

SYLVANIA
METALS (PTY) LTD

CORPORATE PRESENTATION

Results for the financial year ended 30 June 2018

London Investor presentation

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FY2018 RESULTS

FY2018 at a glance

Financial snapshot

GROUP REVENUE

24%

Increased 24% to $62.8m, assisted by 21% higher PGM basket price and stable PGM oz production. (FY2017: $50.5m)

GROUP EBITDA

21%

Increased 21% to $22.2m, assisted by 21% higher PGM basket price and stable PGM oz production (FY2017: $18.3m)

NET PROFIT

24%

Increased 27% to $11.0m after income tax of $5.0m, supported by stable PGM production and improved PGM basket price. (FY2017: $8.9m)

BASIC EPS

25%

Increased 26% to 3.83¢ (FY2017: 3.06¢)

CAPEX

88%

Capital increased 88% to $7.9m primarily due to DB & MS Project Echo expenditure. (FY2017: $4.2m)

G&A COST

3%

General and administrative costs increased 3% to $2.03m. (FY2017: $1.98m)

Operations snapshot

PGM PRODUCTION

0.2%

SDO PGM oz production of 71,026oz 4E PGM was 0.2% up on FY2017. PGM feed tons were up 6% but feed grades were 11% lower. (FY2017: 70,869oz)

Group cash cost

25%

Increased 25% to $567/oz, impacted by stronger R/$ Exchange Rate and higher operating cost at Lesedi operation since Nov '17. (FY2017: $453/oz)

FY2018 Achievements

- 71,026 4E PGM ounces for the year - the fifth consecutive year of record production;
- Net Revenue is up 24% to $62.8 million (FY2017: $50.5 million);
- Group EBITDA improved by 21% on FY2017 to $22.2 million and Group net profit of $11.0 million, a 22% improvement compared to the previous period;
- Positive Group cash balance of $14.0 million (including $1 million in guarantees);
- Purchased a total of 2.4m Ordinary $0.01 Shares at A$0.1619 each under the Share Buyback Programme, offered to small, non UK shareholders to be cancelled on completion of the Programme;
- 6.8 million Ordinary $0.01 Shares cancelled in FY2018;

FY2018 Achievements continue…

- Acquired Phoenix Platinum Mining (Pty) Ltd (renamed Lesedi) in November 2017 for R89 million ($6.3 million) and successfully integrated into the SDO;
- First two modules of Project Echo successfully commissioned during the year at Millsell and Doornbosch;
- Outstanding safety achievements by Lesedi with seven years LTI-free, Doornbosch and Tweefontein both achieving six years LTI-free and Lannex and Millsell remaining LTI-free for more than three years;
- Mining Right for the Grasvally Chrome Project granted during the year;
- Maiden cash dividend of 0.35 pence per share recommended by the Board of Directors;

Challenges

- Delayed Water Use License application ("WULA") authorisation for the new Millsell tailings facility reduced feed tons and grade during first half of year, but has since stabilised;
- Lower PGM feed grades at some operations, associated with the feed ratio of fresh current arisings and ROM to historical dump material;
- Execution of Project Echo's Tweefontein MF2 module delayed due to power distribution infrastructure constraints to the mine;
- SDO cash costs increased 20% in ZAR terms (functional currency) to ZAR6,969/oz ($543/oz) year-on-year;
  - Some once-off costs associated with the purchase and incorporation of Lesedi into SDO, higher re-mining and tailings deposition costs due to the delay in commissioning of the new Millsell tailings dam, and impact of historically higher cost ounces contribution from Lesedi replacing significantly lower cost ounces from Steelpoort;

Opportunities

- The Company remains debt free with a positive cash balance which allows the Company to continue to fund capital expansion projects with existing cash resources;
- In order to counter delays experienced in the commissioning of the Tweefontein Project Echo MF2 module, the decision was taken to fast-track Mooinooi's MF2;
- PGM grade and recovery optimisation initiatives were identified, incorporating proprietary processing modifications, and are currently being implemented at the Millsell, Doornbosch and Tweefontein operations to further mitigate PGM ounce production impact associated with the delay in the Tweefontein MF2 module and to support increased production profile for FY2019; and
- Relocation of redundant Steelpoort chrome circuit to Lesedi identified to improve chrome removal ahead of flotation and to enable higher PGM feed as per standard SDO operating model.

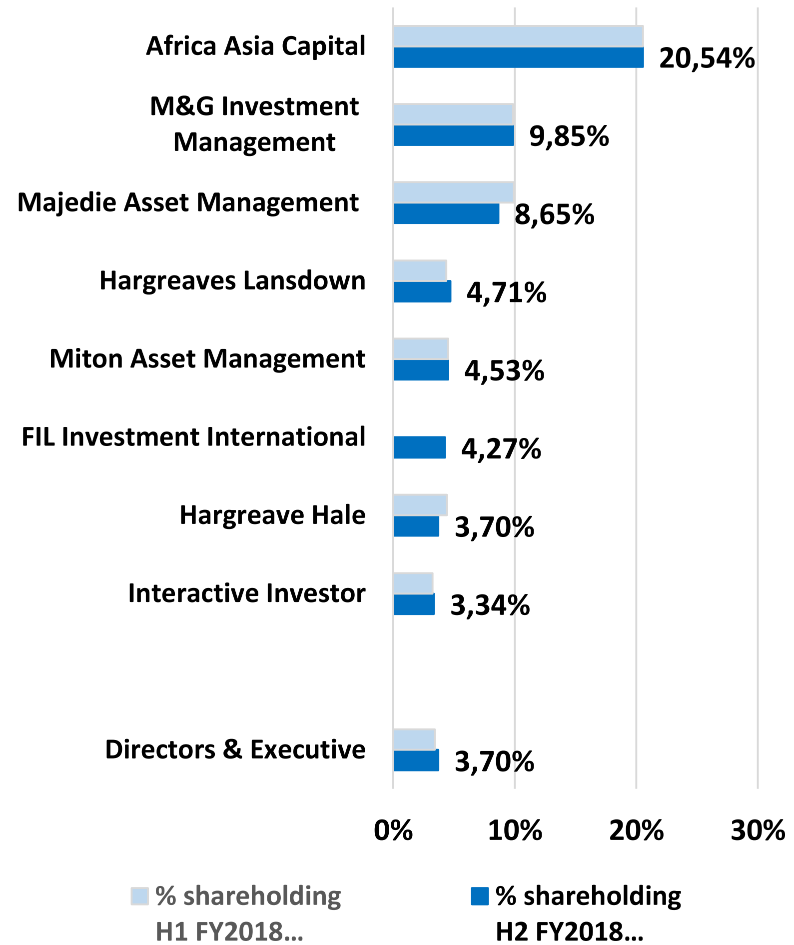
COMPANY OVERVIEW

Share Structure and Ownership

CAPITALISATION SUMMARY – 30 JUN '18

Listed:	AIM
Domiciled:	Bermuda
Ticker symbol:	SLP LN
Basic shares outstanding [1]:	286,280,430
Share price [2]:	16.25p
Market capitalisation [2]:	$61.2m
Cash position:	$14.0m
Undrawn overdraft facility:	ZAR28m

TOP SHAREHOLDERS



Source: Company analysis as at 30 June 2018

Note:
[1] Excludes 4.85 million shares held in treasury
[2] Share Price at 30 June 2018 16.25 pence and Exchange rate at 30 Jun 2018, 1 GBP = 1.3152 USD
[3] Share Price at 30 Jun '17 was 8.88p, and at 23 Aug '18 = 20.5p
Source: Sylvania Platinum

Overview – Sylvania Dump Operations

- Sylvania Dump Operations (SDO) comprises a number of chrome beneficiation and PGM processing plants, treating a combination of current and historical chrome tailings at host-mine sites
- SDO is the largest PGM producer from chrome tailings re-treatment in the industry – current annual production capacity of c. 75koz -78koz[1]
- Chrome concentrate is produced and returned to the host mine at nominal cost, while PGMs in concentrate are recovered for Sylvania's benefit and sold to smelters
- Low cost operations ($450 - $550/oz) and cashflow generative[2]
- Primary milling and flotation operations are currently at a steady state following several years of investment and growth
- Project ECHO aims to further improve and optimise recovery efficiencies across all operations through the implementation of secondary milling and flotation circuits
- SDO has exclusive rights to reprocess mine arisings and tailings dumps at current host mines, with a profitable operational life of at least fifteen years, with potential to significantly extend the operating horizon through consistent ore production at host mines

[1] Steady state capacity including Project Echo modules, and subject to ore supply from the host mine
[2] Unless otherwise stated in presentation, operating cost is expressed as $/oz 4E PGM
Source: Internal company data and forecasts

Overview - Development

- Sylvania holds prospecting and mining rights for a number of PGM projects on the Northern Limb of the Bushveld Igneous Complex in South Africa

