

A close-up photograph of a hand holding a large amount of shimmering, iridescent mineral sands. The sands are piled in the palm and between the fingers, catching the light and creating a sparkling effect. The background is dark, making the shimmering sands stand out.

Broadening Base

Creating a unique mineral sands company

Africa Down Under Conference
30 August 2018



**BASE
RESOURCES**



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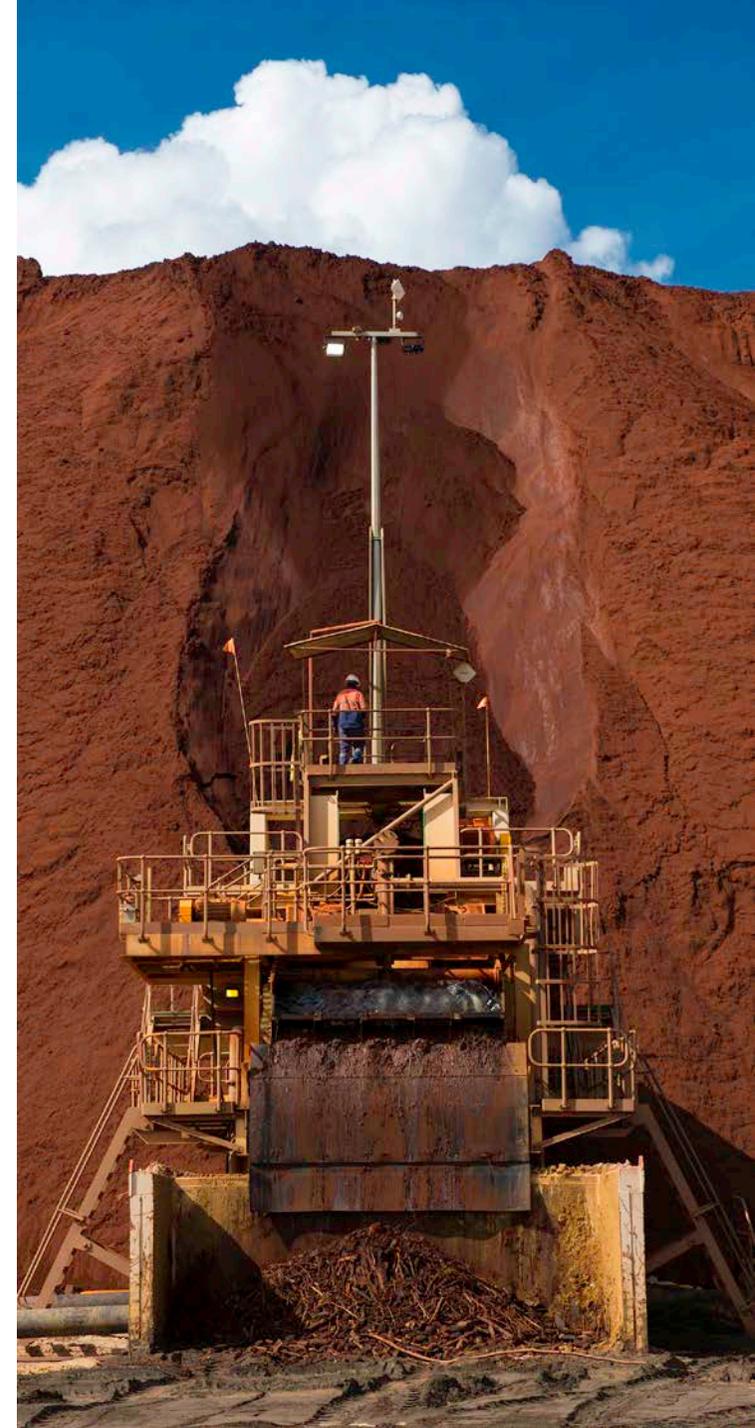
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Base Resources - a unique mineral sands company

- ▶ “Mid cap” pure mineral sands company:
 - Established profitable Kwale Operations with extensional potential in Kenya;
 - A world class mineral sands development project in the Toliara Sands Project in Madagascar;
 - Long combined mine life;
 - Track record of excellence in safety, community engagement and environmental management; and
 - An experienced team and capacity to execute well.
- ▶ Creating a company of strategic relevance in a sector likely to continue to evolve



