

*A NEW MINING PRESCRIPTION OF LOW-COST
SUPPLY (THE STYLDRIFT PROJECT)*

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**MORE
THAN
MINING** >

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1. Our approach in a challenging environment

2. Styldrift I and II

3. Conclusion

Tailored strategies drive efficiencies and create value

Towards operational excellence

- LTIFR and SIFR have improved by 47% and 46% respectively
- Strong stakeholder relations - stable labour relations and operating environment
 - > Limited industrial action
 - > Housing and SLP projects
- 12% improvement in tonnes milled per TEC
- Excellent cost management - remain well positioned in the first quartile of the industry cost curve
- Revised processing strategy

Build flexibility

- Effective operational flexibility
 - > UG2 mining platform established
 - > BRPM Merensky Phase III replacement project ahead of schedule
 - > IMS panel ratio increased from 1.17 to 1.7, a 45% improvement
- Establishing processing flexibility
 - > Revised processing strategy
 - > Prioritised Merensky
 - > Waterval UG2 toll arrangement

Grow organically

- Focus on high grade Merensky assets for growth
 - > To date a total of R4.25 billion has been spent on the Styldrift I expansion project
 - > Styldrift I strengthens Merensky bias and our position on the industry cost curve
 - > Styldrift II pre-feasibility completed and approved and provides longevity and additional Merensky bias to the business

Pursue value enhancing opportunities

- Secured two value adding royalty agreements (2.98Moz) with Implats which have yielded R180 million in revenue to date
- Continual assessment of value enhancing opportunities

LTFIR

47% ↓

SIFR

46% ↓

Tonnes milled

3% ↑ -
0.7% pa

4E ounces

2% ↑ -
0.5% pa

Cost/tonne

29% ↓ -
6.5% pa

Capex

78% ↑

Revenue

79% ↑ -
15.6% pa

HEPS

25% ↑ -
5.7% pa

Since 2011 the South African PGM market has been characterised by

Sovereign debt crisis
Slow economic growth

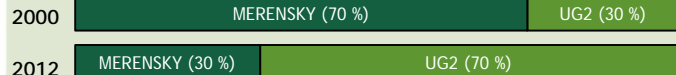
Falling PGM demand

- Expect medium to longer term rebound
- Strategically develop quality assets - Styldrift I and II

Mining inflation three times higher than CPI
Electricity, diesel, steel, labour all above 10% pa

Escalating input costs

- Maintain the first quartile producer position
- Focus on cost control and high margin yielding assets
- Cost per Pt oz increases since 2010 - 8.25% pa, per tonne 6.50% pa



Structural changes

- Develop and bring into production Styldrift I and II - high grade, high margin Merensky assets
- Merensky will comprise 92% of RBPlat production by 2019

Lower grade orebodies
Industry produces 40% less Pt per employee than in 2000

Falling productivity

- Mechanised mining operations
- Zero harm safety approach, continuous improvement

Marikana tragedy
2014 strike for 5 months, cost of R50 billion

Industrial unrest

- Strong stakeholder relations and *More than Mining* philosophy key
- No labour unrest in 2014

Eskom instability and backlog maintenance
Delays in new power stations

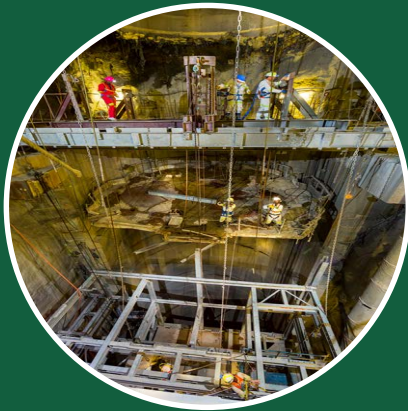
Electricity supply

- Continuous engagement with Eskom
- Limit energy cost inflation with energy efficiency projects

STYLDRIFT I
STYLDRIFT II



Styldrift Mine - A high-grade, shallow, mechanised Merensky mine



High quality Merensky

Resource grade of 6.94g/t 4E

Resource of 72.90Mt

LOM 30 years - Merensky only



Shallow Merensky Mine

R11 billion capital investment

R4.25 billion spent to date

Main shaft 758m deep

Services shaft 723m deep



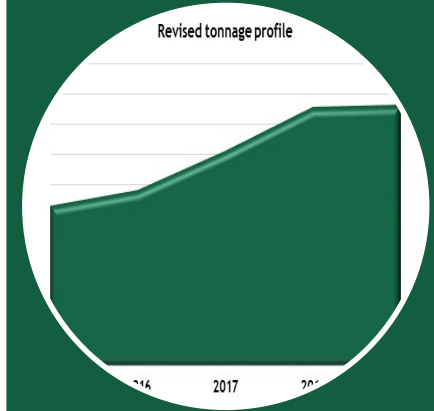
Key operating statistics

Mechanised mining

320koz 4E per annum

4.33g/t 4E delivered grade

2019 steady state: R6580/4E oz



Production ramp up

First production Q1 2016

Steady state Q1 2019

230ktpm Merensky reef at steady state

High grade, long life

Shallow

Mechanised, low cost

Near term

Styl drift is a well advanced high-margin project with substantial by-product credits