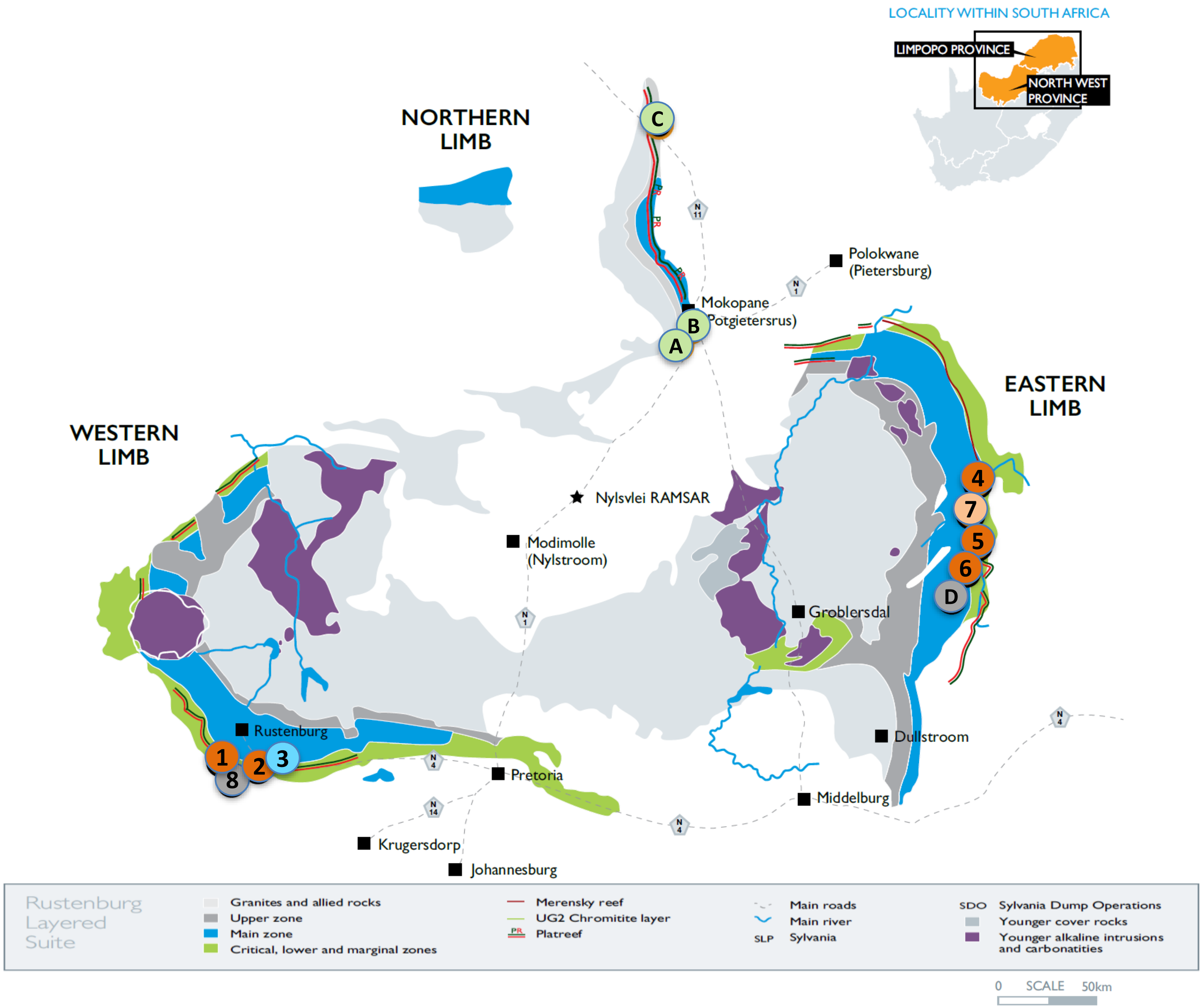
  - Volspruit
    - Volspruit is an open pit mine project at the southern end of Northern Limb with projected life-of-mine production of 1.8 million ounces PGM and 128 million pound Ni;
    - A Mining Right to mine PGMs, gold, copper, nickel and chrome was granted on 28 June 2017;
    - Next step is application for a Water Use Licence from Department of Water and Sanitation.

  - Northern Limb Exploration
    - 5 million ounce PGM inferred resource with significant growth potential;
    - Mining Right for copper, gold, nickel and PGMs on Northern Limb Projects (Nonnenworth, La Pucella and Altona) granted by DMR in March 2017;
    - Exploration drilling has been suspended and is discretionary.

  - Grasvally
    - Open-pit minable high grade chromite resources, adjacent to Volspruit project at the southern end of Northern Limb;
    - Final EIA was approved by Department of Mineral Resources (DMR) during December 2016, with initial appeal by interested and affected parties overturned by DMR;
    - Water use licence for open cast mining and waste rock treatment was approved by the Department of Water and Sanitation (DWS) in November 2016;
    - Potential for low capex, high return on investment;
    - Project currently being marketed for sale;
      - Bulk sample processing trial initiated to support technical parameters for project feasibility.

Source: Internal company data and forecasts

Location of Operations and Projects



LEGEND

Operating Complexes

1 Millsell (SDO)

2 Mooinooi Dump & ROM (SDO)

3 Lesedi (SDO)

- Acquired: Nov ’17
- Previously Phoenix Platinum

4 Doornbosch (SDO)

5 Lannex (SDO)

6 Tweefontein (SDO)

Dormant Operations

7 Steelpoort (SDO)

- Decommissioned: Jun ’17

8 CTRP (25% JV)

Mineral Projects

A Volspruit

B Grasvally

C Northern Limb Projects

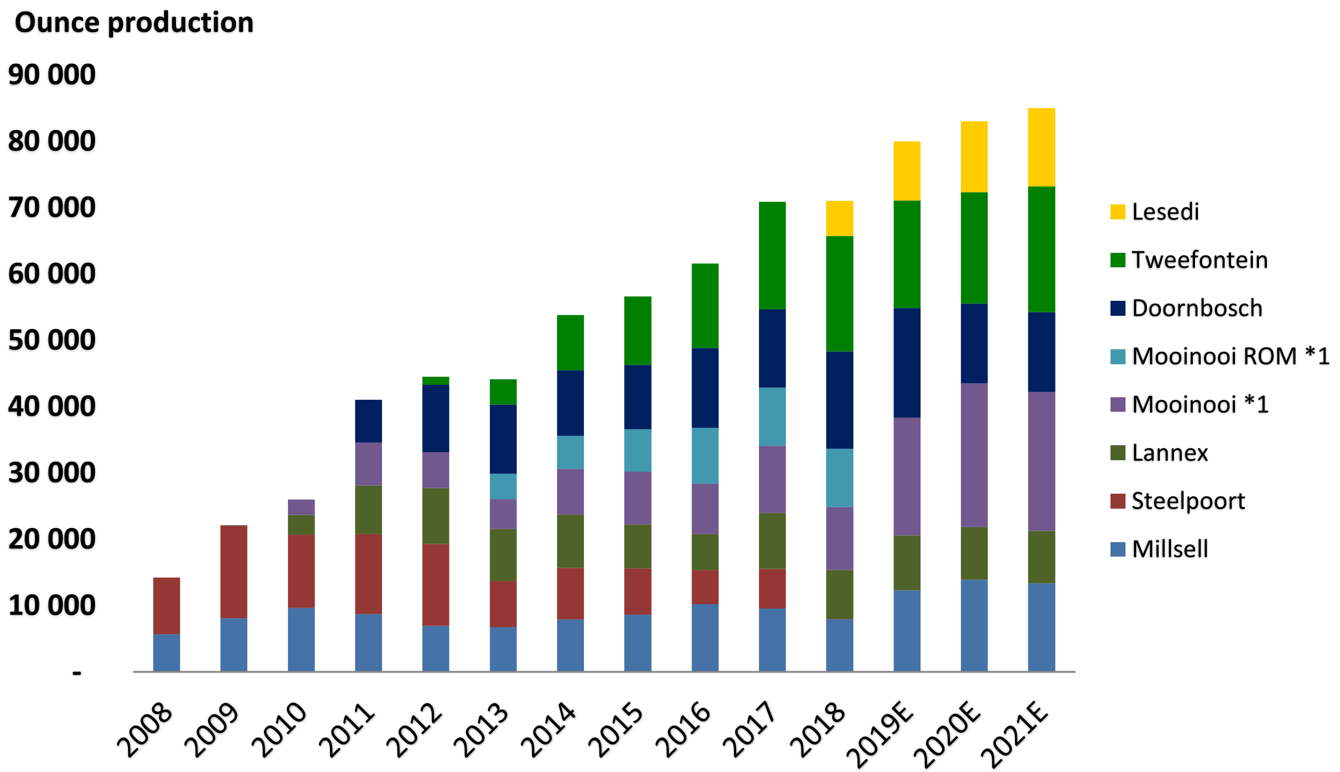
D Everest North

Impaired during FY2013

OPERATIONS

Production profile

- 71,026oz 4E PGM in FY2018 – 5th consecutive year record annual production;
- Lesedi operation acquired in November 2017;
- FY2019 Production Guidance of 76,000oz to 78,000oz 4E PGM [2].