Recent highlights and achievements

Safety

Total Recordable Injury Frequency Rate of zero

Revenue up

Consistent production and higher average price achieved for all products

Mine optimised

Kwale Phase 2 mine optimisation successfully completed

Resources increased

Kwale Measured and Indicated mineral resources increased by 19%*

Growth path

Acquisition of world-class Toliara Sands Project in Madagascar

Record results

Revenue up 22%, EBITDA up 32%, NPAT up 114%

Debt down

Net debt down to US\$33.2m – reduced by US\$65.3m

* Refer to Base Resources' market announcement "Mineral Resource Increase for Kwale South Dune" released on 4 October 2017, which is available at <http://www.baseresources.com.au/investor-centre/asx-releases>, which contains the JORC competent persons statement for this estimate of Mineral Resource. The Company confirms that it is not aware of any new information or data that materially affects the information included in this ASX announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimates in this announcement continue to apply and have not materially changed.



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Kwale Mineral Sands Operation



View video at www.basetitanium.com

**Built, commissioned
and operating safely**

13.2 MILLION

Hours worked with zero Lost-time
Injuries

54 months

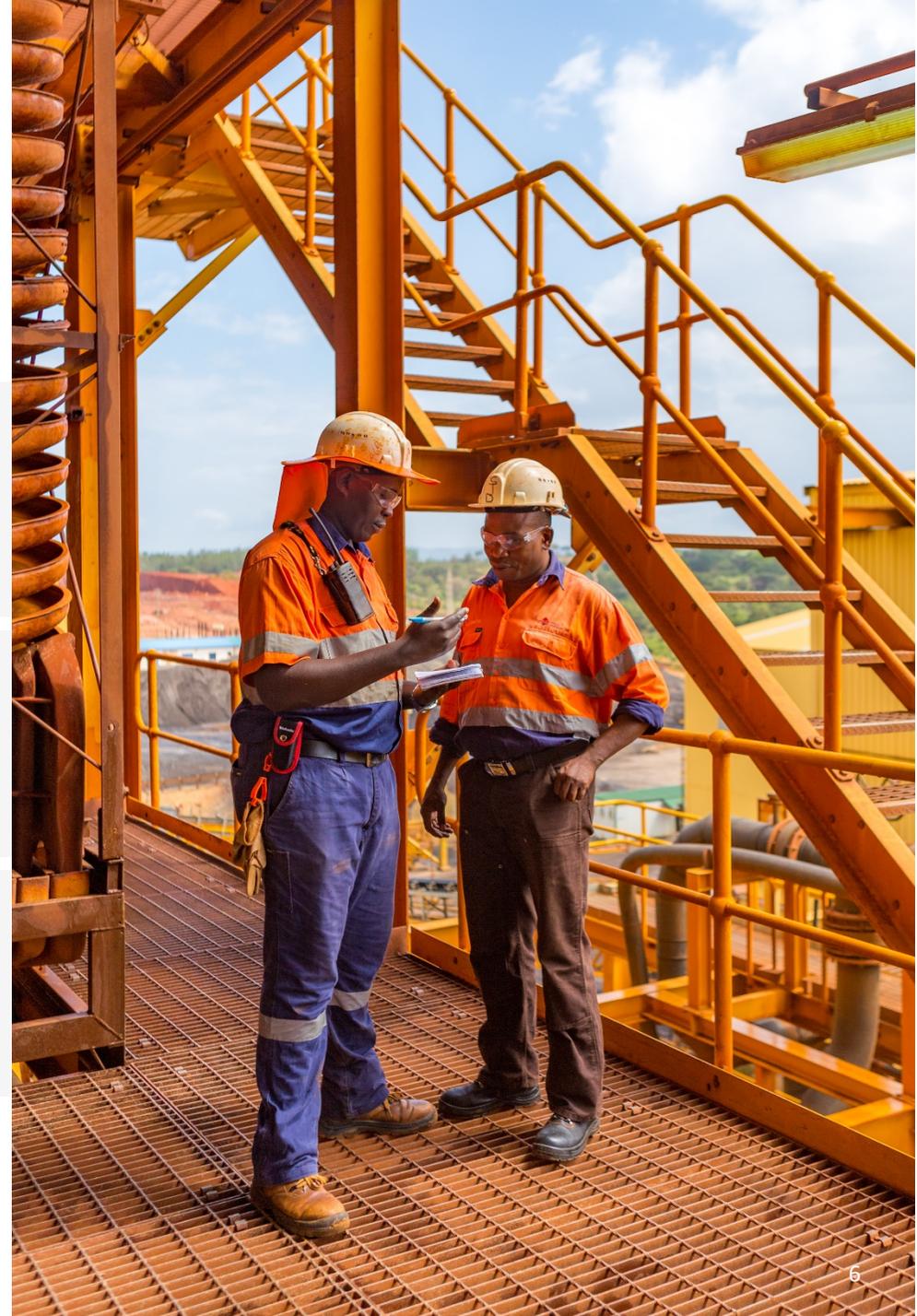
Since last Lost-time Injury

Zero TRIFR

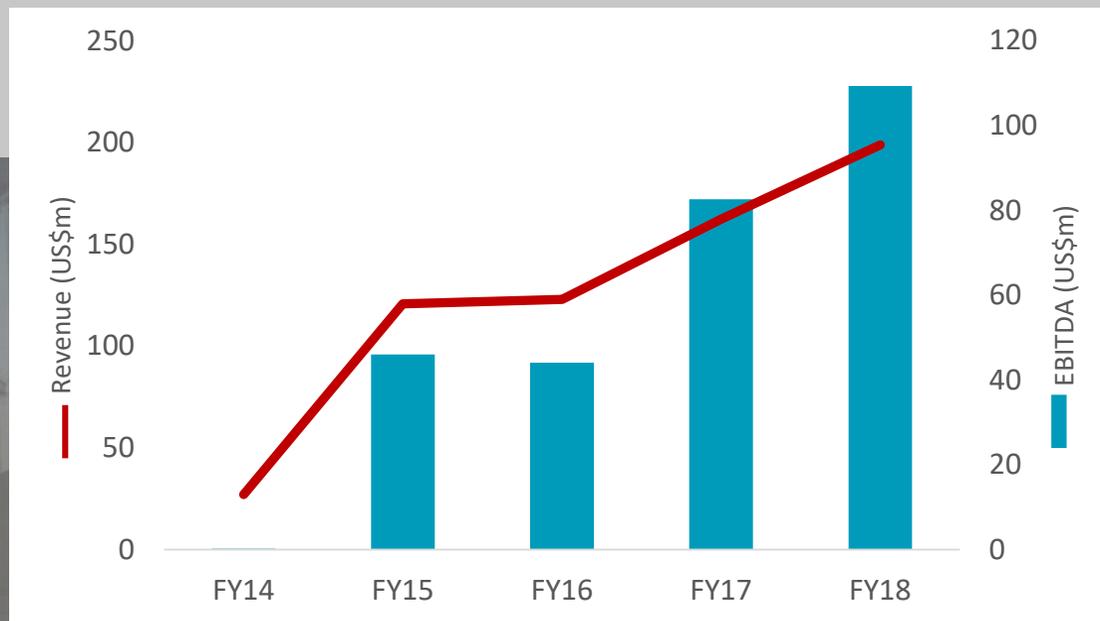
No medical treatments in last 12 months



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Strong earnings growth



Providing a focal point for economic development



Further investing in our community



US\$3.8m invested in community and environment programs



Kwale Cotton Project receives World Economic Forum award



60,000 training hours delivered to employees



