



Investor relations presentation



Terry McConnachie | CEO
5 February 2007 | Cape Town

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.

Who we are



- Australian/UK-based
- Fast-growing
- PGM producer
- Operations, projects in South Africa
- Low risk
 - focused on tailings re-treatment, near-surface exploration
- Low cost, high margins
- Healthy balance sheet
 - to fund growth
- 'Green'
- Empowered
 - 26% ownership by Ehlobo Metals (Pty) Limited

Experienced people



Richard Rossiter
Non-executive
Chairman

Terry McConnachie
CEO
Executive Director

Dr Evan Kirby
COO
Executive Director

Dr Alistair Ruiters
Non-executive Director

Louis Carroll
Executive Director

- Recent board changes reflect company evolution
- Strong management team
- Extensive experience in value creation

Listings, shares, market capitalisation



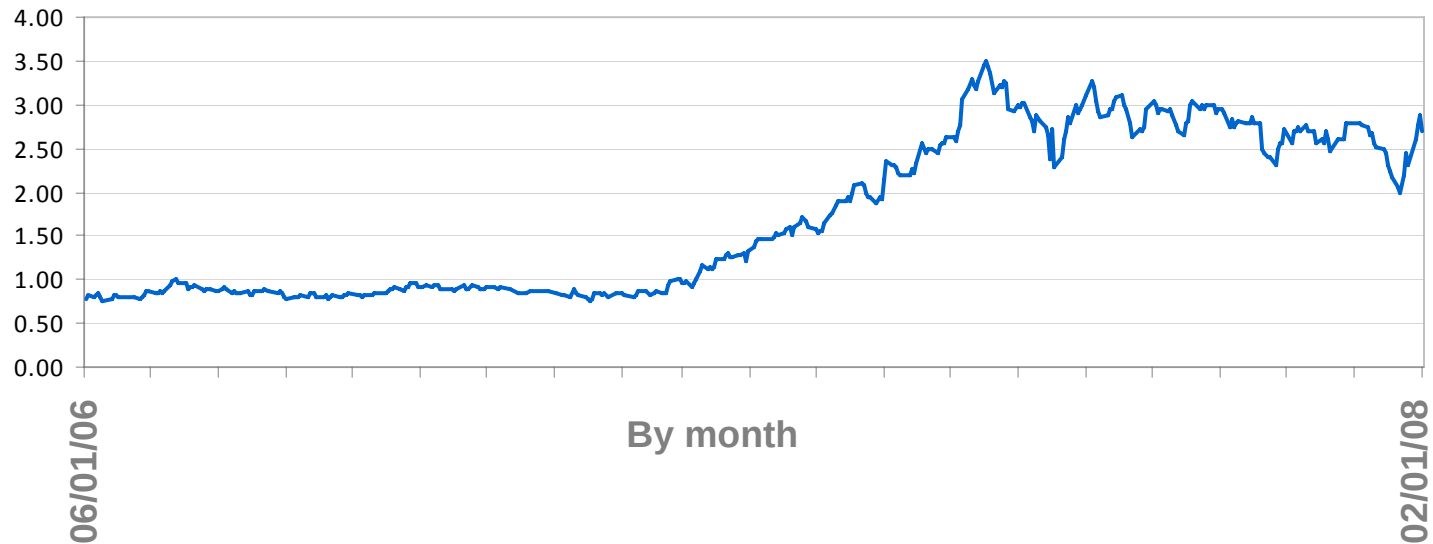
- ASX-, AIM-listed (ASX:SLV; AIM:SLV)
 - S&P/ASX 300 Index
- 176 154 273 shares in issue
 - top five shareholders: Audley Capital, Fidelity, JP Morgan, Odey Asset Management, Aegon
- Share price
 - ASX: A\$2.87 as at COB 31.01.08
 - AIM: £1.28 as at COB 31.01.08
- Market capitalisation (Jan 08)
 - ASX: A\$506 million
 - AIM: £226 million

Sylvania share price performance



- Spectacular 2007 performance, then consolidation

A\$/share



Source: Bloomberg

Key drivers



- Location, location, location
 - PGM 'Elephant Country'
 - > 80%+ of global resources
- Low risk resource
 - high grade (2-6 g/t)
 - on surface
 - less exposed to power shortages
- Profitable in ramping up, production
 - to >70koz pa by 09/10

