

A high-angle photograph of a massive underground mining tunnel. The walls are heavily textured with numerous vertical and diagonal tracks from heavy machinery. A large yellow haul truck is visible on the right side of the tunnel, and a smaller piece of equipment is at the bottom center. The lighting is dramatic, highlighting the scale and industrial nature of the environment.

# Delivering

Africa Downunder Conference  
September 2017



**BASE  
RESOURCES**



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# Who we are

- ▶ Based in Perth, Australia
- ▶ 100% of the Kwale Mineral Sands Operations in Kenya
- ▶ Kenya's first large-scale mining project
- ▶ Strong, settled Board and management team
- ▶ Track record of project delivery and operational performance
- ▶ Recognised, successful business model in Africa
- ▶ Positioned to capitalise on growth opportunities



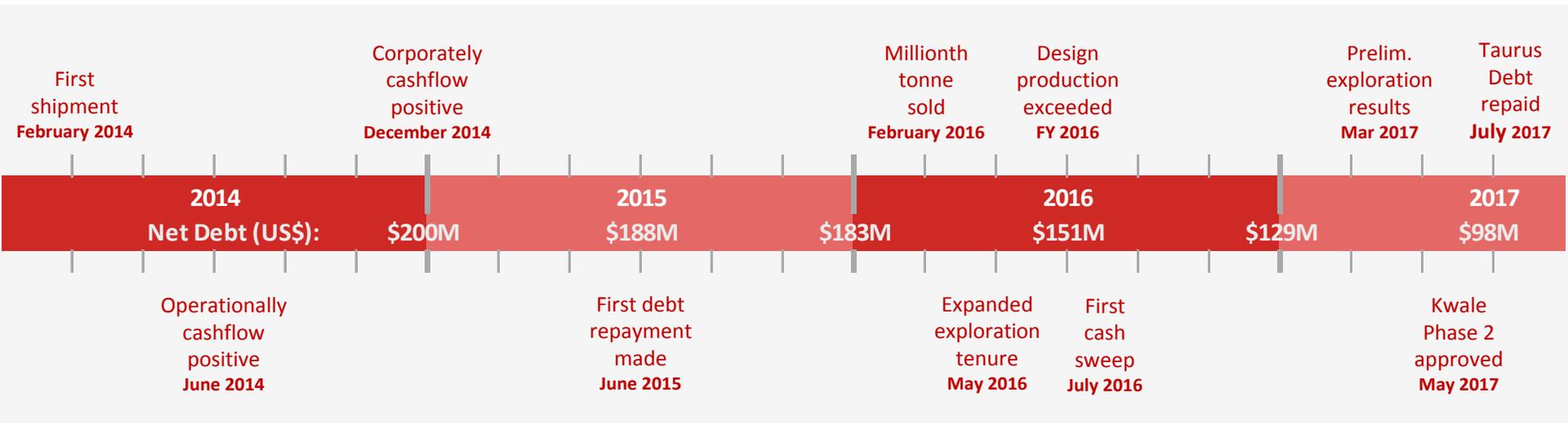
# A snapshot

- ▶ **ASX & AIM:** BSE
- ▶ **A\$208 million** market capitalisation @ A\$0.28
- ▶ **A\$110 million** group EBITDA for FY2017
  - ▶ **A\$66 million** EBITDA in H2 FY2017
- ▶ **US\$98 million** in net debt at 30 June 2017
  - ▶ **US\$94 million** paid down since June 2015

Substantial Shareholders	Interest
Pacific Road Capital	24.6%
Sustainable Capital	15.1%
Taurus Funds Management	9.8%
Regal Funds Management	7.9%
Aterra Capital	7.5%



# A record of achievement



# Kwale Mineral Sands Operation



View video at [www.basetitanium.com](http://www.basetitanium.com)

