Mining Journal

Allied expects NYSE boost

By Paul Harris

10.06.25

Allied Gold has begun trading on the New York Stock Exchange under the ticker AAUC, the same as its ticker on the Toronto Stock Exchange.

The company seeks to take advantage of a deeper and broader pool of investors, both in the US and internationally. It believes the ease of trading in US dollars versus other currencies without exchange rate factors will help attract international investors.

"Liquidity is our expectation. At Yamana [Gold], when we went from Toronto to New York, our liquidity tripled within a short period of time, and the ratio of trading became Toronto one-third and New York two-thirds."

"Some investors can only invest in NYSE stocks, and the initiative feeds on itself."

"More liquidity makes for a larger market cap, enabling the company to qualify for index inclusion and opens us to investment by pools of capital that need a certain minimum size to be able to invest," chair and chief executive Peter Marrone told Mining Journal.

Allied has seen its liquidity increase over the past year, as its share price has experienced 134% growth. As precious metal prices increase, Allied delivers on its growth strategy.

The company expects to commence gold production at its Kurmuk project in Ethiopia in about 11 months.

"We expect to be at mechanical completion by year-end. We have started mining with our pioneer fleet to have a surface stockpile and some benches opened to be able to commission more quickly and be in production ahead of schedule. The final fleet has left Europe, and we expect it to be in Eithipoia in July," Marrone said.

Kurmuk is expected to produce 290,000ozpa at an all-in sustaining cost (AISC) of under US$950/oz, significantly improving the company's performance. Its AISC was $1811/oz in the March quarter, below average for its mid-tier peer group.

To help support cash flow generation, Allied entered into a gold price protection programme in May that ensures a minimum price of $3048/oz and full upside of $4000/oz

on production of 15,500oz per month from June 2025 through to March 2026, a total of 155,000oz.

"This guarantees at least $50 million more to the treasury than what we achieved in the [March quarter]," Marrone said.

Allied said it generated $100 million of cash flow before tax in the March quarter from 84,000oz of production at a $2,800/oz average gold price. The gold price for the June quarter is likely to average above $3,000/oz.

"Every additional $100/oz movement in the gold price gives us $20-25 million more cash. The [March] quarter is our weakest quarter, [The December quarter] will be a whopper, with the first phase expansion at Sadiola," Marrone said.

The company is scheduled to start production at Sadiola in Mali in the December quarter. In addition, company geologists are making new gold oxide discoveries that could help boost future performance.

"Oxide is lower grade but has higher recovery, and it is easier to process, which gives us processing flexibility," Marrone said.

Marrone said Allied is still hopeful of entering into 50:50 joint venture agreement with Ambrosia Investment Holding on Sadiola that includes the development of a power generation solution.

The increase in the value of Allied's shares caused the company to not execute on the agreement outlined earlier in the year.

"Our hopes were different then than they are today. The gold price is up by $500-600/oz. Our position in [Mali] has improved, and as we have advanced our projects, our share price has [almost doubled]," he said.

Marrone is still looking to do a power deal, and if it cannot reach terms with Ambrosia, he said other entities are interested.

"We are confident we will complete the deal and I have high conviction that we will. Other options have presented themselves on the power side. We still want to do the deal. The first principle is that we want to get away from using diesel first and foremost," he said.

Shares in Allied Gold are trading at $15.18, valuing the company at $1.6 billion.