[1] Mooinooi Dump & Mooinooi ROM Plants production combined from FY2019 onwards as Mooinooi.
[2] Subject to ore supply from the host mine
Note: Sylvania financial year end is to 30 June
Source: internal forecasts

Project ECHO Progress

- Millsell and Doornbosch secondary PGM milling & flotation (MF2) circuits completed during December 2017 as first phase of Project ECHO roll-out;

- Mooinooi MF2 fast-tracked to mitigate impact of Tweefontein MF2's delay due to electricity supply constraint to host mine;
  - Mooinooi MF2 scheduled for commissioning Mar / Apr 2019;
  - Tweefontein power distribution upgrade by national power utility currently in progress and MF2 commissioning planned for mid-FY2020;
  - PGM grade and recovery optimisation initiatives, incorporating proprietary processing modifications at existing operations, together with optimised dump resource scheduling will assist in mitigating the PGM production impact associated with Tweefontein MF2 delay and support confidence in SDO reaching the forecast production profile for FY2019.

- Project ECHO is expected to be completed within original budget of ZAR175m, excl. escalation, with ~ZAR66m (~$5.1m) spent to date.

Lesedi integration

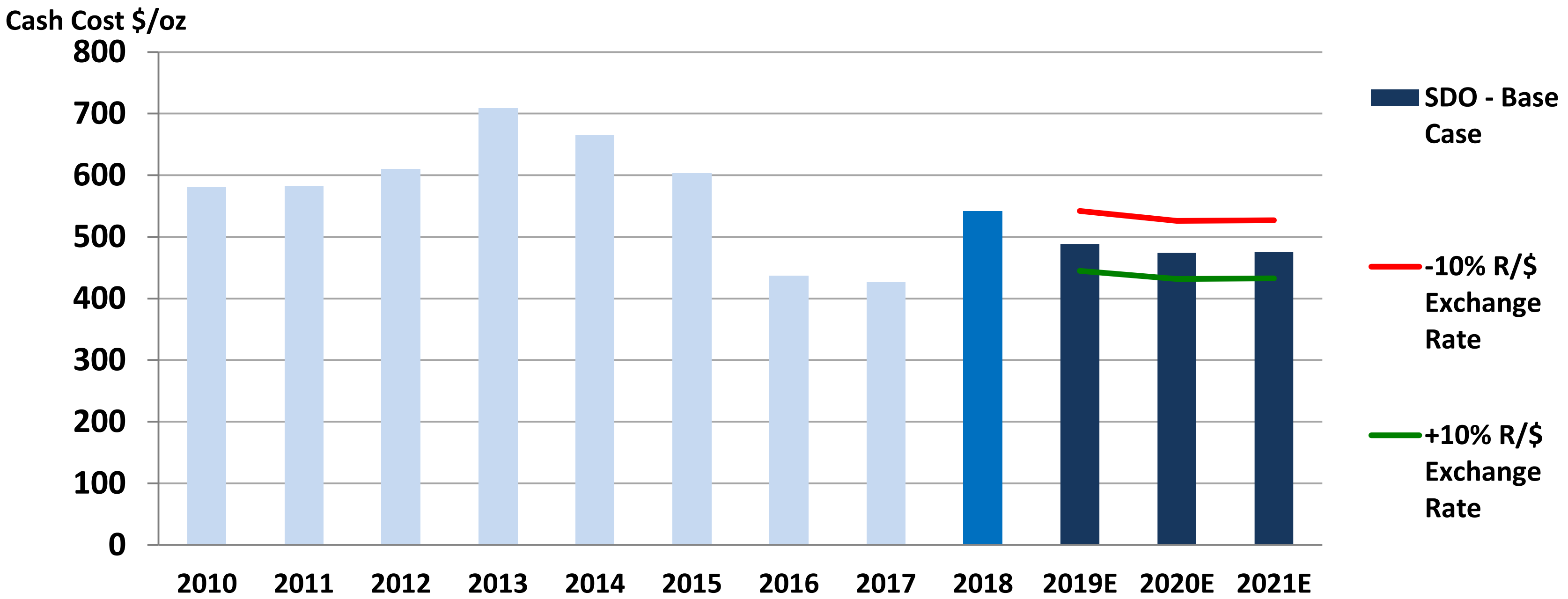
Redundant Steelpoort Chrome Plant to be relocated to Lesedi

- Acquisition of Phoenix Platinum Mining (Pty) Ltd (renamed Lesedi) was completed in November 2017 and Sylvania took over the operations effective 7 November 2017.
- Immediate priority was to increase plant production volumes in line with design capacity, to improve plant feed stability, feed grade and recovery efficiency to assist with PGM ounce production, and also to implement action plans to reduce overall production costs.
- Progress to date:
  - Operation fully incorporated into SDO – managed according to Sylvania's proven operating model applicable for production, metallurgical, procurement and other support services;
  - Mass pull optimisation strategy implemented to improve PGM recovery efficiencies in flotation circuit;
  - Tailings pumping system upgraded to enable higher production throughput rates;
  - Costly outsourced plant operation and maintenance contract terminated in Dec '17.
- New opportunity: Relocation of redundant Steelpoort chrome circuit to Lesedi in order to improve chrome removal ahead of flotation which will enable higher PGM feed, analogous to the standard Sylvania SDO operating model - project scheduled to be commissioned during FY2019;
- Lesedi is expected to contribute ~8,500oz 4E PGMs during FY2019.

FINANCIAL PERFORMANCE

Operating cost

- SDO cash cost fairly flat between FY2018 and FY2021 in Rand terms, but US$/oz cost reducing with weaker ZAR/$ exchange rate;



ZAR Cash Cost											
4,443	*3,985*	*5,007*	*6,258*	*6,899*	*6,897*	*6,309*	*5,802*	*6,969*	*6,849*	*6,649*	*6,660*

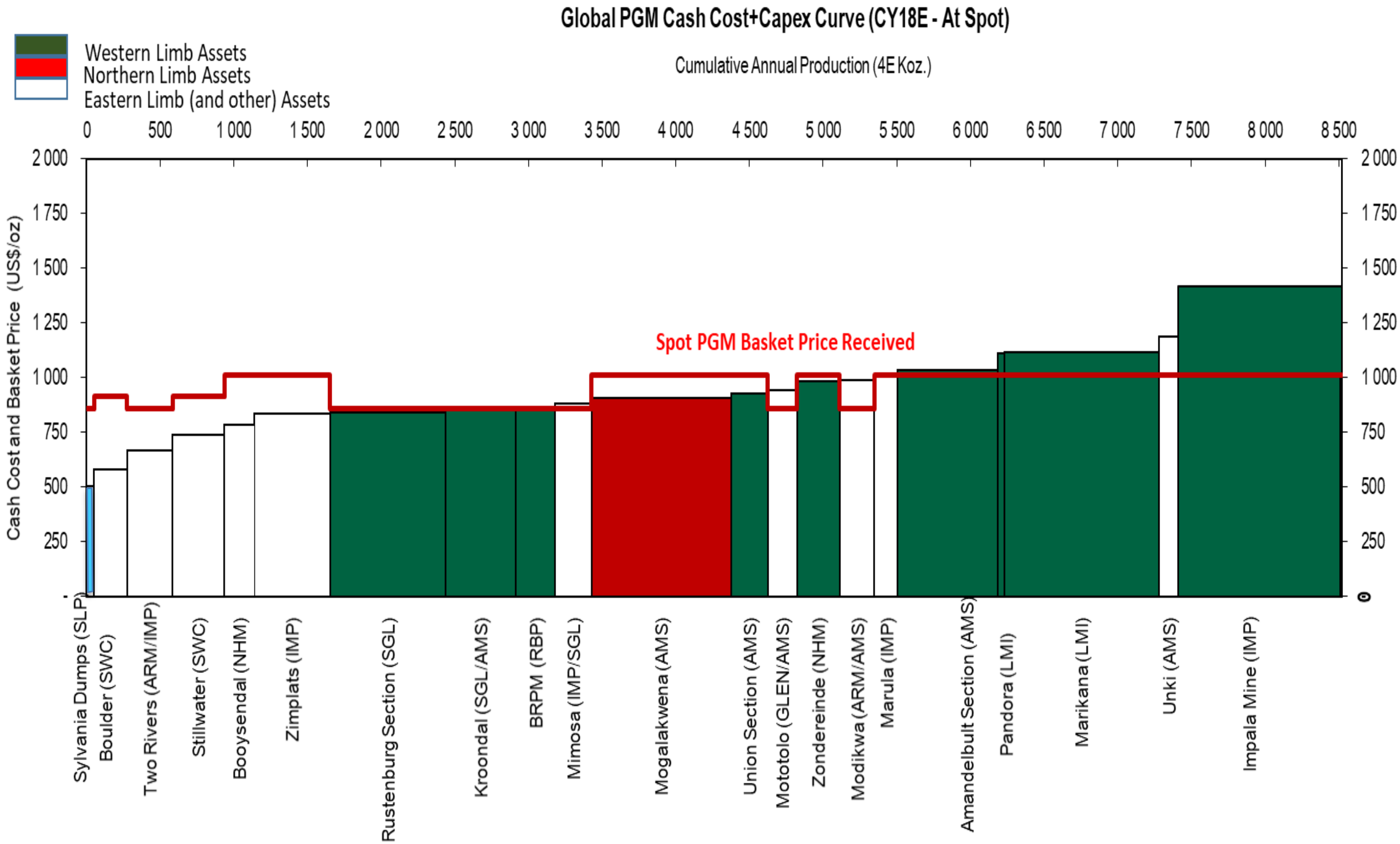
Note:
- 2019 to 2020 Company Estimates based on Current August –to-date Spot prices: Pt = $811/oz; Pd = $905/oz; Rh = $2,204; Au = $1,201/oz; (4E PGM Basket = $1,010/oz); 1 USD = 14.02 ZAR
- ZAR / US$ Exchange Rate assumptions for sensitivities are tabled in Appendix 1 to the presentation.