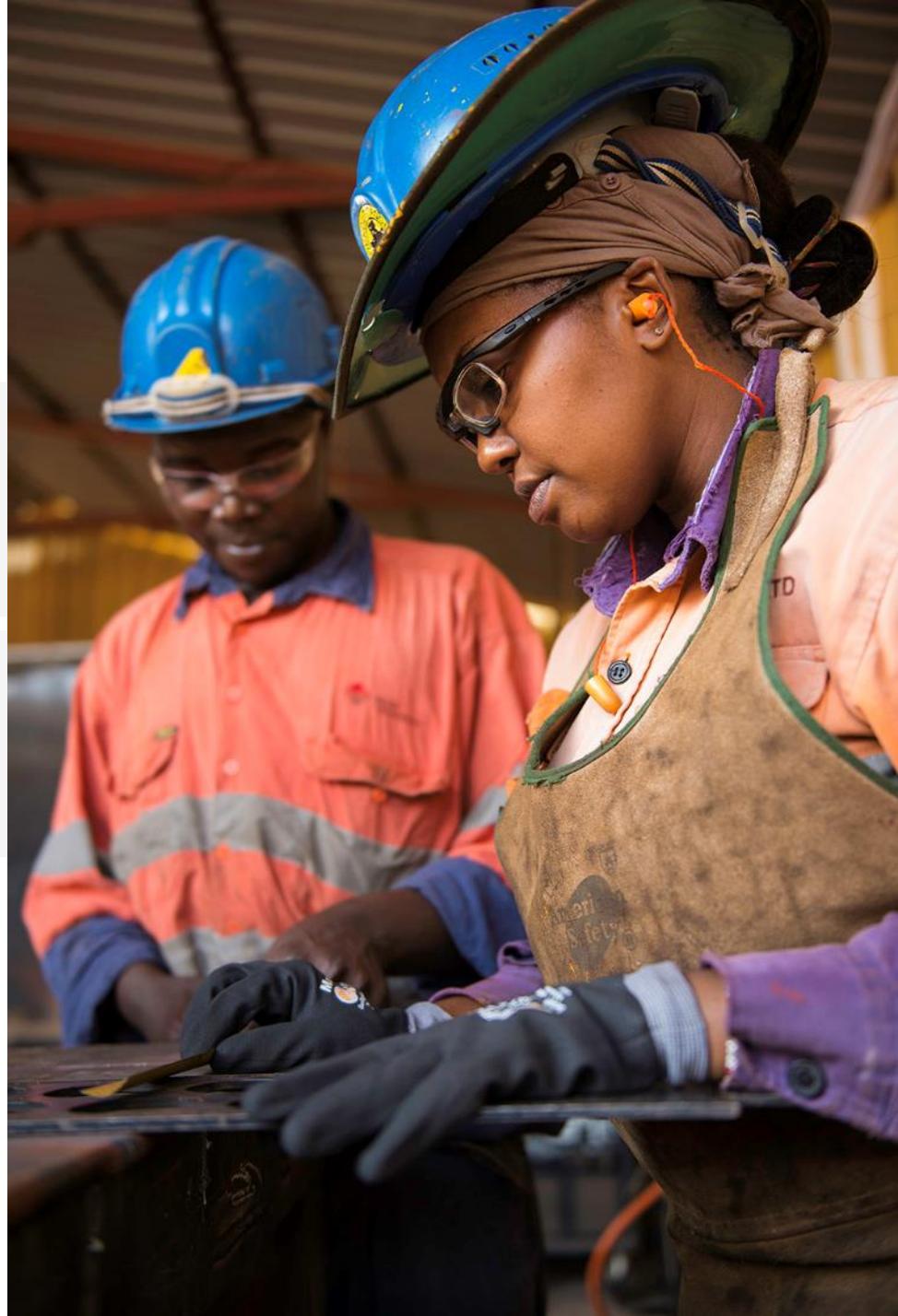
**Built, commissioned  
and operating safely**