Key drivers, cont'd



- Lowest cost producer
 - US\$200-300/oz v US\$400-600/oz industry average
 - high margins 70-80%
- Aggressive growth focus
 - improved recoveries – *'more from what we have'*
 - bead mills
 - more tailings – *'more of what we have'*
 - near-surface hard rock mining
 - smelting – JVs, offtakes, tolls
- Well funded
 - early, strong cash flow
 - strong cash position
 - A\$39.6m

Tailings retreatment



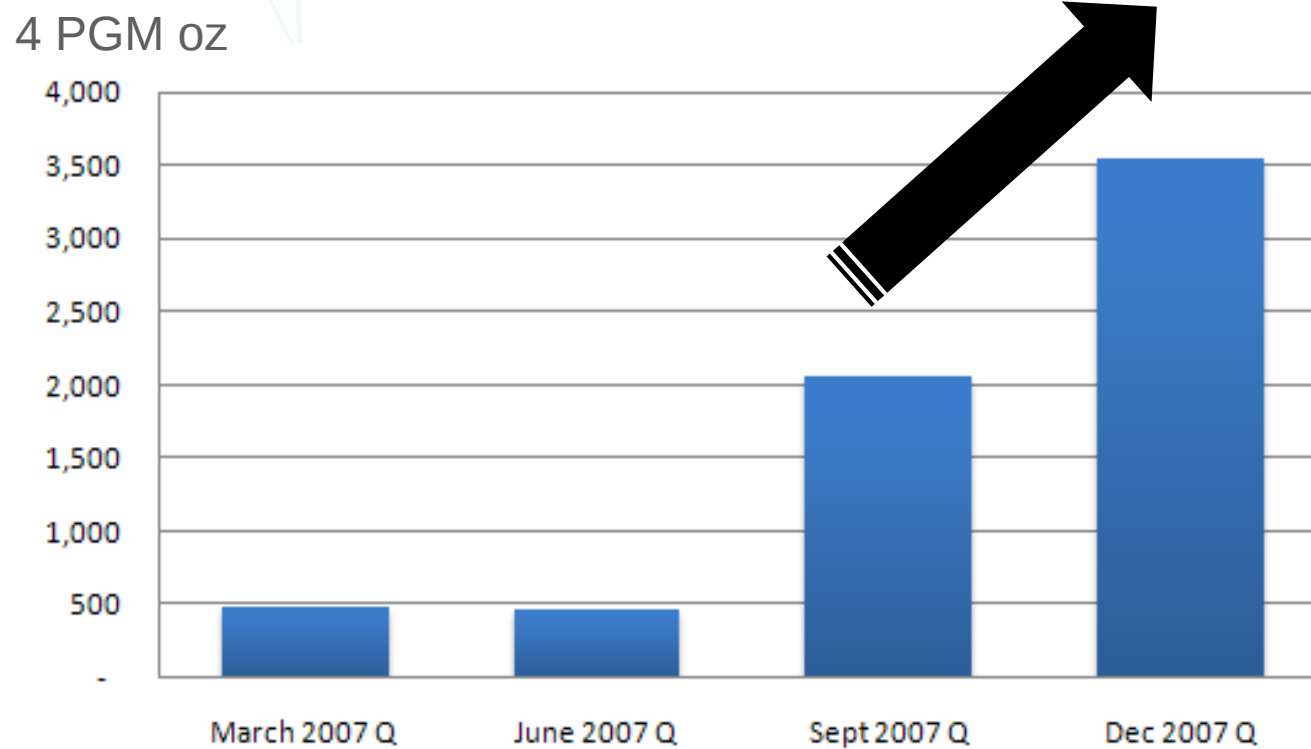
- Chrome Tailings Retreatment Project (CTRP) – 25%
 - managed by AQPSA
 - Xstrata, Beyer tailings
- Samancor integrated chrome and PGM float plants – 74%
 - Millsell -1mt @ 1.8 g/t
 - advanced ramp-up phase
 - Steelpoort - 0.8mt @ 4.8 g/t
 - advanced ramp-up phase
 - Lannex -1.2mt @ 3.0 g/t
 - under construction, completion in Q4, FY2008
 - Elandsdrift – 2.9mt @ 1.9 g/t
 - construction starting in second half 2008

