BARRUECOPARDO TUNGSTEN PROJECT

- Permitted
- Funded
- Developing
- Upside
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Key people

Strong management team in place with excellent technical capabilities and local community relations

Joern Vogt – Chairman & Director
With a Ph.D. in Economic Geology, Joern has more than 30 years of executive management as well as hands-on experience in various fields of the metals industry in Australia, Africa, Europe and the Americas, covering exploration, mining, processing, general management, project development etc. He held senior positions at Degussa (now Umicore), H.C. Starck, and others.

Steve Nicol – CEO & Director
Steve is a mining engineer with 30 years experience in the mining industry, initially in operations and subsequently in mine evaluation and development projects. He has held production supervisory roles in various underground and open pit mines in Australia (incl. Newcrest Mining) and Europe, culminating in a two year period as Managing Director of an Italian based gold mining and exploration operation. Steve has lived with his family in Spain since 2009.

Paul Carroll – CFO & Director
Paul is an experienced Chartered Certified Accountant with +15 years experience in senior financial roles including ~8 years in the mining industry in the areas of finance and corporate development, with Ormonde Mining Plc. Prior to this Paul held CFO roles across a number of industries including within digital media and financial services.

Tomas Vecillas – Barruecopardo Manager
Tomas is a mining engineer with 25 years operating experience including 3 years as statutory Mine Manager at the Los Santos Tungsten mine, Salamanca, Spain; 3 years on the Barruecopardo Project.

Pedro Villar – Barruecopardo Technical Director
Pedro is a geologist with 25 years experience in mainly gold & tungsten, principally in the Salamanca province; 8 years on the Barruecopardo Project.
## Company history

<table>
<thead>
<tr>
<th>Year</th>
<th>Event</th>
</tr>
</thead>
<tbody>
<tr>
<td>2005</td>
<td>Commenced activities in the Barruecopardo area through an “earn-in” agreement with Spanish company SIEMCALSA</td>
</tr>
<tr>
<td>2009</td>
<td>Ormonde earned a 90% interest in Barruecopardo Project and surrounding permits</td>
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<tr>
<td>2011</td>
<td>Ormonde acquired the remaining 10% interest from SIEMCALSA (subject to staged payments) to consolidate a 100% interest in the Barruecopardo Project and surrounding permits</td>
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<td>2011</td>
<td>Following extensive drilling over a number of years, JORC Compliant Mineral Resource Estimate completed</td>
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<td>2012</td>
<td>Feasibility Study completed, and submitted full permitting documentation to the provincial mining authorities</td>
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<td>2014</td>
<td>Environmental Permit and Mining Concession</td>
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<tr>
<td>2015</td>
<td>Oaktree Capital Management (&quot;Oaktree&quot;) acquire a 70% beneficial interest in Saloro, through the provision of a robust funding package. The project has now entered the development stage</td>
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<tr>
<td>2016/17</td>
<td>Project Construction. Commissioning by end 2017</td>
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</table>
Barruecopardo project summary

Barruecopardo is a permitted, fully-funded brown-field tungsten mining project located in western Spain

Feasibility Study (DFS) completed with initial nine-year open pit mine life (2,600t WO$_3$ or 260,000 MTU/year, steady state)

Simple and cost-efficient project design with low Capex and low Opex:

- Open pit mining and straightforward processing based on proven technology
- Opportunity exists to expand plant capacity with no additional Capex (increase from 5 to 7 day operation: +40%)

Moving into the development phase of the project:

- Project fully funded through funds managed by Oaktree Capital Management ("Oaktree")
- Includes funding for early evaluation of potential Stage-2 underground mine
- Basic engineering completed
- Detailed engineering well advanced
- Targeting commissioning by end 2017

Extension of resources and reserves planned with the target of developing an underground mine and evaluating satellite deposits on prospective local ground holdings
Barruecopardo mining history

- Initial mining operations at Barruecopardo are believed to have been active during 1914-1919 (WW1), then ceasing until recommencing in 1942 (WW2).

- Mining was by selective open pit methods of narrow higher grade zones in the 1940s-1960.

- Moved to larger scale bulk open pit mining from 1960.

- Mine production peaked at ~800,000 tonnes per year in the 1970s.

- All material mined from the main open pit was processed through the gravity plant – no waste mining.

- Tungsten was recovered by gravity processing, using jigs and shaking tables, following three staged crushing.

- High quality and much sought after concentrate produced throughout the periods of operation.

- Mining ceased in early 1980s due to requirement for a significant capital investment in the open pit at a time of low tungsten prices caused by China’s then low tungsten requirements.
Project location – Good infrastructure
Operations – Low risk

- **DFS Completed, Permits & Funding in place:**
  Initial 9 yr mine life (2,600t WO₃ or 260,000 mtu/year steady state)
  Environmental and Mining Permits in place

- **Simple Mining:**
  Open-pit, contract mining, utilising and benefiting from experienced mining contractors in the region

- **Simple Processing:**
  Simple gravity processing (proven technology) provides for an efficient plant (nominal 1.1mtpa) with added benefit of ~40% spare capacity
  - Reduces startup risk
  - Considerable flexibility to increase/decrease production

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Water management system
Waste dumps
Plant
Haul road
New pit shell

Cleaner Concentrate from Jig Testwork
Simple processing

- Crush to maximum liberation size of 5mm
- Reject 98% of feed by Jigs/Spirals circuits
- Upgrade circuits very small
- Gravity upgrade to reject silicates
- Flotation upgrade to reject sulphides
- Final product dried and bagged

