



High Margin, Low Production Risk ... and Volume Growth too

Terry McConnachie
27 February 2009

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Disclaimer

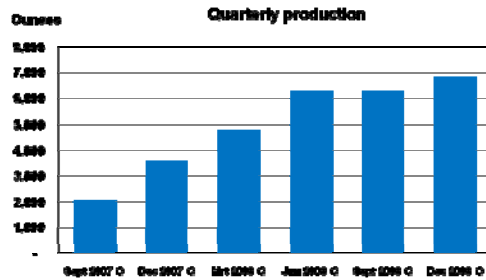


Certain forward-looking statements may be contained in this presentation which include, without limitation, expectations regarding platinum prices, estimates of production, operating expenditure, capital expenditure and projections regarding the completion of capital projects as well as the financial position of the company. Although Sylvania believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to be accurate. Accordingly, results could differ from those projected as a result of, among other factors, changes in economic and market conditions, changes in the regulatory environment, and other business and operational risks.

Sylvania corporate profile



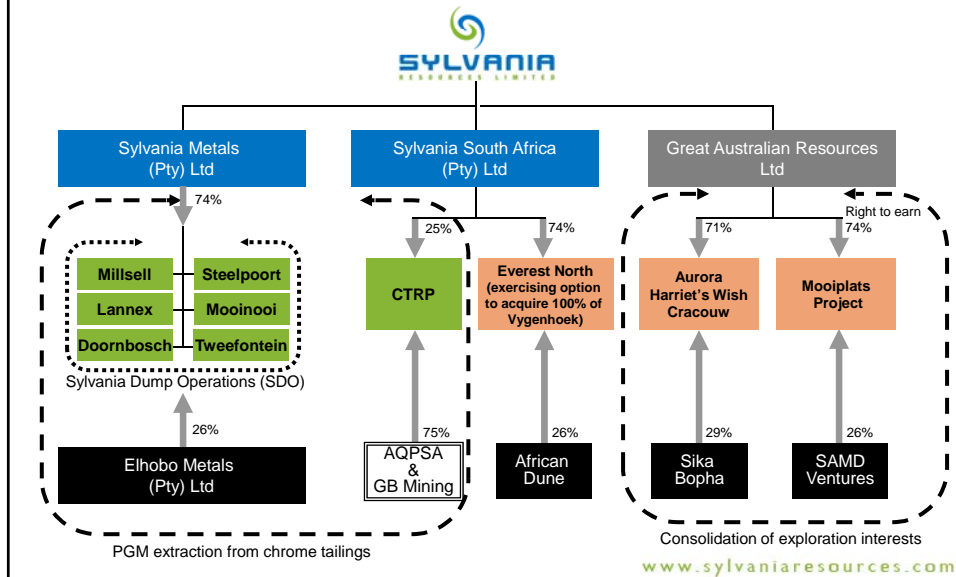
- South African PGM producer
- ASX and AIM-listed
 - (ASX, AIM:SLV)
- S&P/ASX 300 Index
- 181m shares in issue
 - quality shareholders
- Share price: £0.43*
- Market cap: £76.9m*
- Cash: £19.4m; no debt; strong cash flow (at 31 Dec 2008)



