

Black Swan looking very promising to Poseidon given nickel run

AS THE nickel price closes in on circa-US\$20,000/t, Poseidon Nickel has got capital cost visibility on restarting the 150,000t per annum high grade circuit at Black Swan, north of Kalgoorlie, Western Australia.



Exploration / Development > Feasibility

According to estimates made by GR Engineering the plant could be re-booted after a six month refurbishment costing A\$13.4 million.

Comments

That assumes contract crushing, with the number rising to nearly \$16 million if the already established crusher was refurbished.

Share

Black Swan also features a 2 million tonne per annum plant, that could be re-rated to 1.1Mtpa and refurbished for use with lower grade ore at a cost of \$22 million.

Michael Quinn

Poseidon looks set to initially primarily focus on the high-grade circuit by delivering a maiden resource and then reserve for the Golden Swan deposit and increasing the Silver Swan reserve by infill drilling current resources.

A maiden resource for Golden Swan is due before the end of the current quarter.

Poseidon had cash of \$15 million at the start of the June quarter.

Shares in Poseidon were down 3.5% to 13.5c capitalising the company at \$379 million.

The stock has doubled in market value over the past couple of months.



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