100 interns, apprentices and graduates employed



20,500 trees planted

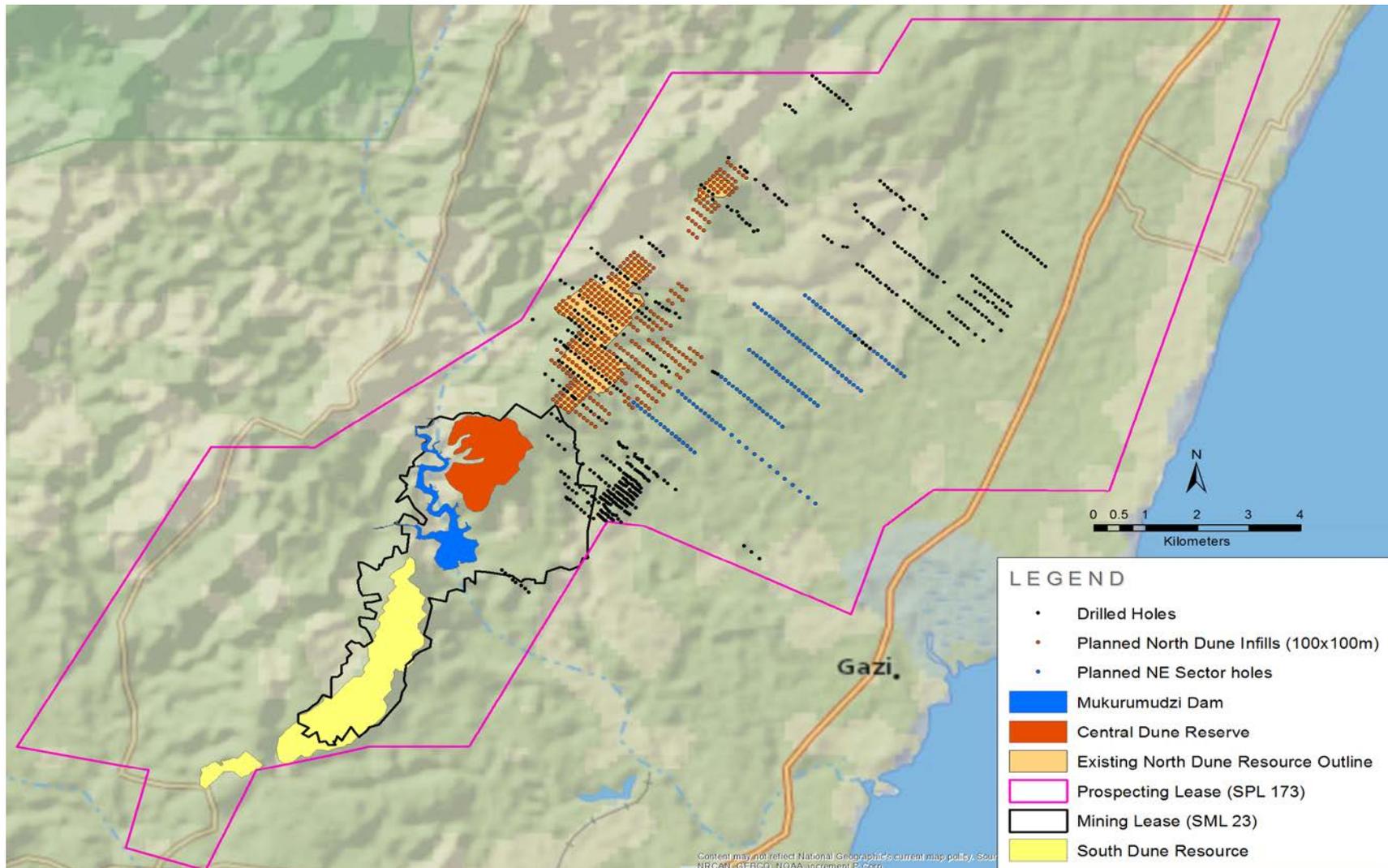


240 health workers trained and supported

International best practice in environmental management



In pursuit of mine life extension – M&I Resources increased by 19%*



* Refer to Base Resources' market announcement "Mineral Resource Increase for Kwale South Dune" released on 4 October 2017, which is available at <http://www.baseresources.com.au/investor-centre/asx-releases>, which contains the JORC competent persons statement for this estimate of Mineral Resource. The Company confirms that it is not aware of any new information or data that materially affects the information included in this ASX announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimates in this announcement continue to apply and have not materially changed.

A sound financial platform

► Solid equity base (ASX & AIM: BSE)