**18.7 MILLION**

Hours worked with 3 Lost-time Injuries

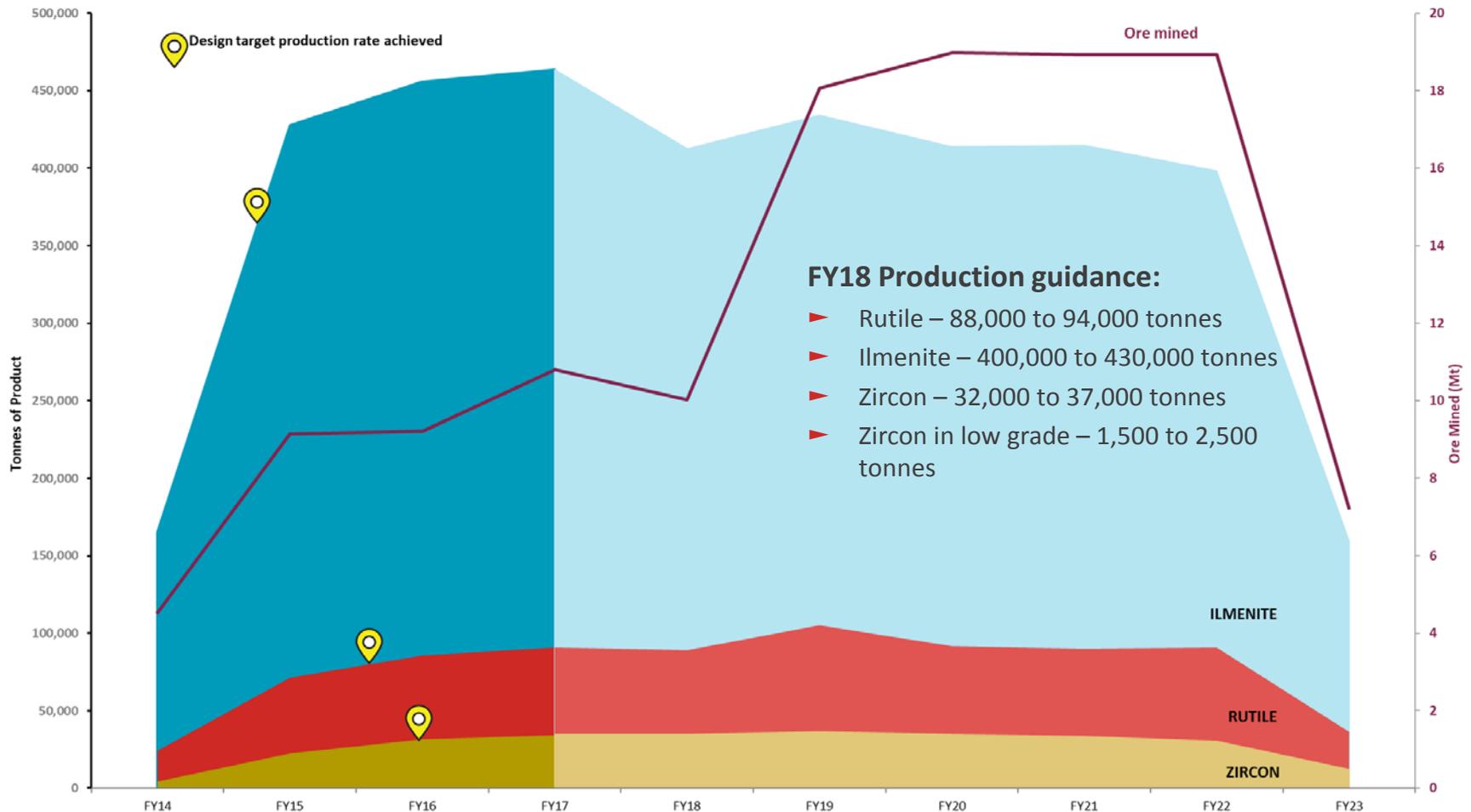
**42 months**

Since last LTI



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# Production rates maintained through implementation of KP2



The above production guidance is based on the following assumptions for FY2018:

- Mining of 10.2Mt at an average HM grade of 7.32%, all from Ore Reserves. The Ore Reserves estimates underpinning the production forecasts were prepared by Competent Persons in accordance with the JORC Code (2012 edition).
- MSP feed rate at an average of 89tph, consistent with recent performance.
- MSP product recoveries of 100% for ilmenite and 99% for rutile, and 77% for zircon, consistent with past performance and anticipated recovery improvements from ongoing MSP optimisations.

