



# **Pluton Resources Limited Investor Presentation**

**August 2014**



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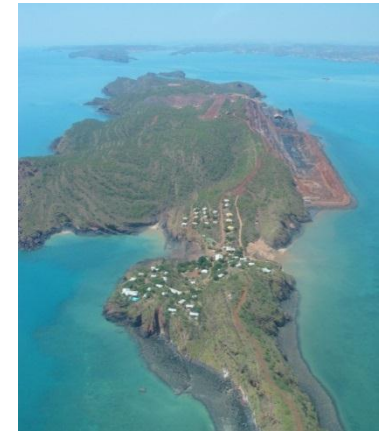
Forward-looking information and statements are based on the reasonable assumptions, estimates, analysis and opinions of management made in light of its experience and its perception of trends, current conditions and expected developments, as well as other factors that management believes to be relevant and reasonable in the circumstances at the date such statements are made, but which may prove to be incorrect. Pluton believes that the assumptions and expectations reflected in such forward-looking statements and information are reasonable. Readers are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Pluton does not undertake to update any forward-looking information or statements, except in accordance with applicable securities laws.

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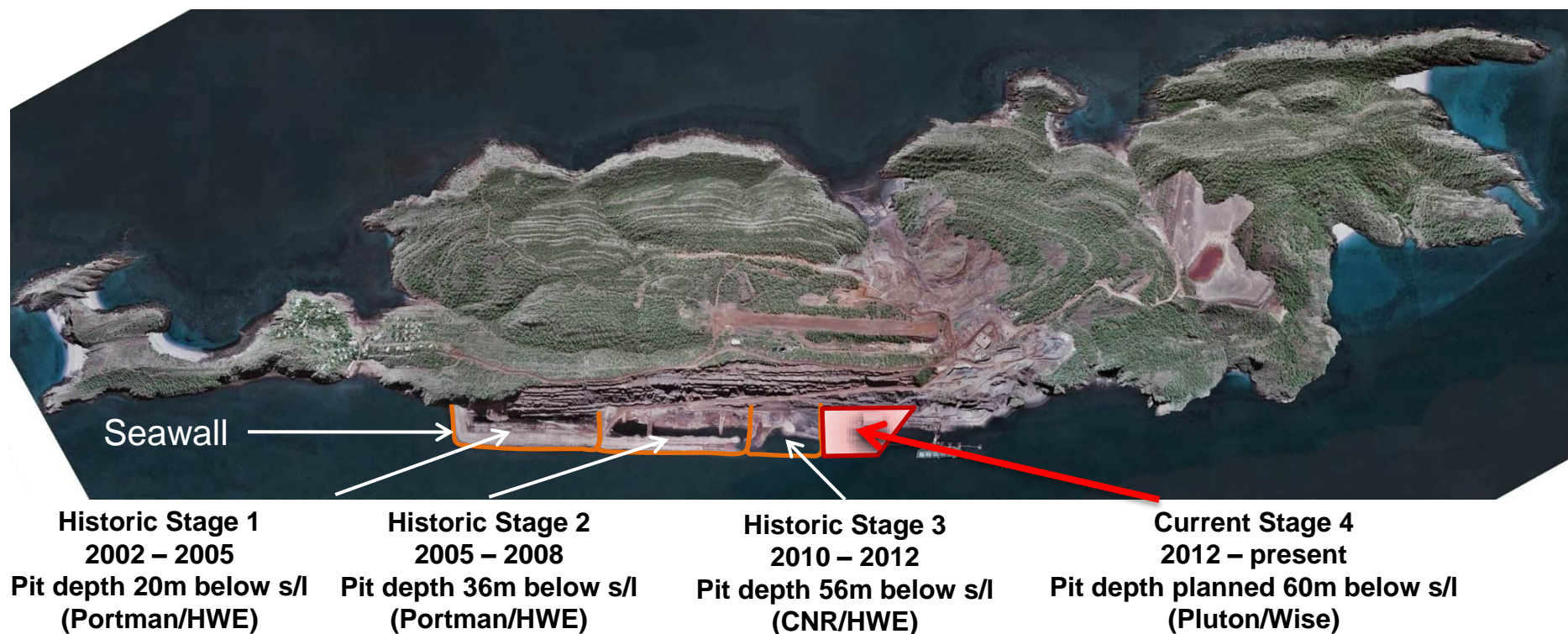
**Competent Person Statement** Information in this presentation that relates to Exploration Targets, Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Anson Griffith who is a fulltime employee of Pluton Resources Limited. Mr A Griffith is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and the type of deposit under consideration and to the activity which he has under taken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves'. Mr A Griffith consents to the inclusion in this presentation of the matters based on his information in the form and content in which it appears.

# Cockatoo Island, Kimberley Region





# Historical and Current Seawall Pit Operations



Historic operators of Cockatoo have employed standard open pit mining methods behind seawalls since 2002 achieving various depths. Pluton has identified an opportunity to potentially recover additional high grade ore in Stage 1. Technical studies are to commence to investigate this opportunity further. Study completion scheduled by mid 2015.

# Corporate Overview

## Market Statistics (Pre Rights Issue)

Ordinary Shares	1,022 million
Options (listed) ex @ 4.5¢	~434 million
Options (listed) ex @ 5.5¢	~245 million
Options (unlisted) variably ex @ 83¢/30¢	~38 million
Performance rights	~6.5 million
Market capitalisation (undiluted) at 1¢	~\$10.2 million

Major Shareholders	%
GNR (Hong Kong ) Ltd	15.0
JP Morgan Nominees Australia Limited	8.8
National Nominees Limited	7.1
Prestige Glory Limited	6.4
Chimaera Capital Limited	6.2
Colbern Fiduciary Nominees Pty Ltd	5.2
Wise Energy Group Company Limited	4.8
HSBC Custody Nominees (Australia) Limited	4.8
Citicorp Nominees Pty Ltd	2.0
HSBC Custody Nominees (Australia) Limited <Nt-Comnwlth Super Corp A/C>	1.9

