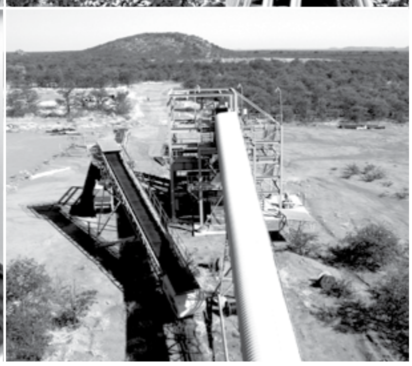
01 OVERVIEW

MC Mining's aim is to be the premier producer of hard coking coal in South Africa

IN THIS SECTION





SALIENT HIGHLIGHTS

Uitkomst production costs per saleable tonne **reduced by 16%**

New Makhado Phase 1 IDC term loan facility of $17m

In-principle funding agreed of $14m for Makhado Phase 1

Existing IDC loan restructured, delaying repayment until November 2020

Lockdown places Uitkomst on temporary care and maintenance

Uitkomst ABSA facility increased for lockdown working capital requirements

Uitkomst key features

	FY2020 Mt	FY2019 Mt	% Mt
Production tonnages			
Production ROM (t)	431,354	472,647	(9)
Purchased ROM to blend (t)	–	112,466	(100)
	461,354	485,113	(23)
Sales tonnages			
Own ROM (t)	228,206	295,051	(25)
Production costs/ saleable tonnes ($)	63.01	74.83	(16)

