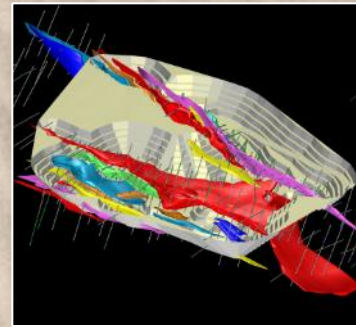


## EMERGING GOLD PRODUCER IN THE ARABIAN-NUBIAN SHIELD



## ANNUAL GENERAL MEETING

15 June 2015

**WELCOME AND INTRODUCTIONS**

**SHAREHOLDER RESOLUTIONS**

**CHAIRMAN'S ADDRESS**

**UPDATE BY JEFF RAYNER, EXPLORATION DIRECTOR COMPANY HEAD - SAUDI ARABIA**

**UPDATE BY WAYNE NICOLETTO, HEAD OF OPERATIONS AND COMPANY HEAD - ETHIOPIA**

**Q&A**

**REFRESHMENTS**

# STATUS CHANGE SINCE PREVIOUS FINANCIAL YEAR

	31 DEC 2013	31 DEC 2014
PERSONNEL NUMBERS	12	59
MINERAL RESOURCES (KEFI BENEFICIAL INTEREST)	1.5M oz	2.0M oz
ORE RESERVES (KEFI BENEFICIAL INTEREST)	0.75M oz	1.0M oz
PLANNED TIMETABLE TO POSITIVE CASH FLOW	2017	2017
NPV OF NET UNGEARED AFTER TAX CASH FLOW (KEFI BENEFICIAL INTEREST)	\$83M	\$106M
TARGETED UNGEARED IRR AFTER TAX	27%	27%
PROJECTED REQUIREMENT FOR DEVELOPMENT FUNDING (CONTRACT-MINING)	\$140M	\$120M
POTENTIAL FINANCIERS ENGAGING UNDER NDA'S	NONE	Banks, Product-linked, Equity
VALUE PER SHARE ON ISSUE, OF IN-SITU ORE RESERVES AT \$50/OZ	5.2p	5.6p
NPV PER KEFI SHARE AT \$1250/OZ GOLD (BASED ON TK RESERVES ONLY)	4.6p	5.4p

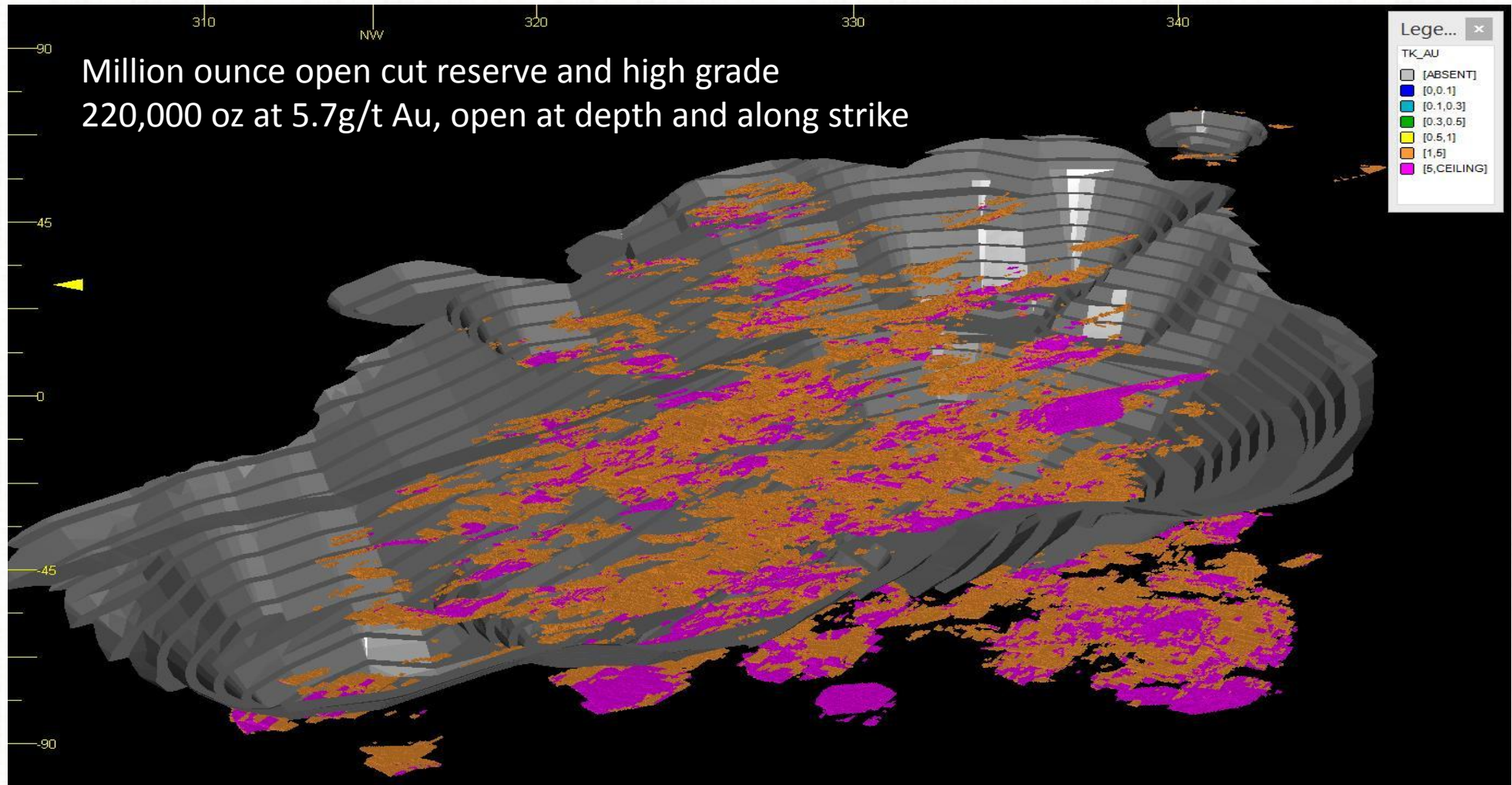
Note: KEFI had a beneficial interest in Tulu Kapi of 71.25% at 31 Dec 13 and of 95% at 31 Dec 14







