



BATHURST RESOURCES

FY 2018 RESULTS

Investor Presentation

AGENDA

- Highlights
- Sustainability
- Export and Domestic Markets
- Operations
- Financial Performance
- Strategy
- Project Pipeline
- FY19 Forecast

Highlights

HIGHLIGHTS

A record year incorporating 10 months of operations from BT Mining



**Strong safety
record with LTIFR
at 1.2**



**Equity coal sales of
1.5 Mt**
(incl. 3rd party purchased
coal)



**Record operating
profit \$72.9 million**



**Gearing low at
21%¹**
(excl. Convertible Notes)



**Record EBITDA
\$93.7 million up
\$83.8 million pcp**



**Net Assets
increased \$64.2
million**

Financial figures noted above are Bathurst and BT Mining at 65% for FY18

¹ Debt instruments issued to purchase certain Solid Energy mine assets

Sustainability

HEALTH, SAFETY AND ENVIRONMENT

To ensure long term sustainability we must operate with the highest standards in Health, Safety, Environment and Community

SAFETY

LTIFR = 1.2

TRIFR = 4.6

- One Lost Time Injury - Huntly West closure project
- 38 days risk assessments completed
- 36,000 field based safety observations



HEALTH

Zero

occupational health illness

Occupational monitoring:

- Noise
- Respirable dust
- Machine vibration
- Personnel health



ENVIRONMENT

1

serious water discharge incident at Canterbury

- Life of mine closure integration workshops completed at all sites
- All sites have approved rehabilitation bonding arrangements
- 22 days environmental risk assessments



COMMUNITY CONTRIBUTIONS

Bathurst's contribution to the communities that it operates in forms an integral part of Bathurst's strategic direction. Maintaining positive stakeholder relationships is a core part of its operating framework.

91% of our
employees live locally to
mining operations



\$221.6m
spent with local
suppliers



\$39.4m
paid in taxes and royalty
payments to
government



\$40.5m
paid on employee
benefits



Export and Domestic Markets

EXPORT MARKETS

Export Business Development

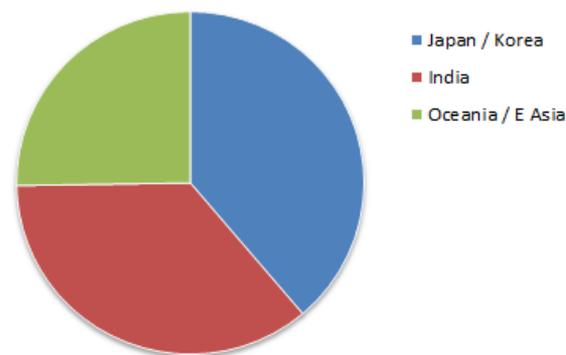
- New markets have been developed in Australia and India for Alpine (Semi hard coking coal) product.
- Markets are developed ahead of production.
- Steel manufacturers are increasingly more technical on their coal purchases to maximise product value and decrease costs.
- Bathurst well positioned for Steel Mill diversification outside the cyclone belt with a reputation of consistent / reliable production and logistics.

Export Market Remains Relatively Stable

- Certain grades across the market are in short supply.
- Coke Producers / Steel Manufacturers are all able to sustain the current pricing levels.
- Key markets of Japan and India continue to consistently perform with demand increasing.

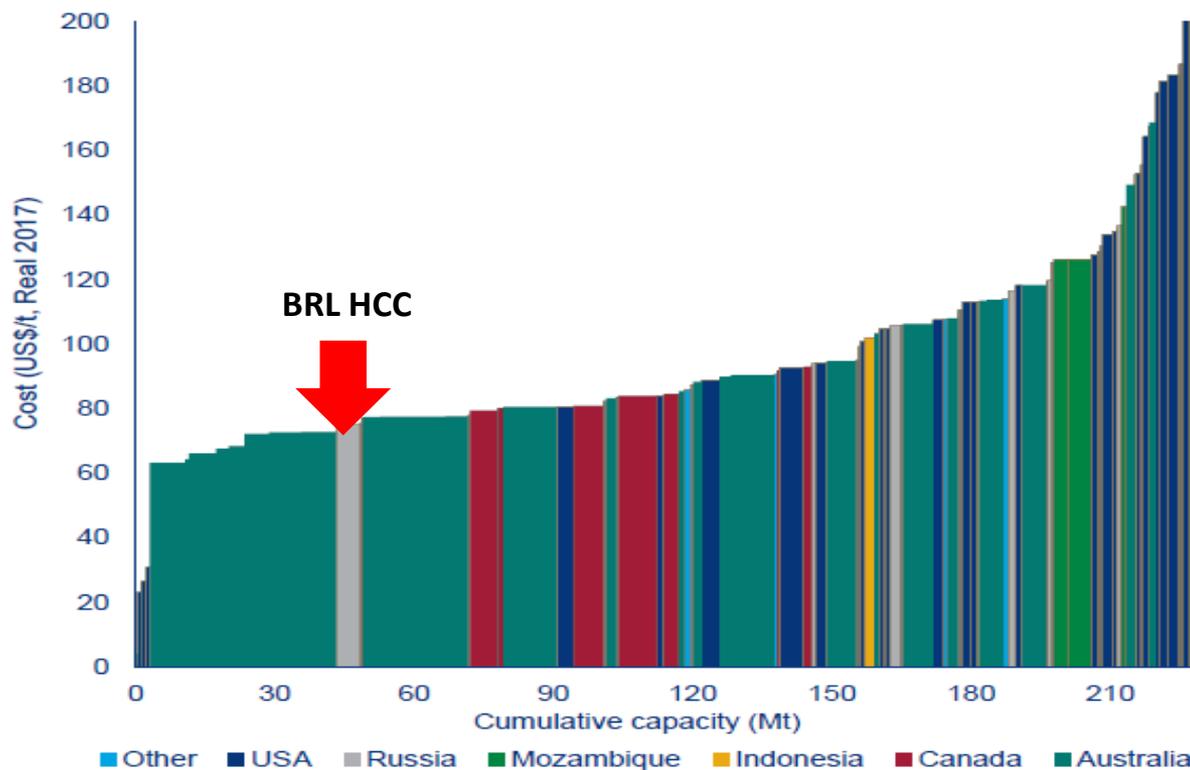


Bathurst's Diversified Export Markets By Volume



POSITIONING ON HCC COST CURVE

Global 2017 HCC cash cost curve (US\$/t)

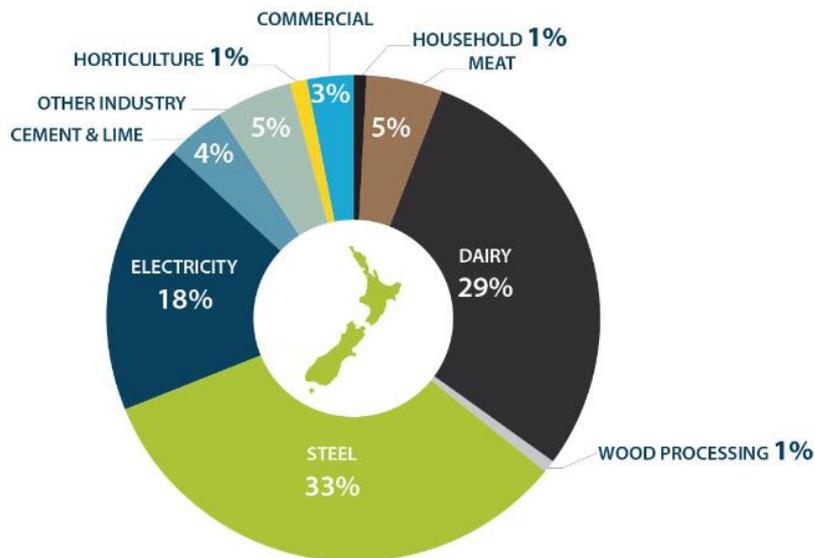


DOMESTIC MARKET

Domestic market is stable

- Domestic market performing well through a range of industries.
- Stable fixed pricing and margins underpin the business.
- Working closely with key long-term customers (NZS, Genesis, Fonterra) to create medium to long term value.
- Diversified logistics chain delivering product direct to customers without delays or incident.
- Business development opportunities have materialised post acquisition.

