

Frequently Asked Questions (FAQ) - Volspruit Mining Project

1. Who is the Volspruit Mining Company?

Volspruit Mining Company is a subsidiary of Sylvania Platinum, which is a rapidly expanding low-cost Platinum Group Metals (PGM) producer listed on the London Stock Exchange's Alternative Investment Market.

Sylvania operates a number of tailings recovery and treatment plants on the Western and Eastern Bushveld Complex in South Africa. Its main business is the recovery of chromite concentrate and PGM minerals from Chrome Tailings. It also has various local mining interests in low grade PGM and base metal deposits including the Volspruit Mining Company.

2. What is the Project Overview for Volspruit Mining Company's mining activities?

Volspruit Mining Company proposes mining two separate orebodies on the farm Volspruit, outside of the town of Mokopane, Limpopo Province. Through open cast mining Volspruit will generate a run-of-mine feed for treatment in a PGM and base metal concentrator, producing a saleable concentrate for local or international clients.

3. What are the key features of the mining project?

The mining process involves initial topsoil stripping which will be stockpiled for rehabilitation purposes, open pit mining, backfilling waste rock, while implementing stormwater control measures.

A flood diversion berm is planned for the North Pit bordering the Nyl River to prevent excessive water ingress into the pit during mining operations and mitigating a potential one in one-hundred-year flood event.

The mining project will establish two open cast mines and a PGM concentrator, as well as various pollution control dams, storm water management infrastructure, internal roads, offices, tailings storage facility and stockpiles to produce a saleable concentrate containing PGM and base metals.

4. What specialist studies have been conducted for the project?

An extensive volume of specialist studies has been completed and will be made available. These include the following:

- Air Quality Assessment

Directors: JJ Prinsloo, L Carminati, AJJ Jordaan
Registration No: 2009/022451/07

Address: Constantia Park, Cycad House, Cnr 14th Avenue & Hendrik Potgieter Road, Weltevreden Park, 1709
PO Box 976, Florida Hills, 1716

Tel: +27 (0)11 673 1171 Fax: +27 (0)11 673 0365

www.sylvaniaplatinum.com

- Agricultural Irrigation Assessment
- Avifaunal Impact Assessment
- Groundwater Impact Assessment
- Water Level Monitoring
- Environmental Noise Impact Assessment
- Surface Water and Hydrological Aspects
- Visual Impact Assessment

5. How does the project address concerns about the Nyl River Wetland System?

The project incorporates design changes to provide a 50 m buffer for the wetland, mitigating potential disturbances. Any mining activity, including the development of the flood diversion berm, will be located beyond the buffer zone. An avifauna assessment has been conducted, and the mine design avoids habitats with high ecological importance. The mine is situated downstream of the Nylsvley Ramsar Site and therefore will not impact this ecological treasure. Extensive studies and monitoring of surface and ground water delivered evidence that mining will not impact the natural flow or state of the Nylsvlei River.

6. What socioeconomic impact is expected from the mining activities?

The project will have significant socioeconomic benefits for the Mokopane local community through the creation of job opportunities and supporting local business through procurement for the project and its mining operations. At a national level, it will boost export revenue.

7. What infrastructure development is planned for the mining project?

Mining infrastructure development includes access roads, administration buildings, workshops, storage/lay-down yards, sewage treatment plants, tailing storage facility, return water and stormwater dams, electricity substations, and supporting electrical, sewage, and water reticulations. All infrastructure necessary to operate the mine and concentrator is in full compliance with national standards and environmental and other legislation.

8. How will the project contribute to the local community?

The social and labour plan for the mine has been authorised and continues to be regulated by the DMRE. It includes a Water Augmentation Scheme to supplement Mokopane's existing water resources. Although the mine has not been implemented yet, and therefore no revenue generated, Volspruit Mining Company has already invested in training and

development opportunities within the Mogalakwena municipal area including bursaries and learnerships.

9. What is the conclusion regarding the mining project?

The proposed Volspruit opencast mine near Mokopane in Limpopo Province will create employment opportunities for the local community, which will assist to reduce poverty and improve the standard of living of many. It will generate tax and royalty revenue to benefit the local economy. Furthermore, Volspruit will provide training and skills development opportunities for the local community to increase their employability and earning potential.

The project received local, national and international interest because the minerals it will produce are much needed in the drive for green energy. Furthermore, through design effort and an extensive environmental study programme running the best part of a decade, all available measures have been considered to mitigate potential negative impacts and ensure harmony between the project and its receiving environment.

10. How does the project consider the district's demographics and future development?

The project recognises the importance of job creation and generating economic opportunities and skills development. The local and district municipalities were consulted in the development of the social and labour plan and specifically the design of the Local Economic Development projects.