## HIGH-GRADE BELOW TULU KAPI OPEN PIT FOR FUTURE UNDERGROUND DEVELOPMENT



## LOW-COST HEAP LEACH FOR JIBAL QUTMAN ADDED 4 NEARBY EL APPLICATIONS

### Development Studies on Jibal Qutman:

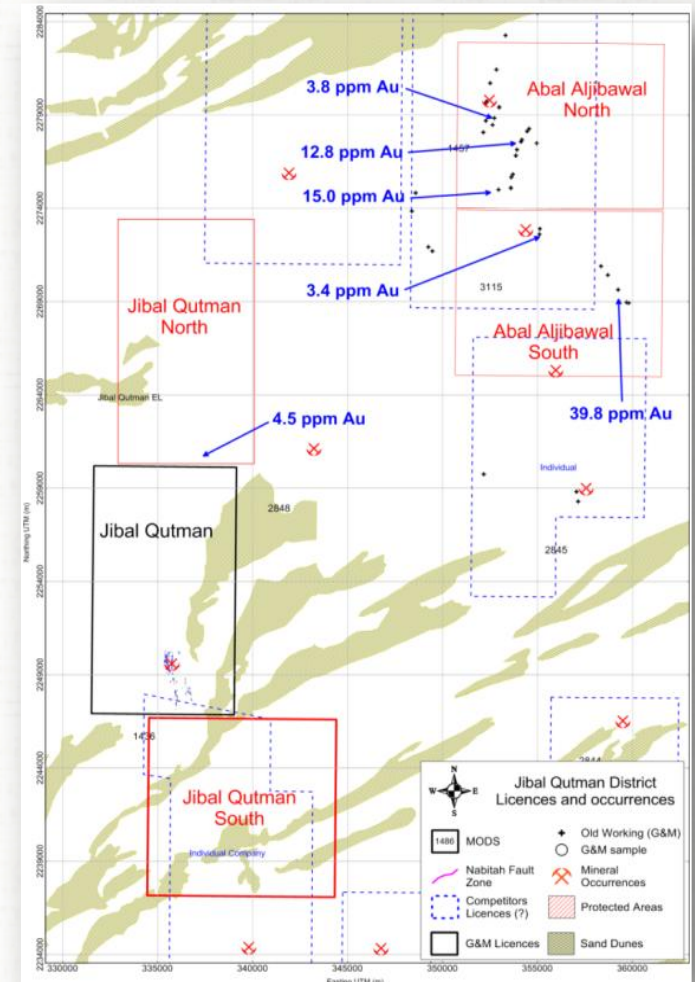
PFS completed in March 2014 based on CIL processing plant. Resources total +730,000 oz.

