



4 December 2014

**Update on Sale of the Company's interest in African Chrome Fields Pte Limited**

The Company announced on 31 October 2014, that it had received US\$3,000,000 as part payment for the sale of its interest in African Chrome Fields Pte Limited (African Chrome) and effected the transfer of the asset to the Purchaser.

As previously announced, the Company agreed to an amendment to the sale and purchase agreement, whereby US\$1m has been withheld by the purchaser until African Chrome secured an environmental permit to build a ferrochrome smelter within 15 km's of the Sebakwe Chrome Washing Plant.

It was the obligation of the purchaser to provide African Chrome the requisite funding and documents to make the application for the environmental permit. African Chrome prepared the documentation within the time limits but the purchaser did not provide the requisite funding in a timely manner causing a delay to the application process. Whilst all documents were lodged with the relevant Zimbabwe government department and all site visits completed, African Chrome has been unable to secure the environmental permit prior to 3 December 2014 and so the US\$1,000,000 has not be paid to date.

The Company continues to consult with it legal counsel in regards to the receipt of the US\$1,000,000 and will update the market as and when necessary.

**Contact Details**

For further information, please contact:

Hugh Warner  
Executive Director  
Ph: +61 413 621 652

Harry Greaves  
Non-Executive Director  
Ph: +263 772 144 669