Simple processing plant based entirely on proven technology
Global cost curve – Well positioned

Global tungsten production cost curve, 2015 ($/mtu WO₃)

Ave. concentrate price, 2015 (China, ex works)

Barruecopardo production cost

† Not including by product credits as data not available

Source: Argus

Source: Argus Media Ltd – Argus World Tungsten Outlook to 2026
On the move – Recent achievements

Achievements – Q4 2015 to Q2 2016

✓ **Permissions:** Water use license - Received
✓ **Land:** Exercise of Land Option to Purchase Agreements – Complete 98%
✓ **Land:** Compulsory acquisition – Declaration of Urgent Occupation - Received
✓ **Engineering:** Final geotechnical site investigations – Completed
✓ **Engineering:** Dam construction engineering – Completed
✓ **Engineering:** Detailed process plant engineering work– Well advanced
✓ **Procurement:** Priority 1 equipment orders – Placed
✓ **Procurement:** Priority 2 equipment orders – 60% Placed
✓ **Procurement:** +10M€ committed in equipment purchases - Ongoing
✓ **Services:** Potable waterline installation – 80% Installed
✓ **Construction Readiness:** Construction Management Contract – Awarded
✓ **Construction Readiness:** Second (Final) Environmental Bond - Placed
✓ **Construction Readiness:** Preliminary environmental works – Underway
<table>
<thead>
<tr>
<th>Activity</th>
<th>H1 2016</th>
<th>H2 2016</th>
<th>H1 2017</th>
<th>H2 2017</th>
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<tbody>
<tr>
<td><strong>PLANT ENGINEERING AND CONSTRUCTION</strong></td>
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<tr>
<td>Detailed Engineering</td>
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<tr>
<td>Procurement</td>
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<tr>
<td>Construction and Installation</td>
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<tr>
<td>Commissioning</td>
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<tr>
<td><strong>LAND</strong></td>
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<tr>
<td>Compulsory Acquisition</td>
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<td><strong>WATER MANAGEMENT</strong></td>
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<tr>
<td>Construction and Pit Dewatering</td>
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<tr>
<td><strong>MINING PREPARATION</strong></td>
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<tr>
<td>Mining and Fill for ROM, haulage roads, contractor mob</td>
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<tr>
<td>Commence Open Pit Mining</td>
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<tr>
<td><strong>OTHER</strong></td>
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<tr>
<td>Site Services</td>
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<tr>
<td>Environmental Compensating Measures</td>
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## Mineral Resources and Ore Reserves

### Total Mineral Resources

<table>
<thead>
<tr>
<th>Category</th>
<th>Tonnes (millions)</th>
<th>Grade (WO3%)</th>
<th>Contained WO3 (mtu)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Measured</td>
<td>5.47</td>
<td>0.34</td>
<td>1.86 million</td>
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<tr>
<td>Indicated</td>
<td>12.33</td>
<td>0.26</td>
<td>3.20 million</td>
</tr>
<tr>
<td>Inferred</td>
<td>9.59</td>
<td>0.23</td>
<td>2.20 million</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>27.39</strong></td>
<td><strong>0.26</strong></td>
<td><strong>7.12 million</strong></td>
</tr>
</tbody>
</table>

### Ore Reserves within the Open Pit

<table>
<thead>
<tr>
<th>Category</th>
<th>Tonnes (millions)</th>
<th>Grade (WO3%)</th>
<th>Contained WO3 (mtu)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proven</td>
<td>4.96</td>
<td>0.33</td>
<td>1.64 million</td>
</tr>
<tr>
<td>Probable</td>
<td>3.73</td>
<td>0.26</td>
<td>0.98 million</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>8.69</strong></td>
<td><strong>0.30</strong></td>
<td><strong>2.61 million</strong></td>
</tr>
</tbody>
</table>

*Source: CSA Global*
Significant potential to extend life of mine:

- The planned open pit captures only ~40% of the current total resources; pit optimisation potential
- Drilling and relevant studies planned to extend the mine life
- The deposit is open along strike and at depth (deposit only drilled to average depth of ~200m)
- Clear potential to extend the mine life considerably post-commencement of mine production

**Processing plant has 40% inbuilt spare capacity**
Expansion - 2000m drilling program completed May’16:

- **Aim:** Confirm mineralisation extensions at depth beneath central part of planned pit, plus follow-up on potentially expanded zone under shallow Northern end of pit.

- **Key Results:**
  - BAR83: 23m @ 0.26% WO₃ from 172m and 5m @ 1.95% WO₃ from 404m
  - BAR85: 25m @ 0.21% WO₃ from 334m
  - BAR86: 6m @ 2.59% WO₃ from 253m
Expansion – First results

Drill rig operating during drilling program

Core logging during recent drilling program

Coarse grained tungsten mineralisation from recent drilling program
Satellite Mineralisation on Mining Concession & Surrounding Permits
1. Deliver on budget stable production based on the Barruecopardo DFS

2. Increase production and mine life at Barruecopardo through the investigation and evaluation of depth extensions to current resource with objective of establishing an underground (Stage 2) mine

3. Develop further Barruecopardo expansion through investigation of known satellite mineralisation within Mining Concession (Valdegallegos), and multiple potentially significant satellite mineralisation outside Mining Concession

4. Consolidation of upstream tungsten assets
Focused on
 Bringing Barruecopardo Project online - on budget
 Aggressively growing the value of the Barruecopardo asset