New Zealand Industry Diversified Coal Consumption



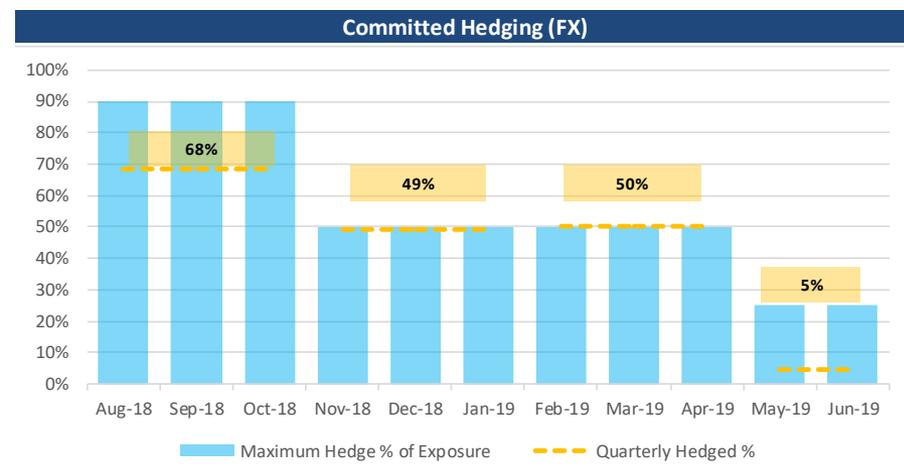
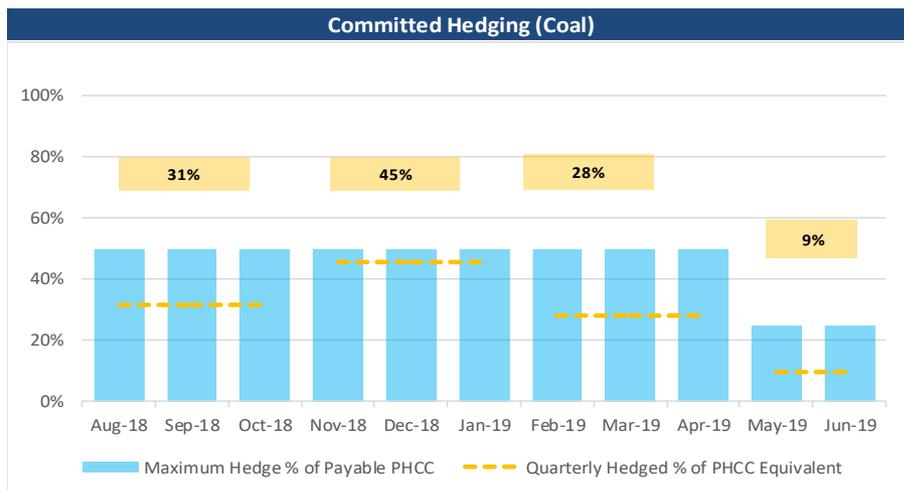
Based on MBIE (Energy Data File 2016) figures combined with individual information from coal suppliers.

Source: CRL Energy Ltd

MARKET RISK MANAGEMENT

Hedging lines established for BT Mining to manage its market exposure to USD HCC and FX:

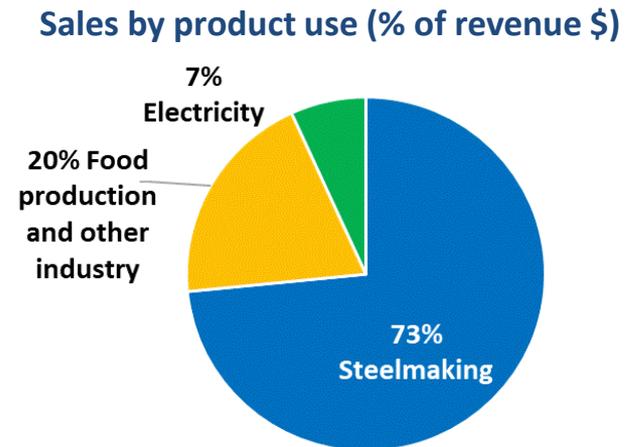
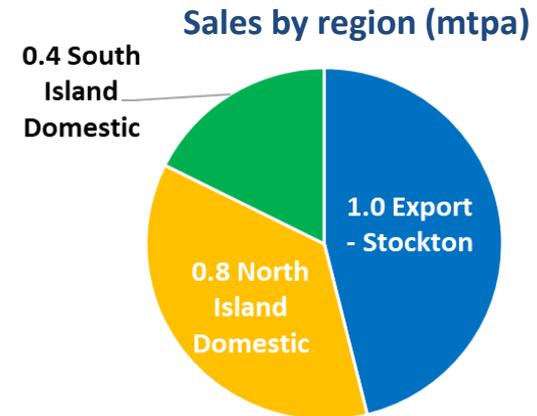
- Unsecured facility for 250kt HCC equivalent - which equates to approx. 30% of annual production.
- 31 August 2018, BT Mining had 196kt of HCC equivalent tonnes hedged over the next 9 months.
- Forward curve for coking coal hedges is relatively flat for the next 12 months, although market depth decreases over time.
- BT Mining also “locks-in” up to 90% of the FX exposure for unhedged USD commitments out to 3 months.



Operations

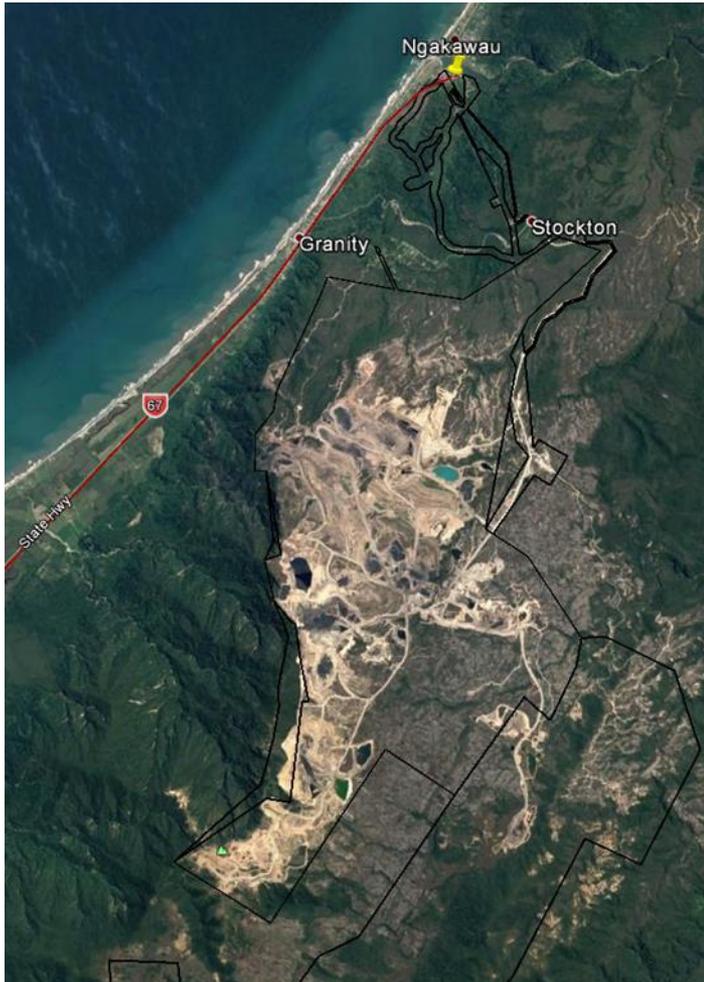
NEW ZEALAND'S LARGEST COAL PRODUCER

Bathurst is the leading presence in coal production in New Zealand, with 2.1 Mt under Bathurst management split across both export and domestic markets