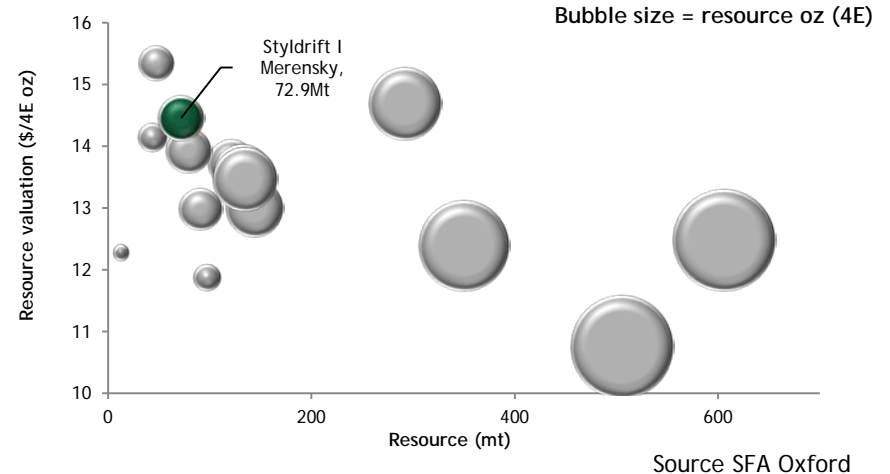
Styl drift I orebody strategy

- Merensky resource of 133Mt
 - Styl drift I portion is 92.9Mt
- UG2 resource of 130Mt
- Extract higher-margin Merensky preferentially
- Develop UG2 orebody access
 - Extract during advantageous market cycles
 - Create future flexibility

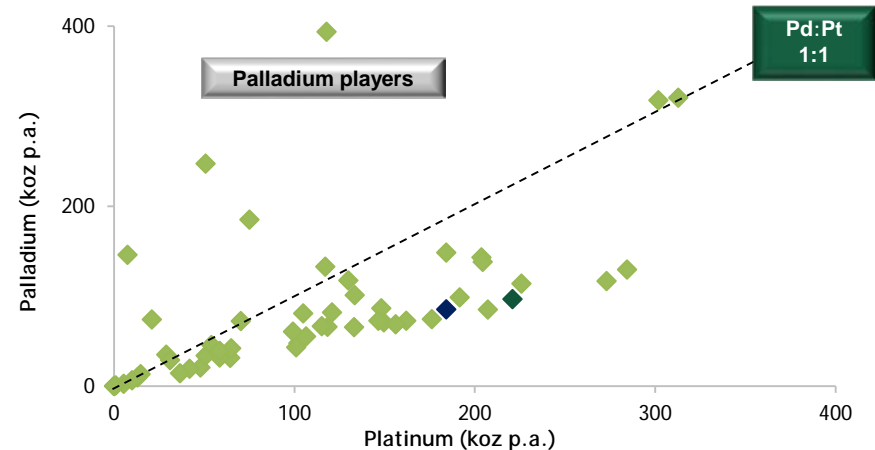
Styl drift I strongly platinum biased

- High Pt: Pd ratio of 2.3:1 drives premium basket price
- Similar to BRPM
- By 2019 RBPlat will produce 92% of tonnes from the Merensky orebody

High quality resource



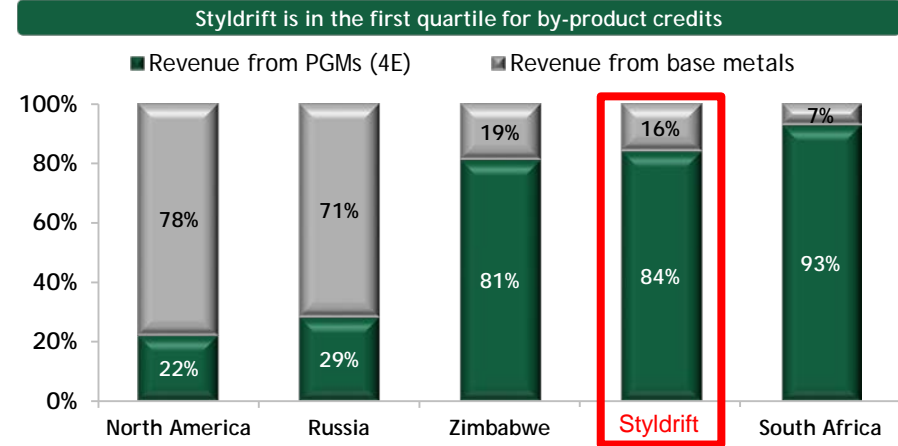
High Platinum : Palladium ratio



Styldrift is a well advanced high margin project with substantial base metal credits

