The plan is based on the following fundamentals:

- Job retention
- Reopen the mine as soon as possible
- Funding
PROSPECTS

- Good ore reserve with a life of mine in excess of 10 years
- Established management
- Established infra structure
- Effective Mine security effective 1 May 2016
- Good relations with stakeholders
- Various investor concerns will be addressed
- S11(5) submission being completed
PLAN IS BASED ON 4 PREMISES

- New Lily access Project
- Daylight Tailings Project
- Secondment of staff to Barbrook Mine
- Training and up-skilling Project
The practitioner has exercised his rights in terms of the Act to suspend various contracts and cost cutting measures have been implemented.

Total independent concurrent pre-business rescue debt is about R65 million
FUNDING

IDC Loan

Matched by Shareholders funds to match IDC loan R1-00 for Rand and input additional capital for Capital Expansion
Employees

Cash constraints in the Company.

Employees have been offered a voluntary severance package.
Creditors

Secured Creditors receive R 1-00 in the Rand

Employees receive R 1-00 in the Rand

Post Commencement Funders receive R 1-00 in the Rand

Concurrent Creditors receive R 0-25 in the Rand
LILY NEW ACCESS
PROJECT
LILY NEW ACCESS PROJECT

- Preliminary design report and costing complete – Bara Consulting
- Cost approximately R130 million
- Further working capital required  R60 million
- Compromise to Creditors
- 6 to 8 month project
- 4 shifts operating 7 days a week
- In house project
DAYLIGHT TAILINGS PROJECT
DAYLIGHT TAILINGS PROJECT
DAYLIGHT TAILINGS PROJECT

- Project to be undertaken by Barbrook mine
- Recycle tailings dump nearby
- Geological and feasibility study complete
- 8 month project
- 25000 tons milled at a grade of 1.6 grams /ton
- Recovery of 50%
- 20 kg gold per month
- Breakeven project

- Barbrook mine will rent the Lily processing plant and excess equipment to generate R 800K for Lily costs
BARBROOK
REDEPLOYMENT
BARBROOK REDEPLOYMENT

• Additional capital will be applied to Barbrook Mine to increase its capacity

• Staff will be seconded to Barbrook Mine being, Mining, Engineering and Technical staff.

• The use of a contractor will be minimized
TRAINING & UPSKILLING PROJECT
TRAINING & UPSKILLING PROJECT

• The survival of the mine is essential to the harmony of the local community in the valley and payment of remuneration without work may create a social problem.

• The mine has a direct impact on 9000 persons

• SETA’s will be utilized to up-skill the community and workers at Lily Mine
TRAINING AND UPLIFMENT
DevCom

- Strategic Communications Agency that engages with communities and conducts a skills transfer exercise that allows the community to identify opportunities within itself
PRACTITIONERS
REMUNERATION
Practitioner Remuneration

- Hourly rate according to S143 (1) of the Act

- Contingency fee of 2.5% of monies raised for the project capped at R 5 Million due when the Company is taken out of Rescue.