Stockton (65% BRL¹)

Stockton is an open cut mine located on the West Coast of New Zealand producing a low-ash metallurgical coal for export



Stockton	
Production (FY19)	1.1 mt
Unit Cost (FOB)	NZ\$100/t
FTE	230
Crown Rehab. Indemnity	NZ\$38.6m
Resource	69.2 Mt ⁶
Reserve	12.4 Mt ⁶

- ✓ Infrastructure capacity:
 - 1.8mtpa CHPP
 - 2.5km aerial ropeway
 - 2.2mtpa rail loadout facility
 - 2.0+mtpa Rail and Port capacity
- ✓ AMD: Historic liability 100% indemnified

Product	Volume (% of Total Sales)	Pricing (% of PLV ⁵ benchmark)
HCC ²	15%	100%
SHCC ³	65%	80%
HACC ⁴	20%	64%
Combined	100%	80%

¹ 65% ownership of the Stockton mine is via the BT Mining Joint Venture

² HCC is Hard Coking Coal

³ SHCC is Semi Hard Coking Coal

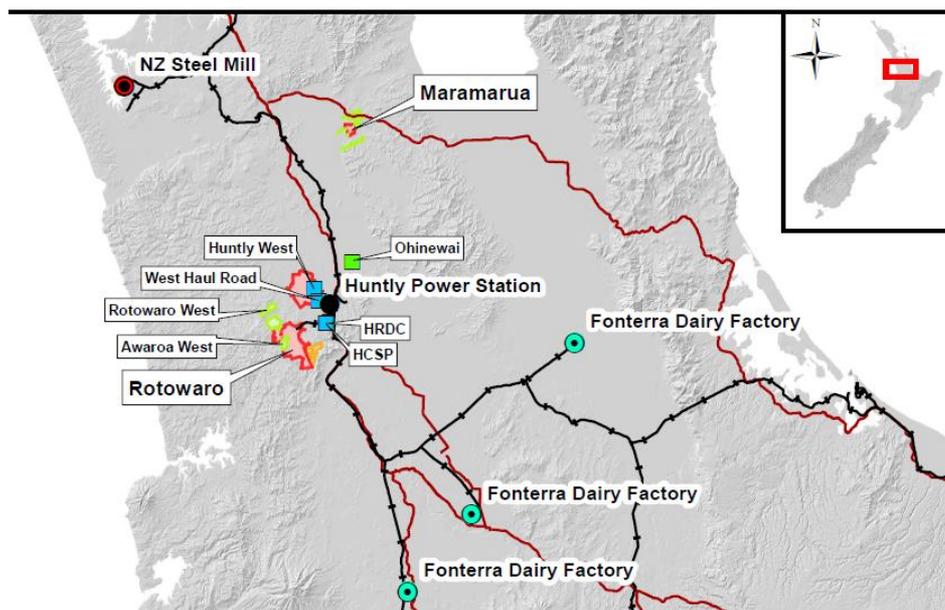
⁴ HACC is High Ash Coking Coal

⁵ PLV is Premium Low Volatile

⁶ All Resources and Reserves quoted are reported as of 1 September 2017.

North Island Domestic (65% BRL¹)

Open cut mines located in the Waikato region of New Zealand producing a high-quality, low-ash coal for the local steel market



Customer Base



Rotowaro	
Production (FY19)	588 kt
EBITDA margin (FY19)	NZ\$40/t ²
FTE	123
Crown Indemnity	NZ\$15.3m
Resource	9.7 Mt ³
Reserve	2.0 Mt ³

Maramarua	
Production (FY19)	187 kt
EBITDA margin (FY19)	NZ\$40/t ²
FTE	48
Crown Indemnity	NZ\$3.3m
Resource	5.5 Mt ³
Reserve	3.2 Mt ³

- ✓ Infrastructure capacity:
 - 1.0mtpa rail loadout facility linked to New Zealand Steel's Glenbrook mill
- ✓ Long term contracts

¹ Note that the 65% ownership of the Rotowaro and Maramarua mines are via the BT Mining Joint Venture

² Margin includes BT Mining Corporate

³ All Resources and Reserves quoted are reported as of 1 September 2017.

South Island Domestic (100% BRL)

Open cut mines located in the Canterbury and Southland regions of New Zealand producing a high-quality, low-ash coal for the domestic market



Takitimu	
Production (FY19)	251 kt
EBITDA margin (FY19)	NZ\$25/t ¹
FTE	46
Resource	5.3 Mt ²
Reserve	1.8 Mt ²

Canterbury	
Production (FY19)	142 kt
EBITDA margin (FY19)	NZ\$25/t ¹
FTE	44
Resource	7.1 Mt ²
Reserve	1.6 Mt ²

- ✓ Long term contracts with customer base adding value to primary production

¹ Margin for Bathurst operations represents an average across all operations including Corporate

² All Resources and Reserves quoted are reported as of 1 September 2017.

