

Delivering returns

Management presentation 2020 AGM

20 November 2020



**BASE
RESOURCES**



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DFS Announcement

The DFS Announcement discloses details about the material assumptions and underlying methodologies adopted for deriving the production information included in this document in respect of the Toliara Project. It also discloses key pre and post FID risks in respect of the Toliara Project. Base Resources confirms that all the material assumptions underpinning the production information disclosed in the DFS Announcement continue to apply and have not materially changed.

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Certain statements in or in connection with this document contain or comprise forward looking statements. Such statements include, but are not limited to, statements with regard to capital cost, capacity, future production and grades and financial performance and may be (but are not necessarily) identified by the use of phrases such as "will", "expect", "anticipate", "believe" and "envisage". By their nature, forward looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future and may be outside Base Resources' control. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in product prices and exchange rates and business and operational risk management. Subject to any continuing obligations under applicable law or relevant stock exchange listing rules, Base Resources undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.

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Australian based, African focused, producer



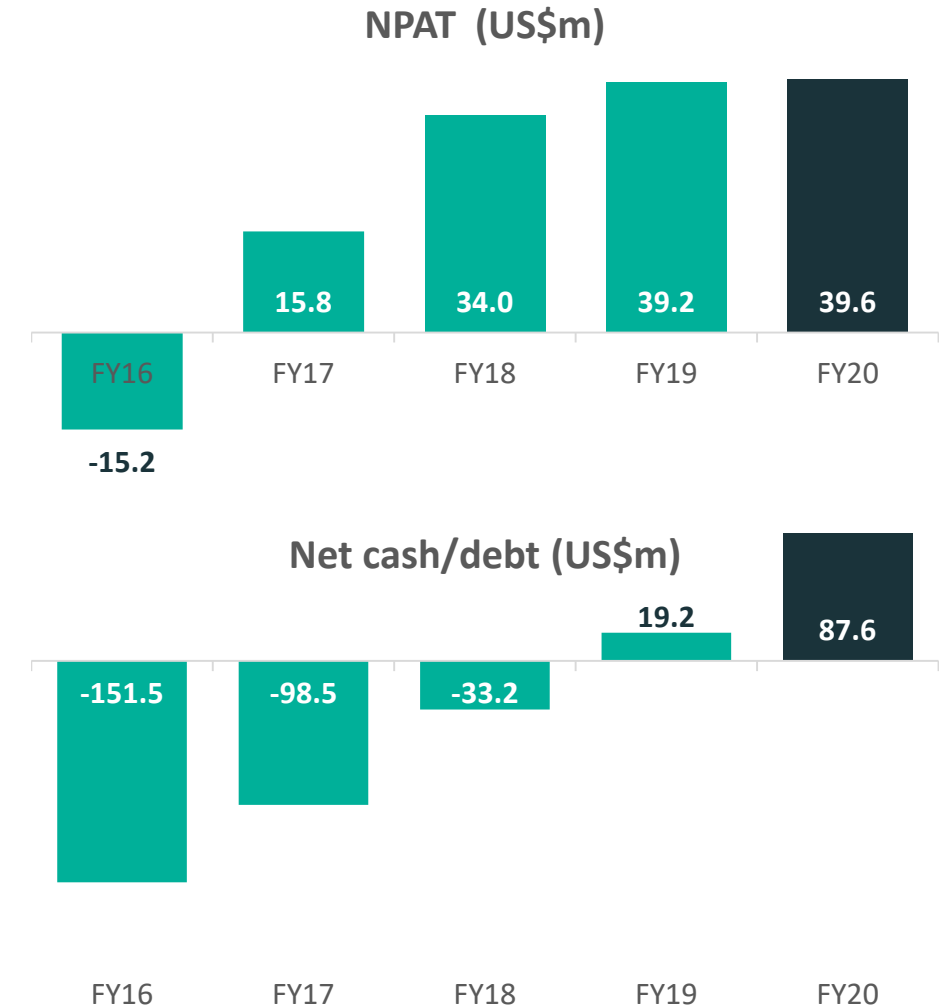
Building a unique mineral sands company

- “Mid cap” **pure mineral sands** company.
- Established **profitable Kwale Operation** in Kenya with extensional potential.
- A **world class mineral sands development project** in the Toliara Project in Madagascar.
- **Long combined mine life** once the Toliara Project is developed.
- **Track record of excellence** in safety, community engagement and environmental stewardship.
- An **experienced team** and capacity to execute well.
- A **robust financial position** from which to grow the business and deliver returns to shareholders.
- Creating a company of **strategic relevance** in a sector likely to continue to evolve.



FY20 strong financial performance supports maiden dividend

- Kwale Operations continued uninterrupted with changes to mitigate COVID-19 risk.
- Upper end of production guidance achieved.
- Firm demand for products supported strengthening ilmenite and rutile prices while zircon prices moderated.
- Toliara Project DFS released with engineering design, lender due diligence and discussions with government progressed.
- Lost time injury frequency rate of zero.
- Sales revenue of \$208.0m, EBITDA of \$108.7m and net profit of \$39.6m.
- Significant increase in net cash to \$87.6m as at 30 June.
- Maiden dividend of AUD 3.5 cents per share, unfranked, determined.
- \$3.4m invested in community and environmental programs.



* All currency is presented in United States Dollars (US\$) unless otherwise stated

Operations successfully adapted for COVID-19

Workplace

- COVID-19 response has been effective in maintaining the health and wellbeing of employees whilst continuing to deliver operational performance – balancing business needs, employee and community safety and sentiment, government policy and product markets.