Steelpoort plant

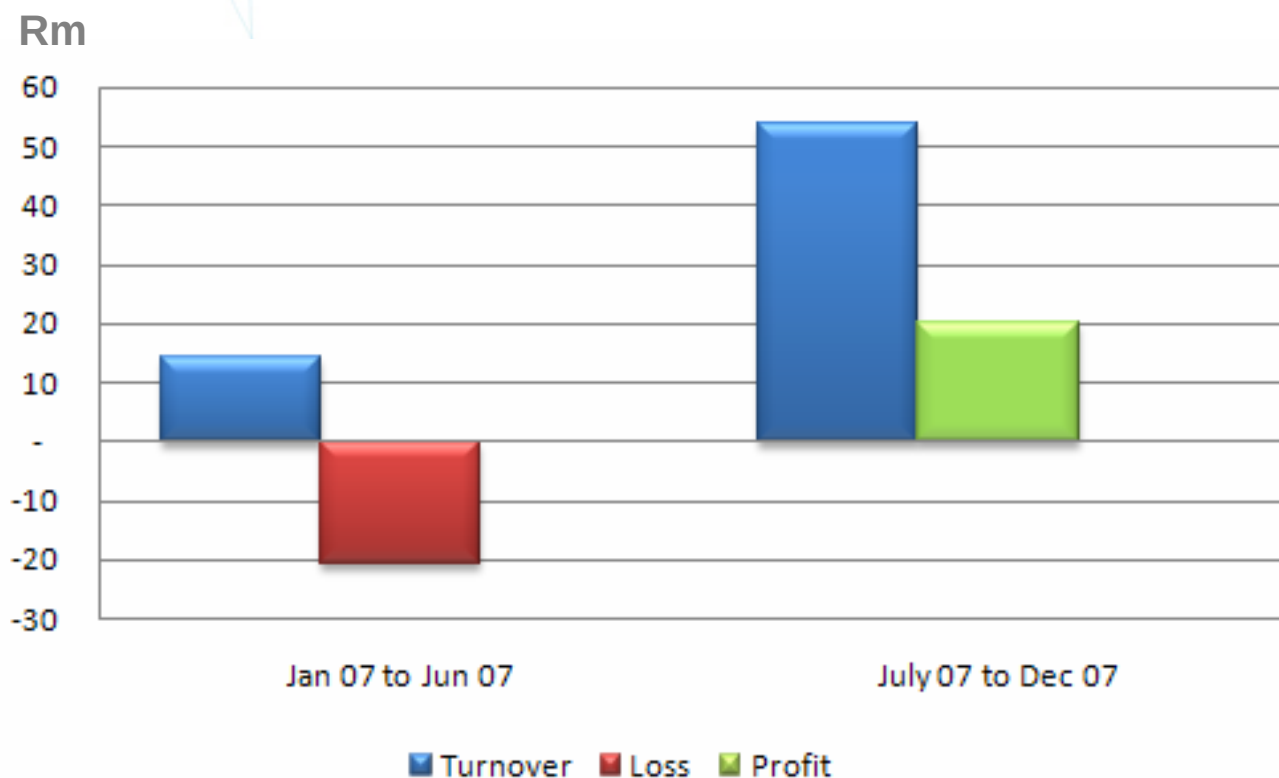
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4 PGM production ramp-up



