making agreements on its Mariela, Ilo Norte and Ilo Este projects, its PLR Services division provides it with revenue, something few juniors ever achieve.

That sales for 2015 are already forecast to be up 118% to US\$223,600 in 2015 with potential for further growth highlights strongly the demand for its services.

Clients include both large multi-national companies like Vale and junior explorers who require the company's extensive in-house experience in Peru coupled with a direct understanding of the permitting demands faced by mineral explorers.

Price: A\$0.007

Market Cap: A\$2.767M

1 Year Share Price Graph



Share Information

Code: LRS

Listing: ASX

Sector: General Mining

Website: www.latinresources.com.au

Company Synopsis:

Latin Resources (ASX:LRS, SETSQX:LRS, OTCQX:LNRDY) is focused on Peru where the company has several projects, including Ilo Norte where the focus is iron, copper and gold, while at Guadalupe the target is iron and heavy mineral sands.

Author:

Proactive Investors +61 2 9299 5001

action@proactiveinvestors.com.au



Latin MD Chris Gale has moulded a team in Peru that has been able to monetise the extensive experience and expertise. While it is not Latin's main focus, which continues to be exploration, it will materially assist funding of its work programs.

In our book, this is a winner.

Proactive Investors Australia is the market leader in producing news, articles and research reports on ASX emerging companies with distribution in Australia, UK, North America and Hong Kong / China.

You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential advisability, value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including company related products and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made.

However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The contributors make every effort to ensure that the information and material contained in this report is accurate and correct and has been obtained from reliable sources. However, no representation is made about the accuracy or completeness of the information and material and it should not be relied upon as a substitute for the exercise of independent judgment. Proactive Investors does not accept any liability, including negligence, for any loss or damage arising from the use of, or reliance on, the material contained in this report. There are general risks associated with any investment in securities. Investors should be aware that these risks might result in loss of income and capital invested.

WARNING: No recipients should rely on any recommendation (whether express or implied) contained in this document without obtaining specific advice from their advisers. All investors should therefore consider the appropriateness, in light of their own objectives, financial situation and/or needs, before acting on the advice.

DISCLOSURE: The Company, its directors, associates, employees or representatives may not effect a transaction upon its or their own account in the investments referred to in this report or any related investment until the expiry of 24 hours after the report has been published.