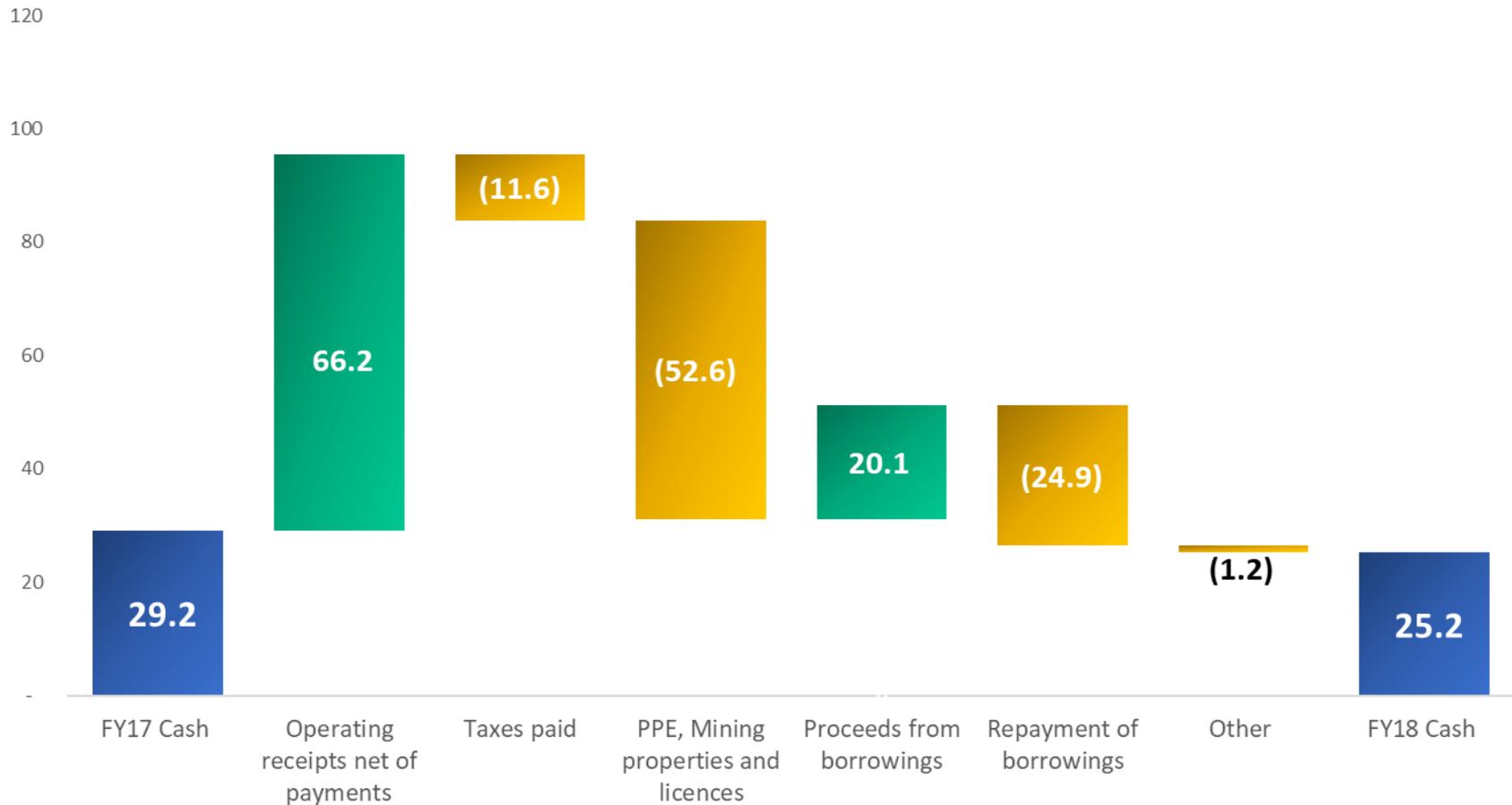
Financial Performance

FINANCIAL HIGHLIGHTS

Income Statement	FY 2018	FY2017	Movement		
Underlying profit before tax	\$43.4m	\$1.1m	\$42.3m	↑	Excluding fair value movements, debt costs and transaction costs
EBITDA	\$93.4m	\$10.0m	\$83.8m	↑	BT Mining contributed \$85.3m
Cash generated from operations	\$54.6m	\$9.2m	\$45.5m	↑	
Net Profit/(loss) after Tax	\$5.5m	(\$15.7m)	\$21.2m	↑	
Balance Sheet	FY 2018	FY2017	Movement		
Net Assets	\$70.5m	\$6.2m	\$64.3m	↑	
Working Capital	\$38.5m	\$5.8m	\$32.7m	↑	
Gearing Ratio	21%	254%	(233%)	↑	
Cash	\$25.2m	\$29.2m	(\$4.0m)		Cash balance maintained irrespective of significant asset purchases

Figures noted above are Bathurst and BT Mining at 65% for FY18, Bathurst only for FY17
Commercial in Confidence

CASH ALLOCATION



Figures noted above are Bathurst and BT Mining at 65% for FY18
Commercial in Confidence

GROWTH IN UNDERLYING PROFIT

Financial Performance - \$m	FY 2018	FY2017
Revenue	237.1	41.6
Cost of Sales	(134.0)	(32.4)
Gross Profit	103.1	9.2
Administrative and other expenses	(14.2)	(6.3)
Other non-cash costs	(13.7)	(1.3)
Operating profit before income tax	75.2	1.6
Finance costs	(8.9)	(0.5)
Tax expense	(22.9)	-
Underlying profit after tax	43.4	1.1
Earnings per share	0.40	(1.60)

Figures noted above are Bathurst and BT Mining at 65% for FY18, Bathurst only for FY17
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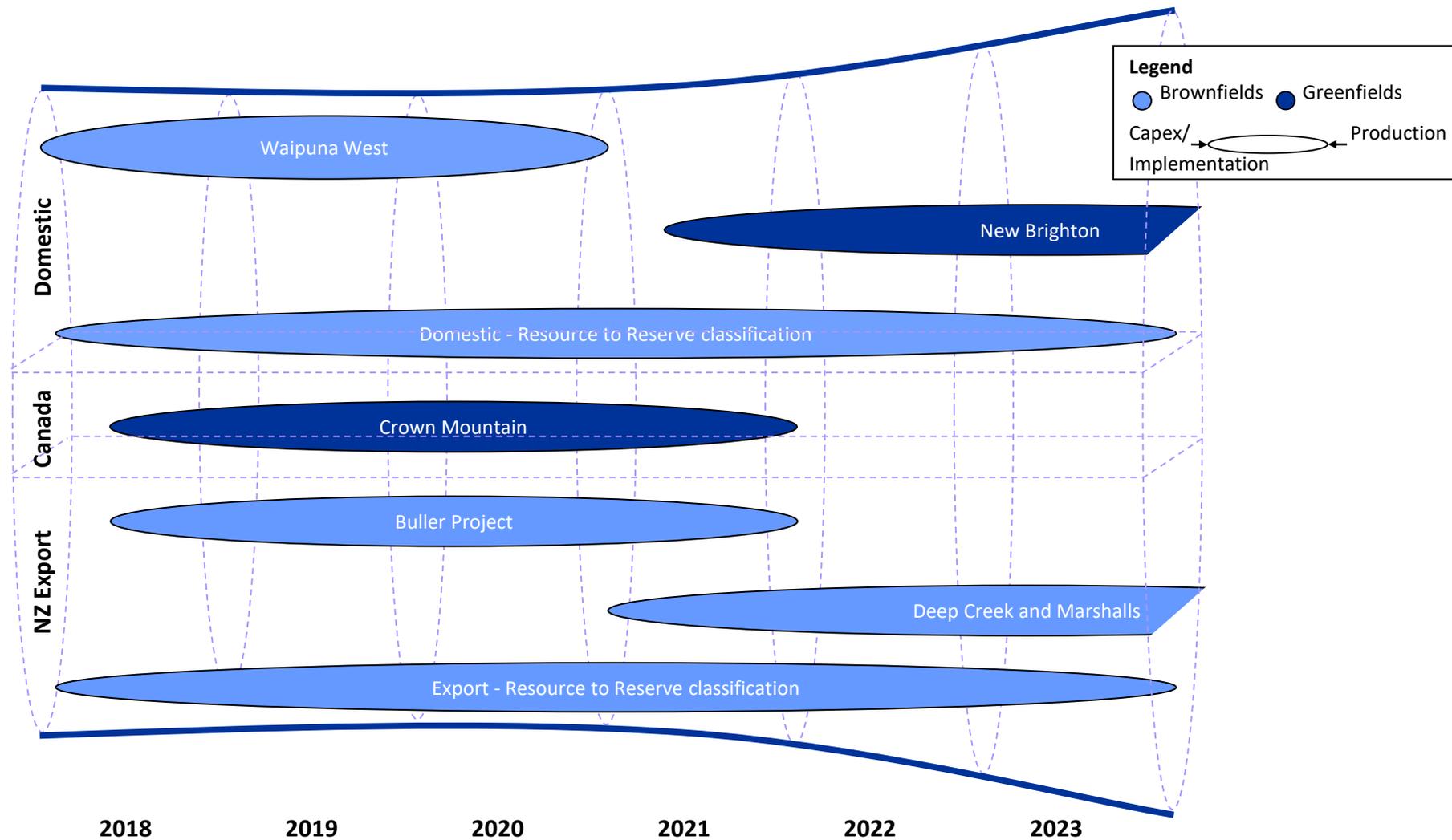
Strategy