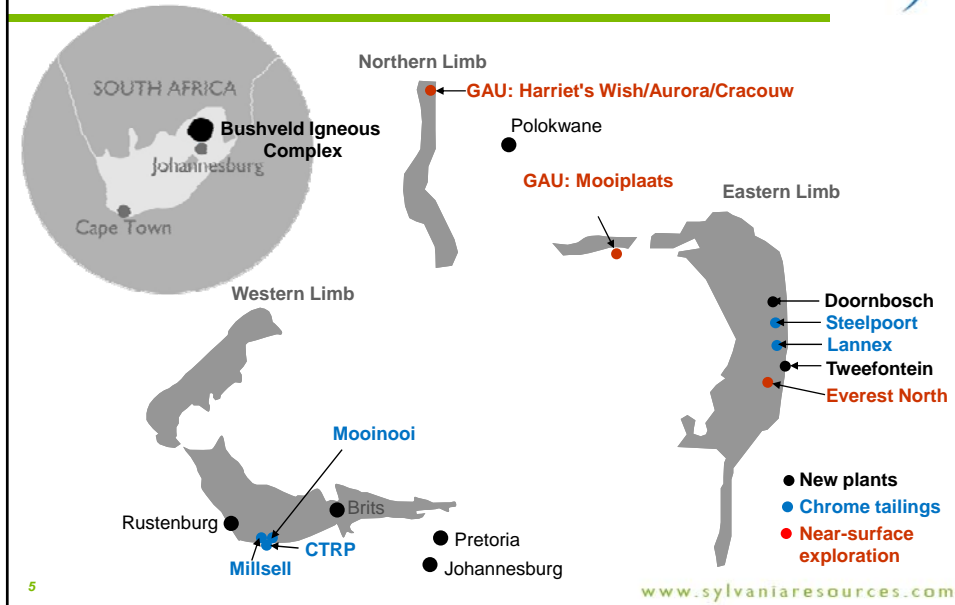
3 *As at 25 February 2009

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Business model



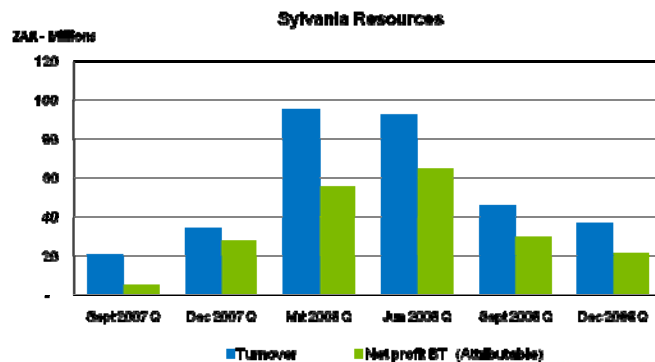
Location – in the heart of ‘PGM country’



How are we doing?



- Proven profitability despite downturn in prices
 - uninterrupted production (Q2 09: 6 382oz)
 - cash costs 11% lower previous quarter
 - R2 460/PGMoz (US\$248/oz)



SDO statistical information



* Unaudited		Q Jun 2008	Q Sep 2008	Q Dec 2008	New spot	Q Sep on spot
	Unit					%
Revenue						
Basket price	\$/oz	2 692	1 494	687	834	-44
Basket price	R/oz	21 321	11 997	6 808	8 340	-30
Average R/\$ rate	R/\$	7.92	8.03	9.91	10.00	24
SDO cash costs						
Per PGM ton	R/t	349	247	274	274	10
	\$/t	44	31	28	27	-4
Per PGM oz	R/oz	2 789	2 491	2 460	2 460	-1
	\$/oz	352	310	248	246	-21
Gross cash margin - SDO	%	79	67	16	50	-25

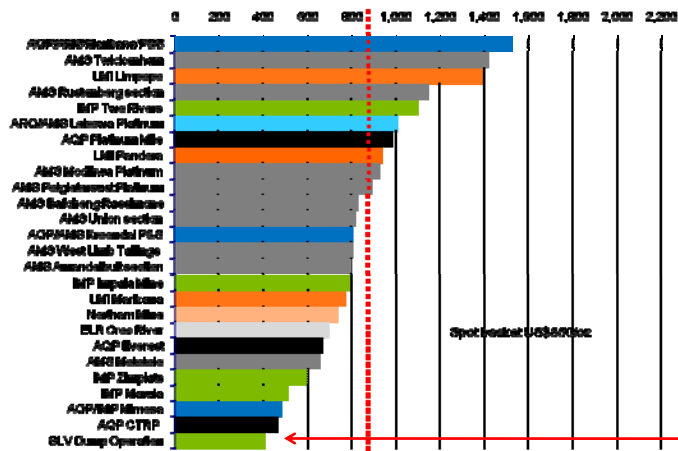
7

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Cost profile ensures sustainability



Current producing mines - US\$ cash costs per PGM oz (H1 2008)



Source: RBCCM 2008

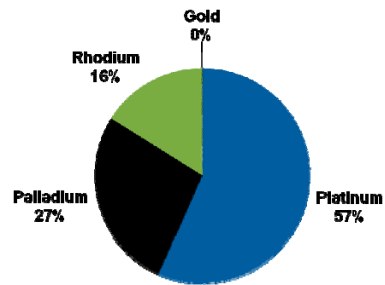
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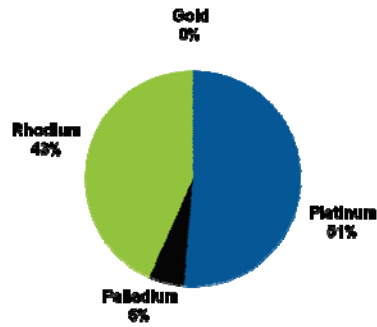
Metal splits and revenue contributions



