

## press release

4 January 2012

Share of the week from The Share Centre

**Graham Spooner, investment research analyst at The Share Centre, explains why Kenmare Resources is his share of the week.**

“After a poor autumn we have seen an increase in the miner’s share price on the back of expectations the group will move into a pre-tax profit in 2012. Although the company is making a loss at the moment, it expects to move into profit as contracts expire and new ones reflect the significant rise in the price of titanium.

“Growth seeking investors will be pleased to hear the group has an ongoing expansion programme, which is hoping to lead to a production increase of 50% during 2012.

“Kenmare Resources is however a high risk investment. Although the Moma mine is viewed as a world class asset with a long life span, it is situated in Mozambique, a country that has a past history of political turbulence, despite it currently going through a more stable period. Last year there was a two day strike and news that Mozambique may change mining laws that could lead to the state taking a share in its mineral resource.

“There could be more attention focused on Kenmare Resources in the next year and we recommend the stock as a ‘buy’ for those seeking growth and willing to accept a high degree of risk. Recent news of new contracts at a higher price for mineral sands from a similar company could help underpin profit projections for 2012/13. Investors should also note a director has been buying shares.”

---Ends---

**Note to editors:**

The Share Centre is now on Facebook and Twitter.



Join us on Facebook



Follow us on Twitter

**For further information please contact:**The Share Centre

Rebecca Kempself

PR Executive

01296 439 426

[Rebecca.kempself@share.co.uk](mailto:Rebecca.kempself@share.co.uk)

Stephanie Reynolds

PR Manager

01296 439 256

[Stephanie.reynolds@share.co.uk](mailto:Stephanie.reynolds@share.co.uk)

Lansons Communications

Chantal Heckford / Lisa Grando / Sarah Waterson

0207 294 3630 / 0207 294 3669 / 0207 294 3649

[Chantalh@lansons.com](mailto:Chantalh@lansons.com) / [Lisag@lansons.com](mailto:Lisag@lansons.com) / [SarahW@lansons.com](mailto:SarahW@lansons.com)

To view all our press releases and more from our investment advisers please go to [blog.share.com](http://blog.share.com)

**Risk Warnings:**

Investing in general, and the products and services mentioned above may not be suitable for all: if in doubt, individuals should seek independent financial advice. The value of investments and the income from them can go down as well as up and investors may not get back their original investment. Past performance is not a reliable indicator of future performance.

The bases and levels of taxation relating to ISAs, CTFs and SIPP's are subject to change and the value of these tax allowances may depend upon the circumstances of the individual.

**About The Share Centre:**

The Share Centre was established in 1990 to provide value-for-money share services for private investors. Its range of services includes buying and selling shares (by Internet, telephone and post) and a comprehensive share administration and safe custody service. Tax-efficient investment 'wrappers' including ISAs, CTFs and SIPP's are also available.

The Share Centre's Advice team provides comment on market sectors, individual shares and funds on [www.share.com](http://www.share.com). Access is available to customers and registered users of the site. Registration is free. To understand how our Advice team arrive at their views please read our [Investment Research Policy](#). The Share Centre blog is also available at <http://blog.share.com>.

In addition, account customers can receive individual telephone advice on UK-listed shares and on funds traded via the CoFunds trading platform.

The Share Centre Limited is a member of the London Stock Exchange and is authorised and regulated by the Financial Services Authority under reference 146768.

Registered in England No. 2461949. Registered office: Oxford House, Oxford Road, Aylesbury, Bucks. HP21 8SZ.