



Danakali

Feb 22nd 2016

Danakali Limited delivers product milestones from Colluli

Danakali Limited (ASX:DNK) has now outlined the product specification sheets for potassium magnesium sulphate (Sulphate of Potash Magnesia or SOP-M) for the Colluli Potash Project in Eritrea, access here.

With a second chloride free, multi-nutrient potash fertiliser, this highlights the Colluli resource potential to produce a broad range of agri-products.

Colluli is a 50/50 joint venture between the Eritrean National Mining Company (ENAMCO).

The project is located in the Danakil Depression region, 75 kilometres from the Red Sea coast, making it one of the most accessible potash deposits globally.

Mineralisation commences at just 16 metres, making it the world's shallowest potash deposit, and amendable to open pit mining.

Paul Donaldson, managing director, commented:

"We are delighted to release product specifications for our second premium, chloride free, multi-nutrient potash type.

"The ability to provide detailed specifications of products produced exclusively from Colluli salts is a major milestone internally and facilitates our ongoing marketing process.

"SOP-M is a high quality, chloride free, multi-nutrient potash type which achieves a price premium and ideal for magnesium deficient soils."

Details of the products

Chemical assays including for heavy metals have all been conducted to Australian Standards on the Colluli SOP-M product.

These were produced from pilot plant tests at the Saskatchewan Research Council.

Marketing

Danakali will now showcase the products generated around the world as part of the marketing process.

Substantial upside for the project exists from the exploitation of other contained products within the resource. These include high purity rock salt and magnesium chloride, and also gypsum (Calcium Sulphate).

Analysis

The production of SOP-M demonstrates Colluli's product diversification potential, particularly with regard to premium multi-nutrient potash fertilisers.

The combination of salts within the resource, its shallow mineralisation and close proximity to coast, underpins the potential development of a multi agri-commodity business of global significance.

Price: A\$0.275

Market Cap: A\$48.337M

1 Year Share Price Graph



Share Information

Code: DNK

Listing: ASX

Sector: General Mining

Website: www.danakali.com.au

Company Synopsis:

Danakali (ASX:DNK) formally known as South Boulder Mines is focussed on the world class Colluli Potash Project in Eritrea.

Author:

Proactive Investors +61 2 9299 5001

action@proactiveinvestors.com.au



Scoping work is underway on the integration of a SOP-M circuit within the second module.

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.