Actual YTD – SDO production mix



Actual YTD – SDO revenue mix



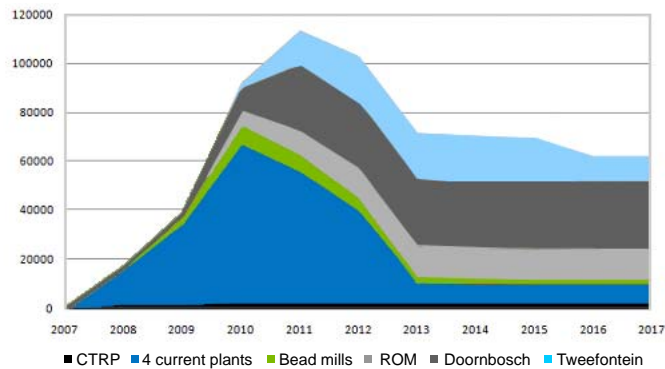
9

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Sylvania – growing into the future



- Increase in production by 33 000 PGM oz
- Estimated capex of R224 000 funded from existing cash resources
- Commissioning starting 2009



10

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Securing future volume growth



		Doornbosch	Tweefontein
Available dump tonnes	t	83 256	909 120
Current arisings per month next 25 years	t	40 000	20 000
Total feed	t/m	40 000	36 000
Total feed	g/t	6.00	4.00
PGM feed tonnes per month	t	18 800	16 900
PGM grade	g/t	7.50	6.00
PGM recoveries	%	48	48
PGM per month (estimate)	oz	2 176	1 565

11

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Pipeline of development projects



Status	Project	2009												2010			
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	
	Lannex																
	Broken Hill Chrome Plant	■															
	Lannex PGM Plant	■	■	■	■	■											
	Mooihoop																
	Mooihoop Chrome Plant	■	■	■	■	■	■	■									
	Mooihoop PGM Plant	■	■	■	■	■	■	■									
	Tweefontein																
	Doornbosch	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■

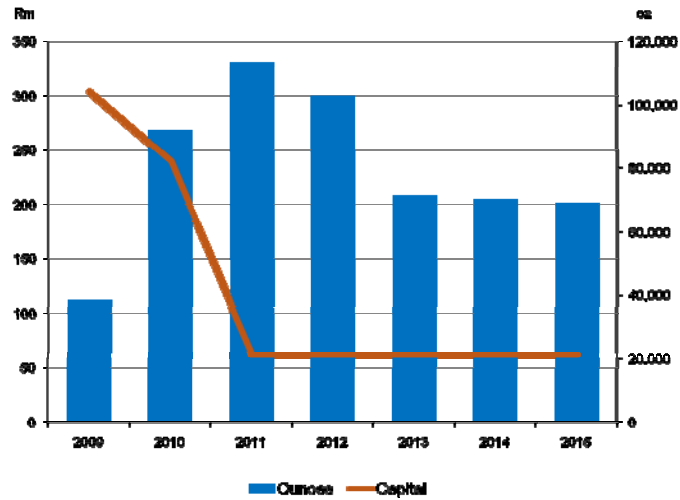
Key

■	Completed
■	In progress
■	Commissioning

12

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Capex underpinned by volume



13

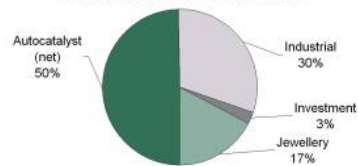
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PGM markets – where's the upside?



- Vehicle sector remains key demand driver
 - new avenues for growth – auto sector in BRIC countries
 - Euro IV legislation imposed in Shanghai, Beijing, Guangzhou
 - Euro V by end 2009 in Europe – new vehicles will need to compliant
- Supply constraints expected to restore balance
 - With potential for future deficits as demand revives and inventories are depleted

Platinum demand by application
Total in 2008: 6.52 million oz



14

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Comment remains upbeat



- Recent research reports:
 - RBC; Ambrian (Nomad); Teathers; Investec; Mirabaud
 - buy recommendations
 - RBC – upgrade on expansion news



15

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Investment case



- Business model – low cost, low production risk, high margin, volume growth
- Sustained profitability in low metal price environment
- People – growth focus and track record
- Future – growth funded by robust cash flows and balance sheet



16

Contacts



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**High Margin, Low Production Risk
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Why Great Australian ?



- Disposal of Aurora, Harriet's Wish, Cracouw to Great Australian
 - for cash and equity
- Sylvania increases ownership in Great Australian to 19.9%
- Sylvania retains right to acquire 71% interest in projects

Great Australian – Sylvania's preferred exploration partner

19

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People



- Experienced board focused on value creation
- Committed and talented employees and contractors
- SHE-driven culture
- Empowered
 - Ehlobo Metals (Pty) Ltd

				
Terry McConnachie (Managing Director) Mining, entrepreneur	Louis Carroll (Finance Director) Finance	Richard Rossiter (Non-executive Chairman) Geology, banking	Alastair Ruiters (Non-executive Director) Public/private sector	John Cooke (Non-executive Director) Finance

20

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Typical plant configuration