## Share Activity last 12 months



# Directors and Senior Management

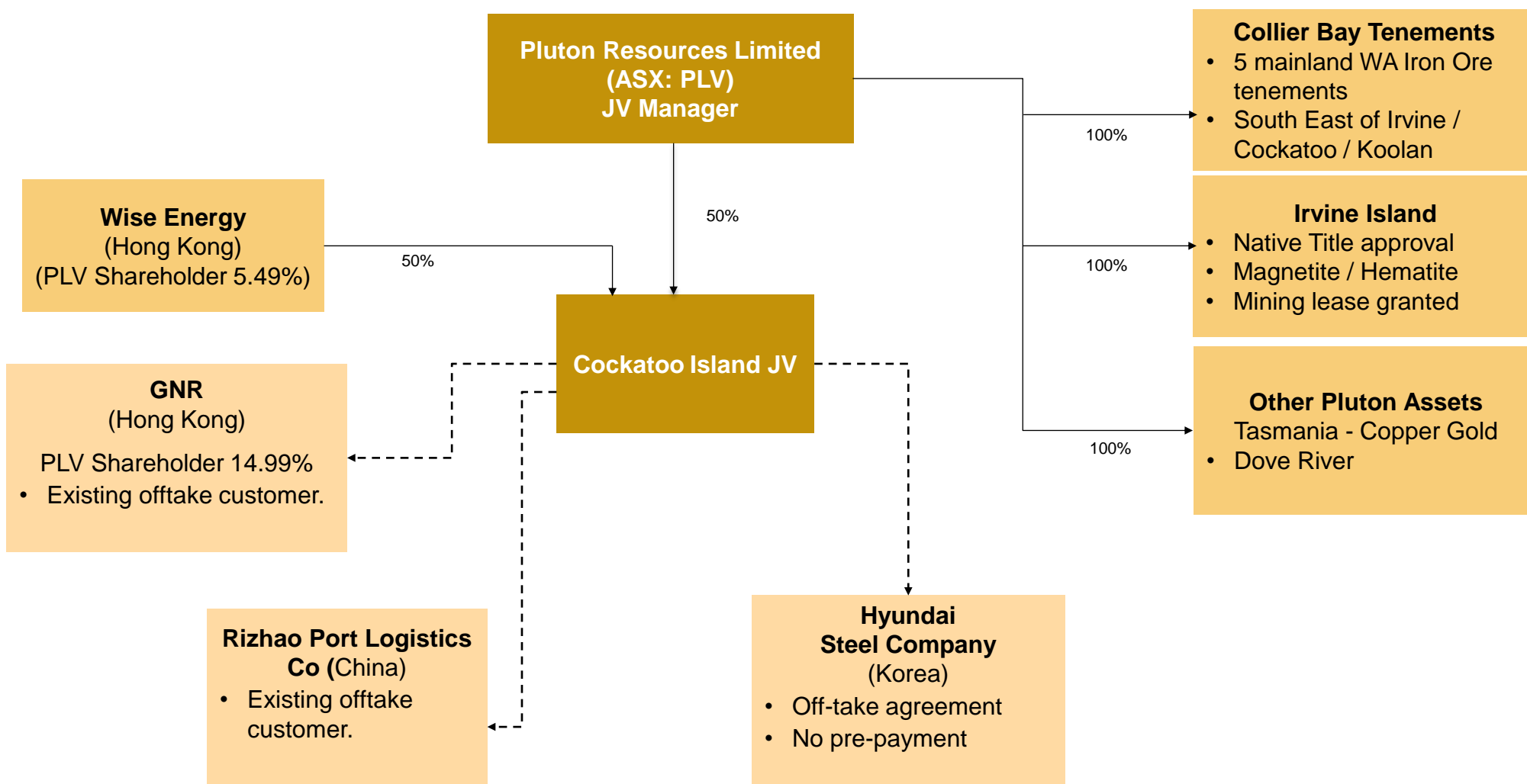
<b>Paul D'Sylva</b> Chairman	<p>Dr. D'Sylva is a founding director of Empire Equity Limited, where he has led and arranged over A\$500M in funding transactions since 2008 for a diverse range of resource and energy companies in equity, debt and structured financings on a proprietary basis as well as from a network of institutional funding partners. Dr. D'Sylva is Chairman of Australian silver producer Alcyone Resources Limited and South African coal producer Continental Coal Limited, AIM and a non-executive director of Zambian manganese producer Kaboko Resources Limited. Dr. D'Sylva received a PhD from the University of Arizona in Public Finance and Econometrics.</p>
<b>Jaffe Lau</b> Non-executive Director	<p>Mr. Lau leads a large Hong Kong Conglomerate General Nice group with interests in commodity trading, mine ownership and property development. The General Nice group has listed companies on the Hong Kong and Singapore stock exchanges and brings a new network of potential investment and funding possibilities to Pluton.</p>
<b>Rahul Goel</b> Non-executive Director	<p>Mr. Goel is currently based in Hong Kong. His responsibilities include managing the operations and the development of trade and investment in coal, iron ore and steel sectors whose primary sales focus on the Chinese market. Prior to joining GNR, Mr Goel served at Adani Group as a senior trader for Iron ore, steel and scrap business. Mr Goel is a Commerce graduate and also holds a MBA degree in marketing with specialisation in international business.</p>
<b>Sal Catalano</b> Non-executive Director	<p>Mr. Catalano has over 20 year's experience in the capital markets and investment banking and is the Chairman and co-founder of the Chimaera Financial Group, a full service custody (and responsible entity) and merchant bank and asset manager regulated in Australia, Singapore and Hong Kong. Chimaera Capital Limited is currently the responsible entity for the DIGGA Australian Mining Exchange Traded Fund (DGA). Mr. Catalano's qualifications include a B.Juris and LLB and he is also admitted as a Barrister and Solicitor. He is a Fellow of the Taxation Institute of Australia and a member of the International Bureau of Fiscal Documentation (Division of the OECD).</p>

# Directors and Senior Management



<b>Jeremy Bower</b> BSc, MAICD Acting Chief Executive Officer	Mr. Bower has over 15 years experience in regulatory and government approvals, business planning and stakeholder engagement in the mining, oil and gas, industrial, agriculture and land development sectors. He has held key roles with international consultancies Coffey Pty Ltd and GHD Pty Ltd and more recently with BHP Billiton Iron Ore overseeing the government approvals program for the WA Iron Ore division reporting to the Executive Committee.
<b>Kobus Potgieter</b> BEng (Mining), MBA, MAICD Chief Operating Officer	Mr. Potgieter joined Pluton Resources in July 2012, managing operational responsibility for Cockatoo Island, and developing Irvine Island operations. He is a highly experienced manager focussed on safety and practical operations with experience in multiple commodities. He held the positions of GM Operations with Crosslands Resources Limited, and Various roles within BHP Billiton over a period of 21 years, including Mine Manager and Growth Manager at Yandi Mine.
<b>Michael Wyer</b> AICD, MAF, CA, BComm Acting Chief Financial Officer	Mr. Wyer has over 24 years of experience as an investment banking professional and has significant expertise that ranges from core investment banking transaction execution to major client/government relationship management within both major investment banks and corporates, and the physical commodities markets.

# Pluton Resources Ownership and Agreements





# 2014 Has Been Challenging

- Due to the decisions of the then Board during 2013 and early 2014, Stage 4 operations were developed using short term / high cost funding as opposed to equity funding.
- Pluton's Joint Venture Partner has not been contributing to either the development or operating costs of the Joint Venture, other than from the net proceeds from the sale of its share of iron ore. The Company has funded in the order of \$21.1m to April 2014 on behalf of that party.
- Subsequently a \$17.4m renounceable pro-rata offer was undertaken with funds raised intended to clear financial and trade creditor obligations.
- After the close of the issue, an approximate 30% collapse in the iron ore price, increased discounting of shipments and greater than anticipated financial and trade creditors gave rise to a significant funding shortfall.
- Pivotal has been GNR's financial support.
- As a consequence:
  - Three of the six Directors resigned and a new Chairman was appointed;
  - A further Rights Issue was initiated;
  - An external forensic review was initiated and a new CFO was engaged to rebuild financial processes and systems with assistance from an independent consultant;
  - An experienced technical advisor was engaged to review operational contracts and review the operation's performance;
  - A detailed review of Corporate and Operational activities has identified immediate cost savings at the head office and at the mine;
  - The Company's strategic plan was reassessed which has identified production opportunities between Stage 4 and Stage 5;
  - A Board review is being undertaken to identify skill sets and candidates that post issue might advance Pluton's circumstances and deliver on its strategic plan. A new Non-executive Australian based Director has been appointed; and
  - The Managing Director and Chief Executive Officer resigned and a new Chief Executive Officer has been appointed on an interim basis until after the completion of the Rights Issue.
- The directive is to reduce costs, deliver to the strategic plan and restructure the Joint Venture.
- The opportunity is to emerge as a consistent profitable producer owning 100% of the Cockatoo Island Project.

