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MINERAL COMMODITIES LTD

2018 HALF YEAR RESULTS PRESENTATION

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The information in this presentation which relates to Exploration Results, Mineral Resources or Ore Reserves for Tormin is based on information compiled by Mr Adriaan du Toit, who is a Member of the AusIMM and was previously an independent consultant to the Company. Mr du Toit is the Director and Principal Geologist of AEMCO Pty Ltd and has over 26 years' exploration and mining experience in a variety of mineral deposits and styles. Mr du Toit 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 JORC Code (2012). The information from Mr du Toit was prepared under the JORC Code (2012). Mr du Toit consents to inclusion in the report of the matters based on this information in the form and context in which it appears.

Operational

- Safety performance maintained – Total Recordable Injury Frequency Rate reduced to zero with no Lost Time Injuries recorded since April 2017
- Record PBC/TSP and GSP/SCP processing plants throughput (1,062,697t and 483,667t respectively), availability (+94%) and valuable mineral recoveries
- Final concentrate gross production at record levels – 352,492 tonnes
- S102 Application submitted for potential 10 year LOM extension
- Prospecting Right Environmental Authorisation issued

Financial

- Total Revenue of US\$28.5 million
- EBITDA of US\$4.8 million and NPAT of US\$1.2 million
- Cash balance of US\$10.2 million
- Debt decreased to US\$3.0 million
- Trade and Other Receivables increased to US\$9.5 million
- Record 55% increase pricing for zircon/rutile concentrate
- Final concentrate stockpile inventory to deliver future revenue of circa US\$65 million and circa US\$25 million in future net cash generation (pre-tax)
- Interim dividend of 0.6 Australian cent per share (partially franked)

MSR

**Mineral Sands Resources
(Pty) Ltd (RSA)**

50% Ownership of Tormin Mineral Sands Mine
*Zircon/Rutile
Ilmenite
Garnet*

TEM

**Transworld Energy & Minerals
Resources (SA) (Pty) Ltd (RSA)**

56% Ownership of Xolobeni Mineral
Sands Project
Rich Ilmenite

MRC

Iran MRK PJSC

100% Corporate Entity
*Gold/Copper
Cobalt/Nickel
Zinc
Potash/Lithium*

MRC

**MRC Exploration
Australia Pty Ltd**

100% Corporate Entity
*Copper/Gold
Channel Iron Ore
Hard Rock Lithium, Vanadium*

MRC

MRC Graphite Pty Ltd

51% Ownership of Munglinup
Graphite Project
Graphitic Products

Projects	Location	Resource	Interest	Status
MSR Tormin	South Africa	Mineral Sands Mine	50%	Commenced operation October 2013, potential extension to mine life identified
TEM Xolobeni	South Africa	Mineral Sands Project	56%	Rich ilmenite mineral sands deposit on the Eastern Cape of South Africa
Munglinup	Australia	Graphite	51% (earn-in to 90%)	Feasibility study in progress, planned production Q4 2019
WA Exploration	Australia	Gold, Copper, Lithium, Channel Iron Ore, Vanadium	100%	Drill program completed at Doolgunna on high grade gold target, results pending. Secondary drilling program to commence
Iran	Iran	Gold, Copper, Potash, Lithium, Cobalt, Nickel, Zinc	100% of corporate entity	Reviewed in excess of 36 mining projects. Four project investments to date including operating gold mine

TORMIN MINERAL SANDS OPERATION

- Continued strong safety record with TRIFR of zero and 1 LTI since commencement of operations
- Resource:
 - Original** 2.7Mt at 49.7% THM
 - Mined** 6.6Mt at 27.6% THM
 - Current Inferred** 1.8Mt at 15.9% THM⁽¹⁾
- Identified potential 10+ years life of mine extension
- Logistics/Power Optimisation via rail and Eskom grid connection
- Prospecting permitting Environmental Authorisations granted
- S102 expansion permitting continuing with expected resolution in 2019
- Permitting continuing with expected resolution in 2019
- New South African Government leadership pro mining development

