

Original-Research: Almonty Industries Inc. (von GBC AG): Buy

08.09.2025 | [DGAP](#)

Classification of GBC AG to [Almonty Industries Inc.](#)

Company Name:	Almonty Industries Inc.
ISIN:	CA0203987072
Reason for the research:	Research Note
Recommendation:	Buy
Target price:	9.00 CAD
Target price on sight of:	31.12.2026
Last rating change:	
Analyst:	Matthias Greiffenberger, Cosmin Filker

Strategic Positioning Strengthens as Sangdong Nears Commissioning

Almonty Industries Inc. delivered first half 2025 results that highlight both the transitional state of its operating portfolio and considerable strategic progress achieved in the period. For the six months ended June 30, 2025, revenue totaled C\$15.10 million, down modestly from C\$15.76 million in the prior-year period, while the net loss widened sharply to C\$92.83 million compared to C\$5.58 million in the first half of 2024. The increase in losses was driven primarily by non-cash revaluation charges related to warrants and embedded derivatives, along with higher share-based compensation and increased corporate expenses related to the company's redomiciling and U.S. listing preparations.

Although headline results were weak, the company advanced its strategic positioning significantly during the first half. Key developments included the execution of a long-term molybdenum offtake agreement with SeAH in January, confirmation in February that U.S. tariffs on certain critical minerals would not apply to tungsten, participation in the U.S. Critical Minerals Forum, signing of a strategic defense-focused tungsten oxide offtake in May, and recognition from the U.S. House Select Committee on June for its contribution to securing American supply chains. These operational and strategic milestones culminated in a successful U.S. Nasdaq listing and US\$90 million public offering in July, which substantially strengthened Almonty's balance sheet.

Tungsten Market Context

The tungsten market continues to experience supply-driven tightness, with China's export restrictions accelerating price appreciation. Benchmark ammonium paratungstate prices exceeded US\$500 per metric ton unit in mid-August 2025, up from US\$350 in March 2025. Demand remains robust across defense, aerospace, energy, and industrial tooling sectors. The U.S. Department of Defense restrictions on adversary-sourced tungsten beginning in 2027 will structurally elevate demand for non-Chinese supply.

Almonty's planned expansions at Sangdong and Panasqueira point to a step-change in output over the next few years, positioning the company as a leading non-Chinese tungsten supplier. With long-term offtake agreements that include price floors, Almonty appears comparatively de-risked versus peers.

Furthermore, the recently released USGS Open File Report 2025 characterizes the tungsten market as strategic and cost sensitive, with demand concentrated in cemented carbides and supply heavily concentrated in China under export controls, resulting in an estimated probability weighted U.S. GDP impact of about \$544 million. Substitution is limited and pricing of APT and powder benchmarks that pass through quickly to carbide tool costs, implying near term input cost pressure for metalworking OEMs and operating leverage for Western miners, recyclers, and converters positioned to benefit from supply chain diversification.

HY1 2025 Financial Results Review

For the six months ended June 30, 2025, Almonty reported revenue of C\$15.10 million, compared with C\$15.76 million in the first half of 2024. The modest decline reflects temporary production constraints at Panasqueira as resources were allocated to

preparation for the Level 4 expansion, offset by continued demand for the mine's high-grade concentrate. Production cost increased to C\$14.17 million from C\$12.83 million in the prior-year period, with mining ore and processing costs both higher year-over-year. This resulted in a near breakeven performance from mining operations, with a loss of C\$0.19 million compared to a profit of C\$0.19 million in the first half of 2024.

Operating expenses increased significantly, with general and administrative expenses totaling C\$7.49 million compared with C\$3.01 million a year earlier, and share-based compensation of C\$7.62 million compared with C\$0.94 million in the prior year. These increases were linked to corporate expansion, preparation for the Nasdaq IPO, and equity-linked compensation.