Source: Sylvania Platinum Limited

Disclaimer: The cash positions stated above are targets only and not a forecast of profits. There can be no guarantee that the Company's operations will generate the returns referred to above, and should not be relied upon by prospective investors in forecasting the Company's actual trading results.

Industry position on PGM Producers Cash Cost curve

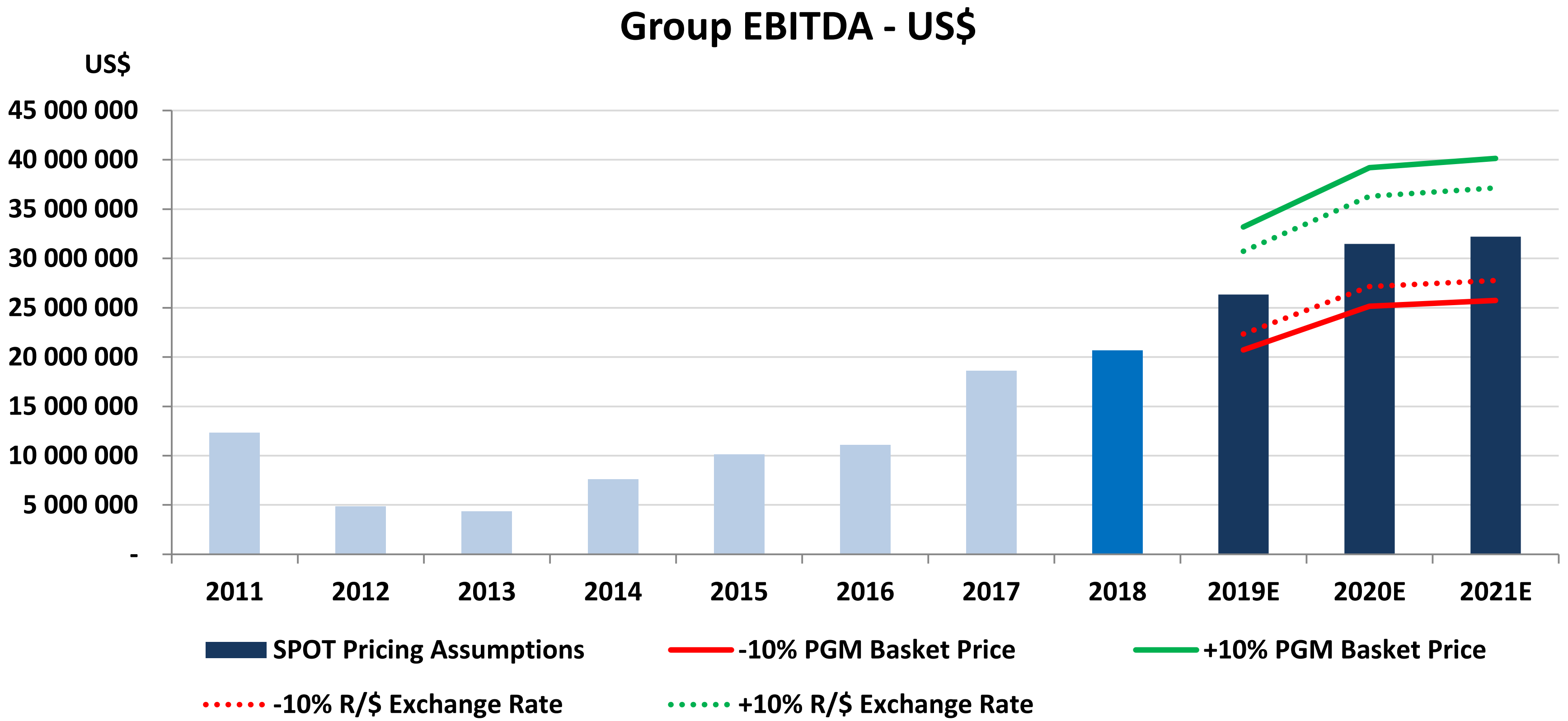
- Sylvania remains one of the lowest cash cost PGM producers in the industry



Source: Nedbank Corporate & Investment Banking Cost Curve (costs after capex) Jun '18 – CY18E at Spot (R/$12.50, Pt = $1,050, Pd = $1,050, Rh = $1,750)
Sylvania updated FY2018 Actual Cash Cost = $567/oz

Group EBITDA trend

- Company growing profits despite difficult market conditions and operational challenges during past year;



Note:

- 2019 to 2020 Company Estimates based on Current August –to-date Spot prices: Pt = $811/oz; Pd = $905/oz; Rh = $2,204; Au = $1,201/oz; (4E PGM Basket = $1,010/oz); 1 USD = 14.02 ZAR

Source: Sylvania Platinum Limited, Kitco

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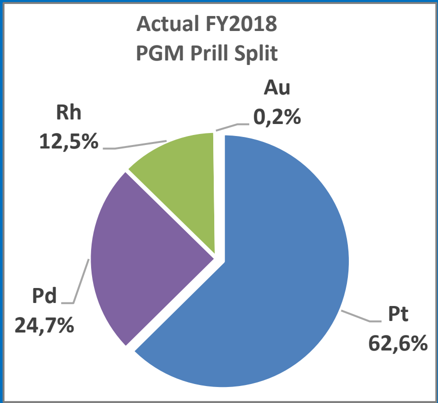
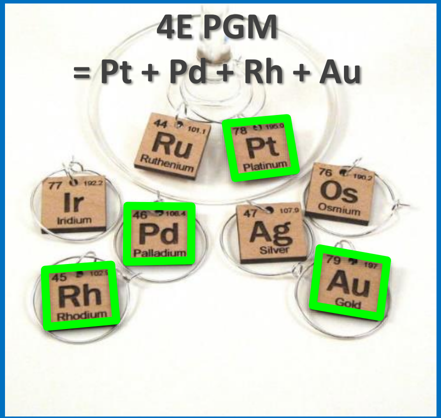
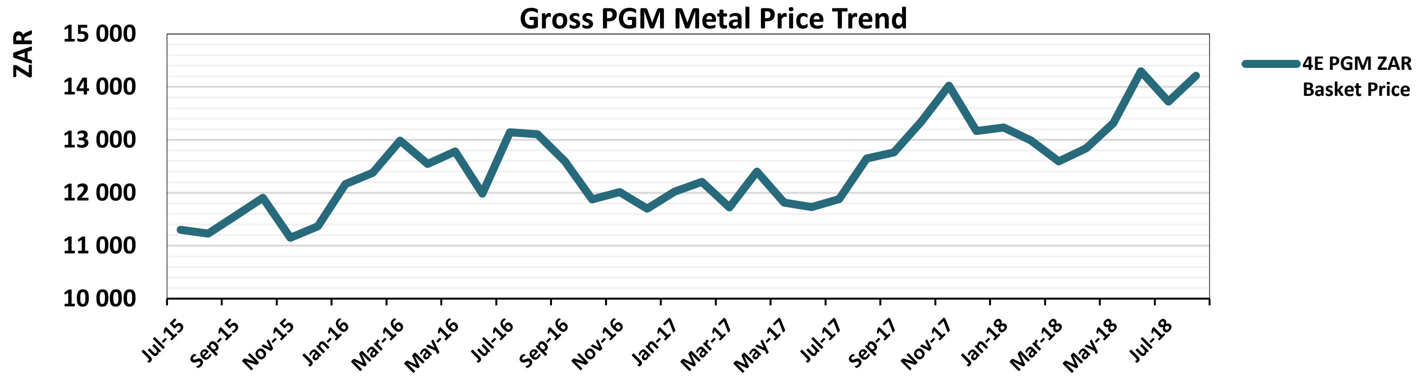
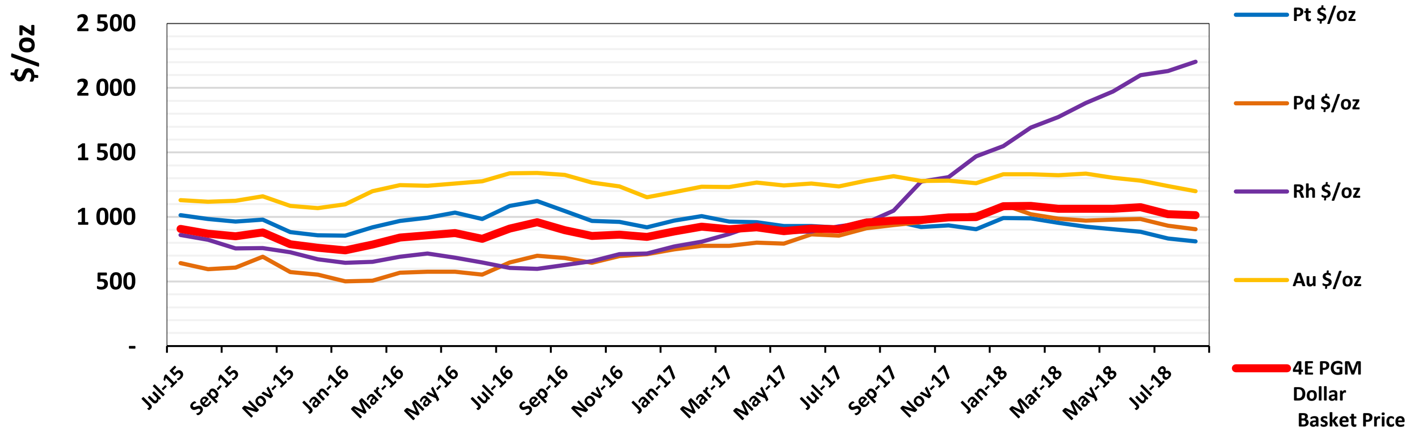