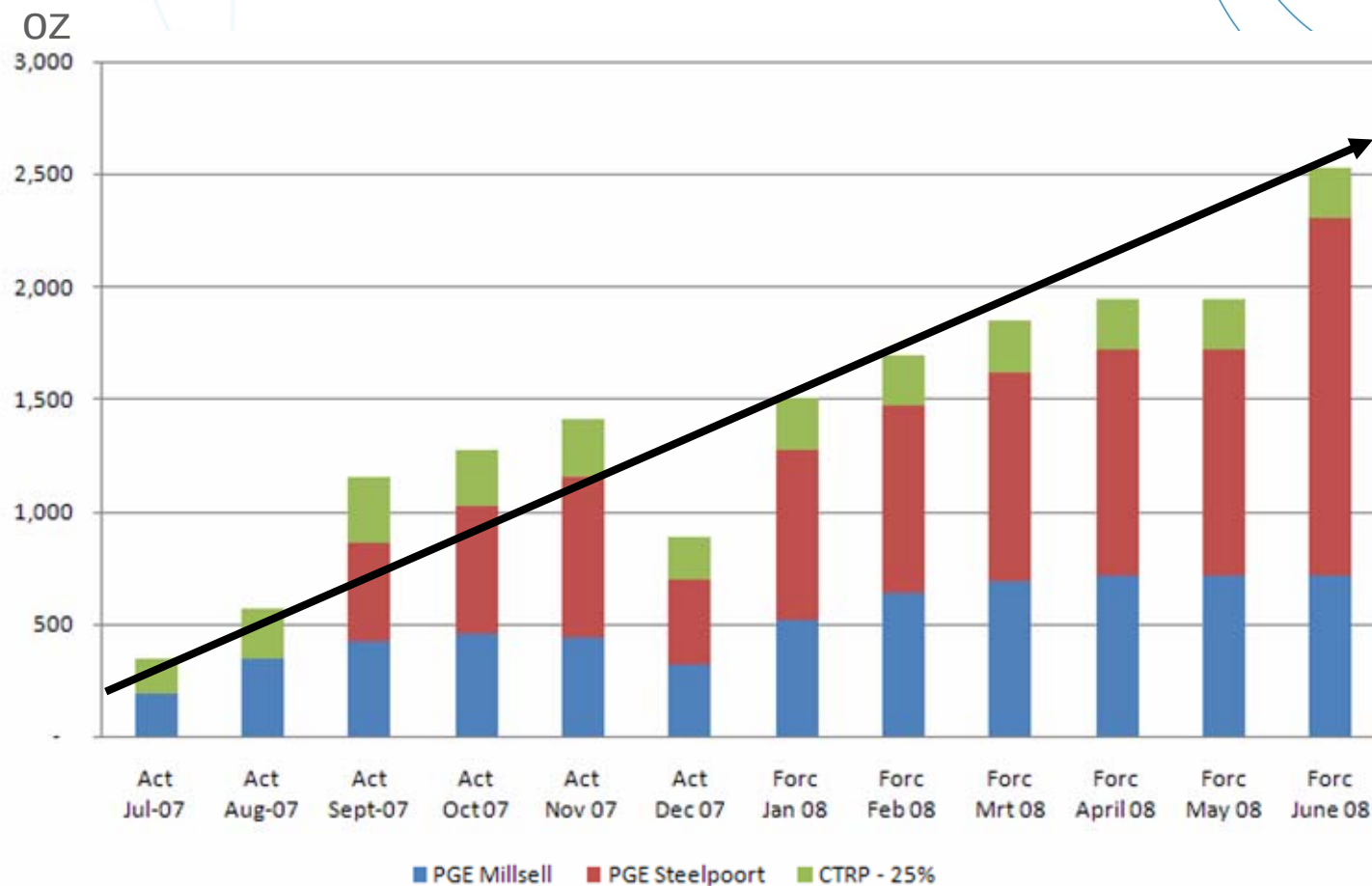
Strong, early cash flow; swing to profit