The most material impact on reported results came from non-cash items. A C\$63.89 million loss (PY: C\$+0.41) was recognized from the revaluation of warrant liabilities, alongside a C\$9.85 million loss (PY: C\$0.00) on the valuation of embedded derivatives liabilities. These IFRS-mandated adjustments, while substantial, are accounting-based and do not reflect operating cash flows. The net loss for the half-year was C\$92.83 million, compared with C\$5.58 million in HY1 2024.

Operating cash outflow for the half-year was C\$17.62 million, compared with C\$5.42 million last year, reflecting higher capital expenditures and working capital requirements. Investing activities consumed C\$14.87 million (PY: C\$5.42 million), largely driven by continued development at Sangdong. Financing activities provided C\$49.46 million (PY: C\$7.14 million), driven by debt exercises and equity issuances, leaving the company with cash of C\$24.68 million at June 30, 2025, compared with C\$24.68 million at year-end 2024.

Financial Position

At the end of HY1 2025, Almonty held C\$24.68 million in cash, strengthened further by the US\$90 million Nasdaq raise. Long-term debt totaled C\$192.7 million, primarily tied to Sangdong financing. Shareholders' equity declined to C\$10.5 million due to accumulated losses and non-cash revaluations, but the subsequent equity raise meaningfully improves solvency metrics. Liquidity is our opinion sufficient to complete Sangdong commissioning and advance downstream initiatives.

Valuation Assumptions

Given the recent strength in tungsten markets, we now assume a long-term tungsten price of USD 520/mtu (previously USD 430/mtu). In addition, we have rolled forward our valuation horizon by one year, with our target date moving from December 31, 2025 to December 31, 2026. Reflecting both the higher commodity price assumption and the rollover effect, we are revising our target price for Almonty Industries to CAD 9.00 per share (from CAD 8.25 previously).

You can download the research here: [20250904_Almonty_Note](#)

Contact for questions:

GBC AG
Halderstraße 27
86150 Augsburg
0821 / 241133 0
research@gbc-ag.de
+++++

Offenlegung möglicher Interessenskonflikte nach §34b Abs. 1 WpHG und FinAnV Beim oben analysierten Unternehmen sind folgende möglicher Interessenkonflikte gegeben: (5a,6a,7,11); Einen Katalog möglicher Interessenkonflikte finden Sie unter <http://www.gbc-ag.de/de/Offenlegung>
+++++

Completion: 05.09.2025 (10:30)

First distribution: 08.09.2025 (08:00)

Dieser Artikel stammt von [Rohstoff-Welt.de](https://www.rohstoff-welt.de)

Die URL für diesen Artikel lautet:

<https://www.rohstoff-welt.de/news/704212--Original-Research--Almonty-Industries-Inc.-von-GBC-AG--Buy.html>

Für den Inhalt des Beitrages ist allein der Autor verantwortlich bzw. die aufgeführte Quelle. Bild- oder Filmrechte liegen beim Autor/Quelle bzw. bei der vom ihm benannten Quelle. Bei Übersetzungen können Fehler nicht ausgeschlossen werden. Der vertretene Standpunkt eines Autors spiegelt generell nicht die Meinung des Webseiten-Betreibers wieder. Mittels der Veröffentlichung will dieser lediglich ein pluralistisches Meinungsbild darstellen. Direkte oder indirekte Aussagen in einem Beitrag stellen keinerlei Aufforderung zum Kauf-/Verkauf von Wertpapieren dar. Wir wehren uns gegen jede Form von Hass, Diskriminierung und Verletzung der Menschenwürde. Beachten Sie bitte auch unsere [AGB/Disclaimer!](#)

Die Reproduktion, Modifikation oder Verwendung der Inhalte ganz oder teilweise ohne schriftliche Genehmigung ist untersagt!
Alle Angaben ohne Gewähr! Copyright © by Rohstoff-Welt.de -1999-2025. Es gelten unsere [AGB](#) und [Datenschutzrichtlinien](#).