STRATEGIC GOALS



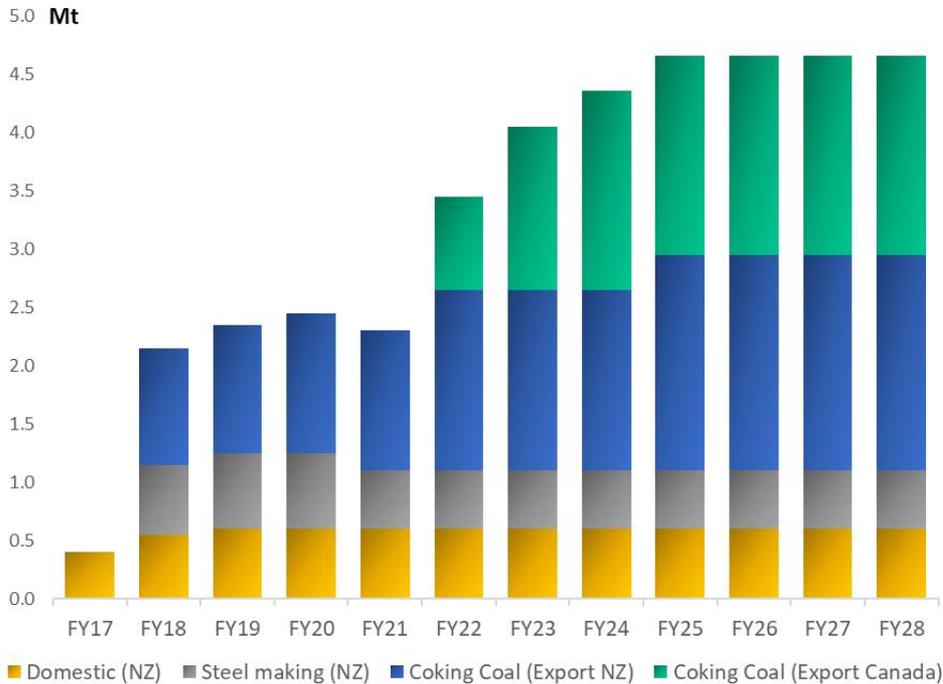
Project Pipeline

FORWARD LOOKING APPROACH

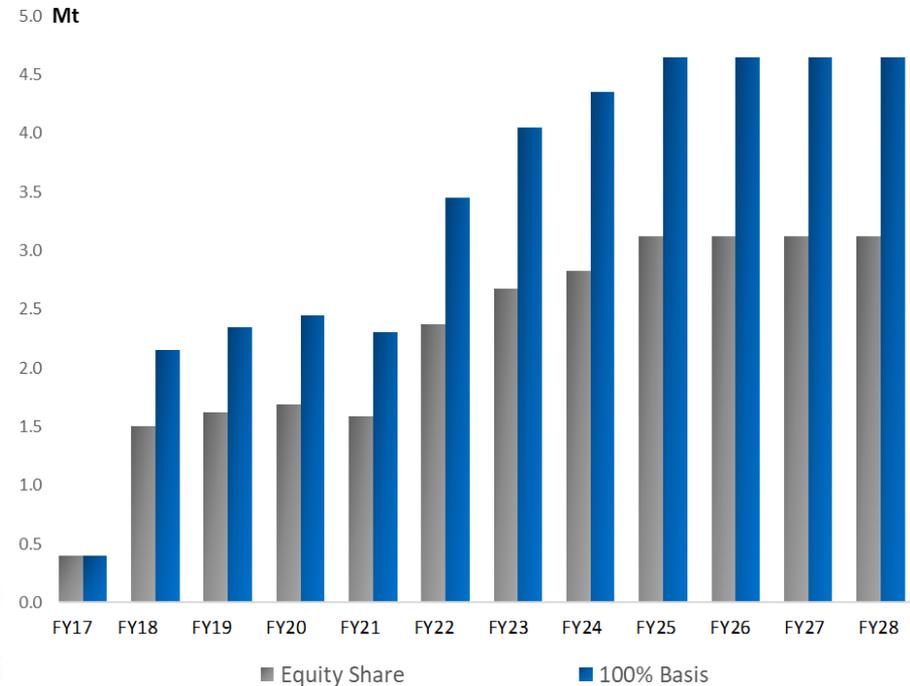


LONG TERM COMPANY GROWTH

BRL Production Tonnes 100% by market

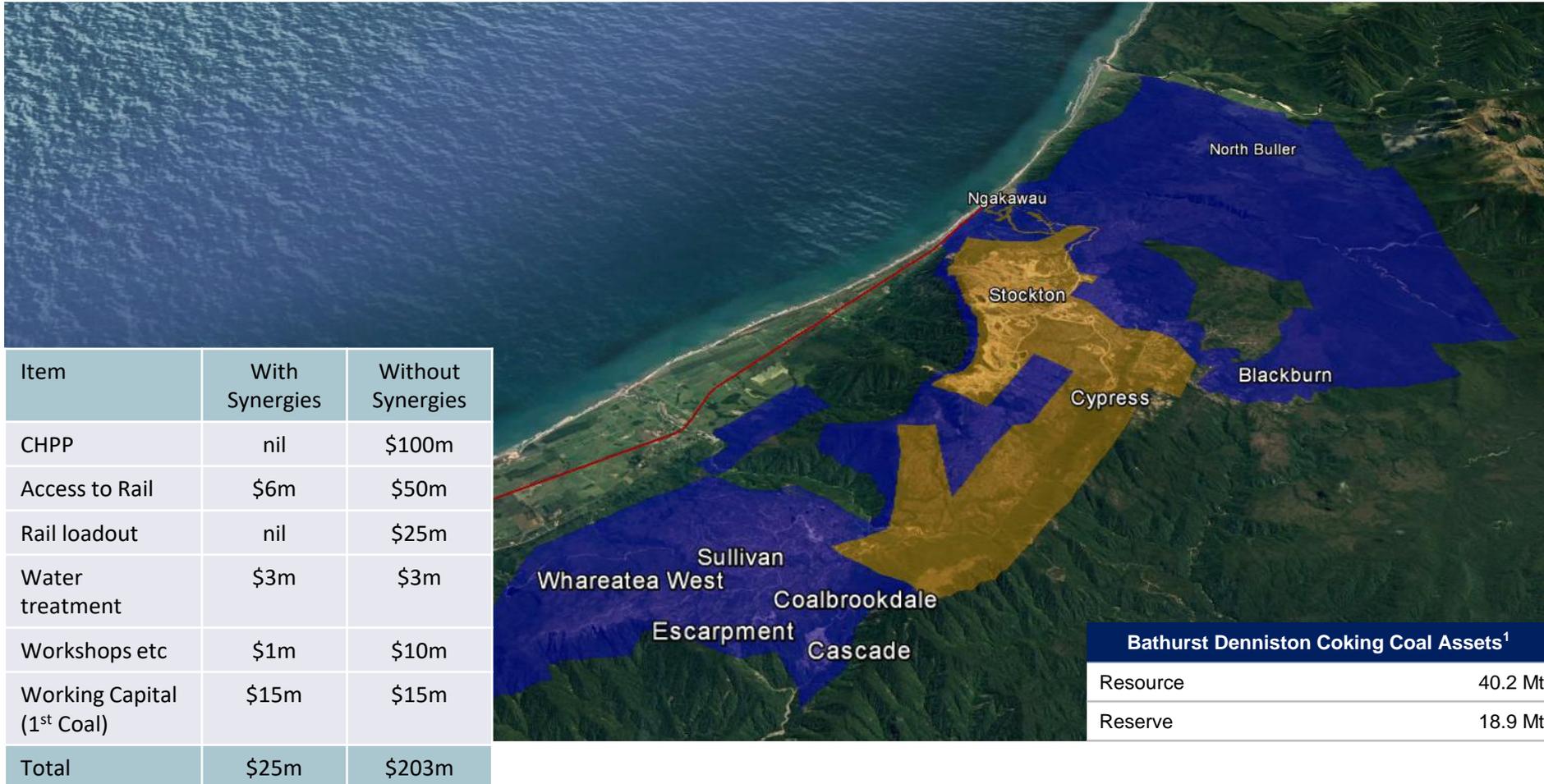


BRL Production Tonnes 100% v Equity Share



BULLER PROJECT (100% BRL)