- A\$321m market capitalisation @ A\$0.285

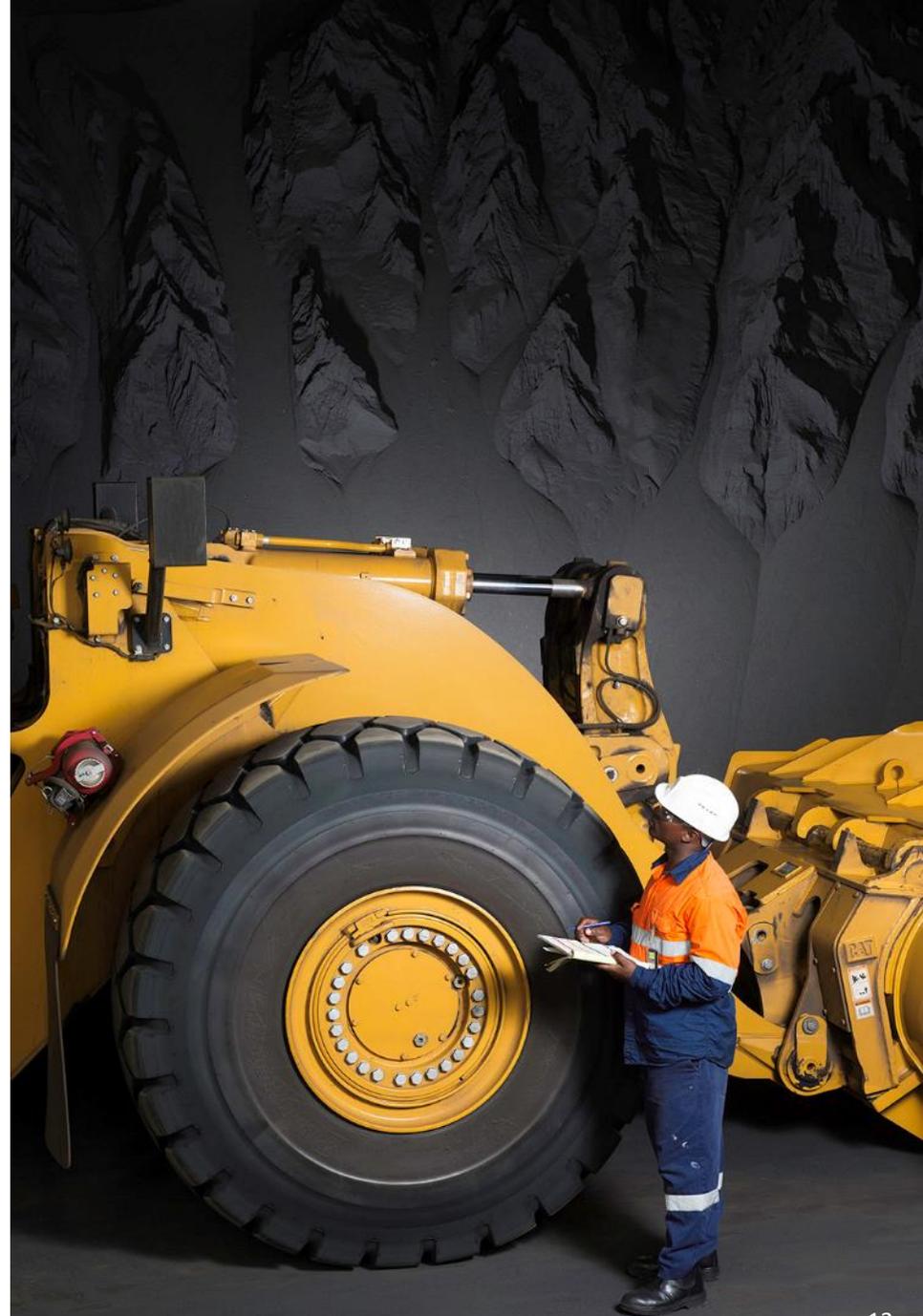
Substantial Shareholders	Interest
Pacific Road Capital	21.5%
Sustainable Capital	16.9%
Regal Funds Management	10.5%
Wellington Management	6.2%

► Rapidly reducing debt

- US\$33.2m in net debt at 30 June 2018 and expected to be retired by the end of 2018.
- US\$65.3m paid down in 12 months