# Strong operating margins



**OPERATING MARGIN**

**65%**

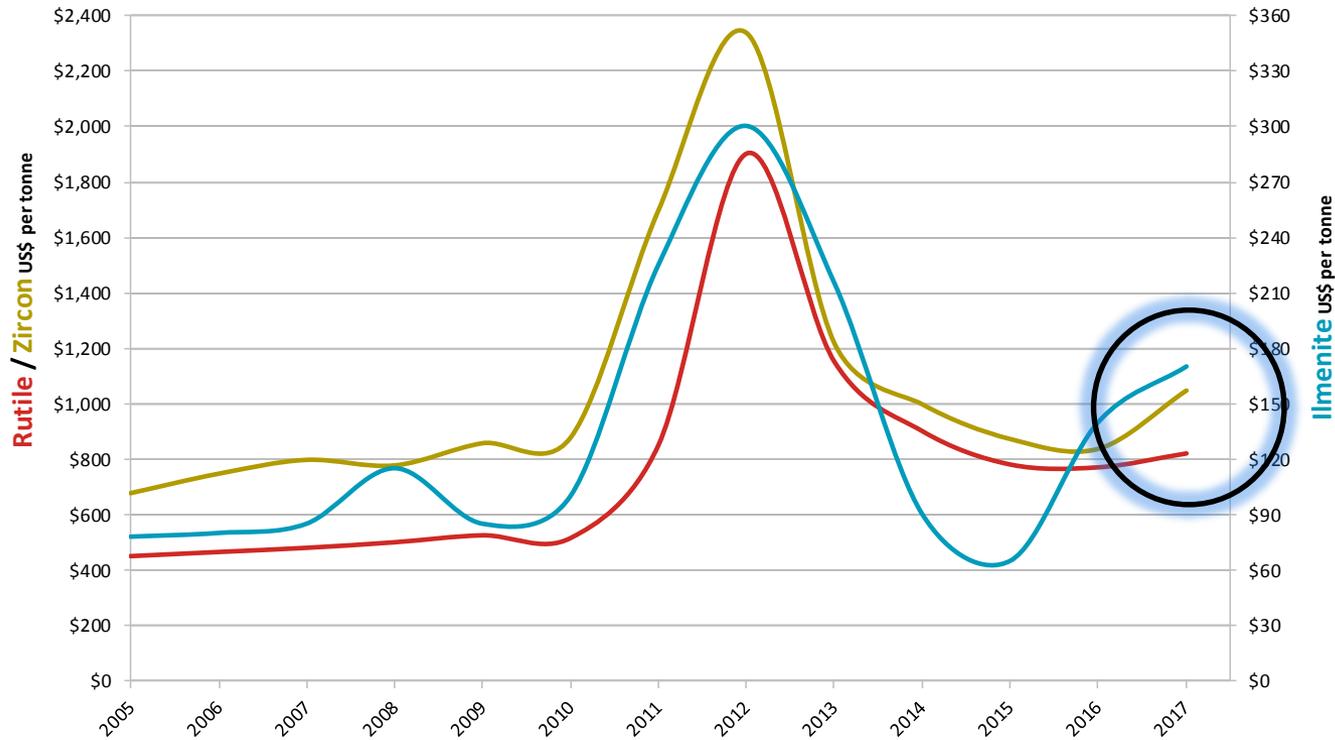
**OPERATING COSTS  
AND ROYALTIES**

**35%**

**R/C  
RATIO  
2.9**

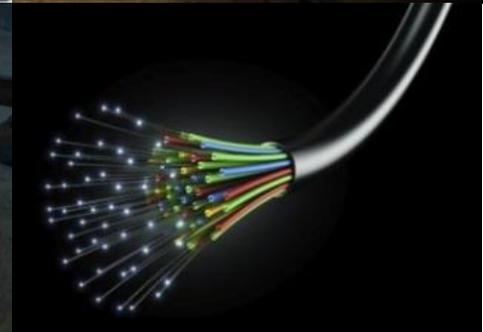
Note: Margins for June 2017 Quarter

# An improving market...



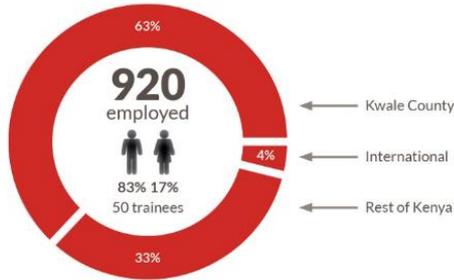
# ...with sound long term fundamentals

- ▶ Applications are ubiquitous in everyday life
- ▶ Demand is tightly tied to global GDP
- ▶ Maturing orebody profile – new supply will be required
- ▶ Average VHM grade and assemblage of new projects is in decline
- ▶ Higher prices will be required to support new supply