(1) Refer to ASX release of 28 February 2018



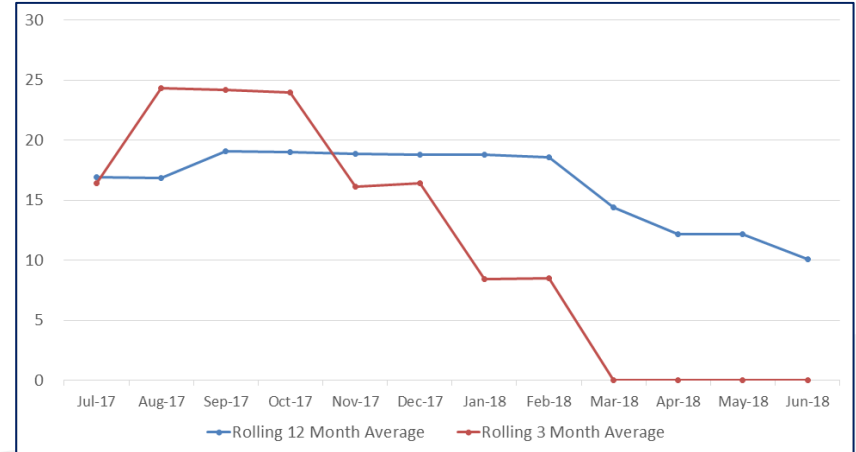


The Company continued its outstanding safety performance, with only one Lost Time Injury (“LTI”) being a sprained ankle in April 2017, for in excess of 2.4 million man hours worked since Tormin Operations commenced.

Health and Safety Data

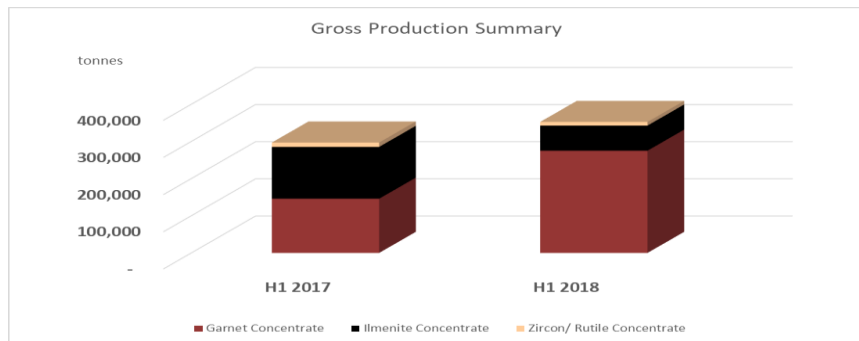
Man-hours worked since last LTI	730,206
Total LTI's since Tormin mining commenced	1

Total Reportable Injury Frequency Rate (TRIFR per million man hours)