Community support programs

- \$1.7m invested in Kenya and Madagascar, including for:
 - Medical equipment and supplies
 - Food distribution
 - Construction of hygiene infrastructure
- 100 high flow ventilators donated to Kenyan Ministry of Health.
- Face mask production facility established in Toliara, utilising local women to produce ~5,000 re-usable masks per week for donation to the community.



**AAMEG
AFRICA
AWARDS**
2020 WINNER



The foundation - The Kwale operation

Video available at
www.basetitanium.com



Outstanding safety outcomes indicative of performance culture

21.9
Million

Hours worked with
zero Lost-Time
Injuries

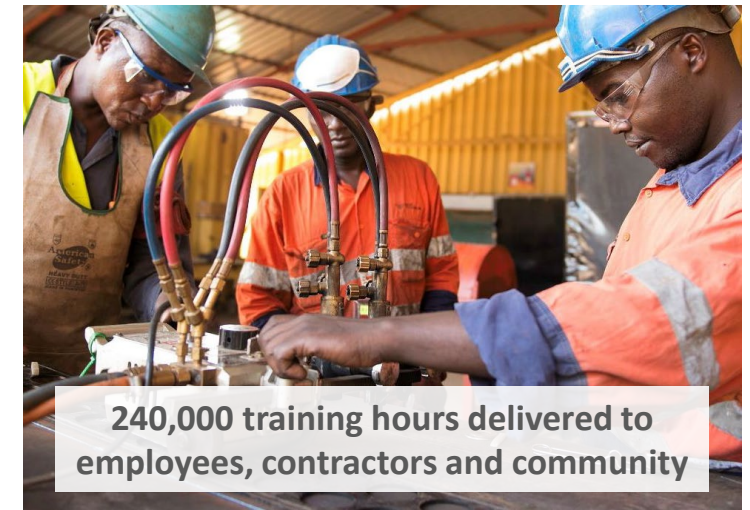
79
Months

Since last Lost-Time
Injury

39
Months

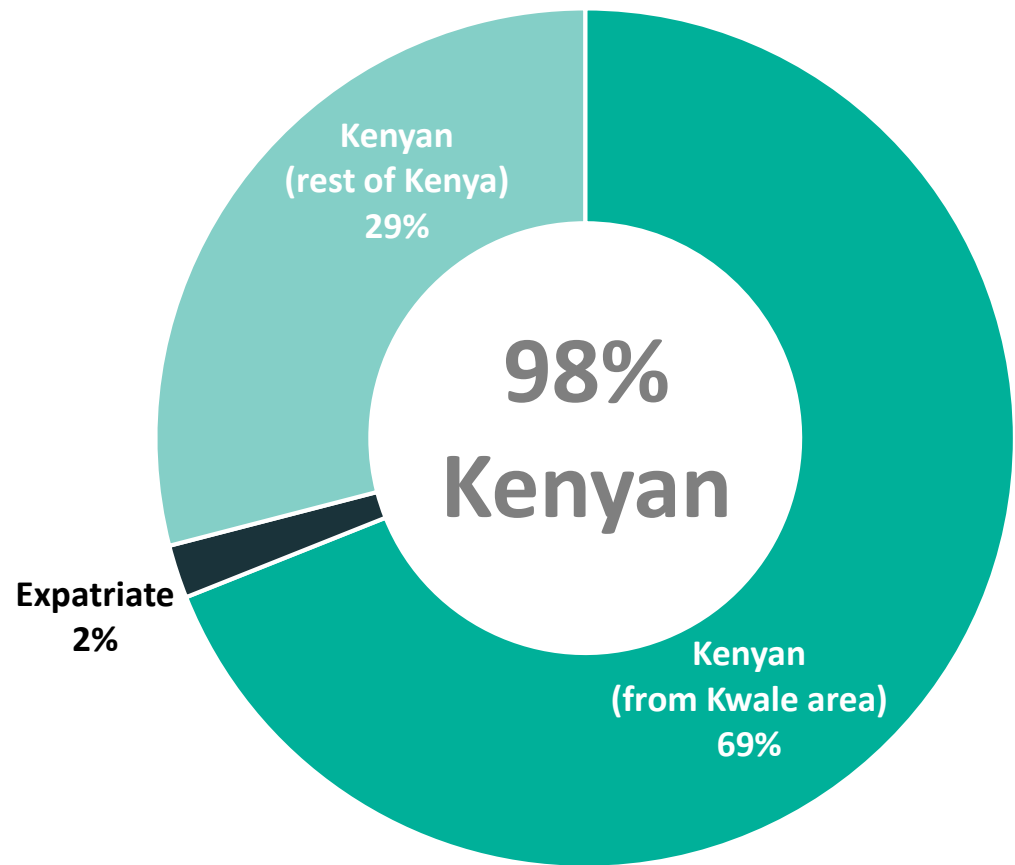
With 1 Medically
Treated Injury

Delivering “mutual benefit” – \$3.4 million invested in FY20