# The Kenyan experience

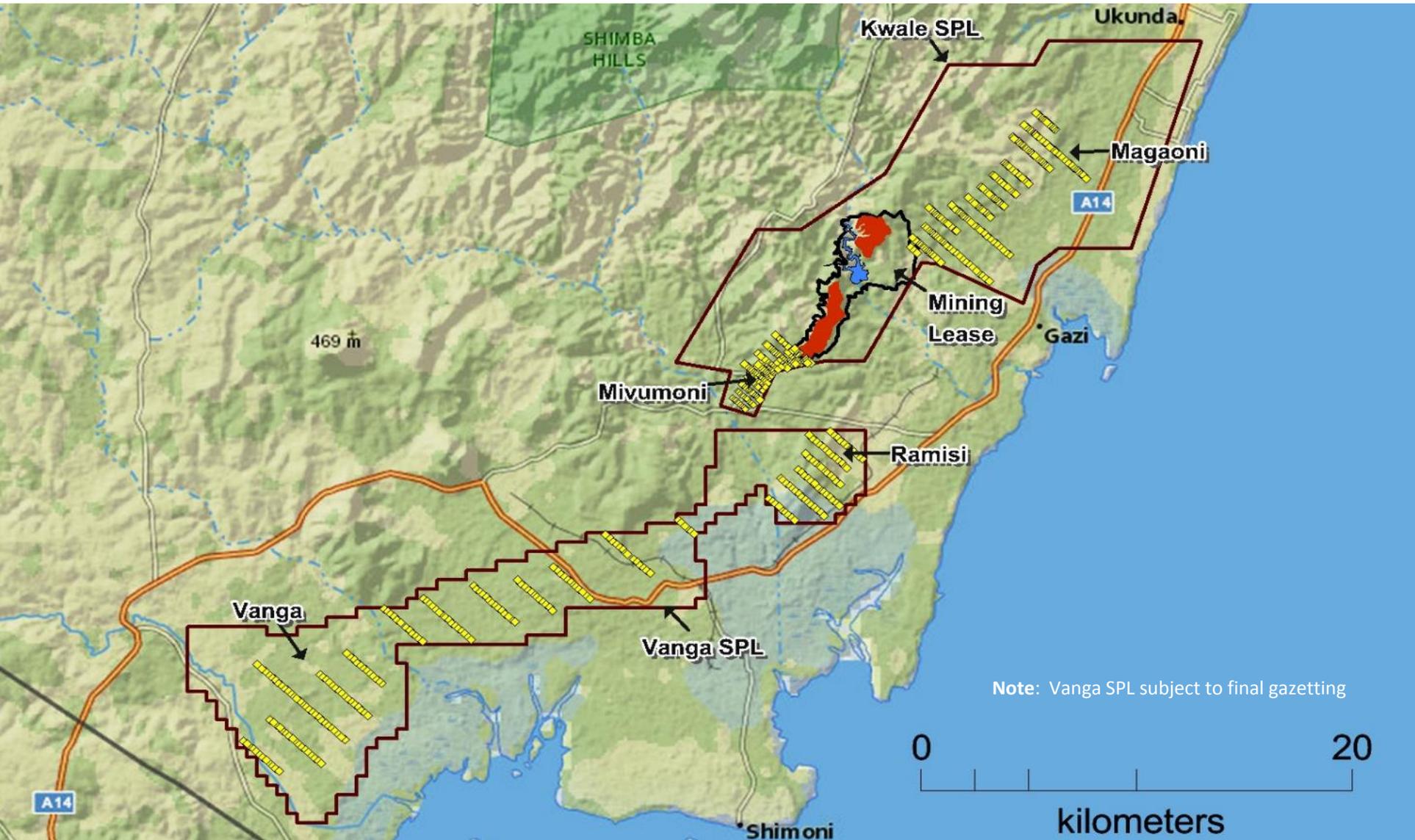
- ▶ High education standards



- ▶ Well developed physical and social infrastructure and support industries
- ▶ A high degree of collaboration on issues
- ▶ A Ministry of Mines with a clear picture of where it wants to go
- ▶ Pursuing policies to attract investment with a sense of urgency
- ▶ Kwale Operations now has “Flagship Project” status in



