

**AGM Presentation
26 November 2009**

Coal Resource Statement

The resource has been estimated in accordance with the SAMREC and JORC codes and the SANS 10320:2004 (South African National Standard) method of classification of thick interbedded coal deposits using some 178 boreholes of which 83 boreholes with quality. Sekoko has drilled 122 boreholes.

All recent boreholes intersected coal and were logged and sampled by suitably qualified independent geologists. The recent borehole data, together with the historic data, have been used to create 3D geological models and allow estimation of the coal resources. Since the previous announcement considerably more analytical information has become available, and the resource has been upgraded in status, especially on Smitspan.

The total coal resource estimate based on the data available at October 2009 (Venmyn) is tabled below:

FARM	Zone "1" Tonnage Mt		Measured GTIS Coal Tonnage Mt	Indicated GTIS Coal Tonnage	Inferred GTIS Coal Tonnage	Total GTIS "2" Coal Tonnage
Smitspan	1,901.058		97.152	416.109	106.836	620.097
Hooikraal	358.444		0	7.282	155.491	162.773
Minnasvlakte	755.805		0	26.507	230.687	257.194
Massenberg	337.034		0	20.797	109.539	130.336
Vetleegte	449.673		0	28.873	131.303	160.176
Total	3,802.014		97.152	499.568	733.856	1,330.576

1 Waterberg coal typically occurs interlaminated with shale which for the most part cannot be mined separately from the coal and thus the zone gross in-situ tonnage is the tonnage of coal and shale.

2 In the interest of balanced reporting it is the Company's intention to also report the gross in-situ tonnage of coal rather than the tonnage of coal and shale. In order to estimate the gross in-situ tonnage of coal in each zone, rather than the zone tonnage including the rock, each zone tonnage was discounted by the percent yield at a relative density of 1.9 (in effect removing the influence of the shale) to derive an estimate of the coal tonnage.

Information in this report that relates to exploration results and coal resources on the properties Smitspan 306LQ, Hooikraal 315LQ, Minnasvlakte 258LQ and Massenberg 305LQ and Vetleegte 304LQ is based on information compiled by Ms Catherine Teller who is employed by Venmyn Rand (Pty)Ltd and is a member of The Australian Institute of Mining and Metallurgy and the South African Institute of Mining and Metallurgy. Ms Teller has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined in the SAMREC and JORC Codes. Ms Teller consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.