# Arresting the Circumstances

Resource and Grade	Mining and Shipping	Offtake and Marketing	Financial Stability
<ul style="list-style-type: none"> <li>Updated Mineral Resource &amp; Ore Reserve released</li> <li>Significant increase in Mineral Resource inventory</li> <li>Ongoing exploration drill program has continued to intersect ultra high iron grades in the Seawall Hematite and has presented an opportunity to expand Stage 4.</li> <li>Negotiations to acquire 100% interest of Cockatoo Project continuing as per letter agreement of 16 April</li> </ul>	<ul style="list-style-type: none"> <li>Operations for Stage 4 deliver on forecast or better.</li> <li>All operational aspects under review to drive efficiencies and cost reductions</li> <li>Strategic plan for expansion post Stage 4 being developed</li> </ul>	<ul style="list-style-type: none"> <li>Funds raised in excess of minimum to provide flexibility to restructure off take arrangements and reduce contracted discount levels</li> <li>Opportunity to regain marketing rights on acquisition of Wise's Joint Venture interest</li> </ul>	<ul style="list-style-type: none"> <li>New CFO in conjunction with external consultants reviewing all internal processes and controls.</li> <li>Financial creditors to be repaid, trade creditors paid down with the objective to trade on standard terms.</li> <li>External Review of Board and Management to identify necessary skill set to execute the strategic expansion plan</li> </ul>

# Opportunity Remains Intact

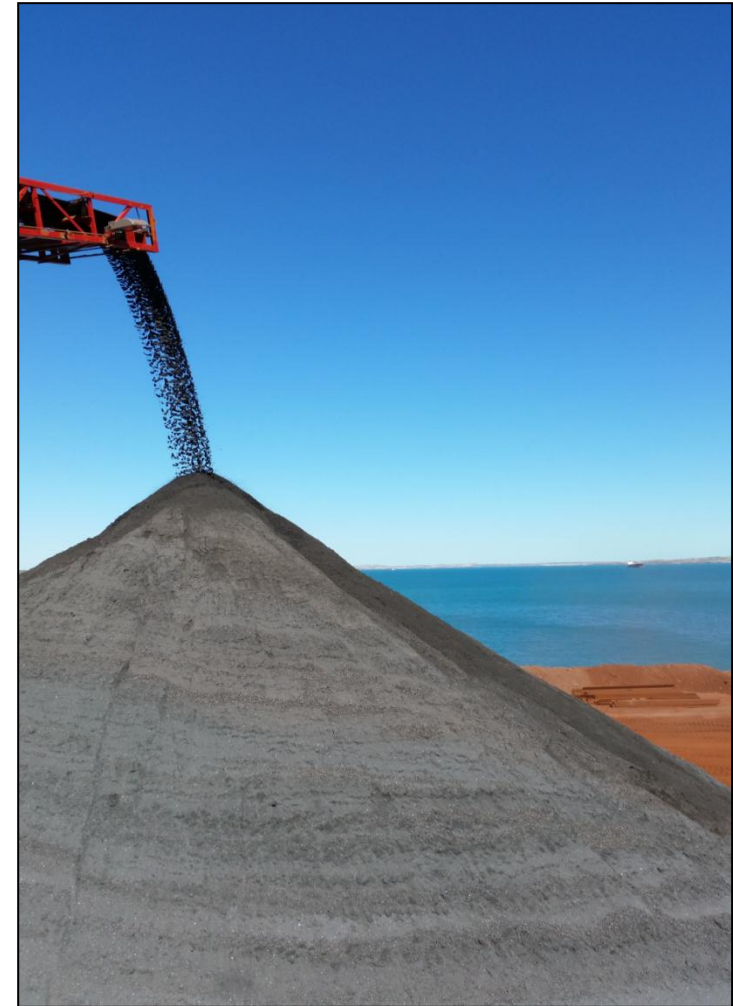
<b>Grades up to 69% Fe</b>	Potentially highest grade hematite globally.
<b>Low Cost Logistics</b>	No railway costs and exclusive port access.
<b>Proximity to Market</b>	One of the closest ports in Australia to Asian markets.
<b>Ore Reserve<sup>1</sup></b>	1.1Mt Stage 4 Probable Ore Reserve @ 68.0% Fe (June '14).
<b>Mineral Resources<sup>1</sup></b>	<b>Seawall Hematite</b> Indicated 11.1Mt @ 66.6% Fe Inferred 11.2Mt @ 66.6% Fe <b>Highwall</b> Inferred 5.7Mt @ 40.3% Fe
<b>New Opportunity</b>	Concentrate lower grade ore in stockpiles and Highwall, metallurgical test work in progress
<b>Exploration Upside</b>	Stage 5 Stage 6



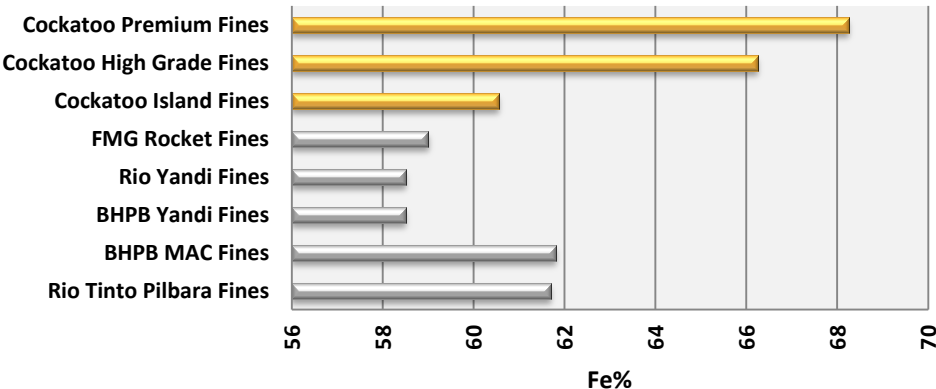
1. Refer to detailed Ore Reserve and Mineral Resource tables.

