



MTM CRITICAL METALS LIMITED

Equity Analysis (08 May 2025)



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Introduction

MTM Critical Metals Limited is an Australia-based exploration company. The Company is focused on searching for niobium (Nb) and rare earth elements (REE) in Western Australia and Quebec. The Company also holds tenements in other prolific and prospective mineral regions in Western Australia. Its projects include Pomme Project, East Laverton Gold Project, Mt Monger Gold Project and Ravensthorpe REE Project.

Recommendation	Speculative Buy
Risk Profile	High
Current Market Price (AU\$)	0.260
52 Week Low-High (AU\$)	0.024 - 0.305
Market Capitalisation (AU\$)	96.32 million
Outstanding Shares	458.68 million
PE (TTM)	-
EPS (AU\$) (TTM)	-0.021
Dividend Yield/Frinking	-/-
Ex-Date/Pay-Date	-/-
Enterprise Value (EV)/Sales (LTM)/(FY-1)	-
EV/EBITDA (LTM)/(FY-1)	-
Price/Book Value (LTM)/(FY-1)	4.0x

Performance Chart



Operating Performance



Source: Company Reports, Chart Prepared by Kapitaes Research

- The Total revenue of the company in 1H FY25 is AU\$0.01 million compared to AU\$0.01 million in 1H FY24.
- In 1H FY25, the company's net loss was AU\$3.58 million compared to AU\$1.64 million in 1H FY24.
- Cash used in operating activities was AU\$1.26 million in 1H FY25 compared to AU\$0.92 million in 1H FY24.
- Cash used in investing activities was AU\$3.34 million in 1H FY25 compared to AU\$2.08 million in 1H FY24.
- Cash from financing activities was AU\$7.50 million in 1H FY25 compared to AU\$0.94 million in 1H FY24.

Balance Sheet Highlights



Source: Company Reports, Chart Prepared by Kapitaes Research

Compared to 2H FY24, in 1H FY25:

- Total assets increased by ~32% to AU\$24.73 million.
- Total liabilities increased by ~110% to AU\$0.84 million.
- Cash and cash equivalents increased by ~116% to AU\$5.38 million.
- Total debt increased to AU\$0.16 million.

Ratio Analysis

Fiscal Quarters	2Q FY2024	3Q FY2024	4Q FY2024	1Q FY2025	2Q FY2025
Return on Assets (ROA) %	-24.44%	-21.80%	-15.66%	-20.72%	-18.20%
Return On Equity %	-48.17%	-36.27%	-24.89%	-33.98%	-30.02%
Return on Total Capital (ROTC) %	-26.41%	-22.64%	-16.00%	-21.24%	-18.72%
EBITDA Margin %	-	-	-	-	-
Gross Profit Margin %	-	-	-	-	-
Net Income Margin %	-	-	-	-	-
Asset Turnover	-	-	-	-	-
Days Outstanding Inventory (Avg)	-	-	-	-	-
Current Ratio	0.6	7.1	7.1	6.9	6.9
Days Sales Outstanding (Average Receivables)	-	-	-	-	-
Days Payable Outstanding (Avg)	-	-	-	-	-
Cash Conversion Cycle (Average Days)	-	-	-	-	-

Source: Koyfin, Chart Prepared by Kapitales Research

Recent Updates

On 08 May 2025, MTM Critical Metals has responded to an ASX query regarding the sharp increase in its share price and trading volume on 8 May 2025. However, MTM acknowledged the possible influence of a recently circulated report by George Gilder in “Gilder’s Technology Report,” which highlighted the company’s Flash Joule Heating technology and was shared on social media.

Outlook

MTM Company is positioned for steady growth, driven by its strategic focus on project development, operational scalability, and cost discipline. With recent improvements in financial performance and a commitment to sustainable practices, the company is enhancing its long-term value proposition.

MTM continues to benefit from favorable market dynamics and a well-structured asset portfolio, supporting future expansion. Its efforts to strengthen cash flows and maintain a lean balance sheet further reinforce its resilience. Overall, MTM’s outlook remains optimistic as it leverages core strengths to pursue disciplined and growth-oriented opportunities.

Risks

The company has exposure to the following risks-

- Market Competition
- Consumer preference risk
- Operational risk
- Technological Advancements

Technical Analysis



Source: TradingView, Analysis by Kapitales Research

Company Name	Ticker	Sector	CMP (AU\$)	Advisory Date	Rating	Target 1 (AU\$)	Target 2 (AU\$)	Stop Loss (AU\$)
MTM Critical Metals Limited	MTM	Materials	0.260	08 May 2025	Speculative Buy	0.290	0.305	0.230

The stock of metals and mining company MTM settled at AU\$0.260 on 08 May 2025 after a surge of nearly 24% from the previous day's closing. It is currently trading between its 52-week price levels.

The stock is trading above the significant exponential moving averages (EMA) of 20, 50, and 200 weeks on a weekly time frame, indicating bullishness for the midterm.

The stock is trading above its central pivot (AU\$0.190), holding a bullish momentum on a weekly time frame chart.

RSI (14 weeks) is at 62, holding a bullish momentum in the index.

Based on these facts, buying can be initiated at the current market price (CMP) level for the potential targets of AU\$0.290 (previous swing resistance) and AU\$0.305 (previous swing resistance) in the coming days. Investors can book either full or partial profits at target one and wait for the stock to achieve target two (depending on their risk appetite).

Investors are advised to keep a strict stop loss at or below AU\$0.230 (previous swing support) to protect their investments in case of an unfavourable movement in the stock due to any uncertain event.

Please Note: It would be in the best interest of investors to trail their stop-loss upward if the stock is moving in our favourable direction.

Investment Summary

MTM offers a compelling investment opportunity supported by its improving financial metrics, strategic asset base, and efficient capital management. The company demonstrates strong potential through disciplined spending, resource optimization, and a focus on value-accretive growth. Its streamlined operations and commitment to shareholder returns enhance its appeal to long-term investors.

With a clear development roadmap and exposure to favorable industry trends, MTM is well-positioned to deliver consistent performance. Investors may view MTM as a balanced mix of growth potential and financial stability in a competitive sector.

Considering all the above factors and the current trading level, we recommend a "Speculative Buy" rating on the stock at the current market price of AU\$0.260 as of 08 May 2025 (after-market hours).

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Disclosure: The information mentioned above has been sourced from the company reports and a third-party database, i.e. Koyfin. Investors are advised to use strict stop-loss to protect their investments in case of any unfavorable/uncertain market events.