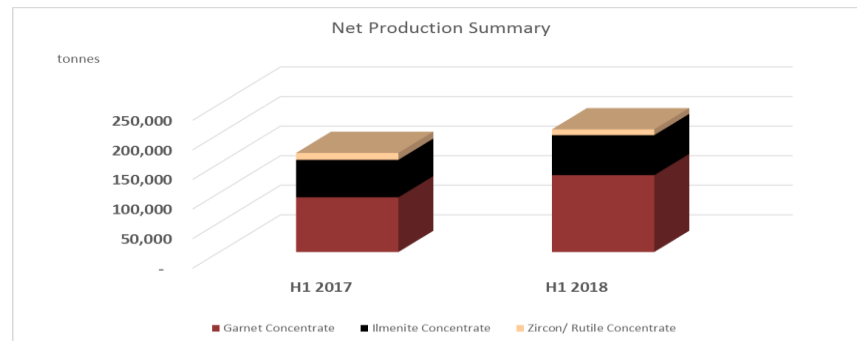
352,492t

H1 2018 Gross Production Summary



207,386t

H1 2018 Net Production Summary

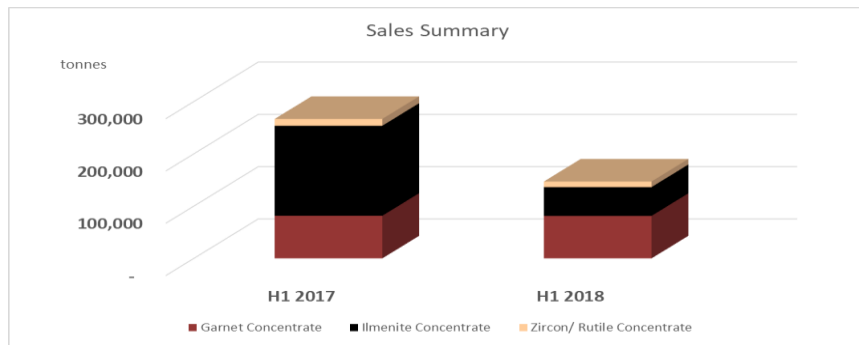


	H1 2017	H1 2018
Garnet Concentrate	145,888	275,115
Ilmenite Concentrate	139,424	67,563
Zircon/ Rutile Concentrate	11,674	9,814
Total	296,986	352,492

	H1 2017	H1 2018
Garnet Concentrate	92,453	130,009
Ilmenite Concentrate	63,409	67,563
Zircon/ Rutile Concentrate	11,674	9,814
Total	167,536	207,386

146,990t

H1 2018 Sales Summary

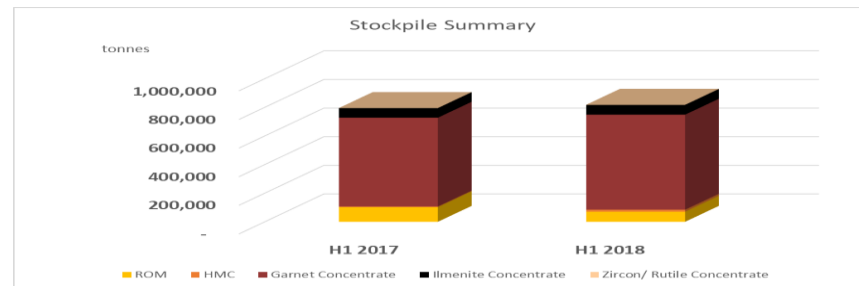


	H1 2017	H1 2018
Garnet Concentrate	81,536	81,330
Ilmenite Concentrate	172,098	55,000
Zircon/ Rutile Concentrate	13,044	10,660
Total	266,678	146,990

(1) Total tonnes = Tormin, Koekenaap, Saldanha Bay, in transit or held on behalf of third party under offtake agreement.

818,036t

H1 2018 Stockpile Summary



	H1 2017	H1 2018
ROM	102,257	70,475
HMC	4,441	13,954
Garnet Concentrate ⁽¹⁾	620,722	664,233
Ilmenite Concentrate	67,285	68,450
Zircon/ Rutile Concentrate	544	924
Total	795,249	818,036

US\$28.5m

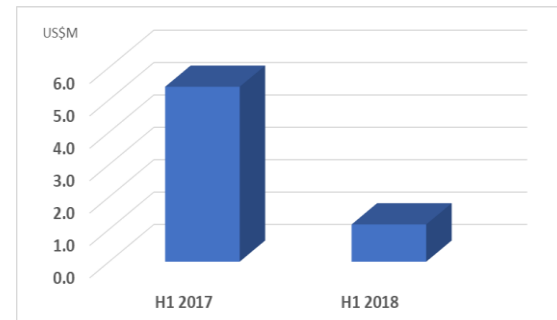
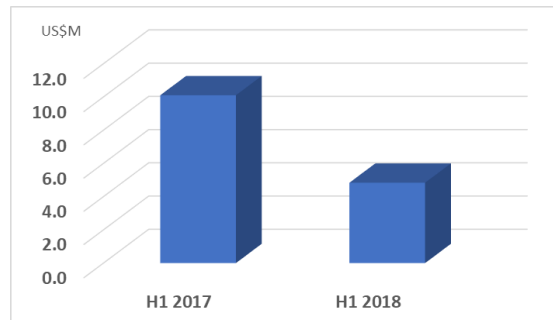
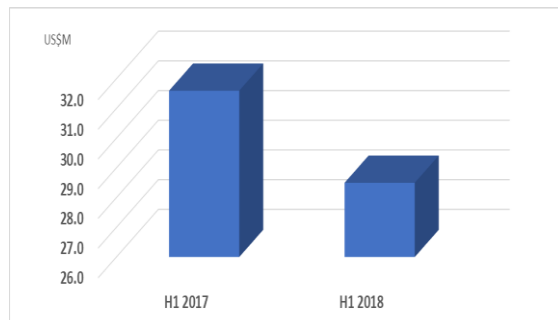
H1 2018 Revenue