Performance: Dec ¼ 2007 v Sept ¼ 2007

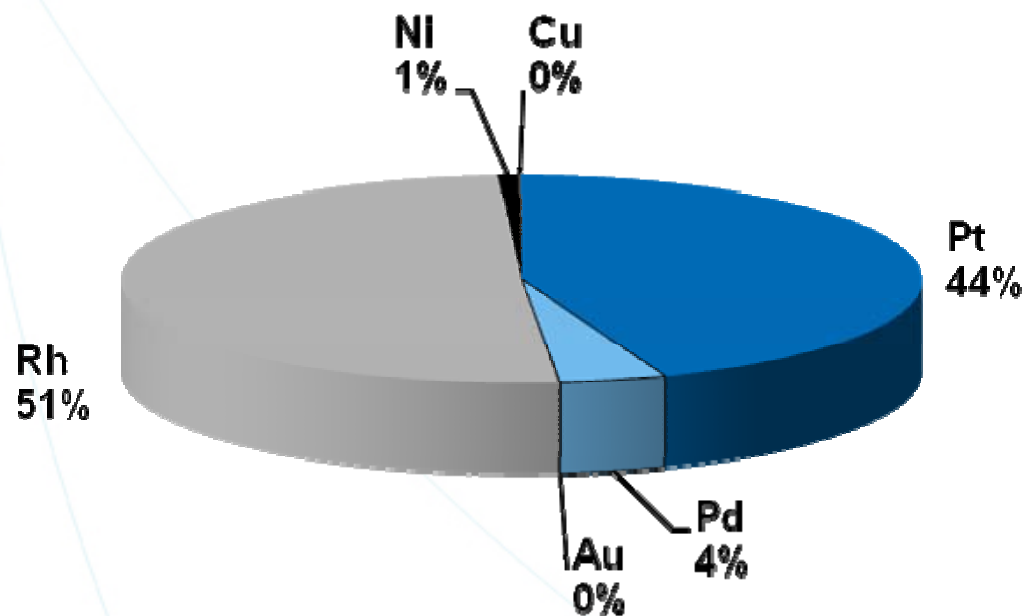
	Sept ¼ 2007	Dec ¼ 2007	Variance
Total operations			
PGM oz	2 054	3 567	74%
Profit	R15.9m	R21.7m	36%
Margin	71%	58%	(18%)
CTRP			
PGM oz	670	704	5%
Recovery <i>(feed to plant)</i>	60%	49%	(19%)
Profit	R5.2m	R6.1m	17%
Margin	80%	81%	1%
Millsell			
PGM oz	949	1 202	27%
Recovery <i>(feed to thickener)</i>	46%	54% ←	17%
Profit	R6.8m	R5.6m	(18%)
Margin	62%	44%	(29%)
Steelpoort			
PGM oz	435	1 661	281%
Recovery <i>(feed to thickener)</i>	32%	50% ←	56%
Profit	R3.9m	R10.0m	156%
Margin	79%	58%	(27%)

