

# CORPORATE PROFILE

Sylvania Platinum Limited is a producer of platinum group metals (PGMs) including platinum, palladium and rhodium. The Company's core business is the retreatment of PGM bearing chrome tailings material. The Company holds mining rights for a number of PGM projects on the Northern Limb of the Bushveld Igneous Complex.

In order to strengthen the Company's position as a low-risk specialist in the lower cost production of PGMs, Sylvania operates according to the following business priorities:

- identifying projects that balance minimal operational and financial risk with the potential for high margins;
- ensuring that the management teams are always well resourced with the right combination of skills;
- focus on cash generation during uncertain economic times; and
- continuously applying appropriate practices/technology to maintain the Company as a lower quartile producer.

The Company's focus is on cash generation and it will return capital to shareholders according to its dividend policy.

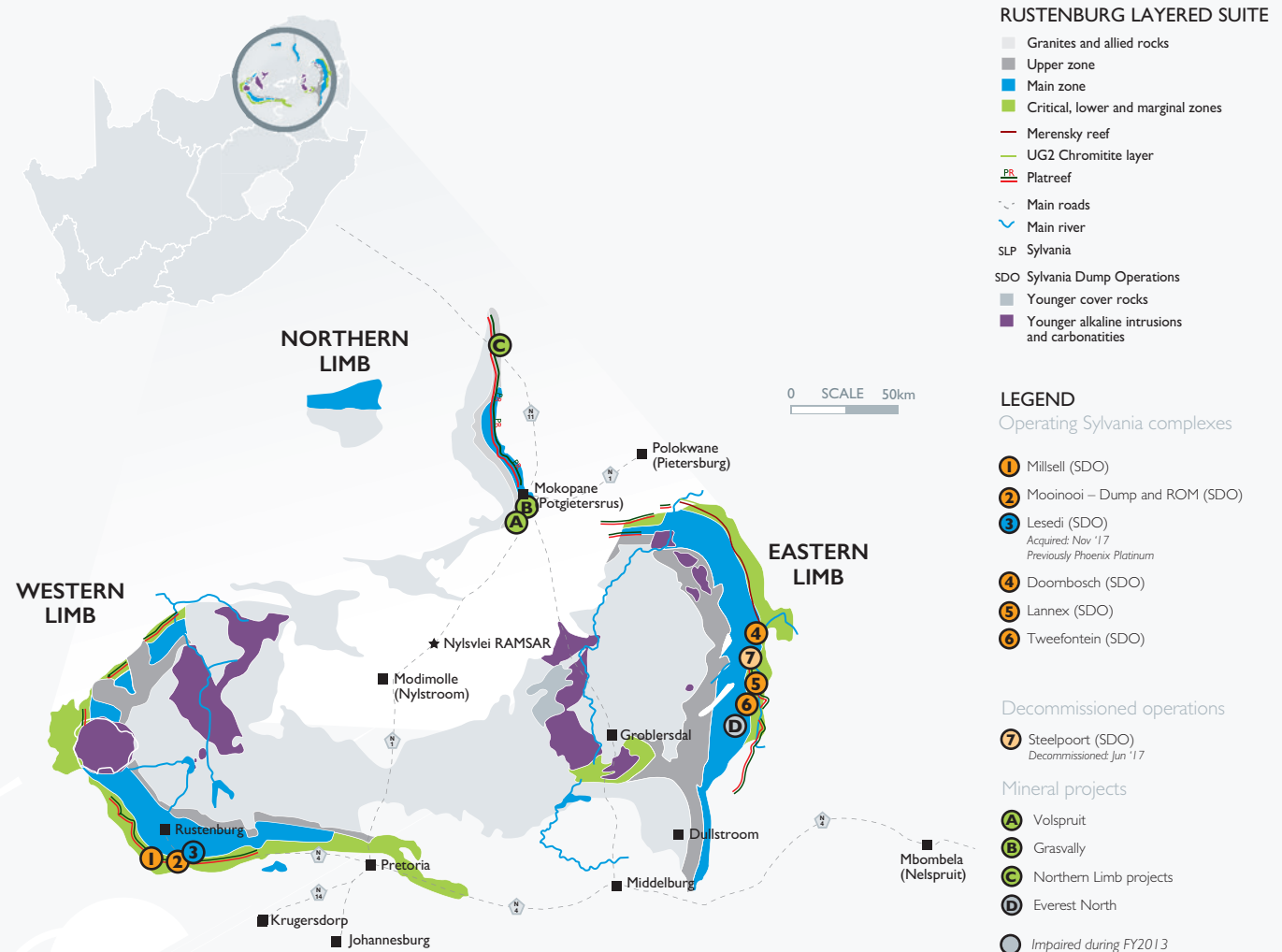
The Board has also recommended the payment of a dividend of 1.60 pence per share (~2.00 US cents), payable on 4 December 2020 after the Annual General Meeting (AGM) to be held on 27 November 2020.