US\$4.8m

H1 2018 EBITDA

US\$1.2m

H1 2018 NPAT



H1 2017	H1 2018
31.6	28.5

H1 2017	H1 2018
10.1	4.8

H1 2017	H1 2018
5.4	1.2

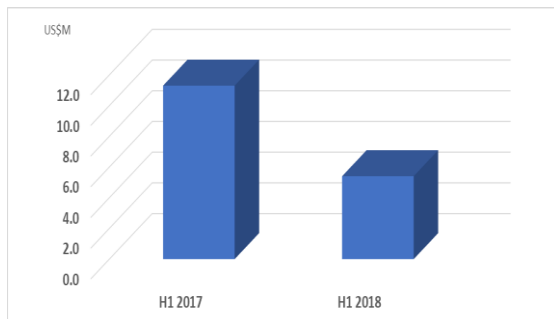
REVENUE (US\$m)

EBITDA (US\$m)

NPAT (US\$m)

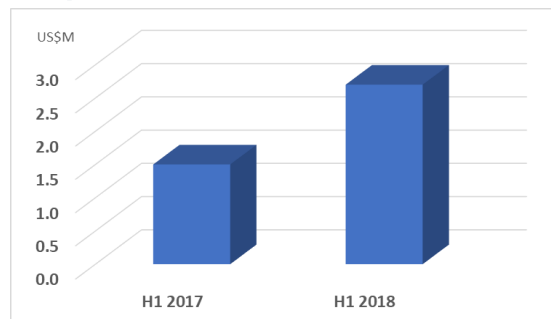
US\$5.4m

H1 2018 Cashflow from Operations



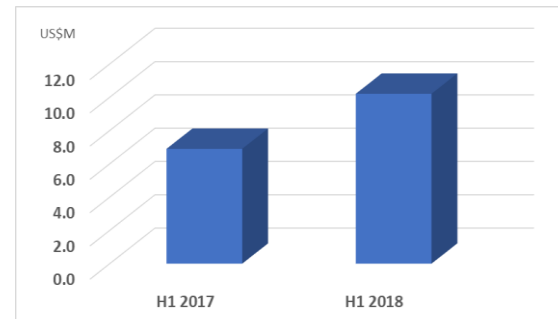
US\$2.7m

H1 2018 Investment Expenditure



US\$10.2m

H1 2018 Cash Balance



H1 2017	H1 2018
11.3	5.4

H1 2017	H1 2018
1.5	2.7

H1 2017	H1 2018
6.9	10.2

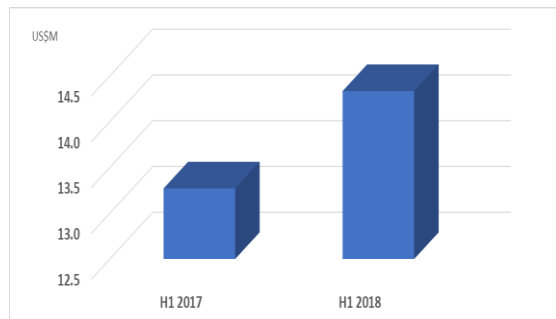
Cashflow from Operations (US\$m)