# Cockatoo Fines

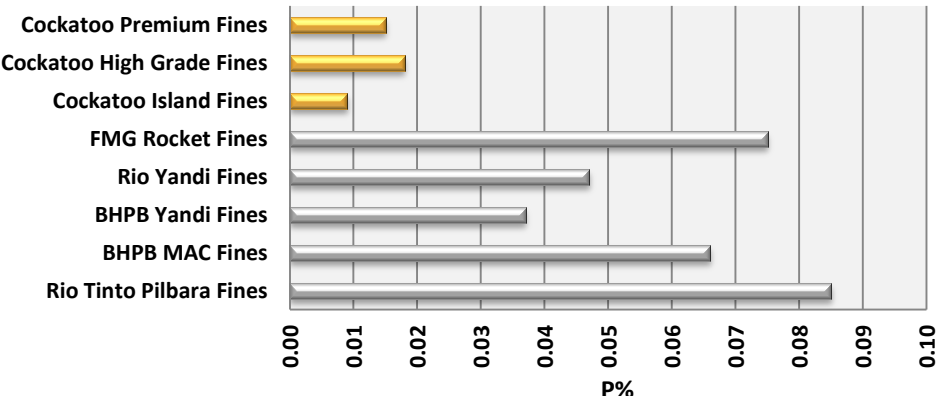
- Grades up to 69% Fe.
- Well established in market place with Cockatoo Island 60 year history of high grade production.
- Currently blended down to 62-63% Fe.
- Low impurities, Low LOI and low moisture content.
- Ultra low Sulphur an advantage with increasing environmental constraints in China.



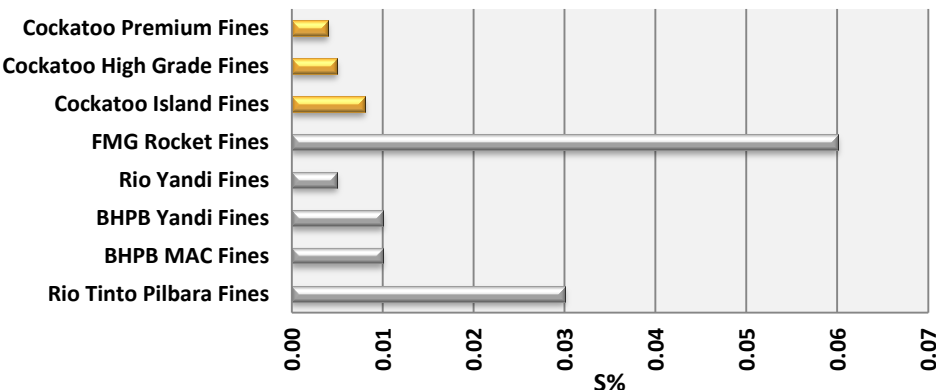
**Australian Fines Iron %**



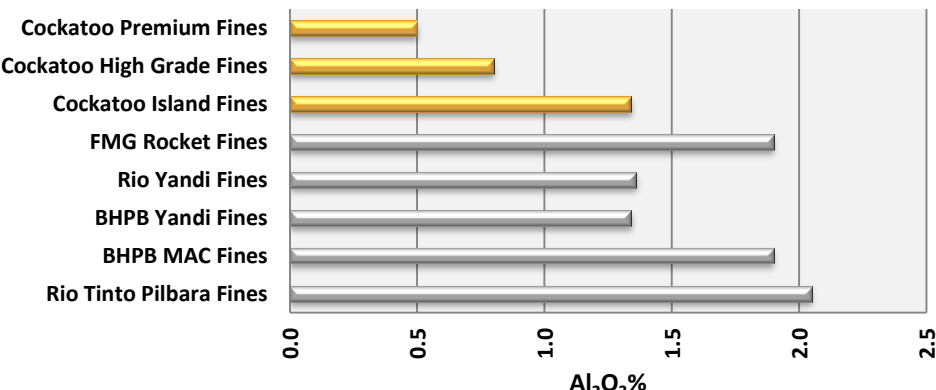
**Australian Fines Phosphorus %**



**Australian Fines Sulfur %**



**Australian Fines Alumina %**





# Cockatoo Island Development Plan



- A:** Stage 4  
1.1 Mt Probable Ore Reserve @ 68.0% Fe<sup>1</sup>

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- B:** Stage 4 Stockpiles  
0.3Mt @ 41.6% Fe Inferred Mineral Resource<sup>1</sup>
- C:** Highwall  
5.7Mt @ 40.3% Fe Inferred Mineral Resource<sup>1</sup>
- D:** Homer Stockpile
- E:** Stage 1  
5.7Mt @ 67.4% Fe Inferred Mineral Resource<sup>1</sup>

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- F:** Stage 5
- G:** Stage 6

*1. Refer to detailed Ore Reserve and Mineral Resource tables*

# A: Stage 4 Current Operations



- 1.1Mt @ 68% Fe Probable Ore Reserve
- Pit Depth: -60RL at bottom, Pit length = 560m, Pit width = 160m.
- First ore on ship in December 2012.
- Saleable product: Currently blend down from ~69% Fe to 62-63% Fe range



## Stage 4 Seawall

- Seawall: 350m onshore rock fill.
- Jet grout curtain seepage barrier.
- Construction nearing final completion.

1. Refer to detailed Ore Reserve and Mineral Resource tables



## B: Stage 4 Expansion - Stockpiles

- Low grade stockpiles are being generated and will increase during Stage 4 mining

### Current Inferred Mineral Resource

300,000 tonnes at 41.% Fe (as at 30<sup>th</sup> June '14)<sup>1</sup>

- Two bulk samples submitted for WHIMS test work with excellent results

Sample No S3-CD 35% Fe sample upgraded to 62.7% Fe

Sample No S4-9BB 56% Fe sample upgraded to 66.1% Fe

- Next steps include detailed analysis of metallurgical test work, process design and re-evaluation of mine plan
- Completion expected December 2014



### WHIMS Head Assay

Sample	%Fe	%SiO <sub>2</sub>	%Al <sub>2</sub> O <sub>3</sub>
S3-CD	35.36	46.20	2.25
S4-9BB	56.68	17.30	0.79

### WHIMS Results at 10,000 Gauss

Sample	%Fe	%SiO <sub>2</sub>	%Al <sub>2</sub> O <sub>3</sub>	LOI tot	%Wt	%Fe Recovery
S3-CD	62.7	9.50	0.36	0.41	53.9	94.7
S4-9BB	66.1	2.86	0.10	0.21	80.0	91.8

1. Refer to detailed Mineral Resource and Ore Reserve tables

## C: Stage 4 Expansion - Highwall

- JORC Code 2012 Inferred Mineral Resource  
5.7 Mt @ 40.3% Fe<sup>1</sup>
- Resource definition drilling in progress to increase the Mineral Resource along strike and at depth
- Resource block model update completed
- Updated block model will be used in the Scoping Study to assess Highwall cutback mining options
- Study to be completed by December 2014

