

13th August 2007

All Star Minerals Plc 2007 Interim Results – Speculative Buy at 2.875p

All Star Minerals, the Plus listed company focused on the exploration and extraction of thorium and associated elements, with projects in Australia and Sweden, has released results on the 9th August 2007 for the 6 month period to 31st May 2007. The financial results for the period show a loss of £72,549 (2006: £109,116), which is attributable to administrative expenses and exploration development. The basic loss per share for the period was 0.12p (2006: basic loss per share 0.21p) and the cash position of the company at 31st May was just under £360,000. We believe that subsequent capital commitments has reduced net cash to around £280,000, but with an average cashburn per month of £15,000 a month there are no pressing balance sheet concerns.

In the six months to the end of May 2007, All Star Minerals pressed forward in achieving the goals set out when it listed on PLUS in April 2006. During the half year, All Star added to its portfolio of assets through the granting of the Samon licence in Northern Sweden and the completion of the transfer of the Bullbadger property in Western Australia from Geotech International Pty Ltd. Meanwhile Errabiddy was granted a 5 year exploration licence in January this year. The transfer of the legal title in the Errabiddy exploration licence, which is adjacent to the Bullbadger property in Western Australia, will be transferred to All Star Minerals in January 2008.

In December 2006, the company commenced its exploration programme at the Bullbadger and Errabiddy projects, and released encouraging sampling results in June this year. The exploration programme comprised of drainage sediment sampling, rock sampling and pan concentrate sampling, and focused primarily on the North Bullbadger Bore, E52/1563, tenement. The new samples have confirmed the prospectivity of the area to host a carbonatite, and reaffirmed the anomalous areas previously identified by the Geological Survey of Western Australia (GSWA). Further exploration is scheduled for the remainder of 2007, which will seek to evaluate the potential for a carbonatite deposit hosting thorium along with other rare earth elements.

Meanwhile, All Star has added to its attractive thorium-focused exploration portfolio, by registering the 26 square kilometer Samon licence, in Northern Sweden. This was as a result of due diligence work that commenced in April 2007 and involved a detailed review of historic uranium and thorium boulder finds in Sweden, through searching historic databases and files of the Swedish Geological Survey. The 26 square kilometre Samon licence area was identified, and is located 20 kilometers North-West of the Jokkmokk municipality. The company registered the licence in May 2007 and was granted the Samon licence a few months later in early August. The company intends to define the potential thorium-uranium bedrock structures and identify targets through an initial 1,000 metre diamond drilling programme.

In August this year, All Star released a progress update on the Samon licence area, where the company had undertaken a radiometric survey which returned high outcrop and boulder readings over white pegmatites. The permatite outcrop was taken from the area that hosted the boulder at surface discovered back in the 1970's that returned a grade of 3.5% thorium and 0.05% uranium. The radiometric survey will now be fol-

Key Data

EPIC	ASMO
Share Price	2.875p
Spread	2.5p – 3.25p
Total Number of shares	62.5 million
Market Cap	£1.8 million
12 Month Range	2.125p – 2.875p
Cash Position	£284,000
Market	PLUS
Website	www.allstarminerals.com
Sector	Resources
Contact	Conrad Windham 01353 649701

lowed up by a radon survey over the area shown to be most radioactive, in order to understand the extent of the pegmatite zone, where results have identified thorium bearing minerals.

This month, All Star Minerals has announced the registration of another project in Northern Sweden, the Gilpas Number 1 licence area. The Gilpas Number 1 licence area is located 40 kilometres North-East of the Arjelog municipality in the Norbotten County, and covers 13 square kilometres. Within the area, two high-grade uraniferous boulders were discovered at surface during the early 1980's and returned grades of 29% uranium (290,000 parts per million) and which were located 300 metres apart from each other. The company has an evaluation programme in mind with plans to relocate and resample the area where the high-grade uraniferous boulders were situated and will survey the surrounding boulder sites.

We initiated coverage of All Star Minerals on the 24th July this year with a speculative buy rating based on the company's progress in assembling a fully-fledged thorium-focused exploration portfolio and the attractiveness of thorium as an alternative, safer and cleaner energy source than uranium in nuclear applications. We estimate that All Star currently has just under £300,000 of cash reserves, following the acquisition of new licences and paying upfront half of the Western Australian exploration programme. The company's monthly cash burn now averages between £12,500-£15,000. The progress update at Samon and the registration of the new uranium Gilpas property enhances All Star Minerals' portfolio and strengthens the investment case for its stock. With more exploration news from the second half of this year looming on the two adjacent properties in Western Australia and recent developments in the thorium fuel cycle and the wider nuclear energy industry, there are reasons for the company to be optimistic. At 2.875p, our stance remains **speculative buy**.

Year to 30th November	Sales (£ million)	Pre-Tax Profits (£ million)	EPS (pence)
2005A	0	[0.01]	[0.00]
2006A	0	[0.20]	[0.34]
2007A	0	[0.17]	[0.27]
2008E	0	[0.25]	[0.40]

This Research Note Cannot be regarded as Impartial as GE&CR has been commissioned to produce it by All Star Minerals Plc.

The information in this document has been obtained from sources believed to be reliable, but cannot be guaranteed. Growth Equities & Company Research is owned by t1ps.com Ltd which is commissioned by companies to produce research material under the Growth Equities & Company label. However the estimates and content of the reports are, in all cases, those of t1ps.com Ltd not of the companies concerned.

t1ps.com Limited is regulated by the Financial Services Authority .This research report is for general guidance only and t1ps.com Ltd cannot assume legal liability for any errors or omissions it might contain. The value of investments can go down as well as up and you may not get back the full amount you invested. The past is not necessarily a guide to future performance. The difference between the buy price and the sell price for smaller company shares can be significant. Before investing, readers should seek professional advice from a Financial Services Authority authorised Stockbroker or Financial Adviser.

t1ps.com limited can be contacted at 5-11 Worship Street, London EC2A 2BH - email robert@t1ps.com - fax 020 7628 3815 - tel 020 7562 3370

Notes

