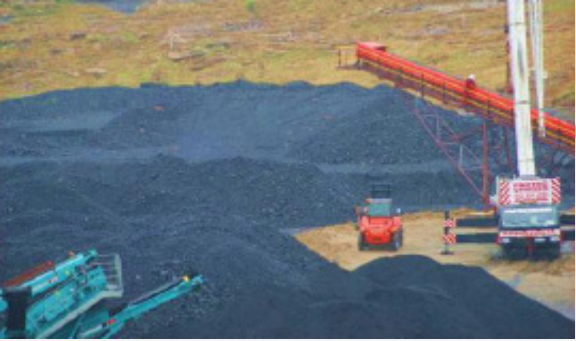


Business Overview Memo

Elitheni Coal (Pty) Limited



Business Opportunity	<p>A unique opportunity exists to purchase a controlling 74% share-holding and the assets of Elitheni Coal (Pty) Limited ("The Company") from Quantuma LLP.</p> <p>The Company located in the Macubeni-Gubahoek area of the Eastern Cape Province, South Africa specialises in the mining and export distribution of coal utilising developed road and rail logistics network from Indwe to the port of East London.</p> <p>Interested parties are requested to specifically deal and formally register their interest with Paul Craig or Scott Hussey at SIA Group (Pty) Ltd, who are acting as agents on behalf of the seller Quantuma LLP and the proposed Business Rescue practitioners, Hans Klopper and Tony Flynn of Independent Advisory (Stellenbosch).</p>	
Business Overview	<p>The Company commenced mining operations in July 2012 and has a reported thermal and anthracite coal reserve of 266 million tonnes on its 6% rights area across three main coal seams including Indwe, Guba and Molteno seams. There is an estimated 1.5 billion tonnes available to prove as per the Competent Persons Report dated Nov 2012.</p> <ul style="list-style-type: none"> - Mining operation using conventional drill, blast and continuous miner - Anthracite 20.5% and Thermal Coal 70.5% estimated coal yields - Estimated 30 years' operating lifespan 	
High Level Financial Information	<p>Annual Financial Statement for the 16 month period ended 30 June 2013:</p> <p>ZAR'000's</p> <p><i>Balance Sheet:</i></p> <ul style="list-style-type: none"> - Property, Plant & Equipment Assets – R352,914 - Total Assets – R415,218 - Total Liabilities – R474,598 - Accumulated Loss – (R85,250) *includes drilling, exploration and mine development & infrastructure costs 	
Assets for Sale	<ul style="list-style-type: none"> - 74% shareholding - Rights to Property - Prospecting & Mining rights - Water User License 	<ul style="list-style-type: none"> - Machinery & Business Assets (Washing Plant – R20m) - Site Infrastructure including weighbridge, stores etc. - All intellectual property rights - Tax losses – cR100m
Further Information	<p>Requests for further information to carry out due diligence should be addressed to Paul Craig or Scott Hussey of SIA Group. Contact details have been provided below.</p> <p>Interested parties are invited to register their level of interest. Access to additional information via the electronic data-room will be provided on receipt of a signed NDA.</p> <p>Offers subject to due diligence are to be received in writing by 12PM on Friday 17 July 2015.</p>	

For further information contact:

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