Gross PGM Metal Price trend

- 4E PGM Basket price of $1,135/oz in FY2018 is 21% higher than FY2017, supported by improvements in Palladium and especially Rhodium prices;
- ZAR 4E PGM Basket price was ~14% higher compared to corresponding period in previous year, as ZAR/$ exchange rate strengthened from R13.61/$ to R12.82/$.



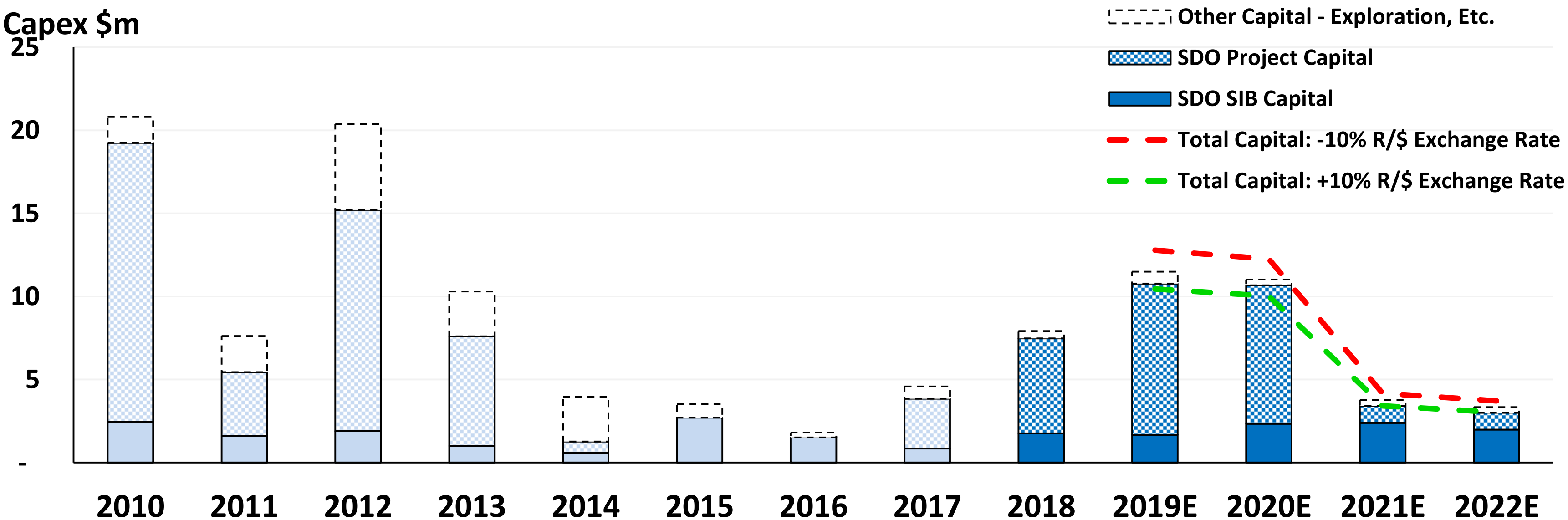


Note:
- Individual PGM metal prices based on historical metal prices by Kitco.com.
- 4E (Pt, Pd, Rh, and Au) prices are based on average historical metal prill splits achieved for Sylvania Platinum operations.
- ZAR / US$ Exchange Rate is based on actual monthly historic SARB rates.

Source: Sylvania Platinum Limited, Kitco.com, SARB

Capital expenditure

- Project capital expenditure from late 2017 to early 2021 primarily associated with Project Echo and smaller strategic projects contributing towards PGM ounce profile and tailings dam replacement projects.
- SDO Capital spend is primarily in ZAR, hence US$ forecasts are impacted by exchange rate fluctuations.
- Lesedi acquisition cost not included in capex graph.



Note: 2019 to 2022 Estimates are based on ZAR/US$ exchange rate of R14.02/$




SUMMARY

Corporate Strategy

Value creation

- Free cash flow generation
  - Production of approximately 76koz to 78koz/year from current operations[1]
  - Low cash costs target < $600oz
- Optimisation of value from current resources and infrastructure
  - Implementation of secondary milling and flotation at operations through Project ECHO based on proven metallurgical performance and operating technology
- Opportunistic growth through further tailing treatment deals
  - Continuously exploring and evaluating potential surface resources and projects
- Preserve option value in other assets and realise when possible
  - Would consider outright disposals, joint ventures, or spin-offs to maximise value to Sylvania's shareholders

Shareholder-friendly use of cash

- Only commit capital to growth projects when internal hurdle rate is met;
  - Acquired Phoenix Platinum from Pan African Resources in FY2018;
  - Funding Project ECHO from cash resources.
- Opportunistic buy back of shares when share price is lower than internal company valuation;
  - Satisfy Sylvania Share Option Scheme exercises and bonus share awards to prevent any dilution to shareholders, or cancel shares to enhance shareholder returns.
- Board of Directors recommended a maiden dividend of 0.35 pence per share, following approval at Nov '18 AGM;
- Future shareholder dividends when liquidity and cash flow requirements for the business are met as per revised dividend guidelines (see appendix).

[1] Steady state capacity including Project Echo modules, and subject to ore supply from the host mine
FY2019 Outlook = 76,000 – 78,000oz 4E PGM

Why Sylvania?

- Significant industry experience and proven track record in development and operations of tailings re-treatment operations – consistently delivering on operational promises;
- Shareholder-friendly corporate strategy;
  - Operations generate positive free cash flow;
  - Disciplined capital allocation and funding of expansion program from internally generated funds;
  - No equity issuance since 2009 in a very difficult price environment, unlike various other PGM producers in recent years;
  - Updated dividend guidelines, with maiden cash dividend recommended by Board.
- Energetic and competent leadership;
- Low cost producer with one of the highest industry margins;
- Lower risk business model than primary miners due to nature of surface projects.