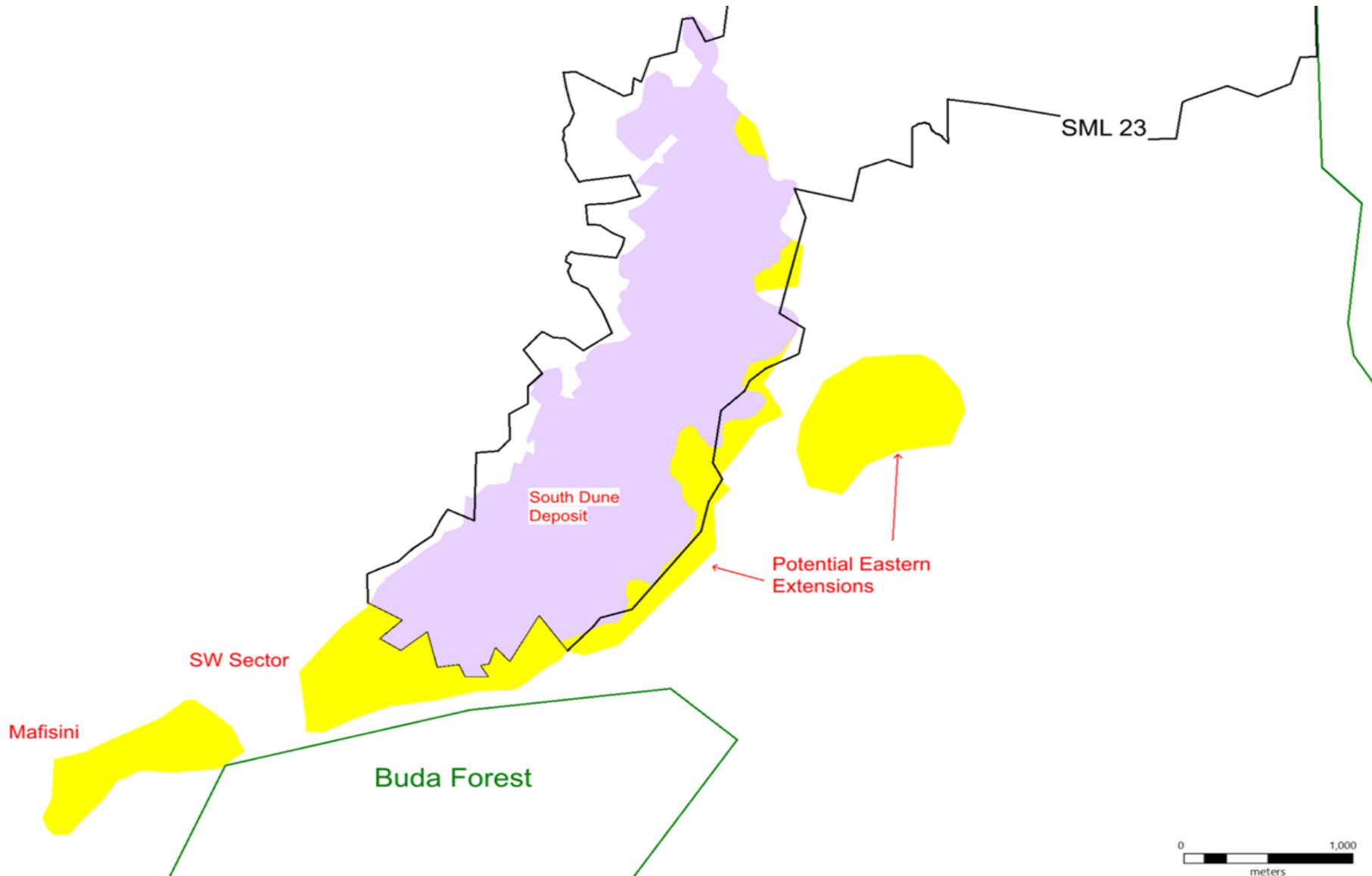
# Enhancing the value of Kwale Operations