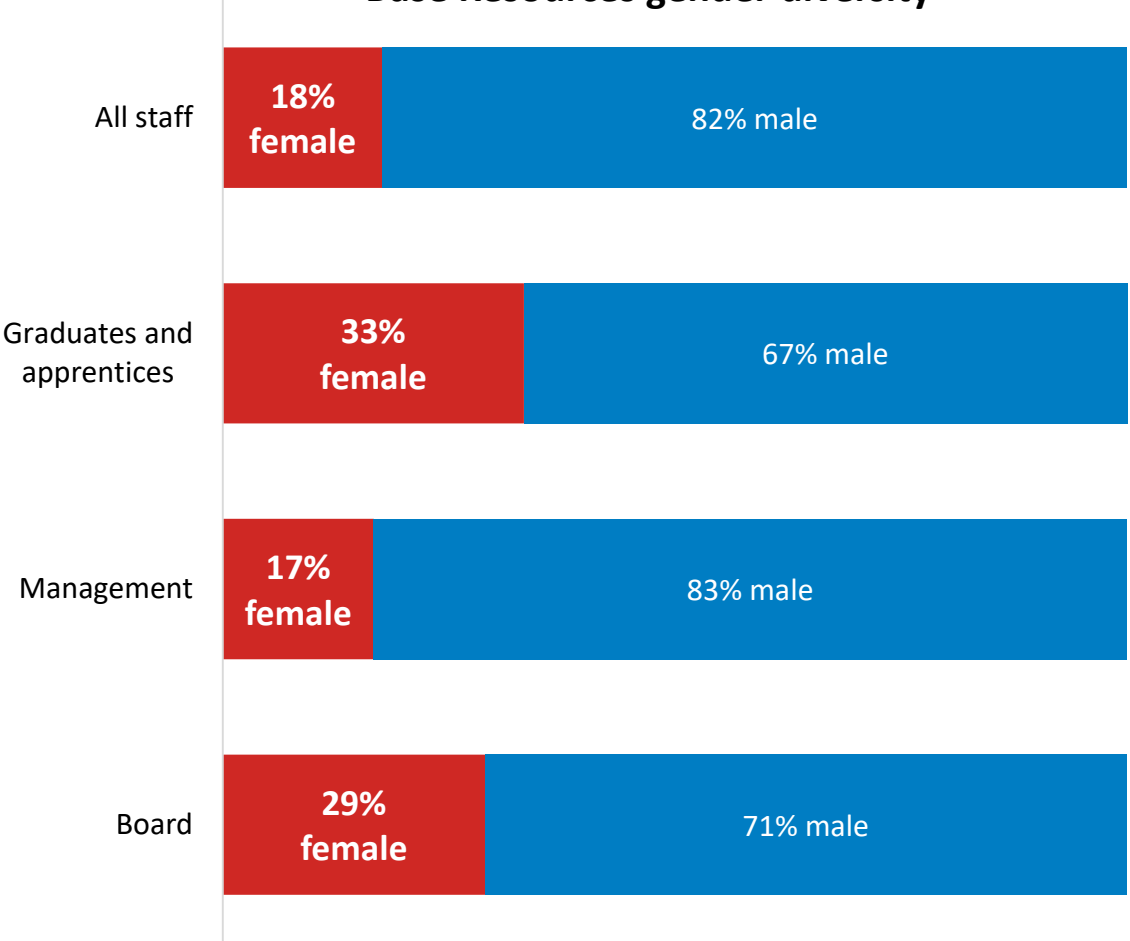


Creating a diverse workforce

Kwale Operations workforce¹

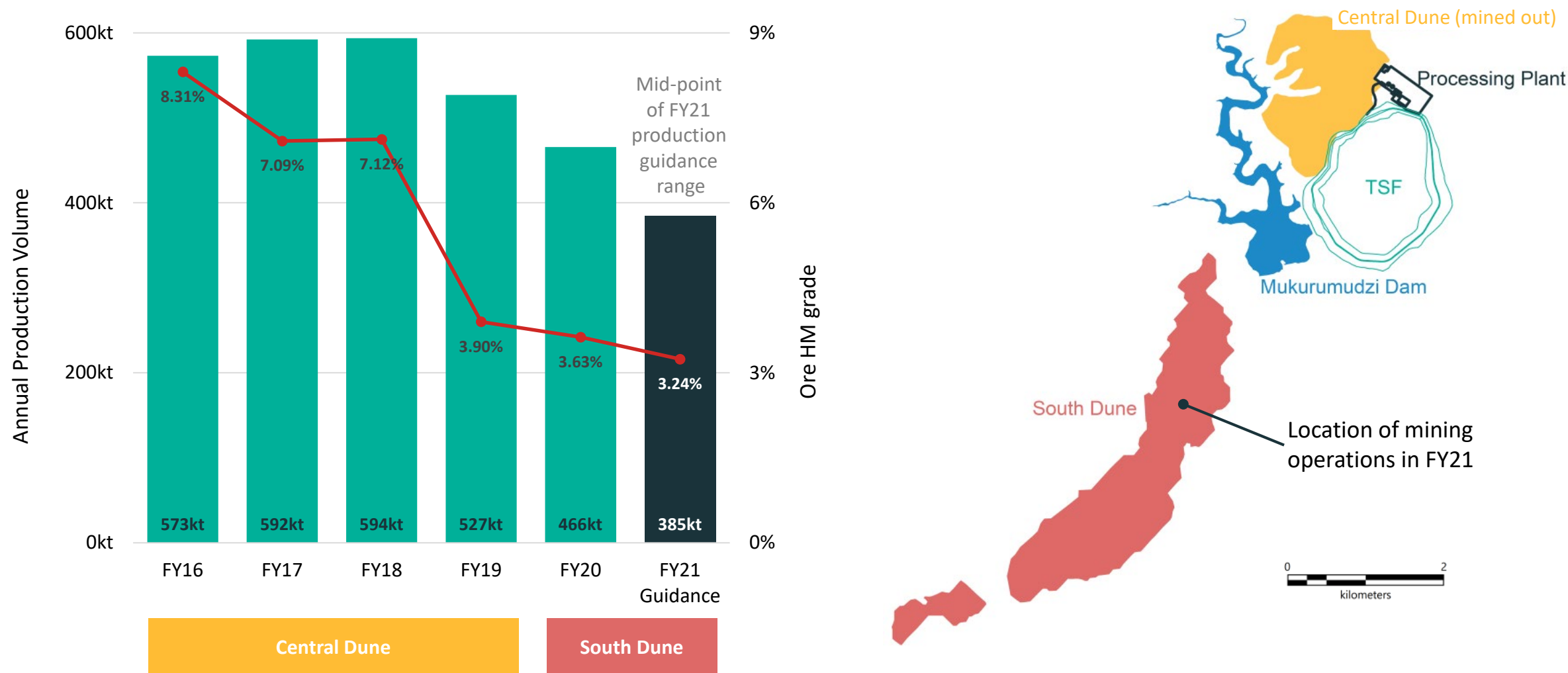


Base Resources gender diversity¹



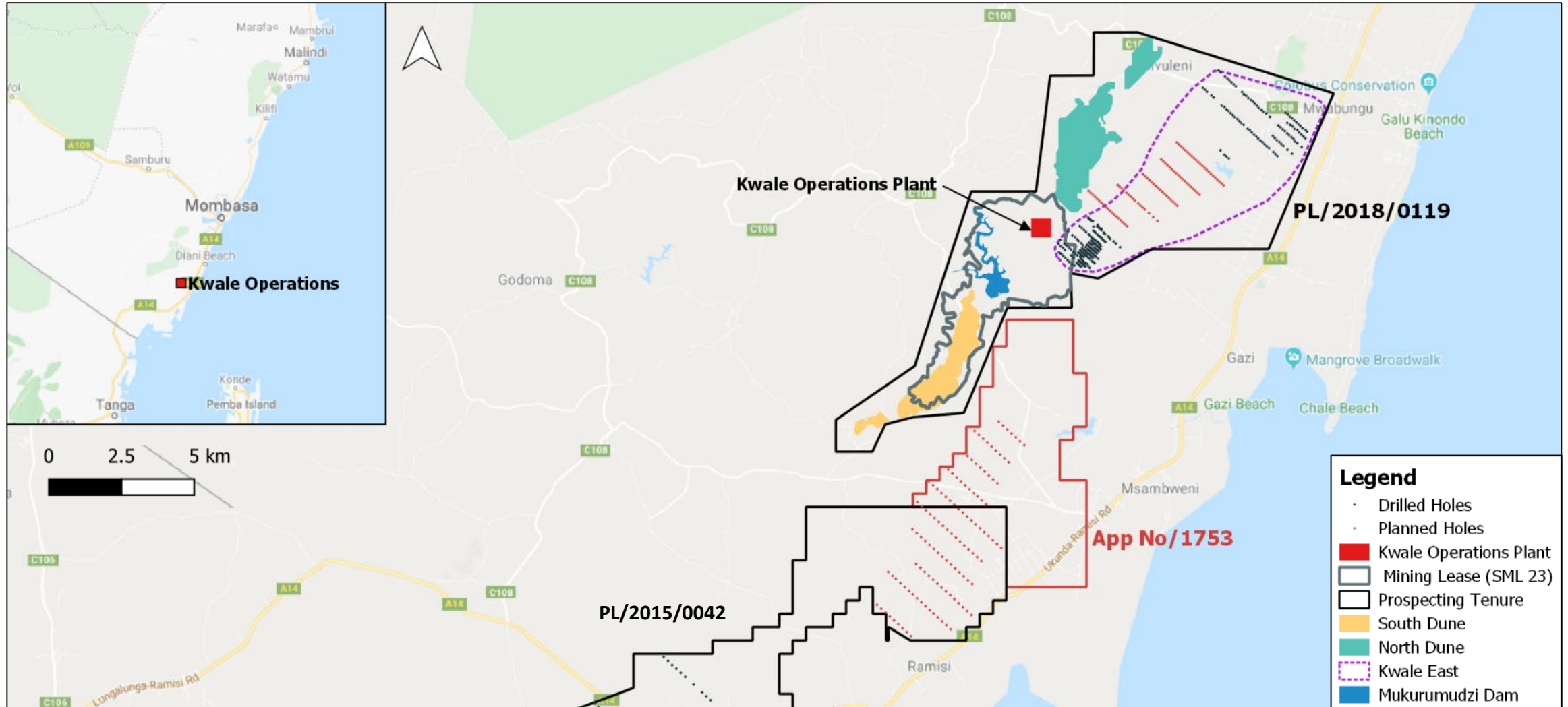
1. All diversity-related percentages are as at 30 June 2020, with the exception of the gender diversity percentages for the Board which are as at 20 November 2020 following the retirement of Mr Willis at the conclusion of the AGM.