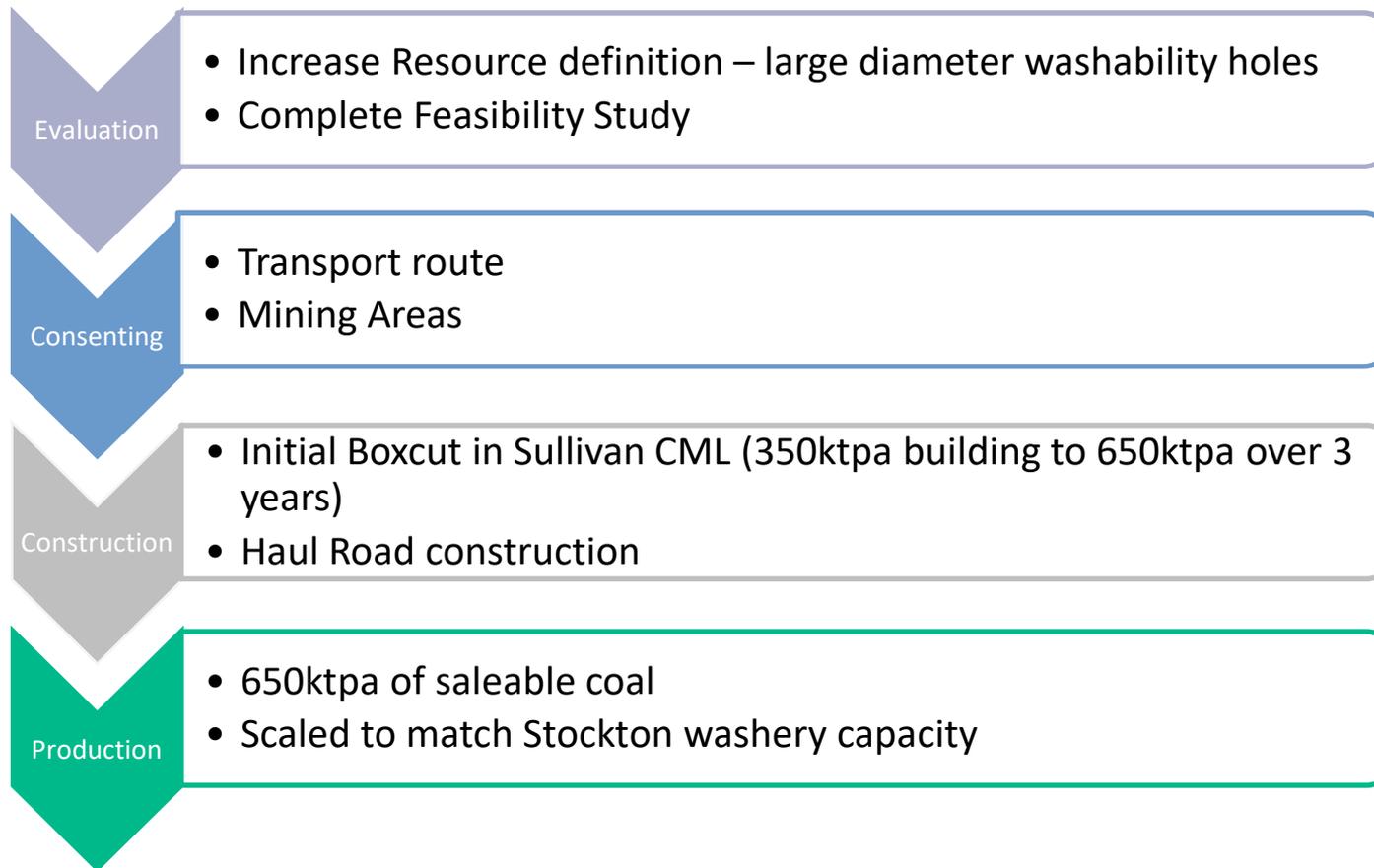
The combination of the BT Mining assets with Bathurst's existing Buller Plateau assets will unlock material synergies for the Company



¹ All Resources and Reserves quoted are reported as of 1 September 2017

BULLER PROJECT TIMETABLE

A short development cycle at low capital cost¹ to bring on stream



¹ Saleable production figures and timeframe based on Bathurst's mine and production plan and are subject to all necessary resource consents being granted when anticipated by the plan.

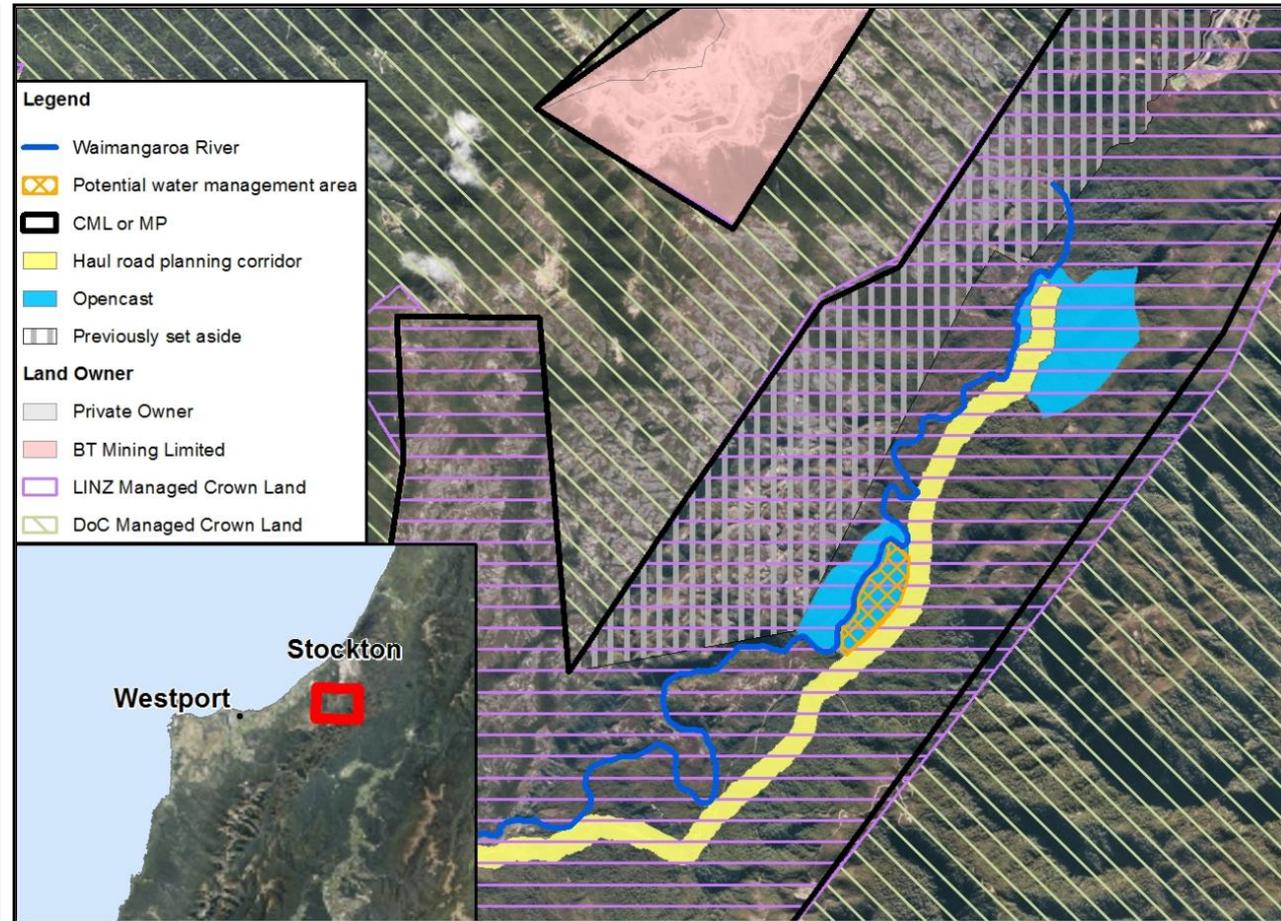
MARSHALLS DEVELOPMENT PLAN (65% BRL)

A natural southern extension of the Cypress area of Stockton

Development of an open cut pit within the Upper Waimangaroa Permit.