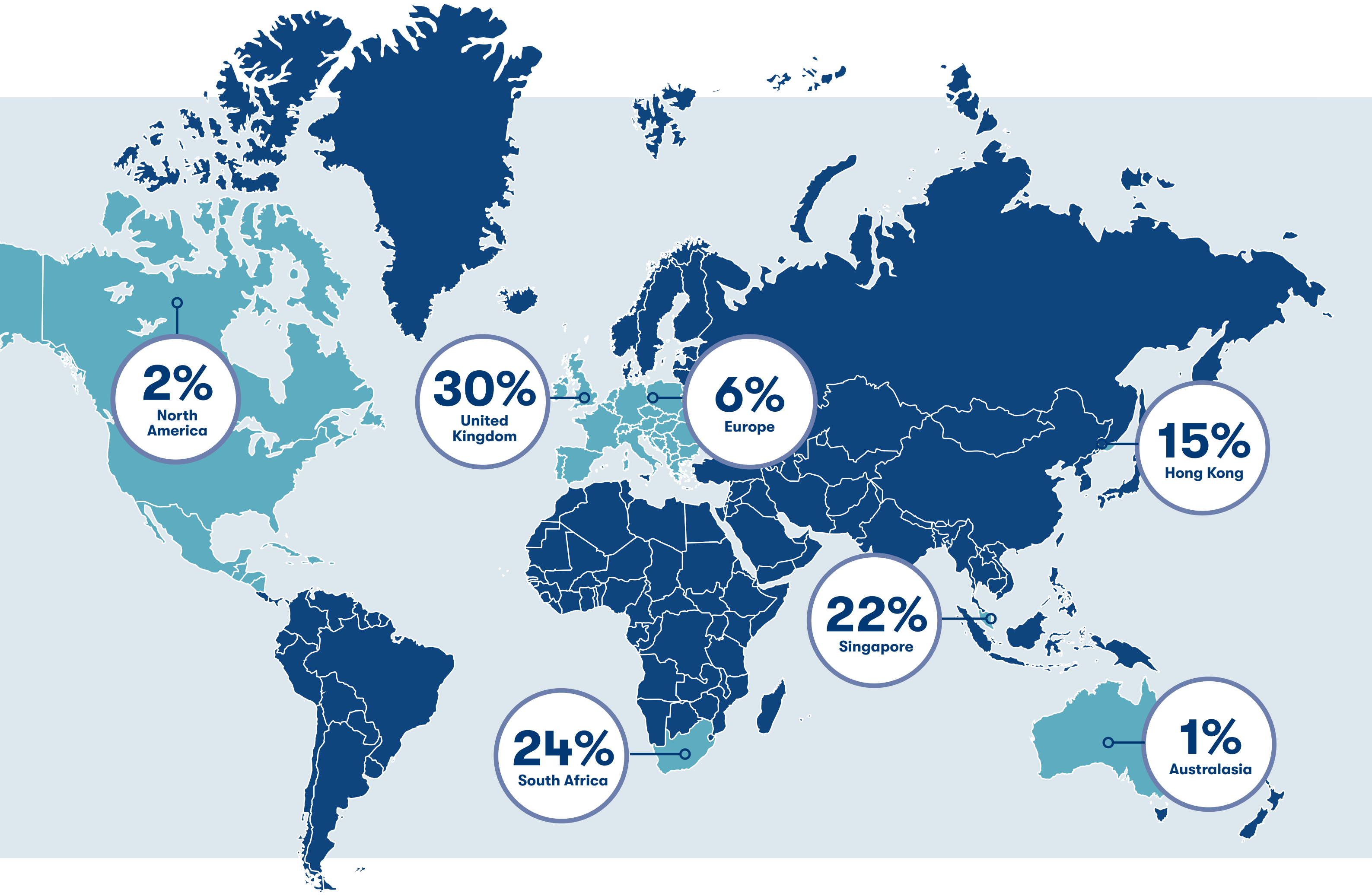
625 employees and contractors

Mining Right granted for the Generaal coking and thermal coal project

Sold 254,193t of Uitkomst coal

WHO WE ARE

SHAREHOLDERS BY GEOGRAPHY
as at 31 August 2020



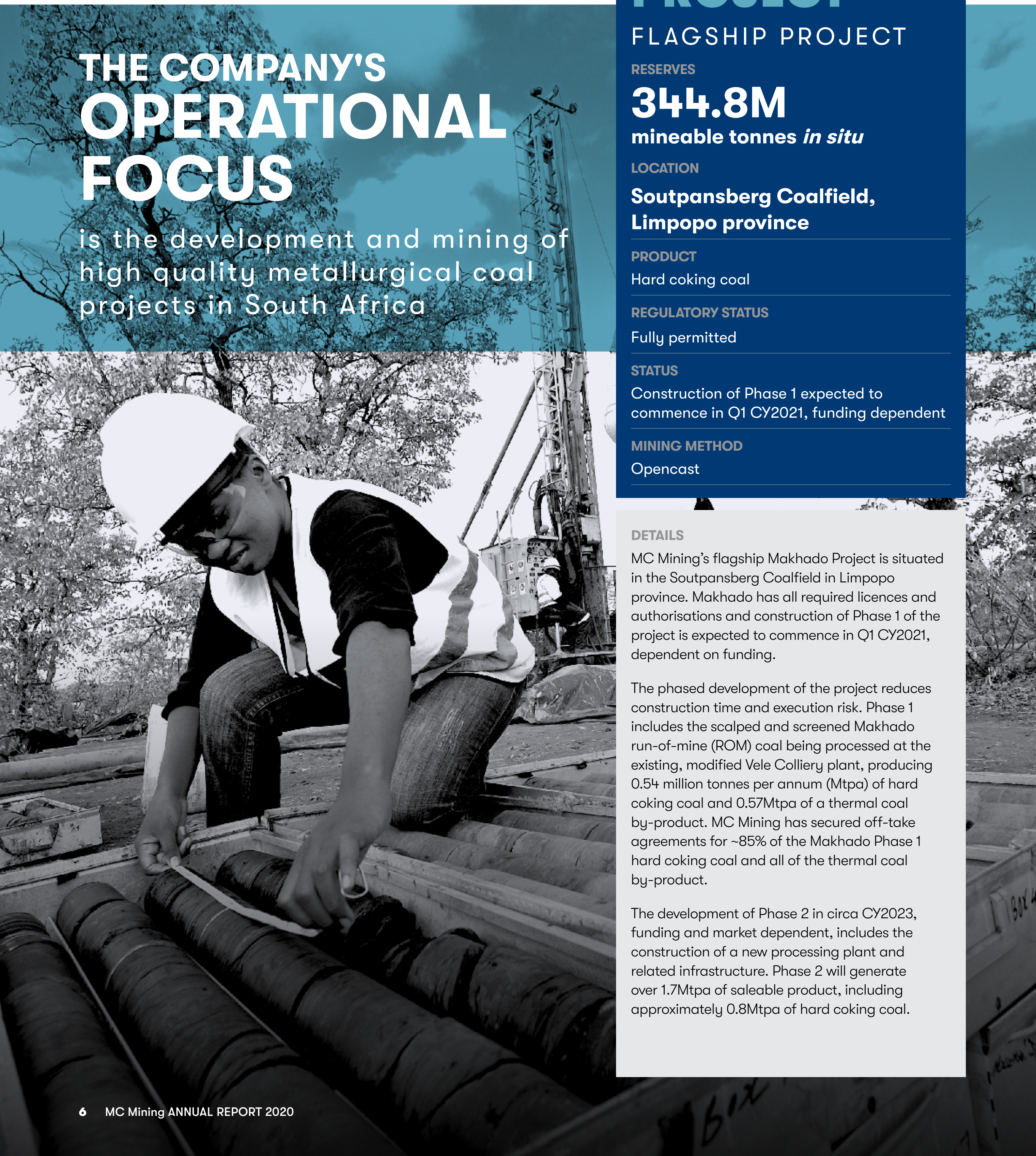
MC Mining is a coal mining company whose high-quality South African metallurgical and thermal coal assets encompass long reserve life and growth options, ensuring the Company is well-positioned for growth. The safety and health of our people takes precedence and a Zero Harm culture is embedded in all activities. We believe in shared value and strive to create and enhance sustainable value for stakeholders by maximising the benefits of mining for all stakeholders, particularly our host communities.