Now focusing on initial ca. 200,000 oz heap leaching shallow oxide gold ore to lower capex, speed up the timetable, and allow more open-pit oxide discoveries to be added as modular developments

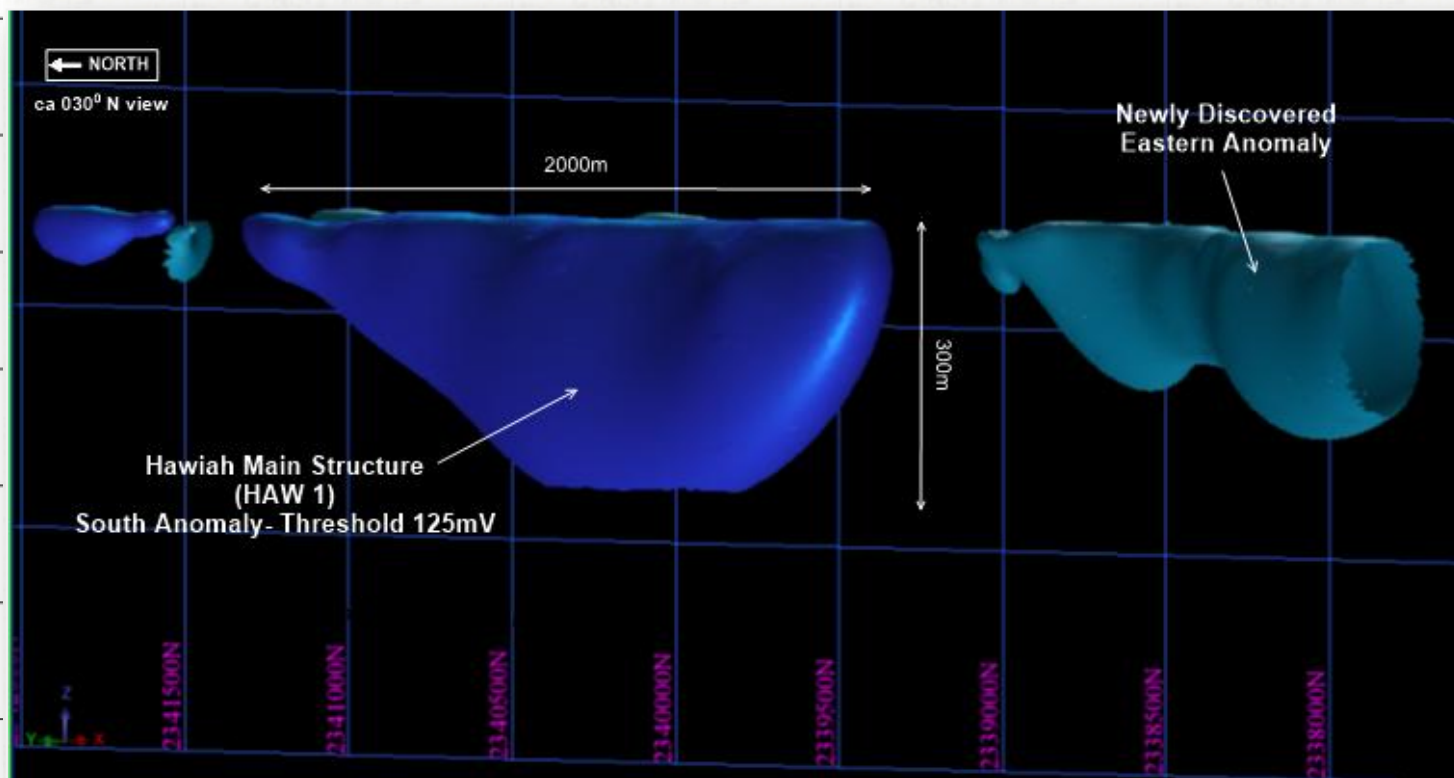
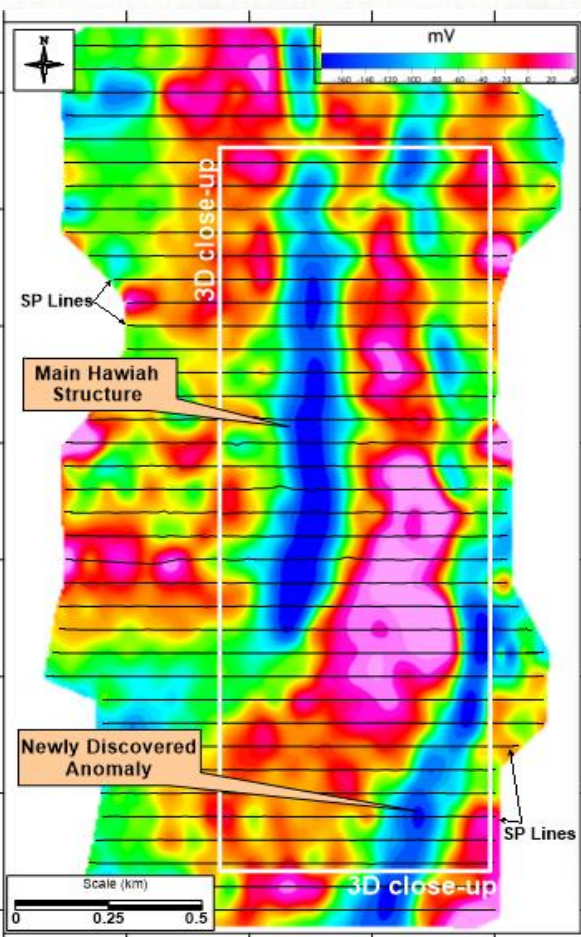
- **Mining & Processing** – independently reviewed pit shell designs. Process flow diagrams and design criteria performed with in-house expertise
- **Engineering Design** – Completed plant layout, major equipment list and bill of quantities. Currently reviewing to reduce estimated capex
- **Environmental** – Independently reviewed environmental study
- **Hydrology** – Large diameter water well completed. Pumping test completed and hydrology report completed
- **Metallurgy** – New tests currently being performed will be sufficient to confirm heap leach plant design for PFS level study