Contact us

Sylvania Platinum Limited
Terry McConnachie +44 7775 337175

Liberum Capital Limited (NOMAD)
Neil Elliot / Richard Crawley +44 20 3100 2000

Alma (Communications)
Josh Royston / Helena Bogle +44 77 8090 1979

SYLVANIA
PLATINUM LIMITED

Glossary

GLOSSARY OF TERMS FY2018

4E PGMs	4E PGM ounces include the precious metal elements Platinum, Palladium, Rhodium and Gold
6E PGMs	6E ounces include the 4E elements plus additional Iridium and Ruthenium
AIM	Alternative Investment Market of the London Stock Exchange
All-in sustaining cost	Production costs plus all costs relating to sustaining current production and sustaining capital expenditure.
All-in cost	All-in sustaining cost plus non-sustaining and expansion capital expenditure
CTRP	Chrome Tailings Retreatment Project
Current Arisings	Fresh chrome tails from current operating plants at host mines
DMR	Department of Mineral Resources
EBITDA	Earnings before interest, tax, depreciation and amortisation
EA	Environmental Authorisation
EIA	Environmental Impact Assessment
EMPR	Environmental Management Programme Report
GBP	Great British Pound
IASB	International Accounting Standards Board
IFRIC	International Financial Reporting Interpretation Committee
IFRS	International Financial Reporting Standards
I&APs	Interested and Affected Parties
Ironveld	Ironveld Plc
IRR	Internal Rate of Return
JV	Joint venture
LEDET	Limpopo Department of Economic Development, Environment and Tourism
Lesedi	Phoenix Platinum Mining Proprietary Limited, renamed Sylvania Lesedi
LSE	London Stock Exchange
LTI	Lost time injury
MF2	Milling and flotation technology

MPRDA	Mineral and Petroleum Resources Development Act
MRA	Mining Right Application
MTO	Mining Titles Office
NOMR	New Order Mining Right
NWA	National Water Act 36 of 1998
Option Plan	Sylvania Platinum Limited Share Option Plan
PGM	Platinum group metals comprising mainly platinum, palladium, rhodium and gold
PAR	Pan African Resources Plc
Phoenix	Phoenix Platinum Mining Proprietary Limited, renamed Sylvania Lesedi
Pipeline ounces	6E ounces delivered but not invoiced
Pipeline revenue	Revenue recognised for ounces delivered, but not yet invoiced based on contractual timelines
Pipeline sales adjustment	Adjustments to pipeline revenues based on the basket price for the period between delivery and invoicing
Programme	Sylvania Platinum Share Buyback Programme
Project Echo	Secondary PGM Milling and Flotation (MF2) program announced in FY2017 to design and install additional new additional fine grinding mills and flotation circuits at Millsell, Doornbosch, Tweefontein and Mooinooi.
Revenue (by products)	Revenue earned on Ruthenium, Iridium, Nickel and Copper
ROM	Run of mine
SAM	SA Metals Pty Ltd
SDO	Sylvania dump operations
Shares	Common shares
Sylvania	Sylvania Platinum Limited, a company incorporated in Bermuda
USD	United States Dollar
WULA	Water Use Licence Application
UK	United Kingdom of Great Britain and Northern Ireland
ZAR	South African Rand

Appendices

FY2018 – Key Statistics

USD			Unit	Unaudited	Unit	ZAR		
FY2017	FY2018	% Change				% Change	FY2018	FY2017
				Production				
2 137 007	2 302 560	8%	T	Plant Feed	T	8%	2 302 560	2 137 00
2,65	2,47	-7%	g/t	Feed Head Grade	g/t	-7%	2,47	2,6
1 168 912	1 241 825	6%	T	PGM Plant Feed Tons	T	6%	1 241 825	1 168 91
4,06	3,63	-11%	g/t	PGM Plant Feed Grade	g/t	-11%	3,63	4,0
46,44%	45,09%	-3%	%	PGM Plant Recovery	%	-3%	45,09%	46,44
70 869	71 026	0%	Oz	Total 4E PGMs	Oz	0%	71 026	70 86
94 528	94 303	0%	Oz	Total 6E PGMs	Oz	0%	94 303	94 52
935	1 135	21%	$/oz	Average gross basket price	R/oz	14%	14 552	12 726
				Financials				
47 156	52 275	**11%**	$'000	Revenue (4E)	R'000	**4%**	670 370	641 85
2 764	5 485	**98%**	$'000	Revenue (by products)	R'000	**88%**	70 835	37 61
577	4 970	**761%**	$'000	Sales adjustments	R'000	**711%**	63 734	7 85
50 497	62 730	**24%**	$'000	Net revenue	R'000	**17%**	804 939	687 32
				-				
41 989	38 627	-8%	$'000	Operating costs	R'000	**-13%**	495 354	571 52
1 981	2 036	**3%**	$'000	General and administrative costs	R'000	**-3%**	26 107	26 96
18 327	22 206	21%	$'000	Group EBITDA	R'000	**14%**	284 768	249 45
644	584	-9%	$'000	Net Interest	R'000	**-15%**	7 494	8 76
4 333	5,112	18%	$'000	Taxation	R'000	**5%**	65,553	58 98
5 710	6 637	16%	$'000	Depreciation and amortisation	R'000	**10%**	85 111	77 72
8 873	10,989	24%	$'000	Net profit	R'000	**17%**	140,921	120 76
4 201	7 912	88%	$'000	Capital Expenditure	R'000	**77%**	101 462	57 18
			R/$	Ave R/$ rate	R/$	**-6%**	12,82	13,6
15 321	14 016	-9%	$'000	Cash Balance	R'000	**-14%**	179 745	208 53
				Unit Cost/Efficiencies				
426	543	27%	$/oz	SDO Cash Cost Per 4E PGM oz	R/oz	20%	6 969	5 80
320	409	28%	$/oz	SDO Cash Cost Per 6E PGM oz	R/oz	21%	5 249	4 35
453	567	25%	$/oz	Group Cash Cost Per 4E PGM oz	R/oz	18%	7 274	6 16
426	427	0%	$/oz	Group Cash Cost Per 6E PGM oz	R/oz	-5%	5 478	5 79
442	565	28%	$/oz	All-in sustaining cost (4E)	R/oz	20%	7 245	6 02
494	655	33%	$/oz	All-in cost (4E)	R/oz	25%	8 406	6 72