Ramp-up: actual, target



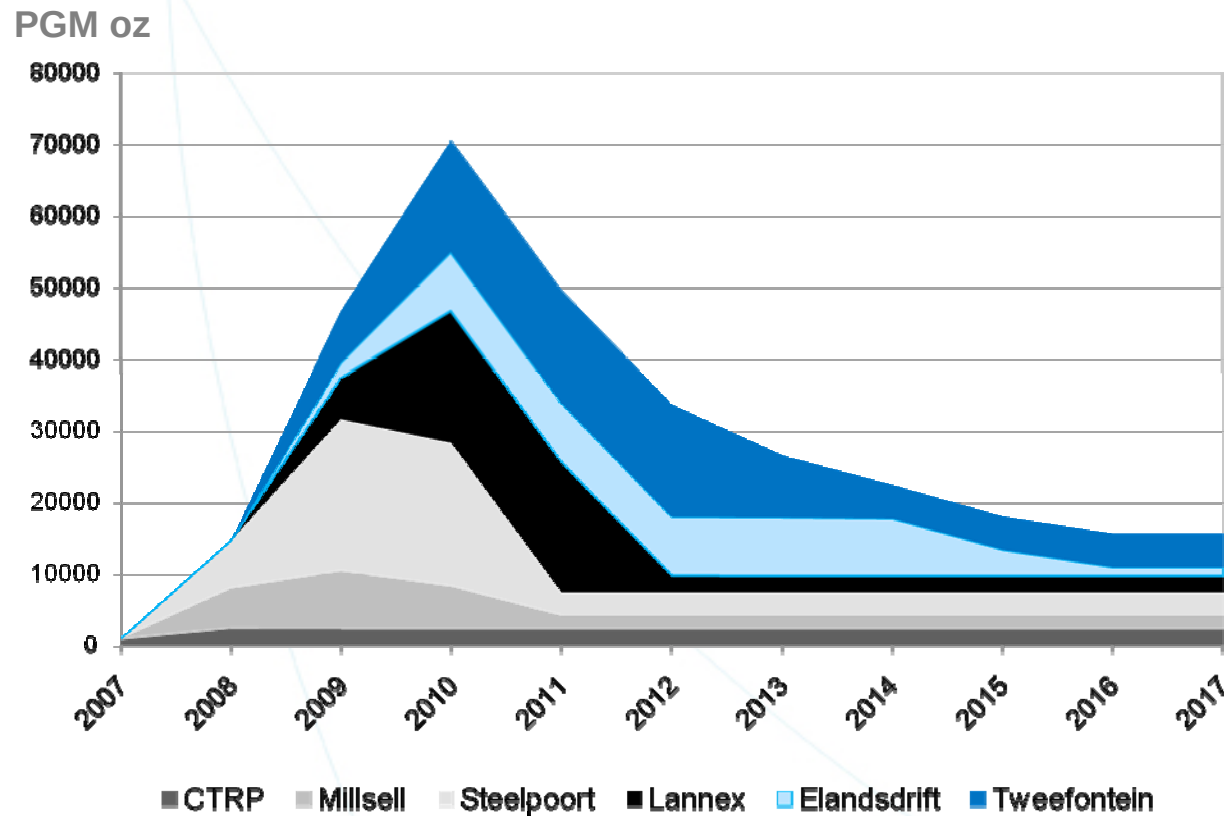
Nett 4 PGM price

	Q1	Q2
	\$/oz	\$/oz
Total	1 440	1 544



Production forecast – approved projects

- Early, high margin production
 - underpins growth capacity
- Annuity income from current arisings