Kwale Operations smoothly transitioned to next phase

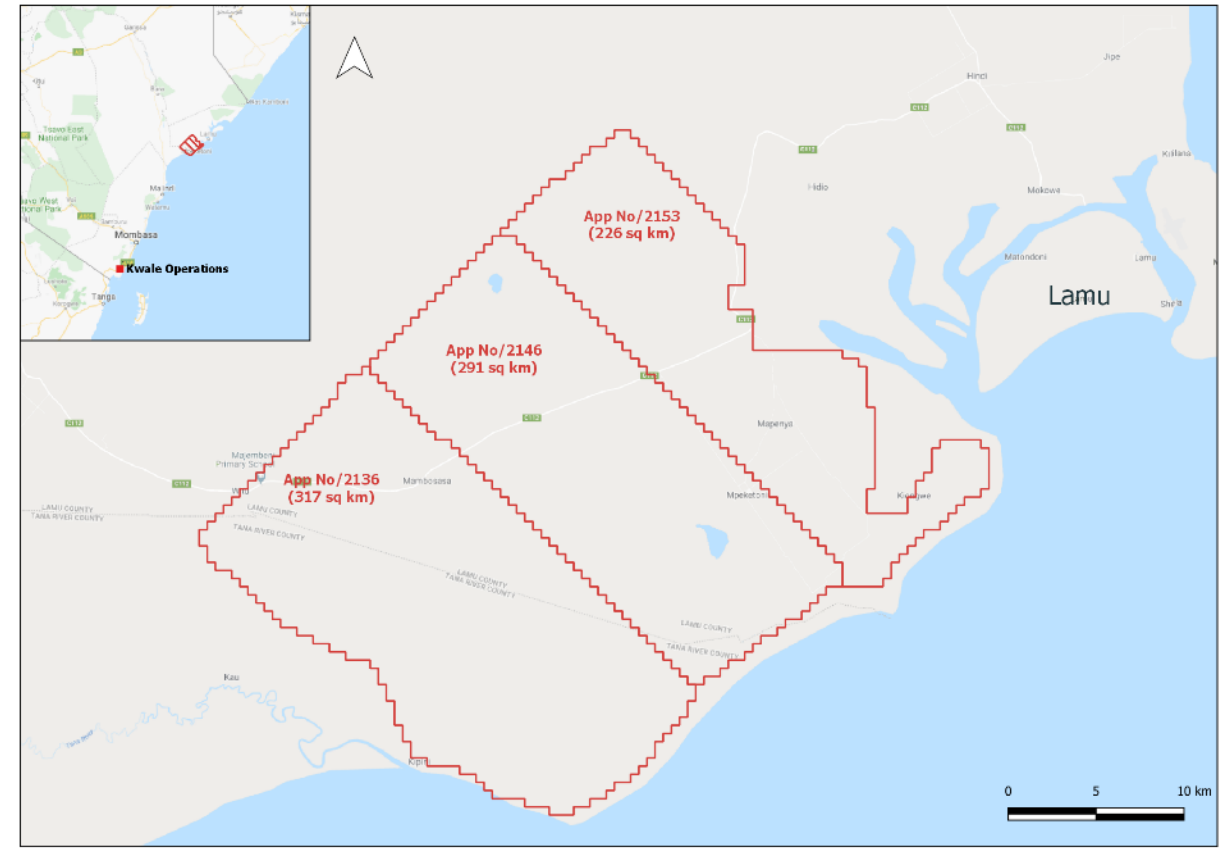
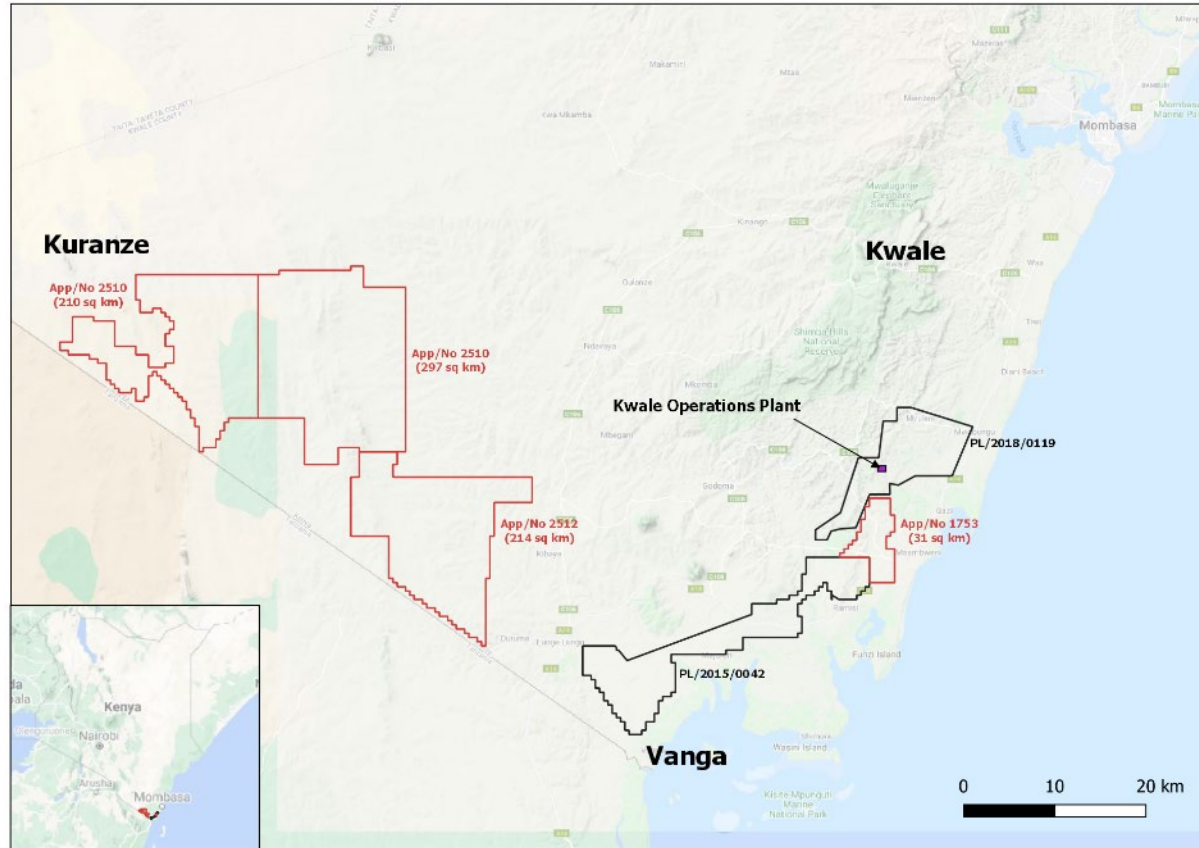