Resource can be integrated into the current Stockton market plan. Key component for a Deep Creek blend and should be developed concurrently with this resource. Has the potential to extend Stockton operations beyond FY28.

Resource: **7.4 Mt**
Expected Mineable Tonnes¹: **6.4 Mt**
Stripping Ratio: **6.5**
Mining Rate: **0.40 Mtpa**



¹ Expected Mineable Tonnes do not meet the requirement to be classified as ore reserves as defined by the 2012 JORC Code

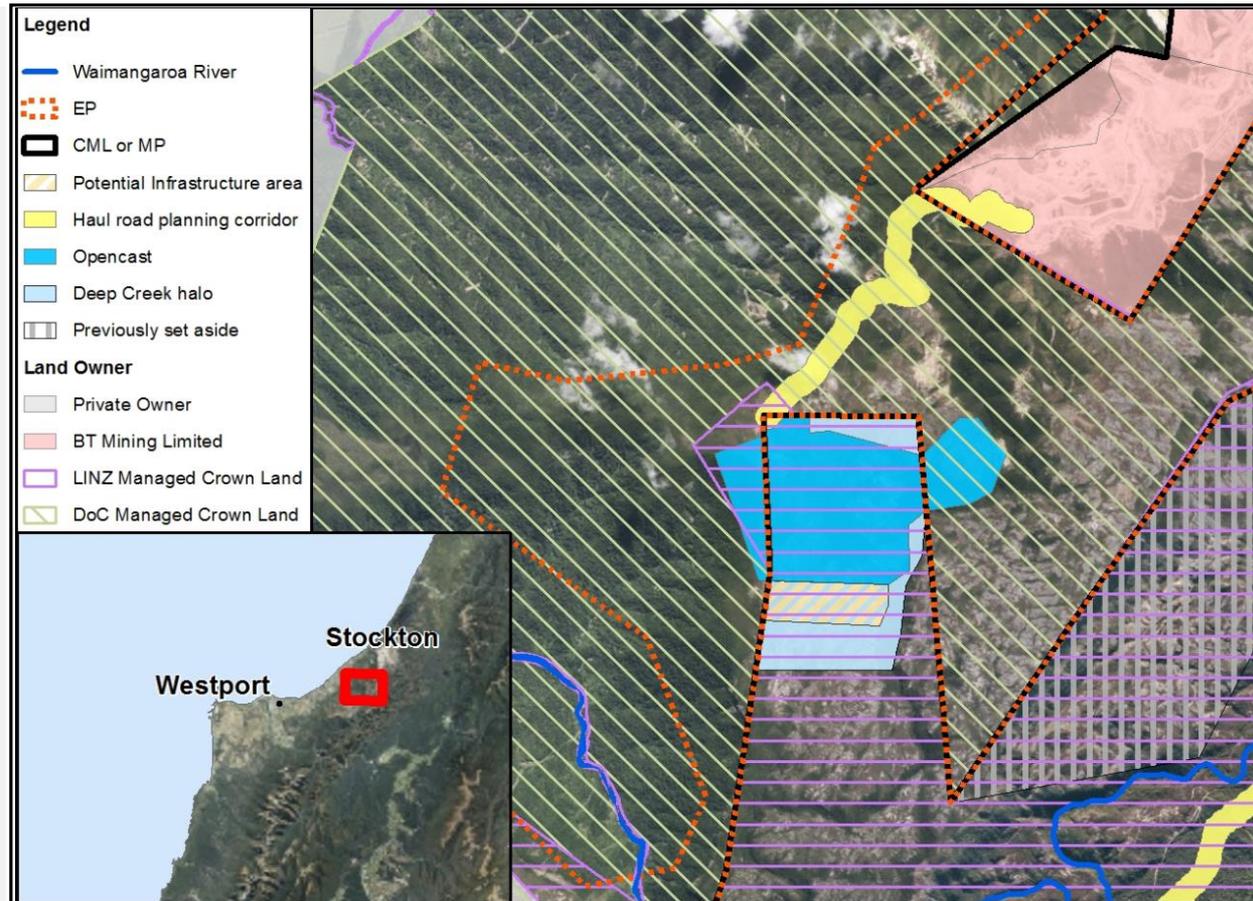
DEEP CREEK DEVELOPMENT PLAN (BRL/BT)

This area is a blend of BT Mining and Bathurst held resources with access back to Stockton Infrastructure

Development of an open cut pit within the Upper Waimangaroa Permit and incorporating comparable coal within the BRL Buller exploration permit

High value resource which enables blending to maintain coking coal export markets from Stockton. Because of the rank, Ro(Max), it is the key enabler of future development in the Upper Wai permit.

Resource: **11 Mt**
 Expected Mineable Tonnes¹: **3.0 Mt**
 Stripping Ratio: **3.3**
 Mining rate: **0.50 Mtpa**



¹ Expected Mineable Tonnes do not meet the requirement to be classified as ore reserves as defined by the 2012 JORC Code

WAIPUNA WEST – ROTOWARO EXTENSION (BRL 65%)

Extending the life of the Rotowaro complex

Waipuna West is an extension project for the Rotowaro mine. Bathurst is evaluating options but looking to be Owner Operator utilising the existing heavy fleet.

Project Metrics:

Expected Mineable Tonnes: ¹	1.6 Mt
Mining rate:	0.4 Mtpa
Cash Margin:	NZ\$30/t

Project Execution:

- Signed option to purchase heavy fleet – completed
- Finalise and agree term sheet for option to purchase remaining fleet - June
- Present paper to Board for full project approval – July
- Develop project implementation plan – July
- Engage suitably experienced PM to manage transition to owner/operator – July
- Commence ground preparation – Aug
- Commence bulk stripping - Oct



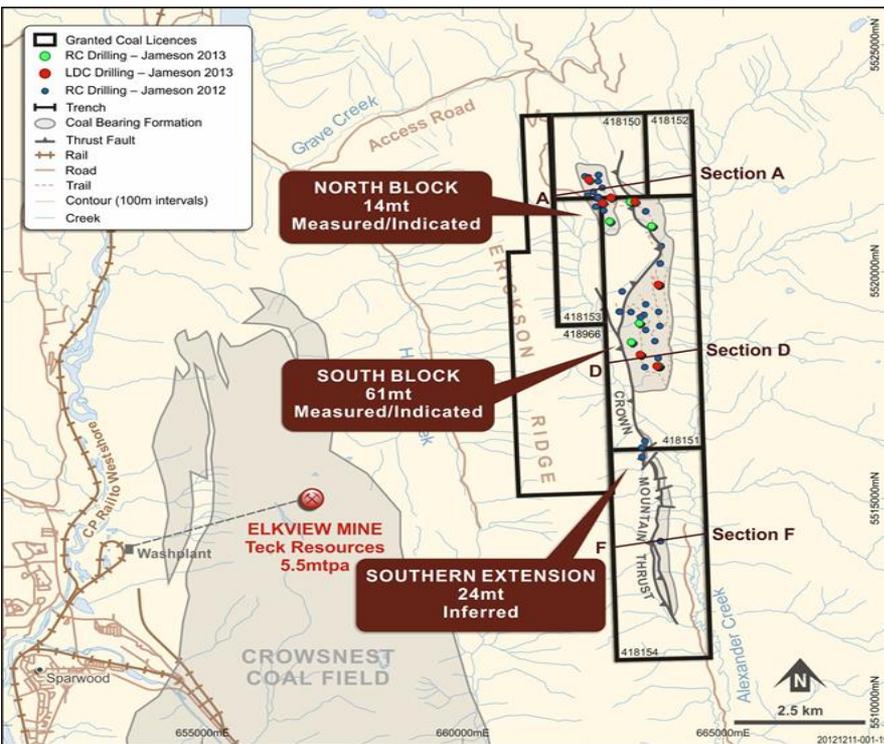
¹ Expected Mineable Tonnes do not meet the requirement to be classified as ore reserves as defined by the 2012 JORC Code

CROWN MOUNTAIN (BRL buy-in to 50%)

Project moving towards Bankable Feasibility Study and Permitting

Comprehensive due diligence has been undertaken by Bathurst Resources. An in-depth understanding of the status of the project has been achieved that includes the next steps required to take the project to a bankable feasibility study and permitting.