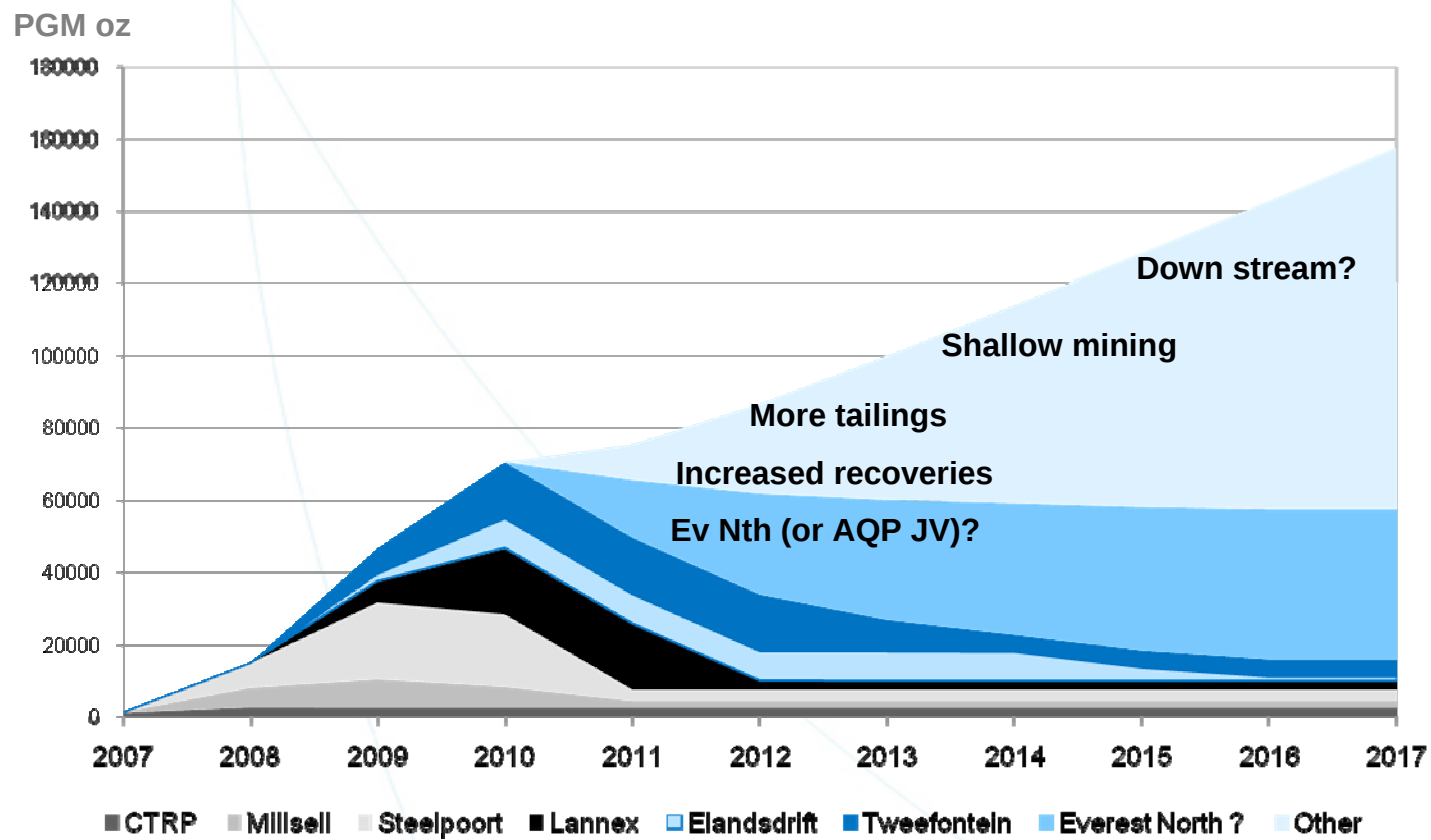
Near-surface exploration



- Everest North
 - measured resource of 5.1mt @ 4.7 g/t
 - investigating exchange with AQPSA for PGM, chrome recovery JV from AQPSA tailings streams
- Harriet's Wish/Cracauw
 - possible mineral resource of 0.9 Moz 3 PGM, associated base metals
- Great Australian Resources
 - 19.9% interest - ASX listed
 - Mooiplaats Platinum/Nickel Project
 - 11 boreholes, 24 deflections
 - est. 74 million t @ 4 g/t

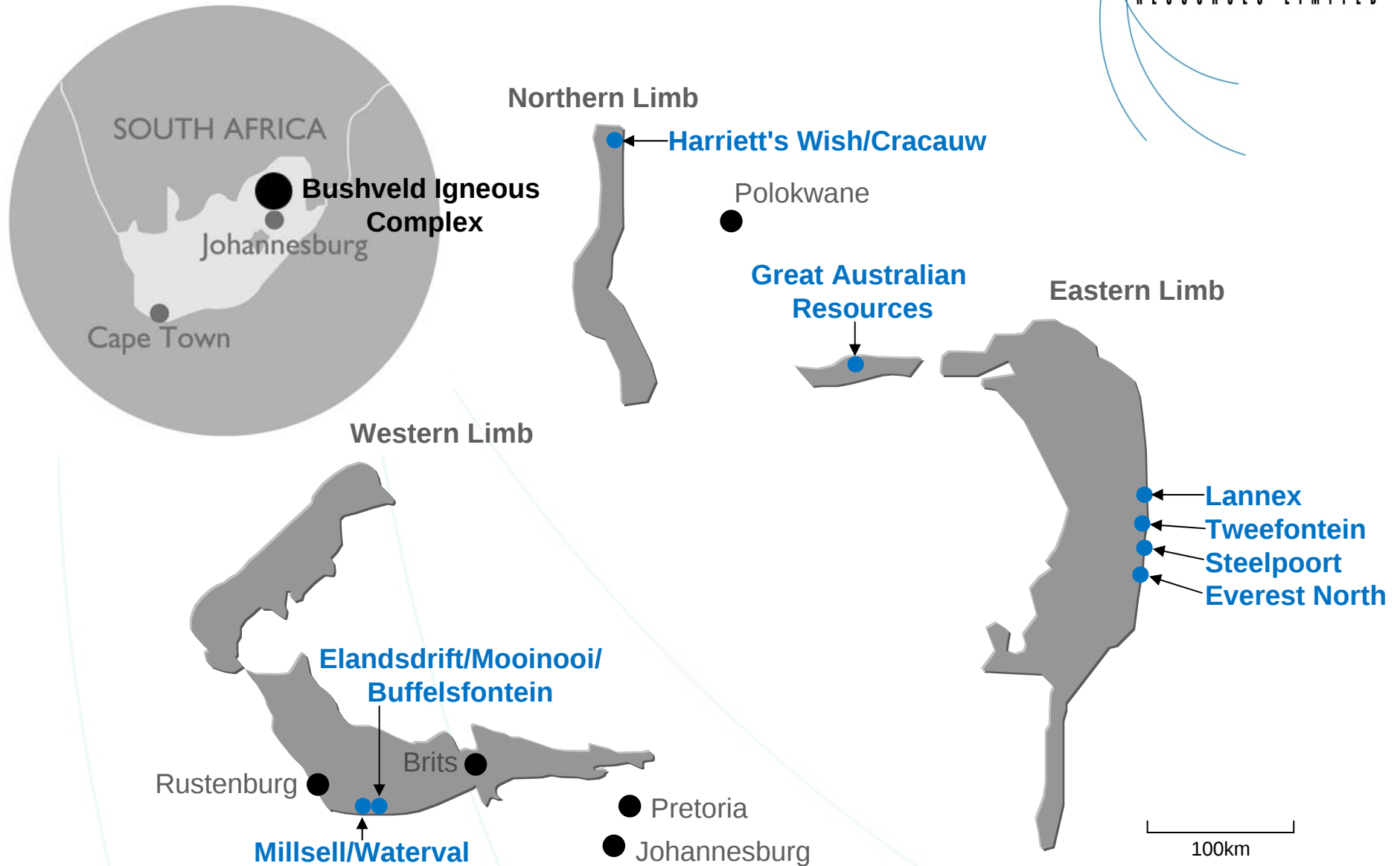
Going for growth

- Growth focused management
- More of the same and expansion into shallow hard rock mining



