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THERE is plenty of action happening in the graphite space with Swedish focused Talga Resources brushing off an ASX speeding ticket last week as the share price keeps soaring.

Yesterday the stock put on a **lazy 21.7 per cent to reach 28c** a share — a far cry from its last placement price of just 8.5c a share.

After a lull graphite has been gaining interest a gain as the focus shifts back to hi-tech products such as the super conductive graphene and the 50kg of graphite used to produce most lithium ion batteries to power electric cars.

Talga is sitting on some of the world's best quality graphite deposits known as Nunasvaara and Raitajrvi in northern Sweden and the presence of legendary prospector Mark Creasy as a major investor has also attracted attention to the

stock.

When a stock has risen this hard and fast it is always difficult to think of selling but if you took notice of my 2012 **buy** call on Talga, locking in at least some or all of that gain and letting the rest run for free looks tempting.

If you don't own Talga, it may not be too late despite the rocket under the share price.

As always with volatile stocks that are rising fast you need to exercise extreme caution but if Talga develops into the next Syrah Resources even the current prices might one day look conservative.

A **speculative trading buy** for the brave who not only know what a stop-loss is but are prepared to lose money using one.

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TALGA RESOURCES