WHERE WE OPERATE

The Company's key assets include Uitkomst Colliery (metallurgical coal), the Makhado Project (hard coking coal), Vele Colliery (semi-soft coking coal) and the Greater Soutpansberg Projects (coking and thermal coal).

MC Mining has high-quality coking, metallurgical and thermal coal assets located in the Limpopo and KwaZulu-Natal provinces of South Africa.

OUR ASSET BASE



THE COMPANY'S OPERATIONAL FOCUS

is the development and mining of high quality metallurgical coal projects in South Africa

MAKHADO PROJECT

FLAGSHIP PROJECT

RESERVES

344.8M

mineable tonnes *in situ*

LOCATION

Soutpansberg Coalfield, Limpopo province

PRODUCT

Hard coking coal

REGULATORY STATUS

Fully permitted

STATUS

Construction of Phase 1 expected to commence in Q1 CY2021, funding dependent

MINING METHOD

Opencast

DETAILS

MC Mining's flagship Makhado Project is situated in the Soutpansberg Coalfield in Limpopo province. Makhado has all required licences and authorisations and construction of Phase 1 of the project is expected to commence in Q1 CY2021, dependent on funding.

The phased development of the project reduces construction time and execution risk. Phase 1 includes the scalped and screened Makhado run-of-mine (ROM) coal being processed at the existing, modified Vele Colliery plant, producing 0.54 million tonnes per annum (Mtpa) of hard coking coal and 0.57Mtpa of a thermal coal by-product. MC Mining has secured off-take agreements for ~85% of the Makhado Phase 1 hard coking coal and all of the thermal coal by-product.

The development of Phase 2 in circa CY2023, funding and market dependent, includes the construction of a new processing plant and related infrastructure. Phase 2 will generate over 1.7Mtpa of saleable product, including approximately 0.8Mtpa of hard coking coal.

UITKOMST COLLIERY

RESERVES
23.9M
mineable tonnes *in situ*

LOCATION
Utrecht Coalfield, KwaZulu-Natal

PRODUCT
Metallurgical and thermal coal

REGULATORY STATUS
Fully compliant

STATUS
Cash generative, producing asset

MINING METHOD
Underground operation with planned life-of-mine (LoM) extension

NUMBER OF EMPLOYEES AND CONTRACTORS
522

FY2020 ROM PRODUCTION
431,354t

FY2020 SALES
254,193t

FY2020 REVENUE GENERATED
$17.2m

FY2020 PRODUCTION COST/ SALEABLE TONNE
$63.01

DETAILS

Uitkomst Colliery in the Utrecht Coalfields in KwaZulu-Natal is a high-grade deposit for domestic metallurgical and thermal coal markets.

The colliery consists of a well-established underground coal mine with an estimated 18-year LoM.

VELE COLLIERY

RESERVES
361.6M
mineable tonnes *in situ*

LOCATION
Tuli Coalfield, Limpopo province

PRODUCT
Semi-soft coking and thermal coal

REGULATORY STATUS
Fully permitted

STATUS
On care and maintenance since 2013 pending development of Musina Special Economic Zone (SEZ); existing processing plant will be modified as part of Makhado Phase 1

MINING METHOD
Opencast

DETAILS

The Vele semi-soft coking and thermal colliery in the Tuli Coalfield in the Limpopo province is a significant resource that has all required regulatory approvals.

The operation remains on care and maintenance pending improvements in coal prices and market conditions and the development of the Musina Special Economic Zone (SEZ).

The existing Vele processing plant will be modified as part of Phase 1 of the Makhado Project to simultaneously produce two saleable products.

GREATER SOUTPANSBERG PROJECT[1]

RESERVES
>1.6bn
mineable tonnes *in situ*

LOCATION
Soutpansberg Coalfield, Limpopo province

PRODUCT
Coking and thermal coal

REGULATORY STATUS
Mining Rights granted for Chapudi and Generaal Projects, waiting for granting of Mopane Project Mining Right

STATUS
Early stage exploration project

MINING METHOD
Opencast

[1] Comprises Chapudi, Generaal and Mopane Projects

DETAILS

Chapudi, Generaal and Mopane are three early-stage coal exploration projects in the Soutpansberg Coalfield, forming the Greater Soutpansberg Project (GSP).

The GSP is a significant resource base of coking and thermal coal products and forms part of MC Mining's long-term strategy. The Company has secured Mining Rights for the Chapudi and Generaal Projects and awaits the granting of the Mopane Mining Right.