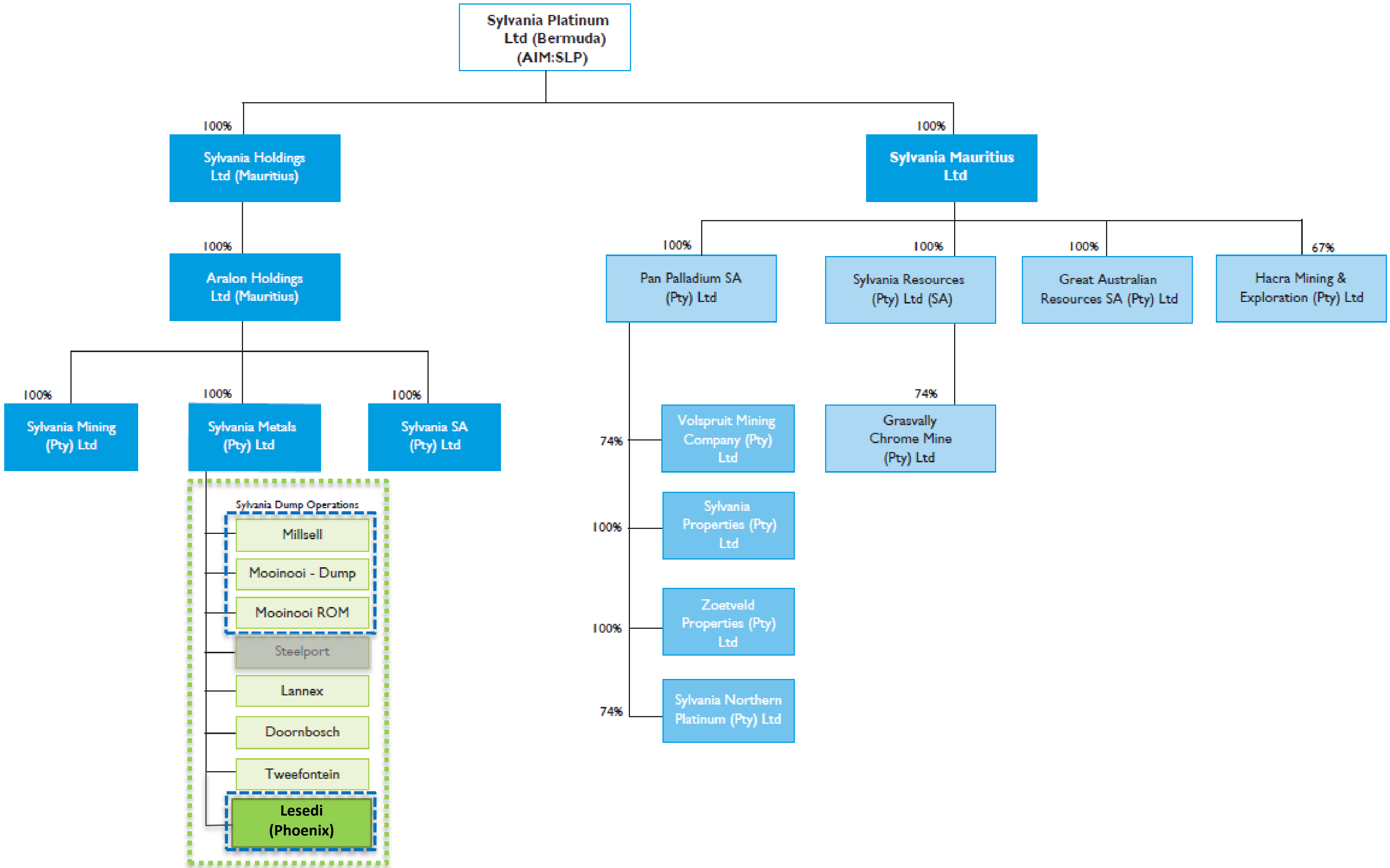
Dividend guideline

- Historic dividend policy of 21 January 2013 is out-moded in its reference to a base level of cash holdings and to ‘earnings’ – a figure which in these days of IFRS rules can be quite out of step with the underlying financial Company performance and its cashflow.
- Since 2013 both the economic landscape and Company circumstances have changed, necessitating a change in the dividend policy;
  - With the Company only getting paid for the metals we ‘mine’ today after about four months, and with current production nearly double that of 2013, there is a concomitant increase in working capital needs;
  - The Company remains affected by the gyrations in both prices and exchange rate;
  - The bills to operate and our large capital commitment to Echo must be paid. Our FY2019 capex is estimated at ZAR 144 million.
  - The taxman has to be paid and he enjoyed a $4.1m ‘dividend’ this last year. More will go his way in FY2019;
  - The acquisition of Lesedi of $6.3m was paid for out of cash reserves with no recourse to bank debt or other funding structures;
  - In addition to the Australian Share Buyback Programme to clean up that share register, other ad-hoc buybacks over recent times including buying in employee shares options on vesting has enabled the Company to reduce the shares in issue. In the absence of buy backs the Company would now have in the region of 315 million shares on issue. The current figure is around 286 million. This amounts to a nine percent reduction in shares in issue. This has been accomplished at reasonable cost.

Dividend guideline continue….

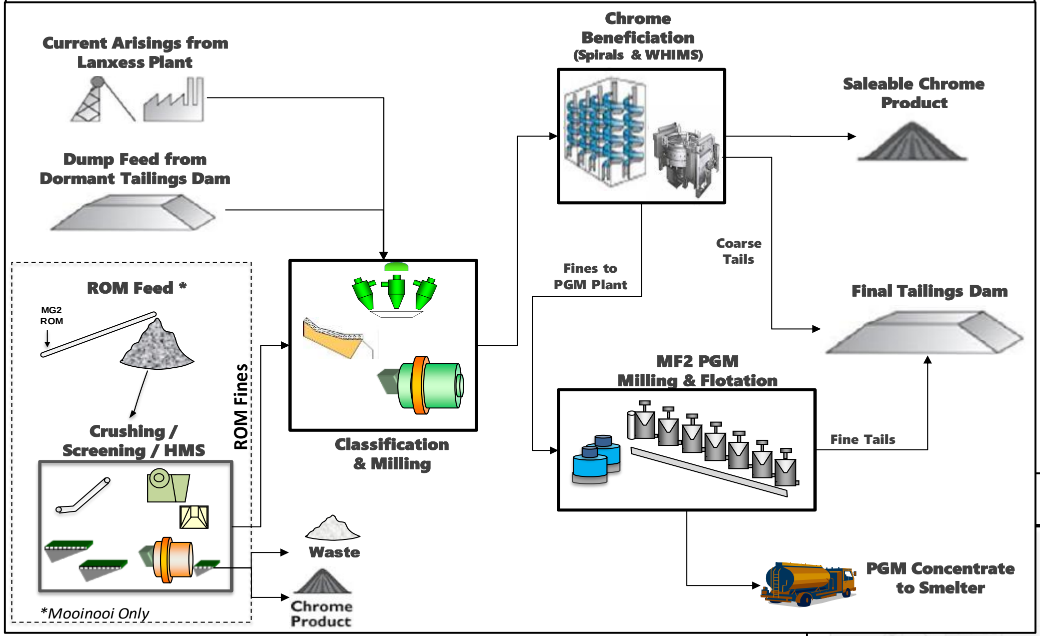
- In light of the above the Board has now decided to re-write the dividend policy and this will be released in due course. It will encompass:
  - Liquidity and forecast cash requirements of the business. The four month working capital cycle which needs to be provided for and translates into a figure of around $12 million at today's production rates, prices, exchange rate and which prudently be retained in the business on an on-going basis.
  - Debt – Some negative covenants that restrict the payment of dividends in the event the Company secures external funding are usual with such finance. In recent years we have redeemed just about all forms of indebtedness including the near ZAR70 million in pipeline finance (from our smelter / refiner).
  - The Company has embarked on Project Echo, a new capex initiative to significantly extend the life of the SDO and these cash requirements must take priority.
  - Legal Considerations - Bermuda law permits a company to declare or pay a dividend, subject to complying with the tests set out in their Companies Act. Their Companies Act tests 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 – Once your Company is on the dividend treadmill it intends to remain there! There are several examples of resource companies reducing or halting dividend payments to the detriment of their share prices.
  - Metal prices and Rand / Dollar Exchange Rate - Fluctuations in prices can have major impact on the Company's results especially with lengthy payment terms so cognisance must be taken of current and anticipated prices. A cash buffer needs to be kept in event of a large fall in prices in a short period (note Q42018) and in the event pipeline finance has to be repaid.

Sylvania Corporate Structure



Schematic Process Flow

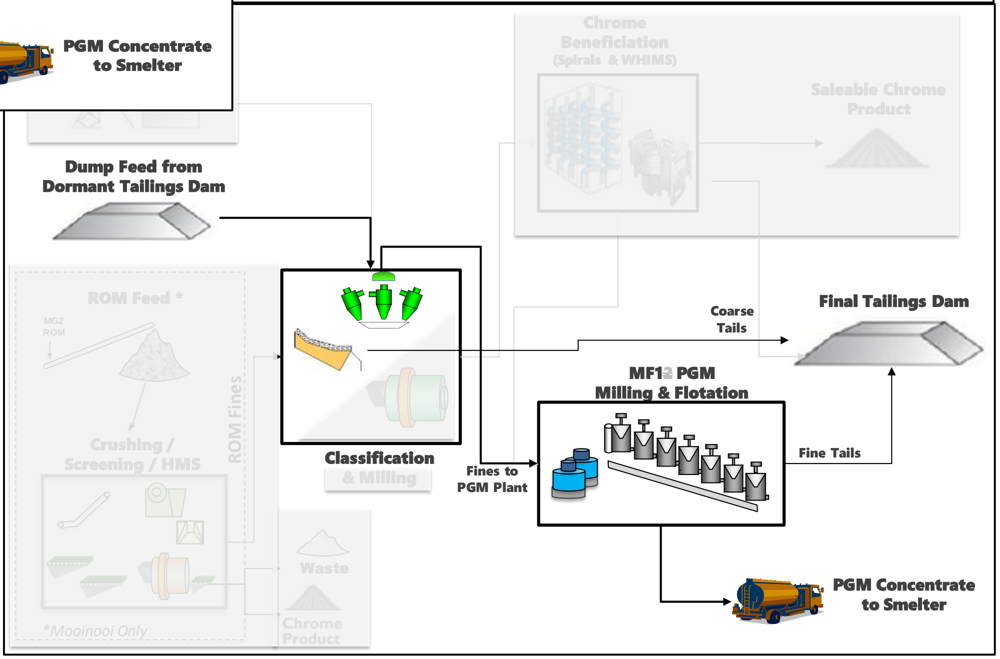
TYPICAL SDO PROCESS FLOW



- Generic process flow sheet for Sylvania's Millsell, Lannex, Doornbosch, Tweefontein, and Mooinooi Dump operations.
  - Treating current and historical chrome tailings material;
  - Recover and return chrome product to host-mine;
  - Generate cash from recovery and sale of PGMs.
- Recently acquired Lesedi plant has similar PGM milling and flotation circuit, but currently no chrome beneficiation circuit.

- Mooinooi ROM plant is only operation treating primary ore from host mine's underground mine.
  - Crush and upgrade ROM chrome ore to produce and return lumpy chrome product and metallurgical grade chrome concentrate to host-mine;
  - Generate cash from recovery and sale of PGMs.