Note: Vanga SPL subject to final gazettement

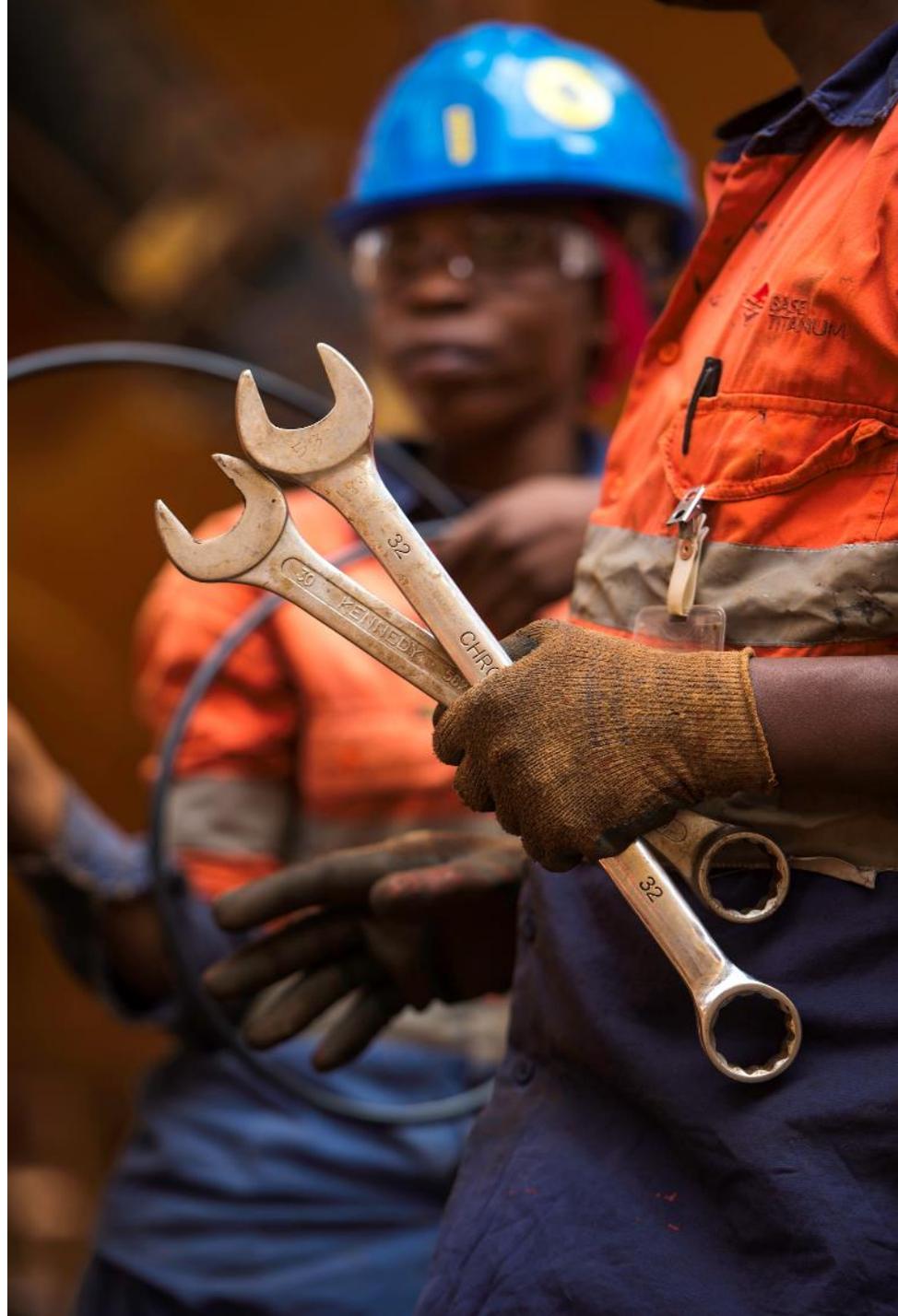


# Enhancing the value of Kwale Operations



# Delivering

- ▶ A robust, stable base at Kwale Operations with extensional potential
- ▶ Significant operational cashflow
- ▶ Improving commodity price outlook
- ▶ Improving financial flexibility with rapidly reducing debt
- ▶ A highly capable team, ready for the next challenge
- ▶ A sound understanding of the opportunities in the sector
- ▶ The platform for an attractive growth path





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