### Exploration of the Jibal Qutman Set of Tenements

- Drilling at Jibal Qutman and prospecting on adjacent areas show potential for multi-million ounce open cut mines.



## HAWIAH VHMS PROJECT SP GEOPHYSICAL SURVEY OUTLINE OF LARGE POTENTIAL METAL-BEARING BODY









### **CORPORATE HQ NICOSIA:**

- **Chairman, CFO and Assistant**

### **DEVELOPMENT HQ ADDIS ABABA:**

- **MD-Ethiopia added to team comprising Country Manager plus 6 (human resources, finance, social licence, assistants)**
- **Will expand in Q4-15 to include construction engineering, procurement, logistics**

### **OPERATIONS BASE AT TULU KAPI:**

- **Remains field crew for exploration, security, social licence, logistical support. Approx 30 personnel.**
- **During Q4-15 will expand to include construction team**
- **During 2016 will expand to include operations teams and MD-Ethiopia will move to Tulu Kapi**

### **OPERATIONS BASE IN SAUDI ARABIA:**

- **Administration remains in ARTAR offices in Riyadh**
- **Exploration base camp remains in Jeddah**
- **Field camps to service Jibal Qutman and Hawiah**

### ENVIRONMENTAL, SAFETY, SOCIAL LICENCE:

- Project modus operandum is industry standard with 100's of examples internationally
- Cyanide destruct circuit designed into process plant and no acid mine drainage issues due to lack of sulphides
- Ample provision for use of international expertise and training of local workforce
- Social licencing is our largest team at present and all plans are per Equator Principles and IFC Standards

### CAPITAL MANAGEMENT:

- Previous owner's \$289M reduced to c. \$120M
- Contractors have been short-listed and all are prepared to contribute capital



### OPERATIONAL RISK MITIGATION:

- Geological database tightened up and have wire-framed all 60 ore lodes
- Semi-selective mining designed in detail and planned head grade increased from 1.8g/t to 2.5g/t for first 11 years
- Process flowsheet unchanged but plant scaled down from 2Mtpa to 1.2Mtpa
- Use of world-class contractors will access proven operating policies and procedures and supervisors

### OPERATIONAL PERFORMANCE MAXIMISATION:

- Operations management to remain site-based as will monitoring&control, with regular external reviews (Board, ECOM)
- Technical planning and control will be in-house and contractors will have incentives linked to KPI's
- Opportunity to recruit high calibre experienced management team
- Emphasis on training



**Harry Anagnostaras-Adams, Executive Chairman**

Mobile: +357 99457843

**Jeff Rayner, Exploration Director**

**Wayne Nicoletto, Head of Operations**

**England** - Registered office

**Cyprus** - Group corporate team

**Ethiopia** - Development and exploration teams

**Saudi Arabia** - Exploration team

**Turkey** - Support

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