1. For further information, including the guidance range and applicable assumptions, refer to Base Resources’ announcement on 28 July 2020 “Quarterly Activities Report – June 2020” available at <https://baseresources.com.au/investors/announcements>.

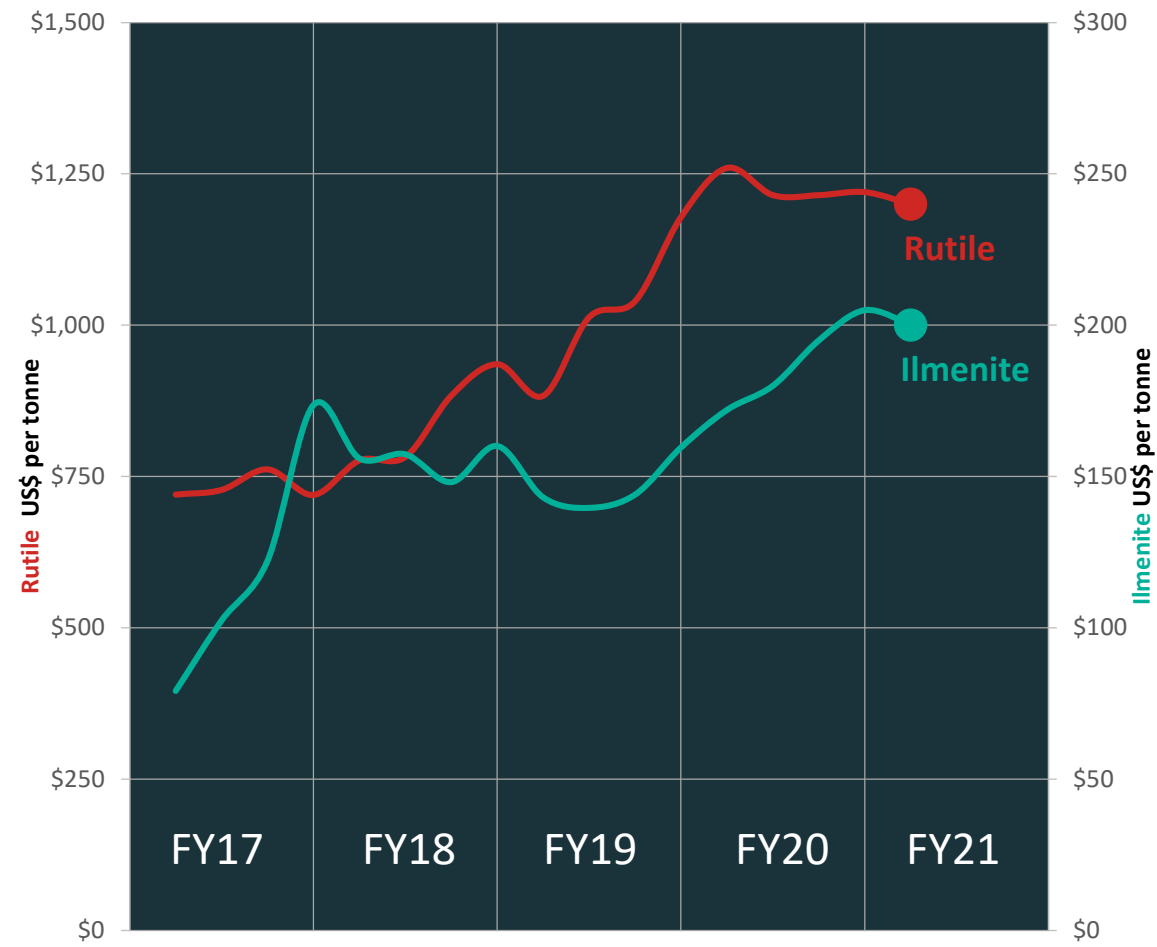
Multiple mine life extension opportunities being explored...