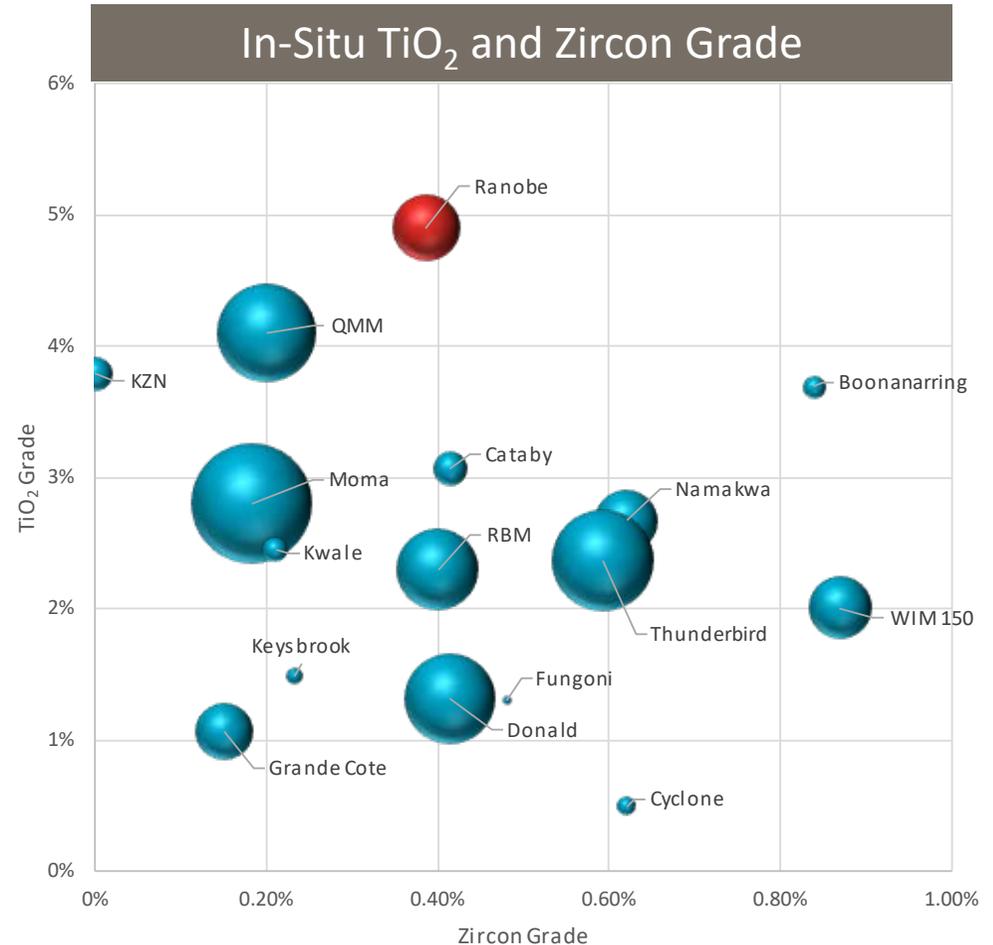
► Strong and improving earnings and cashflow

- US\$109.3m group EBITDA for FY18



Why the Toliara Sands Project?

- ▶ **Large high grade Resource** of 857mt, with 612mt in the Measured and Indicated categories, sufficient to support a 40+ year mine life at a scale similar to Kwale (see Appendix)
- ▶ Significant **resource expansion** potential
- ▶ Scope for **operational scale-up** over time
- ▶ **Simple mineralogy** and technically straight forward processing
- ▶ Expected **high-1st quartile Revenue to Cash Cost** ratio
- ▶ The **stage of development**
- ▶ A high level of **government support** as a project of national significance
- ▶ A project **Base can execute well** and should generate significant shareholder returns