Bathurst Resources Limited have finalised an initial project investment of CAD 4.0 million. Funds will support technical and management work streams moving towards a bankable feasibility study and permitting.



Summer drilling exploration plan

Stage gate	Key actions required to reach next stage gate	Target date	Status
1: Acquire partial ownership of project	Finalise project investment and execute documentation	28 Jun 18	✓
2: Summer Exploration Programme	Finalise Notice of Work Application	April 18	✓
	Finalise Exploration budgets and project plan	June 18	✓
3. Confirm market specifications	<ul style="list-style-type: none"> Complete ground water wells in watershed and spoil areas Complete geotechnical drill holes for the purposes of pit design / HW stability /spoil area and infrastructure design Complete geochemical and soil sampling program Complete geological infill drilling - structural and coal quality 	Oct 18	In Progress
	<ul style="list-style-type: none"> Confirm & amplify exceptional initial CSR numbers Undertake drum index assessment Confirm caking properties & amplify data for the Chinese market Initial coal trace element concentration assessment 	Dec 18	Start once initial cores are processed
4. Resource and mining model update	<ul style="list-style-type: none"> Update resource model to reflect local geological and coal quality variations Update mining model and mining studies 	Jan 19	
5. Environment Assessment and development of proof of concept trials	<ul style="list-style-type: none"> Complete environmental baseline study Finalise Selenium Management Plan Complete and submit Environmental Assessment application 	Dec 18	
		Apr 19	
6: Review Ownership status	Consider uplift investment only on the basis of successfully refining the project and providing solutions for the key risk areas	Jun 19	

To note: the resource estimations noted above were prepared in accordance with provisions of NI 43-101 and presented in accordance with the JORC Code (2012 Edition), Clause 26. For the corresponding Competent Person sign-off, refer to the 'Crown Mountain prefeasibility Study Update' released on the 26th April 2017 on the ASX by Jameson Resources Limited (ASX Code: JAL).

CROWN MOUNTAIN KEY METRICS

The pre-feasibility study was updated in April 2017 and demonstrates robust economics, forming the backdrop for Bathurst's due diligence assessment of the Crown Mountain project.

- ✓ FOB cash cost of US\$75/t life-of-mine (US\$66/t first four years).
- ✓ Hard Coking Coal (HCC) comprises 84% of total clean coal production (balance is PCI).
- ✓ Clean coal sales average 1.7 million tpa over 16 year mine life.
- ✓ After-tax Payback Period of 2.3 years.
- ✓ IRR is 40% pre-tax (31% after tax).
- ✓ NPV10 US\$440 million pre-tax (US\$267 million after tax).
- ✓ Start-up capital US\$281 million (pre-contingency).
- ✓ Life of mine clean coal strip ratio of 9.8:1 BCM:t (7.5:1 BCM:t in first four years) supports low cost open pit production.
- ✓ Coal sales prices assumed are significantly lower than current market.

Note: From Jameson Resources Limited ASX Release, 26 April 2017

Commercial in Confidence

FY19 Forecast

FY19 KEY FORECAST METRICS

Measure	Stockton	North Island Domestic	South Island Domestic	BRL Equity Share
Production	1.1Mt	800kt	400kt	1.6Mt
Cash cost (av tonne at port)	\$100			
Margin/t	\$62 ¹	\$40	\$25	
EBITDA	\$62m-73m	\$32m	\$10m	
BRL share of EBITDA	\$41m-47m	\$21m	\$10m	\$72m-\$78m \$75m(av.)

¹ This is the average margin across all sales types including thermal coal sales. Coking coal price assumption based on 76% of benchmark average of US\$165 coking coal price at \$0.71 NZ:USD.

L&M CASE UPDATE

On 20 August 2018, the High Court found in favour of LMCH¹ and that BRL owed a USD \$40m performance payment under the Buller project Sale and Purchase Agreement (SPA) of 2010.

An update on the case:

- ✓ Bathurst has lodged an Appeal against the finding on a number of grounds and Bathurst will need to be successful in only one of these for the Performance Payment in question not to be payable.
- ✓ The timing of an Appeal hearing is unknown at this time but is unlikely to be in 2018 (more likely first quarter 2019).
- ✓ BRL has full confidence in its legal team (a major law firm and a leading QC). Their advice is that we have a strong case.
- ✓ BRL has deferred a maiden dividend at this time as a contingency only.

COMPETENT PERSONS STATEMENT

Bathurst Resources Competent Person Statement

The information on this report that relates to mineral resources for Deep Creek and the mineral reserves for Escarpment Export, Stockton and Whareatea West is based on information compiled by Sue Bonham-Carter who is a full time employee of Golder Associates (NZ) Ltd and is a Chartered Professional and member of the Australasian Institute of Mining and Metallurgy and member of Professional Engineers and Geoscientists of British Columbia, Canada. Ms. Bonham-Carter has a B.Sc. Engineering (Mining) (Hons) from the Queens University, Canada. Ms. Bonham-Carter 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 2004 Edition and 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms. Bonham-Carter consents to the inclusion in this report of the matters based on her information in the form and context in which it appears above.

The information in this report that relates to exploration results and mineral resources for Escarpment Domestic, Escarpment Export, Cascade, Coalbrookdale, Whareatea West, Millerton North, North Buller, Blackburn, Takitimu, Canterbury Coal, New Brighton, Rotowaro and Maramarua is based on information compiled by Hamish McLauchlan as a Competent Person who is a full time employee of Bathurst Resources Limited and is a member of the Australasian Institute of Mining and Metallurgy. Mr. McLauchlan has a B.Sc and M.Sc (Hons) majoring in geology from the University of Canterbury. Mr. McLauchlan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition and 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. McLauchlan consents to the inclusion in this report of the matters based on his information in the form and context in which it appears above.

The information in this report that relates to exploration results and mineral resources for Stockton and Upper Waimangaroa is based on information compiled by Mark Lionnet as a Competent Person who is a full time employee of BT Mining Limited and is a member of the Australasian Institute of Mining and Metallurgy. Mr. Lionnet has a B.Sc (Hons) majoring in geology from the University of Witwatersrand. Mr. Lionnet has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Lionnet consents to the inclusion in this report of the matters based on his information in the form and context in which it appears above.

The information on this report that relates to mineral reserves for Escarpment Domestic, Takitimu, Canterbury and Maramarua is based on information compiled by Terry Moynihan who is a full time employee of Bathurst Resources Limited and is a member of the Australasian Institute of Mining and Metallurgy. Mr. Moynihan has a Bachelor of Technology (Mining) from the Otago School of Mines. Mr. Moynihan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Moynihan consents to the inclusion in this report of the matters based on his information in the form and context in which it appears above.

The information on this report that relates to mineral reserves Rotowaro is based on information compiled by Martin Bourke who is a full time employee of BT Mining Limited and is a member of the Australasian Institute of Mining and Metallurgy. Mr. Bourke has a Bachelor of Engineering (Mining) from University of Auckland (NZ) and B.Sc (Chemistry) from Massey University (NZ). Mr. Bourke has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Bourke consents to the inclusion in this report of the matters based on his information in the form and context in which it appears above.