(Incorporated in Bermuda Registration No. 44512)

DIVIDEND POLICY

Sylvania Platinum Limited ("The Company") is committed to creating value for its shareholders. The Board of Directors announced in the 2018 annual report that it had decided to replace a previously published dividend policy with a more flexible approach that more appropriately reflects the cyclical nature of our business. The Board will therefore consider the payment of dividends or other value enhancing methods (e.g. share repurchases) after taking into consideration the following realities within the business:

- *Liquidity and forecast cash requirements of the operating subsidiaries:*

  The operating companies receive proceeds from sales of metals up to four months after shipment to the smelters. The cash locked-up in the four-month working capital cycle (or pipeline) will be retained in the business on an on-going basis; the quantum will rise and fall according to the value of metals in the pipeline.

- *Debt:*

  The Company and its subsidiaries are currently free of third-party debt; Often negative covenants that restrict the payment of dividends in the event the Company secures external funding are usual with such finance.

- *Capital Expenditure and Acquisition Initiatives:*

  The Company is mid-cycle through a substantial capital expenditure initiative to significantly extend the life and performance of the SDO. This follows the acquisition of Lesedi in 2017 using only cash reserves. The Board believes funding such initiatives take priority; indeed, most capital expenditures are motivated on a value-enhancing return basis requiring returns above the Company's cost of capital.

- *Legal Considerations*:

  Dividends are funded from cashflows remitted to the Company from its operating subsidiaries; these subsidiaries have to retain sufficient cash reserves to fund their operations, pay capital expenditures and local taxes, dues and likes. The remittance of funds to the Company is also subject to local exchange control regulations. Bermudan law permits a company to declare or pay a dividend, subject to complying with the tests set out in the Bermudan Companies Act; which provide that a company may not declare or pay a dividend if there are reasonable grounds for believing that:

  - the company is, or would after the payment, be unable to pay its liabilities as they become due; or
  - the realisable value of the company's assets would thereby be less than its liabilities;

- *Sustainability:*

  The Company's intention is to return excess cash to shareholders at regular intervals. The level of dividends (or substantial share repurchases) must therefore be at a level which can be supported on an on-going basis.

- *Metal prices and South African Rand / US Dollar Exchange Rates:*

  Fluctuations in metal prices and exchange rates can have a major impact on the Company's results, especially given the impact of lengthy payment terms. Cognisance must therefore be taken of current and anticipated prices in both US Dollar and Rand. A cash buffer needs to be kept in the event of a large fall in prices in a short period (and in the event that any pipeline finance has to be repaid to a smelter).

- *Mineral rights portfolio:*

  The Company's mineral rights portfolio is currently managed in a defensive manner; the portfolio may lead to further value add within a metal (PGM or Chrome) or operation that does not fit with the Company's strategy; the Board will consider a once-off special dividend (in cash or specie) of any mineral asset disposition.

Dividend formula

The Board will take the above factors into account and rather than any formulaic approach, will recommend distribution of returns to reflect the Company's position and outlook.

Frequency

A dividend is planned for payment on an annual basis.

Share Repurchases

In the event the Board considers the share price to be trading lower than the Company's intrinsic value, the Company will continue to give preference to the repurchase of its shares in the market. These repurchases in the past have provided for the reduction in total shares in issue (including past share option awards) of almost 30 million shares; They have not only provided for management incentives to be awarded (without dilution to shareholders), but the shares have been cancelled raising the potential EPS for all shareholders.

The number of shares repurchased and the range of prices at which the shares may be bought will be determined by the Board from time-to-time and in accordance with applicable AIM and other regulation.