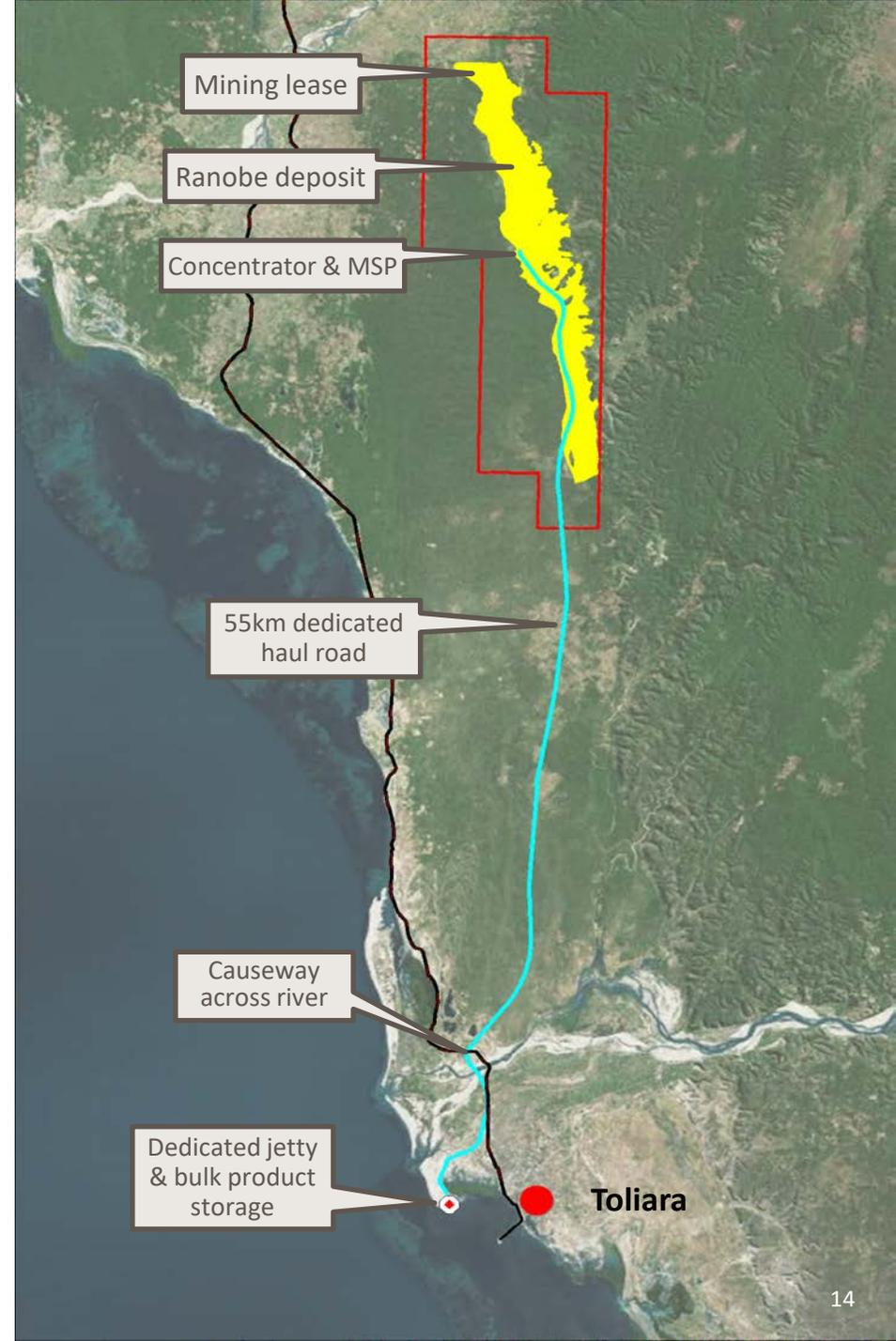
Note:

- All projects shown on the basis of last reported Measured & Indicated Mineral Resources estimate.
- TiO₂ grade represents the in-ground grade of titanium minerals (ilmenite, leucoxene and rutile). Zircon represents the in-ground grade of zircon
- Size of bubble represents the VHM contained (ilmenite, leucoxene, rutile and zircon). For scale Cataby contains 8Mt of VHM, RBM contains 49Mt of VHM and Moma contains 108Mt of VHM
- Hard rock deposits are excluded from the analysis