Investment Expenditure (US\$m)

Cash Balance (US\$m)

US\$14.3m

H1 2018 Net Working Capital

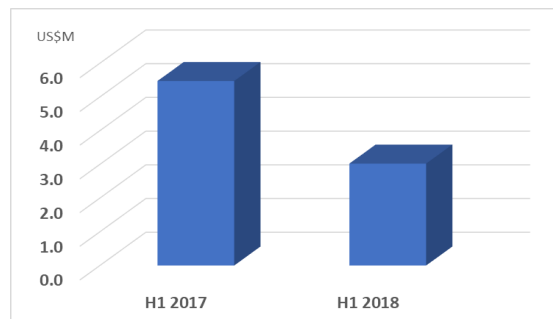


H1 2017	H1 2018
13.3	14.3

Net Working Capital (US\$m)

US\$3.0m

H1 2018 Borrowings

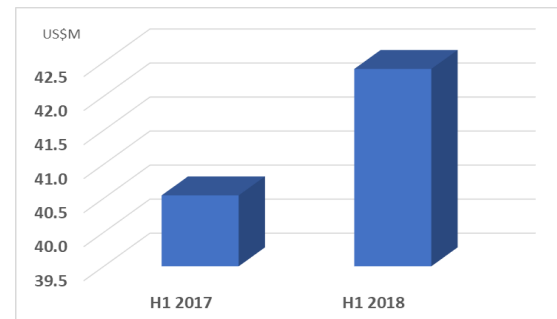


H1 2017	H1 2018
5.5	3.0

Borrowings (US\$m)

US\$42.4m

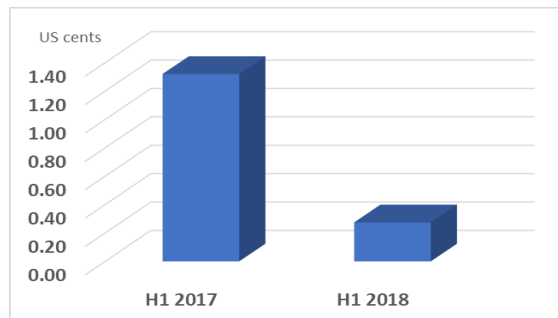
H1 2018 Net Assets



H1 2017	H1 2018
40.5	42.4

Net Assets (US\$m)

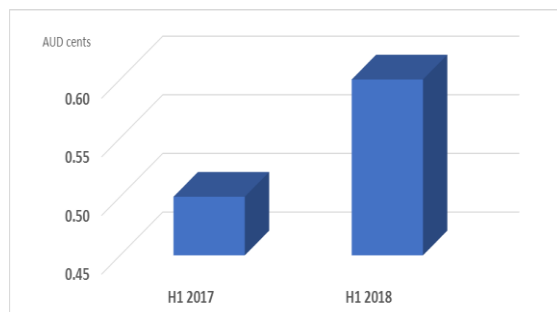
US\$ 0.27_{cent} H1 2018 Earnings per Share



H1 2017	H1 2018
1.32	0.27

Earnings Per Share (US\$ cents)

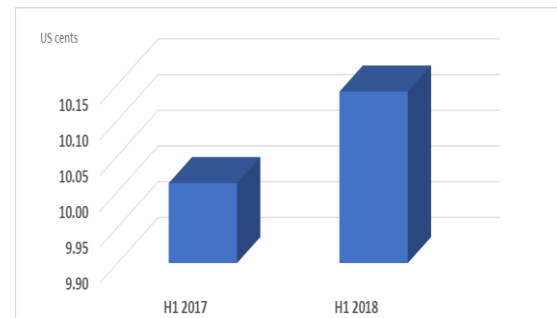
A\$ 0.60_{cent} H1 2018 Dividend per Share



H1 2017	H1 2018
0.50	0.60

Dividend Per Share (A\$ cents)

US\$ 10.14_{cents} H1 2018 Net Assets per Share



H1 2017	H1 2018
10.01	10.14

Net Assets Per Share (US\$ cents)

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