The Sylvania cash generating subsidiaries are incorporated in South Africa with the functional currency of these operations being South African Rand (ZAR). Revenues from the sale of PGMs are incurred in United States Dollars (USD) and then converted into ZAR.

The Group's reporting currency is USD as the holding company is incorporated in Bermuda. Corporate and general and administration costs are incurred in USD, Pounds Sterling (GBP) and ZAR.

## LOCATION OF OPERATIONS AND PROJECTS

### LOCALITY WITHIN SOUTH AFRICA



# CAPITALS CREATING VALUE

## CAPITAL INPUTS



## BUSINESS MODEL

### VALUES

Employee safety, human rights, honesty and integrity, environmental custodianship, respect for indigenous cultures and communities

### VISION and MISSION

To be the leading mid-tier lower unit cost PGMs producing company, generating wealth for all our stakeholders

### STRATEGY

safe and innovative processing techniques

focus on PGMs and exploiting value-adding associate minerals and evaluating potential surface resources

optimising value from existing resources and infrastructure

maximising value by evaluating disposals, JVs, spin-offs

## OUTPUTS AND OUTCOMES



570 employees

R257.7 million spent on salaries and wages

227 upskilling learnerships

Community internship programme introduced



Water consumption > 2.4%

Recovery of seepage water

Doornbosch power consumption reduced



PGM production of 69,026 ounces

Lower grade feed material

Focus on consistent recoveries



Community projects received R1.4 million

Commercial opportunities being identified



Taxes and royalties absorb R233.0 million

Providers of capital receive \$2.86 million

# 570 EMPLOYEES

### DISCLAIMER

To the best knowledge and belief of Sylvania Platinum and its Directors (having taken all reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of such information, prepared in accordance with applicable law and regulations.

# 2020 AT A GLANCE

## HIGHLIGHTS

- Marginal drop in SDO production to 69,026 ounces
- 62% growth in net revenue to \$114.1 million
- Adjusted Group EBITDA surges by 130% to \$69.6 million
- Group net profit more than doubles to \$41.0 million
- Basic EPS higher by 130% at 14.62Uscps
- Cash dividend of 1.68 pence (FY2019: 0.78 pence)
- Positive cash balance of \$55.9 million
- Debt free; no pipeline financing



**“62% growth in net revenue to \$114.1 million”**



## CHALLENGES

# 2

- COVID-19 associated production losses
- Constrained water supply
- Power and infrastructure restrictions
- Depressed chrome markets
- Non-cash impairment charge of US\$9.5 million on Aurora

# 3

## OPPORTUNITIES

- Debt free, positive cash balance: ability to fund expansion and optimisation projects
- Proprietary processing ability
- Mooinooi optimisation project on track for commissioning
- Lannex mill completed to contribute to plant life-extension project
- New secondary milling and flotation modules at Lesedi on track
- Alternative feed sources being evaluated
- Advanced R&D work into chrome/coal pelletising project
- Reviewing Volspruit and Northern Limb exploration assets