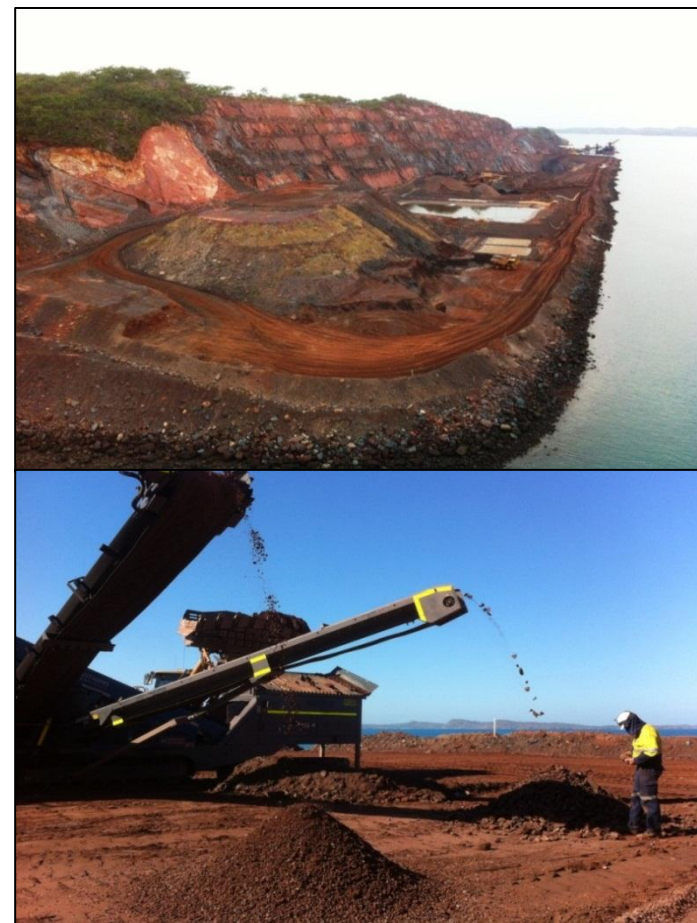


*1. Inferred Mineral Resource as at 30 June 2014. Refer to detailed Ore Reserve and Mineral Resource tables*



## D: Stage 4 Expansion – Homer Stockpile

- Homer Stockpile – Exploration Target of 6 to 9 Mt in the grade range of 20 – 50% iron<sup>2</sup>
- Homer Stockpile is backfill of Stage 1 pit mined previously by the Cliffs-HWE JV with material mined from Stage 2 and Stage 3
- Contains mixed material types including: waste, mineralised waste, low grade and high grade material
- Screening trial by Pluton at selected areas produced mineralised waste (45-50% Fe) for blending with Direct Ship Ore
- Warrants further metallurgical test work



2. In accordance with Clause 17 of the JORC Code 2012, the reference to “Exploration Target” in terms of target size and type should not be taken as an estimate of Mineral Resources or Ore Reserves. The statements referring to the grade range of the “Exploration Target” is based upon consecutive 1metre assay results from eight, widely spaced vertical reverse circulation drill holes that were drilled into and through the Homer Dump in 2012 by Pluton Resources Ltd. The statements referring to the tonnage range of the “Exploration Target” is based upon a surveyed volumetric estimate above the end of mining surface in the Stage 1 pit (homer\_stage2\_eom\_dec\_2004.dtm/str) and below the latest end of month site survey (EOM June 2014). This resulted in an estimated 2.6M loose cubic metres. An estimated average bulk density range of 3.0g/cm<sup>3</sup> has been applied. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the definition of a Mineral Resource. It is anticipated by the Company that additional exploration including, reverse circulation drilling, bulk sampling and metallurgical test work will commence in approximately six months. The program will take a further six months to enable an assessment of the validity of the Exploration Target. It is anticipated by the Company that the exploration program will be completed by mid-2015. Results from the exploration program will be released to the market on a regular basis.

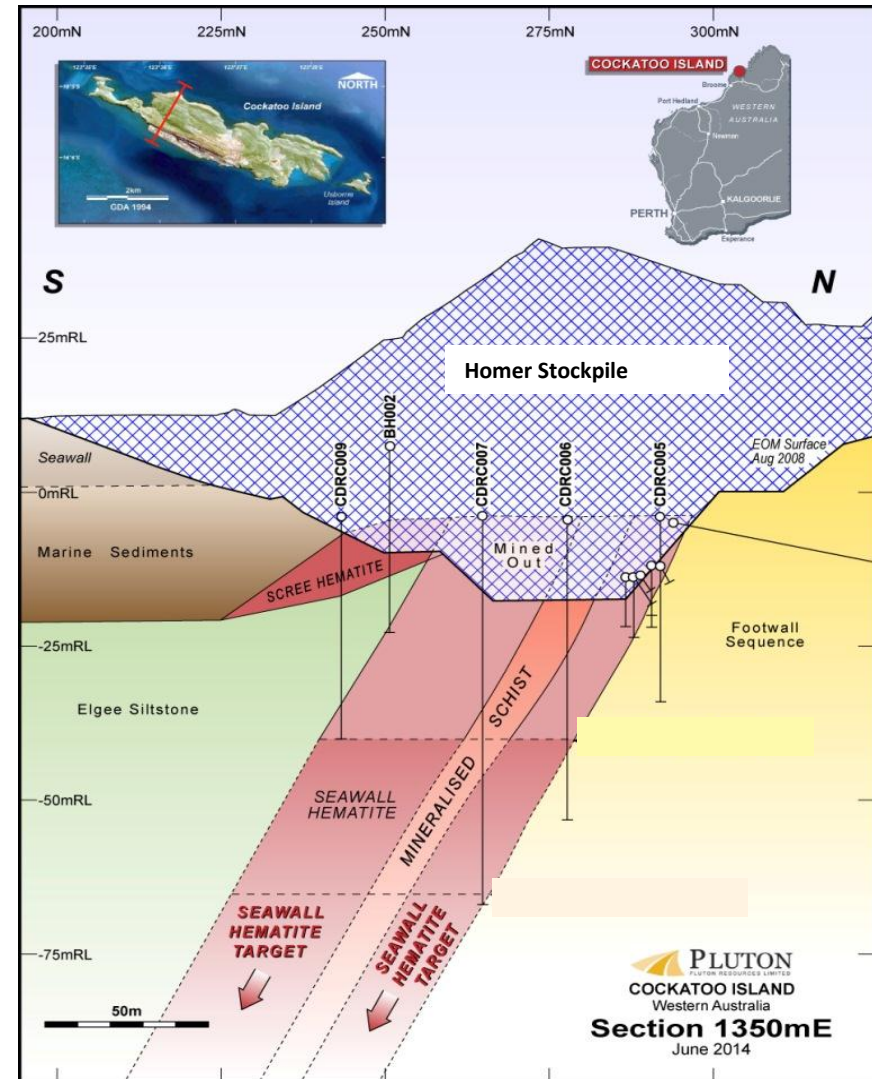


# E: Stage 1

- Stage 1 high grade DSO previously mined down to the -20mRL only
- Backfilled to become Homer Stockpile when Stage 2 mining commenced by Cliffs/HWE JV
- JORC 2012 Inferred Resource of **5.7Mt @ 67.4% Fe** down to -70mRL from 1150mE to 1900mE<sup>1</sup>
- Scoping Study required to assess the potential to re-access the DSO remaining in Stage 1