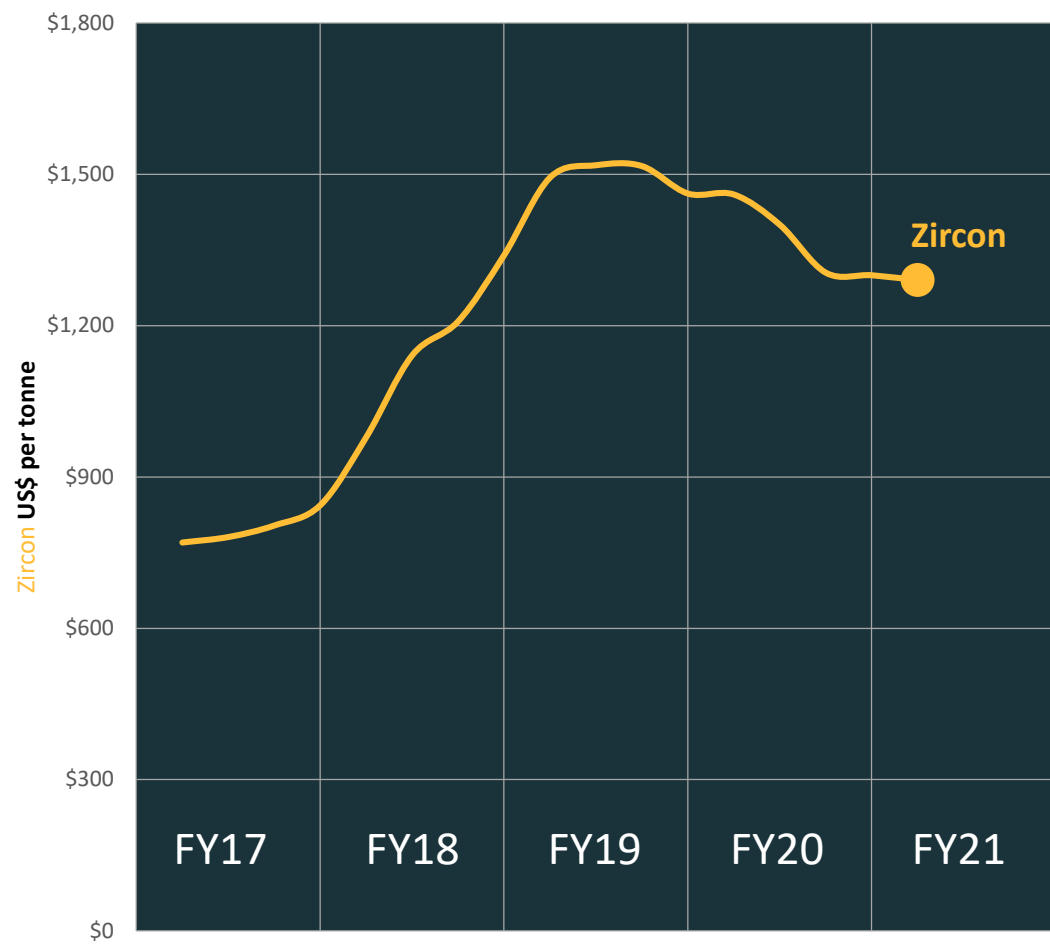
...as well as Kenyan opportunities further afield



All product prices are stable



Source: Company data as at 30 September 2020



Source: Company data as at 30 September 2020

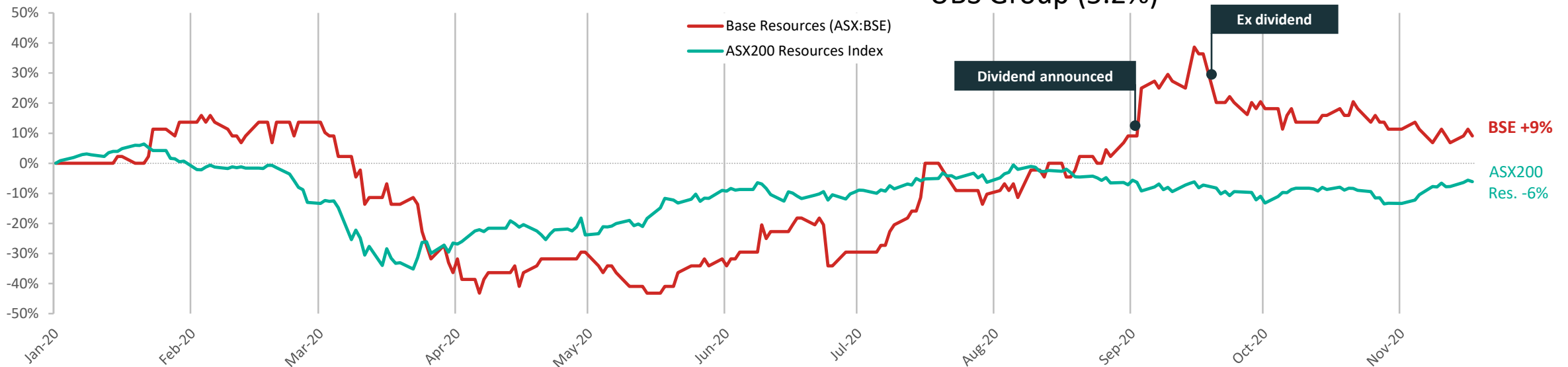
A sound financial platform

As at 31 October 2020

- Net cash position of \$68.3m
 - Cash and cash equivalents of \$93.3m
 - Revolving Credit Facility drawn to \$25.0m
- Maiden dividend of \$29.8m (in aggregate) paid on 7 October 2020

Solid equity base (ASX & AIM: BSE)

- A\$342m market capitalisation @ A\$0.29
- A tight, institutional register, including¹:
 - Pacific Road Capital (26.5%)
 - Sustainable Capital (24.2%)
 - Regal Funds Management (10.1%)
 - Fidelity (9.6%)
 - UBS Group (5.2%)



1. Figures based on Base Resources' register and beneficial owner analysis as at 31 October 2020.

Delivering returns

Our approach

Consistent with Base Resources' growth strategy, the Company seeks to provide returns to shareholders through both long-term growth in the Company's share price and appropriate cash distributions.

Cash not required to meet the Company's near-term growth and development requirements, or to maintain requisite balance sheet strength in light of prevailing circumstances, could be expected to be returned to shareholders.