Base metals content at Styldrift well above South Africa average

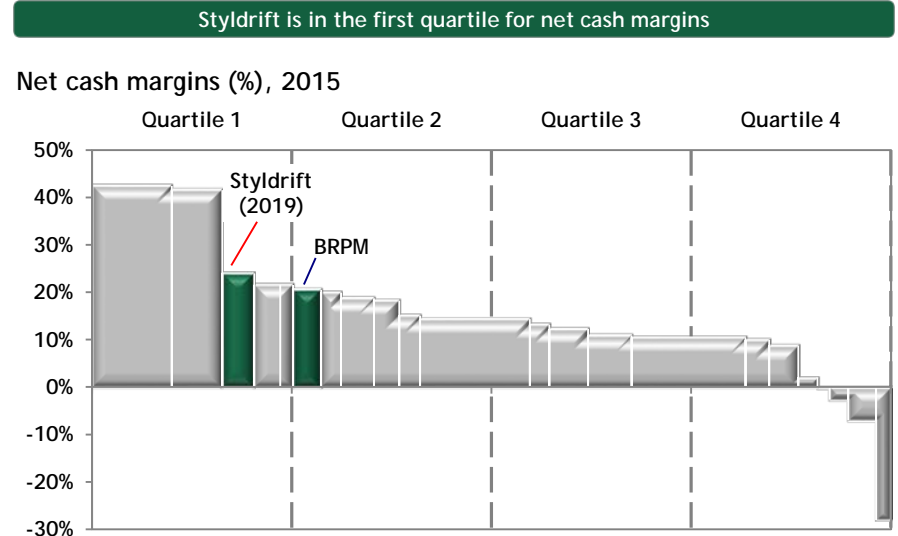
- South African production (70% UG2) has low base metal content
- Nickel is a significant revenue driver for Styldrift as at BRPM



Source SFA Oxford

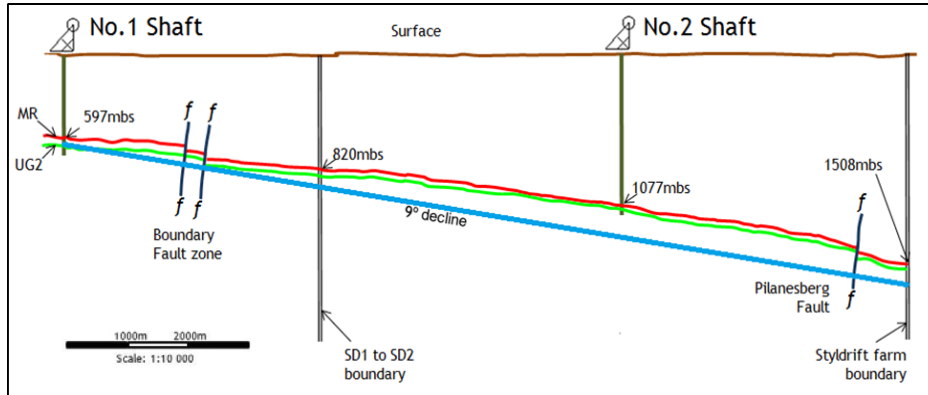
High net cash margin business

- High grade
- Favourable Pt:Pd ratio
- Additional revenue from base metals
- Shallow
- Mechanised operation



Source SFA Oxford

Styldrift II pre-feasibility provides positive business case



Pre-feasibility study

- Study resulted in a positive business case
- Mechanised mine design
- Early access utilising Styldrift I infrastructure
- Feasibility starts in Q2 2015
 - > Power and water supply applications
 - > EIA approval process
 - > Opportunity for treatment plant synergies with neighbours



Exploration drilling

- 14 surface exploration holes amounting to 10 500m of drilling completed during 2014
- Total exploration drilling at 98 holes (125 000m)
 - > 350 Merensky intersections
 - > 307 UG2 intersections
 - > High correlation with previous geological modelling
- Update of 3D Seismic model in progress



CONCLUSION



Royal Bafokeng Platinum : An attractive investment proposition

Lower political risk	Black-owned and controlled - exceeds all statutory BEE requirements
Lower labour risk	Employees and owners are aligned
Long-life assets	Long life Merensky producer
Excellent growth	Low risk growth: +/- 70% increase in production by 2019
Strong balance sheet	Debt fundable growth, zero debt currently
Low cost	1 st quartile producer

Industry leading margins - World class operations