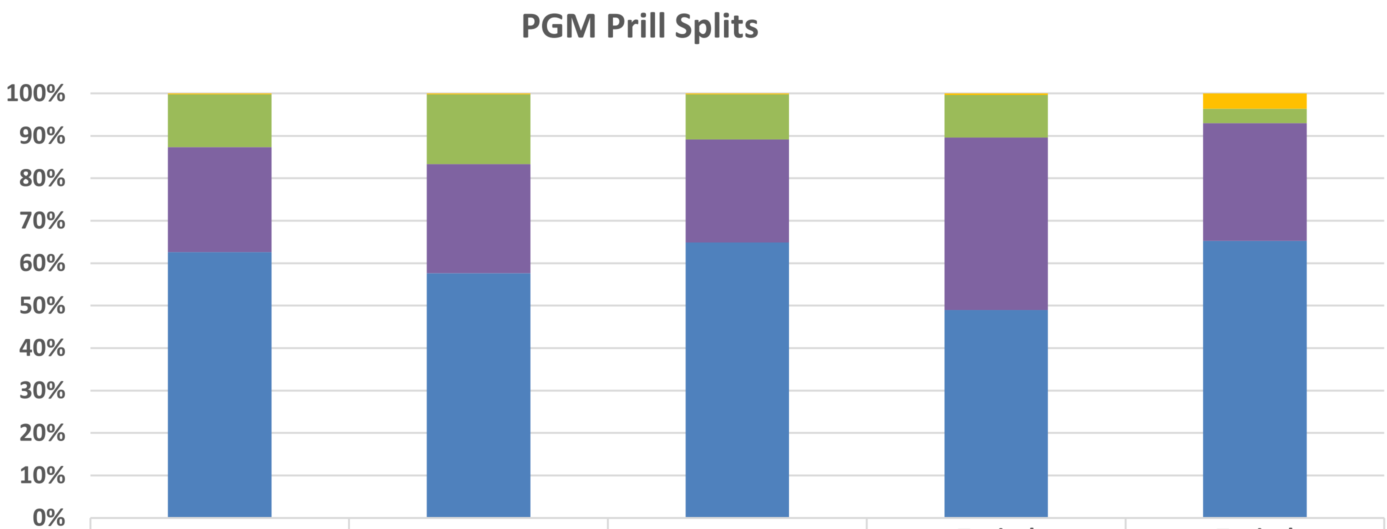
LESEDI PROCESS FLOW



Source: Internal company data and forecasts

Typical PGM concentrate metal prill splits

- Sylvania Rhodium portion typically higher than average UG2 and Merensky ores, and Palladium portion lower.



	Sylvania Combined	Sylvania LG6	Sylvania MG2	Typical UG2	Typical Merensky
Au	0.0%	0.0%	0.0%	0.0%	0.4%
Rh	1.2%	1.6%	1.1%	1.0%	0.3%
Pd	2.5%	2.6%	2.4%	4.1%	2.8%
Pt	6.3%	5.8%	6.5%	4.9%	6.5%

Note: Sylvania financial years run to 30 June
Source: internal forecasts

Project ECHO Progress: Millsell & Doornbosch – Jan '18

Above: Millsell Secondary Flotation circuit
Below: Millsell Secondary SMD Milling circuit

Above: Doornbosch Secondary Flotation Circuit (old Steelpoort PGM plant relocated)
Below: Doornbosch Secondary Flotation circuit

Board of directors

Stuart Angus Murray: Non-executive chairman

Mr Murray joined the board of Sylvania Platinum Limited as non-executive chairman on 1 April 2013. He has over 25 years of experience in the platinum mining industry.

After obtaining his degree in Chemical Engineering, Mr Murray joined Impala Platinum's Nickel Copper Refinery in 1984 where he gained significant technical and operational experience. Thereafter, he joined Rhodium Reefs Limited, a subsidiary of Rand Mines, to assist with Rand Mines entry into the platinum industry. Following Rand Mines purchase of the Crocodile River Mine and associated refineries, Mr Murray was responsible for the commissioning of the new BarPlats' base metals refinery. Mr Murray returned to Impala Platinum in 1991 and, following a number of positions at the refineries, he was appointed Consulting Engineer: Refineries and subsequently Consulting Engineer: New Business. Mr Murray served as an Executive director and the Chief executive officer of Aquarius Platinum Limited from the time that he was appointed in 2001 until his retirement in 2012. He was also Executive chairman of Aquarius Platinum (SA) (Pty) Limited, the company's operating subsidiary in South Africa, and Chairman of Mimosa Mining Company (Pvt) Limited, the company's jointly owned mine in Zimbabwe. He is an Associate Member of the UK Institution of Chemical Engineers.

Terry McConnachie: Chief executive officer

Mr McConnachie joined the board of Sylvania platinum in 2006 as an executive director and later as the Chief Executive Officer of the company.

He has almost 40 years experience in running mines, mining beneficiation and minerals processing companies. He was the founder and executive director of Merafe Resources, which listed on the JSE as SA Chrome and Alloys Limited and has been a director of numerous listed companies on the London and Australian stock exchanges.

Roger Williams: Non-executive director

Mr Williams was appointed to the Board on 29 December 2011. He is a Chartered Accountant with over 20 years' international experience in mining finance and an honours degree in French and Spanish.

He was previously CFO of Randgold Resources Limited and part of the management team that transformed it from being an exploration and development company into a major gold producer. He then went on to become CFO of JSE-listed AECI Limited. His other experience includes directorships and interim executive appointments with various mining and mining services companies.

Mr Williams is currently a Non-Executive Director of CradleArc Plc, Digby Wells and Associates and AfriTin Mining Ltd.

Eileen Carr: Non-executive director

Ms Carr joined the board of Sylvania Platinum Limited on 1st May 2015.

She is a Chartered Certified Accountant with an MSc in Management from London University and is a SLOAN fellow of London Business School.

Ms Carr has over 25 years of experience within the resource sector having worked in China and Russia on oil and gas ventures, and Australia, Latin America and Africa on mining projects. She was part of the team which developed the Freda Rebecca gold mine in Zimbabwe, the Ayanfuri gold mine in Ghana, the Kalsaka gold mine in Burkina Faso and the Angovia gold mine in Cote d'Ivoire. She was appointed Finance Director of Cluff Resources in 1993 and has, since that time, held several executive directorships in the resource sector including CFO for Monterrico Metals plc, the AIM listed copper exploration company developing the Rio Blanco project in Peru.

Her first non-executive role was for Banro Corp in 1998 and more recently she has been a non-executive director for Talvivaara Mining Co, the Finnish nickel company.

Currently, Ms Carr is a non-executive director of Bacanora Minerals Ltd, an AIM and TSX-V listed lithium development company focused on Mexico.

Key executives

Jaco Prinsloo: Managing Director Sylvania Metals

Mr Prinsloo was appointed as Managing Director in April 2014, after joining Sylvania as Executive Officer – Operations in January 2012.

He is a metallurgical engineer who obtained a B.Eng (Extractive Metallurgy) from the University of Pretoria in 1997 and an MBA from the Gordon Institute of Business (UP) in 2007, and who has approximately 20 years of experience in the mining industry.
He started his career at AngloGold Ashanti in 1998, as a metallurgist and since occupied various technical and production management positions at Anglo Platinum between 2002 and 2010 and finally worked as principal metallurgist in the Mining and Technology team of Anglo American, between 2010 and 2011, where he was involved in various strategic project and operations reviews worldwide in copper, manganese, coal, and platinum.
During the past 6 years he has been an integral part of the Sylvania team that grew the annual PGM production profile from approximately 42,000oz in FY2011 to 70,000oz in FY2017 at improved efficiencies and market leading operating cost.

Lewanne Carminati – Executive - Finance

Ms Carminati is a qualified Chartered Accountant (SA) who joined Sylvania in July 2009. She obtained her B.Com (Acc) at the University of Johannesburg (formerly Rand Afrikaans University) in 2001 and completed her B.Com Hons (Acc) at the University of Natal in 2002.

After completing her training contract in December 2004 she joined the finance department at a shaft sinking company as a financial accountant and was later appointed group finance manager. Lewanne joined Sylvania as finance manager in 2009 and was appointed as Executive Officer finance in 2012.

Albert Jordaan: Executive – Business Development

Mr Jordaan is a Professional Engineer and a Project Management Professional with approximately 20 years' experience in the mining and minerals industry, and joined Sylvania as Executive Officer – Business Development in January 2011.

He obtained a B.Eng (Mechanical Engineering) degree from the University of Pretoria in 1997, started his career at AngloGold Ashanti in January 1998 and obtained a Government Certificate of Competency in 2000, after which he served in various engineering roles at AngloGold's Vaal River and Western Deep Levels operations. Between 2006 and 2010, Albert was a project manager for DRA Mineral Projects, during which time he managed platinum projects for Aquarius Platinum, Impala Platinum's Marula mine and completed the feasibility study and early works phases as the Senior Project Manager for the Booysendal Mine Project.

Albert's functional role covers the responsibility for the engineering discipline at the Sylvania Operations and also the Company's business development portfolio, which includes project and operating capital management for Sylvania Dump Operations as well as project subsidiaries of Sylvania Platinum Ltd.