1. Inferred Mineral Resource as at 30 June 2014. Refer to detailed Ore Reserve and Mineral Resource tables.

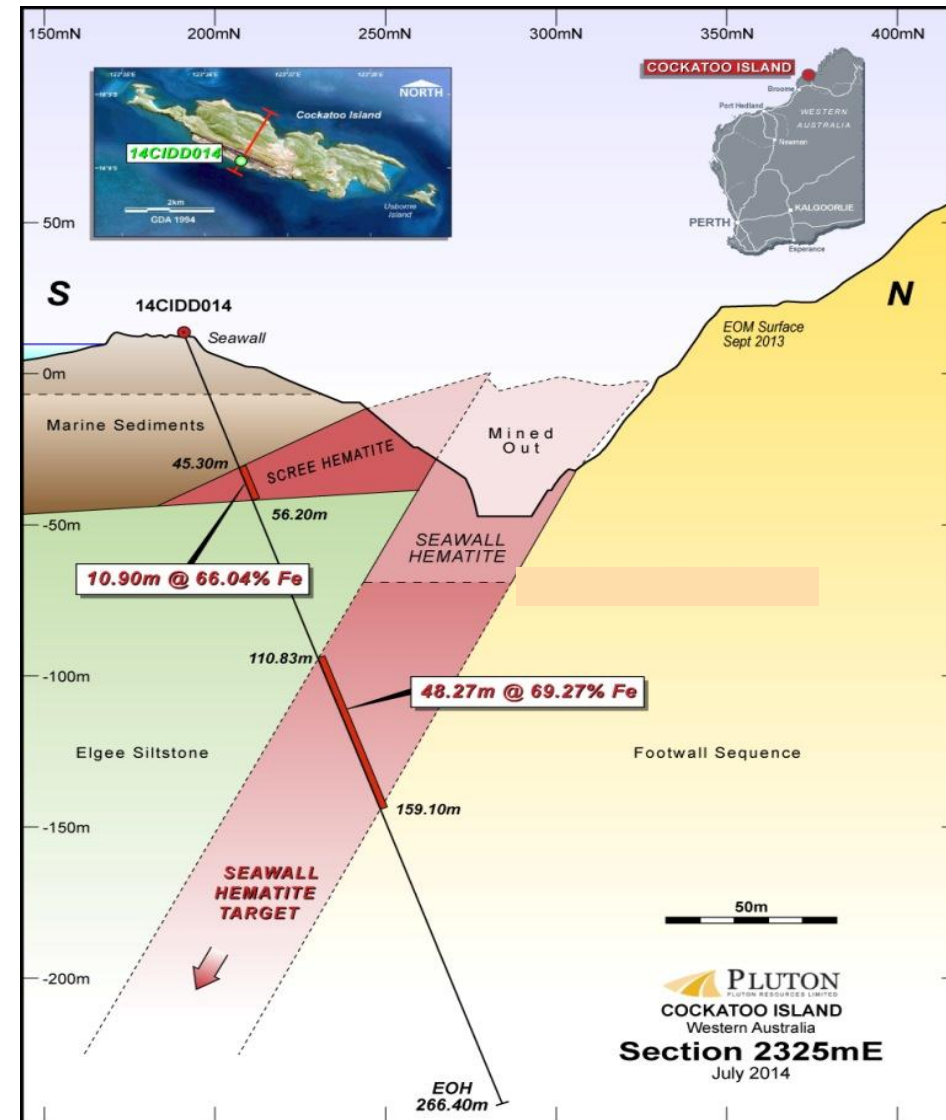
3. In accordance with Clause 17 of the JORC Code 2012, the reference to "Exploration Target" in terms of target size and type should not be taken as an estimate of Mineral Resources or Ore Reserves. The statements referring to the grade range of the "Exploration Target" is based upon extrapolation of historical drilling results and assays from the Stage 1 to Stage 3 area. The statements referring to the tonnage range of the "Exploration Target" is based upon extrapolation of the Seawall Hematite to greater depth. The tonnage range assumes an average Seawall Hematite true width of 40m, a strike length of 1,500m a depth extension of 60m below the base of the existing Stage 1 to Stage 3 open pit resource block model and an average bulk density of 4.7g/cm<sup>3</sup>. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the definition of a Mineral Resource. A diamond drilling program is currently in progress to test the validity of the Exploration Target and it is anticipated by the Company that the exploration program will be completed by the end of 2014. Assay results from the drilling program will be released to the market on a regular basis.



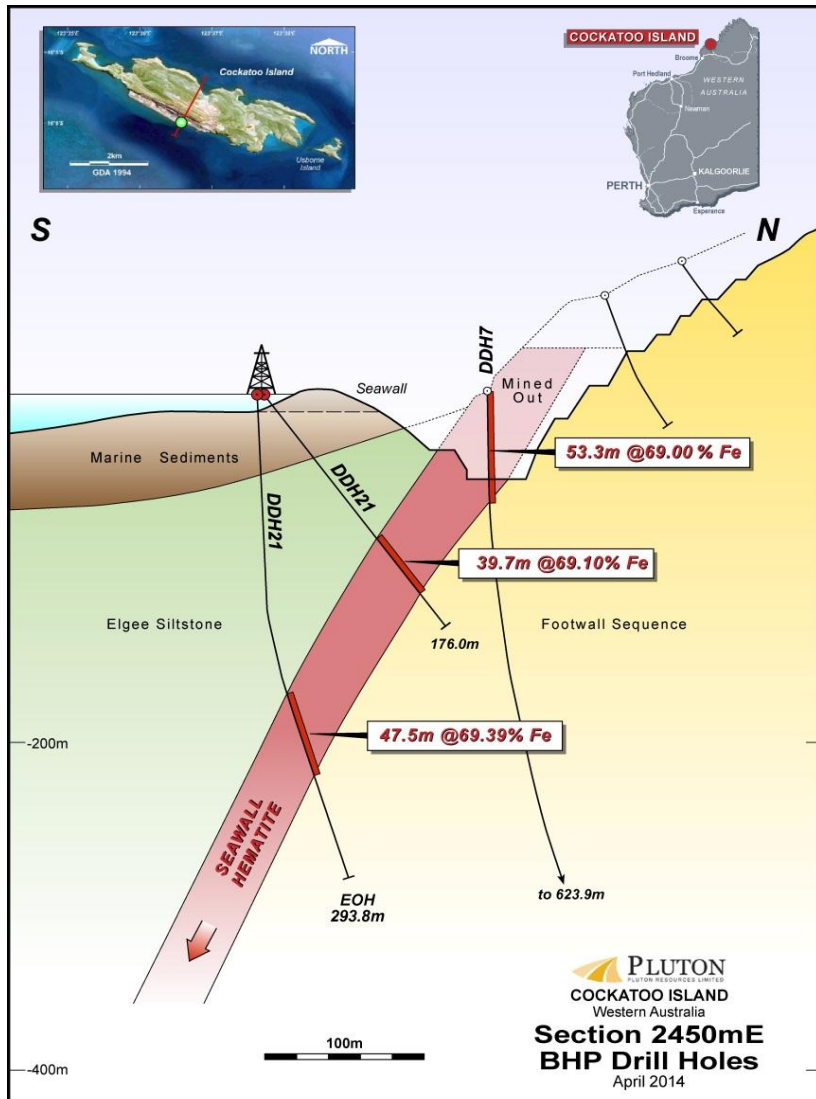
## F: Stage 5 – Seawall Expansion

- Exploration Target of 15 to 20Mt in the grade range of 65% to 69% iron<sup>3</sup>
- Resource definition drilling program commenced December 2013. Program completion Q4'2014.
- Drill results released for holes 14CIDD001, 14CIDD003, 14CIDD011 and 14CIDD014.  
(refer ASX announcements 4<sup>th</sup> Feb, 22<sup>nd</sup> May, 4<sup>th</sup> July and 24<sup>th</sup> July '14)
- Seven drill holes have intersected the target Seawall Hematite to date over a strike length of 800 meters  
(refer ASX announcement 24<sup>th</sup> July '14)