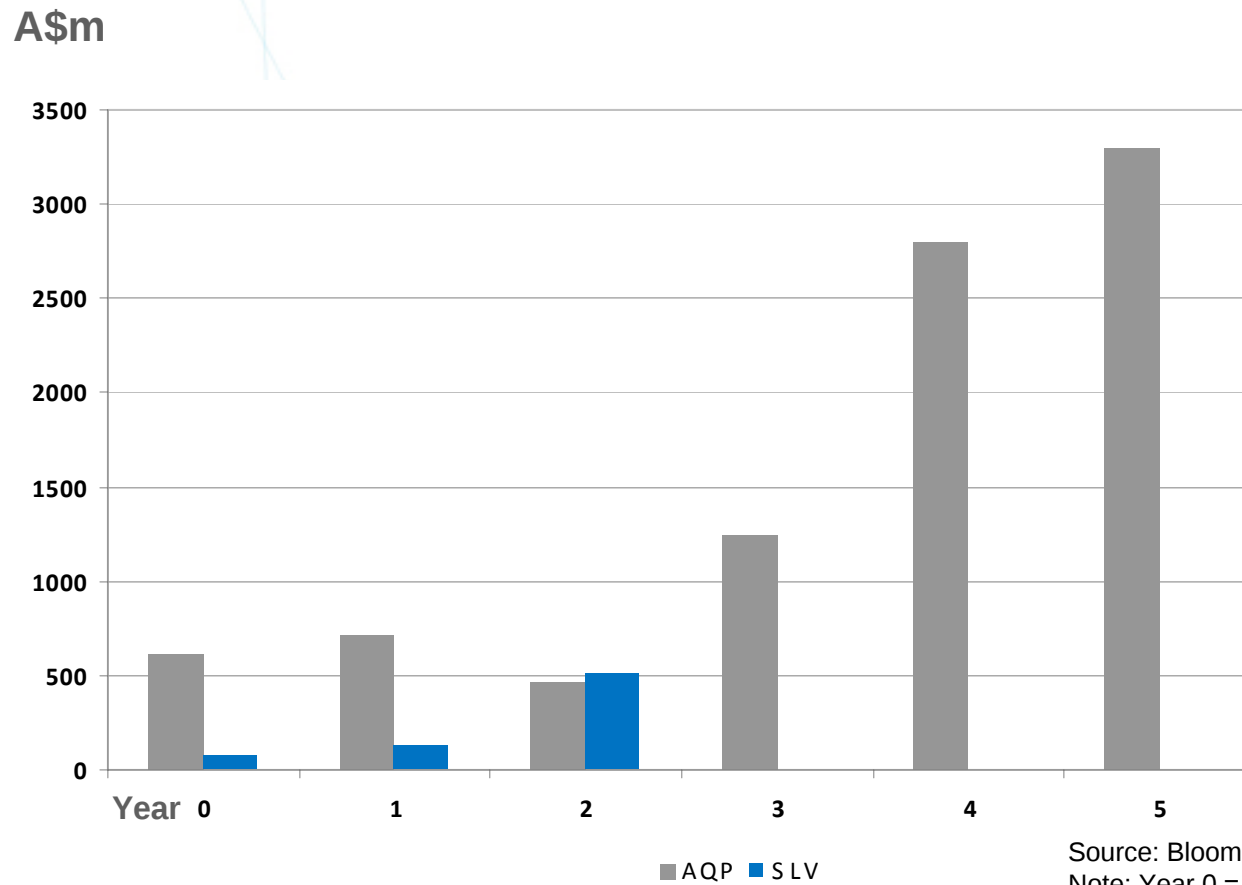
Location

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Where to next?

- Five-year market capitalisation growth (A\$m)
- Emulate AQP growth trajectory



Source: Bloomberg

Note: Year 0 = 01/03 for AQP and 01/06 for SLV

Contacts

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THE END



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