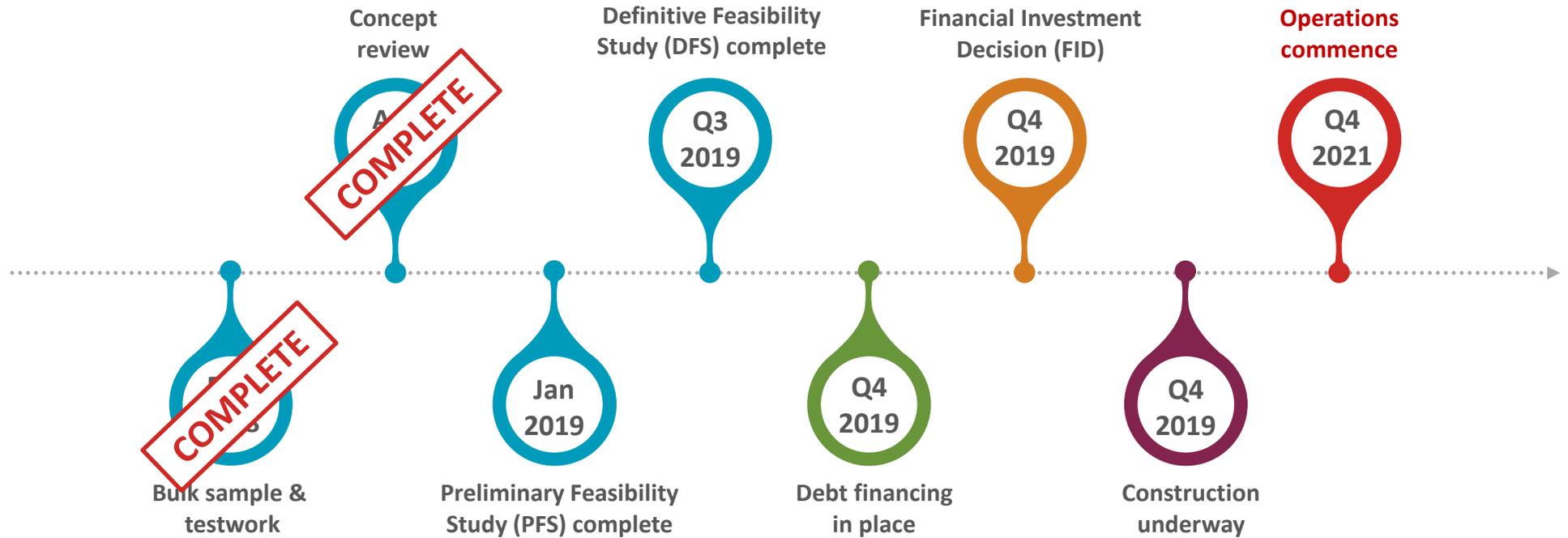
Source: RFC Ambrion research

Toliara Sands Project status

- ▶ Primary permits are in place
- ▶ Land acquisition process underway
- ▶ Mineral Technologies and Lycopodium engaged to deliver pre-feasibility study
- ▶ Extensive on-site drilling program underway to further define the resource
- ▶ Planning on all infrastructure progressing – mine, processing plant, haul road, bridge and port
- ▶ General Manager External Affairs appointed – extensive background in mining and government in Madagascar



A path to production in 2021



Broadening Base

- 1 Team with a track record of delivery
- 2 Consistent, high cashflow Kwale Operations, with extension potential
- 3 A sound financial platform from which to grow the business
- 4 Improving markets are supporting a need for new supply
- 5 An advanced, quality Toliara Sands Project
- 6 Creating a unique mineral sands company





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Kwale Ore Reserves and Mineral Resources at 30 June 2017

Category	Material	In Situ HM	HM	SL	OS	HM Assemblage		
						ILM	RUT	ZIR
	(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)
Mineral Resources¹								
Measured	106.1	3.99	3.8	25	1	58	13	6
Indicated	41.0	1.16	2.8	26	6	54	13	6
Inferred	0.2	0.003	1.3	27	7	52	14	6
Total	147.3	5.15	3.5	25	2	57	13	6
Ore Reserves								
Proved	61.5	2.86	4.6	26	1	59	14	6
Probable	29.8	1.04	3.5	26	4	55	13	6
Total	91.3	3.90	4.3	26	2	58	13	6

Notes:

- 1) Mineral Resources estimated at a 1% HM cut-off grade.
- 2) Table subject to rounding differences.
- 3) All Ore Reserves are contained within the Mineral Resources.

JORC Competent Persons Statement

For further detailed information on the Kwale Deposit Mineral Resources and Ore Reserves, refer to Base Resources' ASX market announcement of 9 October 2017 "2017 Kwale Mineral Resources and Ore Reserves Statement" available at <https://www.baseresources.com.au/investor-centre/asx-releases/>. Base Resources confirms that it is not aware of any new information or data that materially affects the information included in that ASX market announcement and all material assumptions and technical parameters underpinning the estimates in that ASX market announcement continue to apply and have not materially changed.



Ranobe Mineral Resources

Ranobe deposit	Material	HM	HM	SL	OS	HM Assemblage		
Resource Category	Mt	Mt	%	%	%	Ilmenite	Rutile	Zircon
Measured	282	20.3	7.2	4	0	72	2	6
Indicated	330	20.5	6.2	4	0	72	2	6
Inferred	245	12.4	5.0	5	1	71	1	5
Total	857	53.2	6.2	4	0	72	2	6

Notes:

- 1) Mineral Resources estimated at a 3% HM cut-off grade.
- 2) Table subject to rounding differences.

JORC Competent Persons Statement

For further detailed information on the Ranobe Deposit Mineral Resources, refer to Base Resources' ASX market announcement of 19 December 2017 "Investor Presentation - Acquisition and Entitlement Offer" available at <https://www.baseresources.com.au/investor-centre/asx-releases/>. Base Resources confirms that it is not aware of any new information or data that materially affects the information included in that ASX market announcement and all material assumptions and technical parameters underpinning the estimates in that ASX market announcement continue to apply and have not materially changed.