3. In accordance with Clause 17 of the JORC Code 2012, the reference to "Exploration Target" in terms of target size and type should not be taken as an estimate of Mineral Resources or Ore Reserves. The statements referring to the grade range of the "Exploration Target" is based upon extrapolation of historical drilling results and assays from the Stage 1 to Stage 3 area. The statements referring to the tonnage range of the "Exploration Target" is based upon extrapolation of the Seawall Hematite to greater depth. The tonnage range assumes an average Seawall Hematite true width of 40m, a strike length of 1,500m a depth extension of 60m below the base of the 31 October 2013 Stage 1 to Stage 3 resource block model and an average bulk density of 4.7g/cm<sup>3</sup>. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the definition of a Mineral Resource. A diamond drilling program is currently in progress to test the validity of the Exploration Target and it is anticipated by the Company that the exploration program will be completed by the end of 2014. Assay results from the drilling program will be released to the market on a regular basis.



# G: Stage 6 – Underground



- Exploration Target of 60-120Mt in the grade range of 65% to 68% iron<sup>4</sup>
- High grade hematite mineralisation intersected at depth in deep diamond drill holes DDH020 and DDH021.
- Drilling completed by AIS (BHP) in 1965
  - DDH020 intersects 39.7m @ 69.1% iron
  - DDH021 intersects 47.5m @ 69.3% iron
- Underground Concept Study completed by third party mining consultant indicates favourable results that warrant further investigation

4. In accordance with Clause 17 of the JORC Code 2012, the reference to “Exploration Target” in terms of target size and type should not be taken as an estimate of Mineral Resources or Ore Reserves. The statements referring to the grade range of the “Exploration Target” is based upon extrapolation of historical drilling results and assays from the Stage 1 to Stage 3 area. The statements referring to the tonnage range of the “Exploration Target” is based upon extrapolation of the Seawall Hematite to greater depth. The tonnage range assumes an average Seawall Hematite true width of 40m, a strike length of 1,800m a depth extension of 270m below the base of the 31 October 2014 Stage 1 to Stage 3 resource block model and an average bulk density of 4.7g/cm<sup>3</sup>. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the definition of a Mineral Resource. A diamond drilling program is currently in progress to test the validity of the Exploration Target and it is anticipated by the Company that the exploration program will be completed by the end of 2014. Assay results from the drilling program will be released to the market on a regular basis.

# Rights Issue: Terms and Objectives

CAPITAL STRUCTURE	Minimum Subscription		Maximum Subscription	
	Shares	Gross Amount Raised	Shares	Gross Amount Raised
Current on issue	1,022,032,338	-	1,022,032,338	
Shares to be issued under second Patersons offer	127,000,000		127,000,000	
Rights Issue 9:1	4,750,000,000	\$47.5m	8,001,291,042	\$80.0m
<b>Total</b>	<b>5,899,032,338</b>	<b>\$47.5m</b>	<b>9,150,323,380</b>	<b>\$80.0m</b>

USE OF FUNDS		Minimum Subscription		Maximum Subscription
		\$		\$
Pay Creditors		\$19.73m		\$29.23m
Loan Repayments		\$17.18m		\$17.18m
Funds allocated for either payment for the Wise Assets, repayment of offtake loans, restructure of the Joint Venture and/or refinancing costs		\$0.00m		\$22.58m
GNR Offtake balance repayment		\$9.50m		\$9.50m
Working Capital		\$1.09m		\$1.51m
<b>Total</b>		<b>\$47.5m</b>		<b>\$80.0m</b>

- A 9 for 1 pro-rata entitlement issue of new shares at an issue price of 1¢ per share. Minimum Subscription is \$47.5m, which is covered by the conditional underwriting and subscription/commitment agreements.
- GNR is partially underwriting \$26m and subscription agreements with creditors (under which creditors will agree to convert their debt into equity in the event there are shortfall shares available under the Rights Issue) for \$15.5m have been entered into. The underwriting agreement is conditional upon third parties executing binding commitment letters for at least \$15m worth of shortfall shares over and above the minimum subscription amount of \$47.5m (refer below). GNR has the ability to waive this condition.
- Commitments from other investors for \$6m have been secured.
- The Company has entered into a term sheet with a North American based placement agent where the placement agent will seek one or more lenders to provide the Company with a US\$70m senior secured debt facility. Should the debt facility be entered into the placement agent or its nominees may at their discretion subscribe for \$15m worth of shortfall shares resulting from the Rights Issue.

# Proforma Balance Sheet

	Consolidated Statement of Financial Position	Reviewed as at 31 March 2014 \$'000	Subsequent events \$'000	Pro forma adjustments \$'000	Pro forma after offer \$'000
<ul style="list-style-type: none"> <li>The proposed Rights Issue minimum of \$47.5m will be used to pay down current borrowings and trade creditors. In addition, short term borrowings of a residual \$3m worth of convertible notes proposed to be issued to Watpac with a zero coupon (half maturing 30 December 2014 and the balance maturing on 30 June 2015).</li> <li>The Joint Venture Partner liability to Pluton is ascertained as \$28.02m. If a purchase of the Joint Venture Partner interest does not complete this asset remains.</li> <li>Plutons share of the offtake pre-payments is shown as deferred revenue of \$15.468m</li> <li>During the extended Proforma period PLV incurs an additional \$2.5m of Seawall costs. On Proforma, Wise Share (\$1.25m) has been recognised as a receivable.</li> <li>The Pro-forma numbers reflect the equity conversion of AUD\$9.5m GNR offtake balance, which has the following impact:                             <ul style="list-style-type: none"> <li>On Proforma Wise's share (\$4.75m) will be written-off;</li> <li>Increase to "Trade and Other payables" of AUD\$9.5M; and</li> <li>Decrease to "Deferred Revenue" of AUD\$4.75m (PLV's share) reflecting the equity conversion of the GNR offtake balance.</li> </ul> </li> <li>Funds received under the \$15m subscription condition to the underwriting would be used to reduce trade and other payables further</li> </ul>	<b>CURRENT ASSETS</b>				
	Cash and cash equivalents	185	677	3,336	4,198
	Trade and other receivables	10,086	21,130	2,095	33,311
	Inventories	2,052	-	-	2,052
	Other current Assets	2,758	-	-	2,758
	<b>TOTAL CURRENT ASSETS</b>	<b>15,081</b>	<b>21,807</b>	<b>5,431</b>	<b>42,319</b>
	<b>NON-CURRENT ASSETS</b>				
	Property, plant and equipment	7,239	750	1,250	9,239
	Intangible assets	260	-	-	260
	Exploration and evaluation assets	75,434	-	522	75,956
	Other non-current assets	330	-	-	330
	<b>TOTAL NON-CURRENT ASSETS</b>	<b>83,263</b>	<b>750</b>	<b>1,772</b>	<b>85,785</b>
	<b>TOTAL ASSETS</b>	<b>98,344</b>	<b>22,557</b>	<b>7,203</b>	<b>128,104</b>
	<b>CURRENT LIABILITIES</b>				
	Trade and other payables	16,656	12,552	(17,208)	12,000
	Borrowings	12,468	297	(9,765)	3,000
	Hire purchase liabilities	703	-	-	703
	Provisions	288	-	-	288
	Deferred revenue	23,640	(2,132)	(6,040)	15,468
	<b>TOTAL CURRENT LIABILITIES</b>	<b>53,755</b>	<b>10,717</b>	<b>(33,013)</b>	<b>31,459</b>
	<b>NON CURRENT LIABILITIES</b>				
	Provisions (Rehabilitation)	18,162			18,162
	<b>TOTAL NON CURRENT LIABILITIES</b>	<b>18,162</b>			<b>18,162</b>
	<b>TOTAL LIABILITIES</b>	<b>71,917</b>	<b>10,717</b>	<b>(33,013)</b>	<b>49,621</b>
	<b>NET ASSETS</b>	<b>26,427</b>	<b>11,840</b>	<b>40,216</b>	<b>78,483</b>
	<b>EQUITY</b>				
	Issued Capital	93,224	18,067	44,677	155,968
	Reserves	4,114	267	-	4,381
	Accumulated losses	(70,911)	(6,494)	(4,461)	(81,866)
	<b>TOTAL EQUITY</b>	<b>26,427</b>	<b>11,840</b>	<b>40,216</b>	<b>78,483</b>



- **Pluton has isolated both its operational and corporate issues and has or is in the process of rectifying each one:**
  - Engaged a new CFO and implemented appropriate financial processes and standards that were lacking. Combined with the independent accountants review, Pluton has certainty over its creditor status and obligations going forward;
  - Commenced a capital raising process aimed at eliminating financial creditor debt and to ensure trade creditor debt is paid down to trading terms manageable by the Company;
  - Identified significant cost savings at the head office and at the mine site to be implemented immediately;
  - Operational improvements implemented at the mine site have contributed to record production figures for the June quarter as announced to market and this trend is continuing;
  - Entered in to a Term Sheet with a third party to mandate that party to raise debt and equity to potentially pay out Rizhao Port Logistics Company and takeover their ore offtake agreement on terms more preferable to Pluton's business model;
  - Engaged an experienced independent advisor to review all governance policies and procedures and undertake a Board review to ascertain the appropriate skills and positions required to take the Company forward;
  - Continue to negotiate in good faith with Wise Energy Group for Pluton to take 100% of the Cockatoo Island project; and
  - Appointed a new CEO tasked with driving cost reduction, operational efficiencies and implementing the new strategic plan
- **Pluton has identified an opportunity to create a production profile between Stage 4 and the commencement of Stage 5;**
  - The objective being to defer the material (estimated circa \$82m) capital expenditure associated with Stage 5 until such time as the Company has resources to do so;
  - Further feasibility work is required but recent lab scale test work results have shown that lower grade material may potentially be processed to a higher value +62% iron product from existing and future stockpiles and mining of the Highwall;
  - A Scoping Study is underway including metallurgical studies to extend the Life of Mine including potential mining of the Highwall and processing of lower grade ores to produce a higher grade hematite concentrate; and
  - If implemented successfully, the expansion of Stage 4 and deferment of Stage 5 combined with operational efficiencies will deliver significant cost savings and provide the Company with a period of consolidation.



# Ore Reserves

## Cockatoo Island Seawall Hematite Ore Reserve as at 30 June 2014

Classification		Tonnage (Mt)	COG Fe (%)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	S (%)	P (%)	LOI (1000°C)
Probable	Stage 4 Version 12 Design	1.1	65.5	68.0	1.4	0.7	0.004	0.005	0.2
<b>Total Probable</b>		<b>1.1</b>	<b>65.5</b>	<b>68.0</b>	<b>1.4</b>	<b>0.7</b>	<b>0.004</b>	<b>0.005</b>	<b>0.2</b>

Notes: Tonnage is rounded to the nearest 100,000 tonnes

# Mineral Resources

## Cockatoo Island Seawall Hematite Mineral Resources as at 30 June 2014

Classification		Tonnage (Mt)	COG Fe (%)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	S (%)	P (%)	LOI (1000°C)
Indicated	1700mE to 1900mE >-70mRI	1.9	67.0	68.0	1.1	0.8	0.008	0.010	0.3
Indicated	1900mE to 2600mE >-90mRI	7.2	65.5	65.9	3.6	1.2	0.007	0.013	0.3
Indicated	2600mE to 2950mE >-70mRL to base Stage 4 pit	2.0	65.5	67.6	1.9	0.8	0.004	0.006	0.4
<b>Total Indicated</b>		<b>11.1</b>		<b>66.6</b>	<b>2.9</b>	<b>1.1</b>	<b>0.007</b>	<b>0.011</b>	<b>0.3</b>
Inferred	1150mE to 1900mE >-70mRI	5.7	65.5	67.4	1.4	1.1	0.008	0.014	0.4
Inferred	1900mE to 2600mE -110mRI to -90mRI	2.4	65.5	66.7	3.1	0.9	0.007	0.012	0.3
Inferred	2600mE to 2950mE -90mRI to -70mRI	2.8	65.5	67.5	1.7	1.0	0.005	0.010	0.3
Inferred	ROM Stockpiles Pit 2	0.3		41.6					
<b>Total Inferred</b>		<b>11.2</b>		<b>66.6</b>	<b>1.8</b>	<b>1.0</b>	<b>0.007</b>	<b>0.012</b>	<b>0.3</b>

Notes: Mineral Resources 2350E to 2950E are exclusive of Stage 4 Probable Ore Reserve  
Tonnage is rounded to the nearest 100,000 tonnes

## Cockatoo Island Highwall Mineral Resource as at 30 June 2014

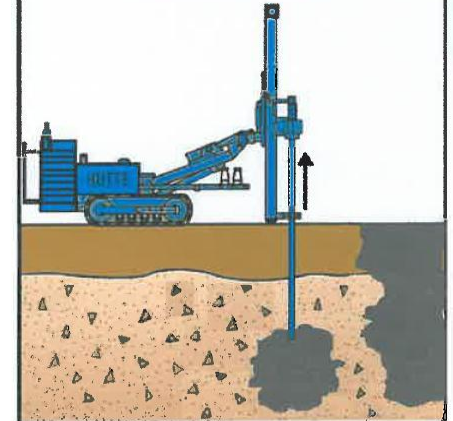
Classification		Tonnage (Mt)	COG Fe (%)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	S (%)	P (%)	LOI (1000°C)
Inferred	1900mE to 2600mE >-40mRL	5.7	0	40.3	37.3	2.3	0.008	0.02	2.1
<b>Total Inferred</b>		<b>5.7</b>	<b>0</b>	<b>40.3</b>	<b>37.3</b>	<b>2.3</b>	<b>0.008</b>	<b>0.02</b>	<b>2.1</b>

Notes: Mineral Resources 2350E to 2600E are exclusive of Stage 4 Probable Ore Reserve  
Tonnage is rounded to the nearest 100,000 tonnes

# Seawall Seal Installation



## PRIMARY PILES INJECTION



## SECONDARY PILES INJECTION