- Maiden dividend of AUD 3.5 cents per share, unfranked, paid.
- Striking the right balance between:
 - Delivering cash returns to shareholders
 - Retaining balance sheet strength in the face of COVID operational risks and economic uncertainty
 - Allowing for sensible progression of the Toliara Project pending certainty on fiscal terms and FID timing

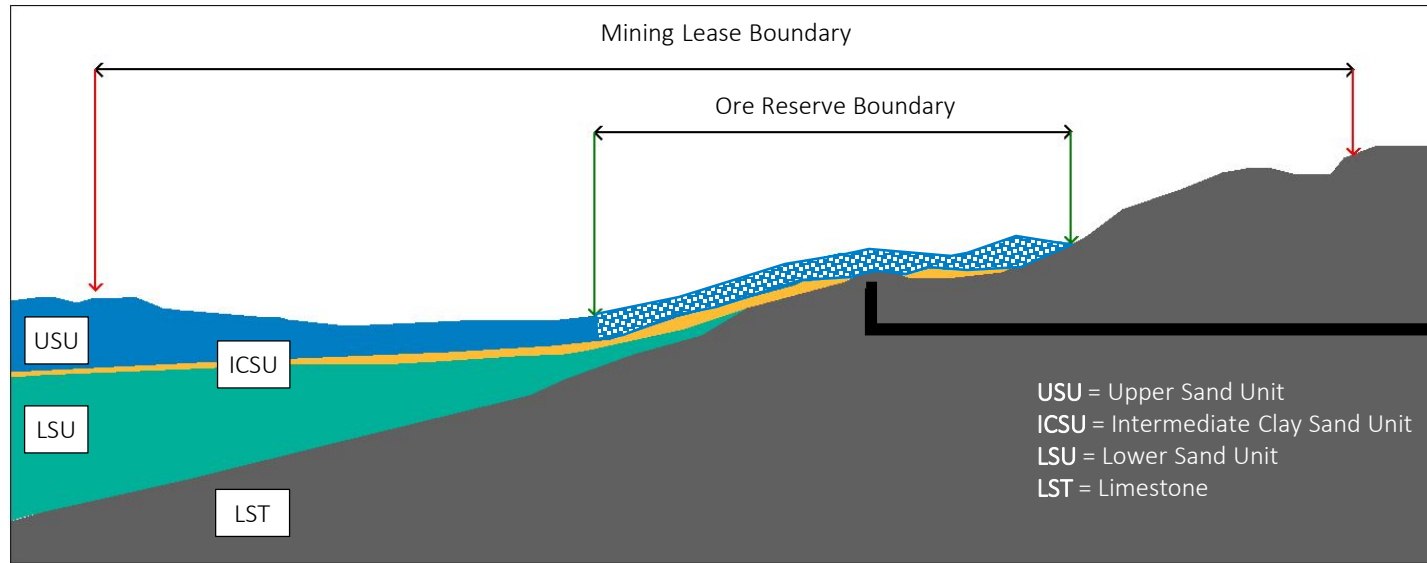


Toliara – a world class development project

Project video available at
www.baseresources.com.au

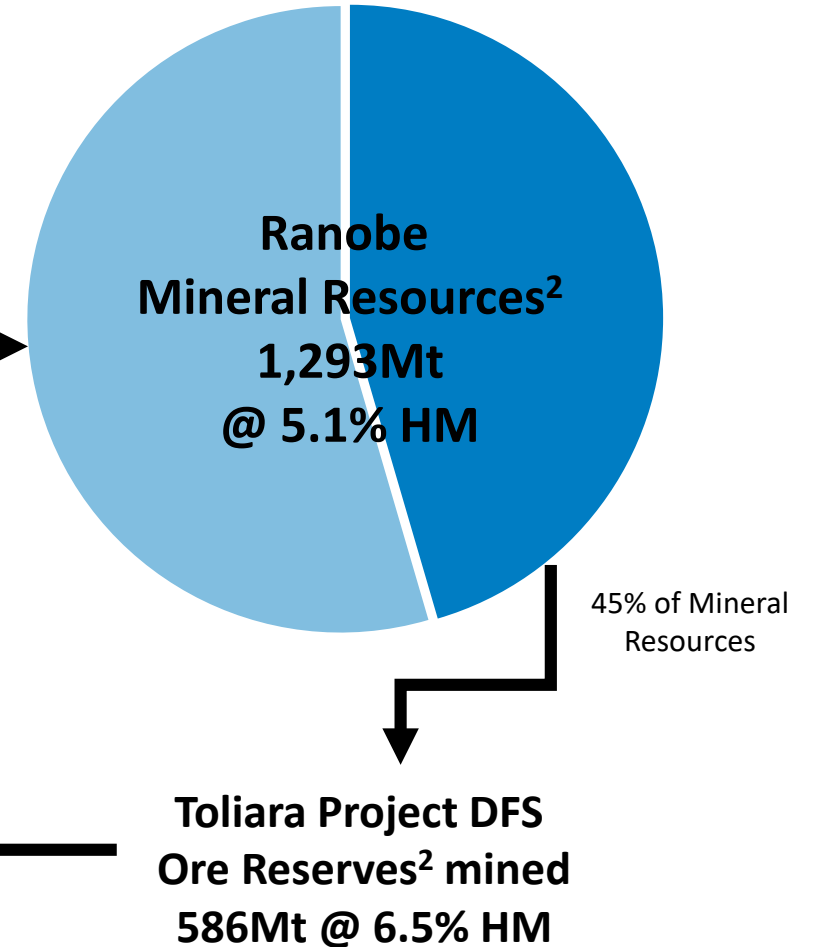


Toliara Project Ore Reserves afford long mine life...



Stylised cross section

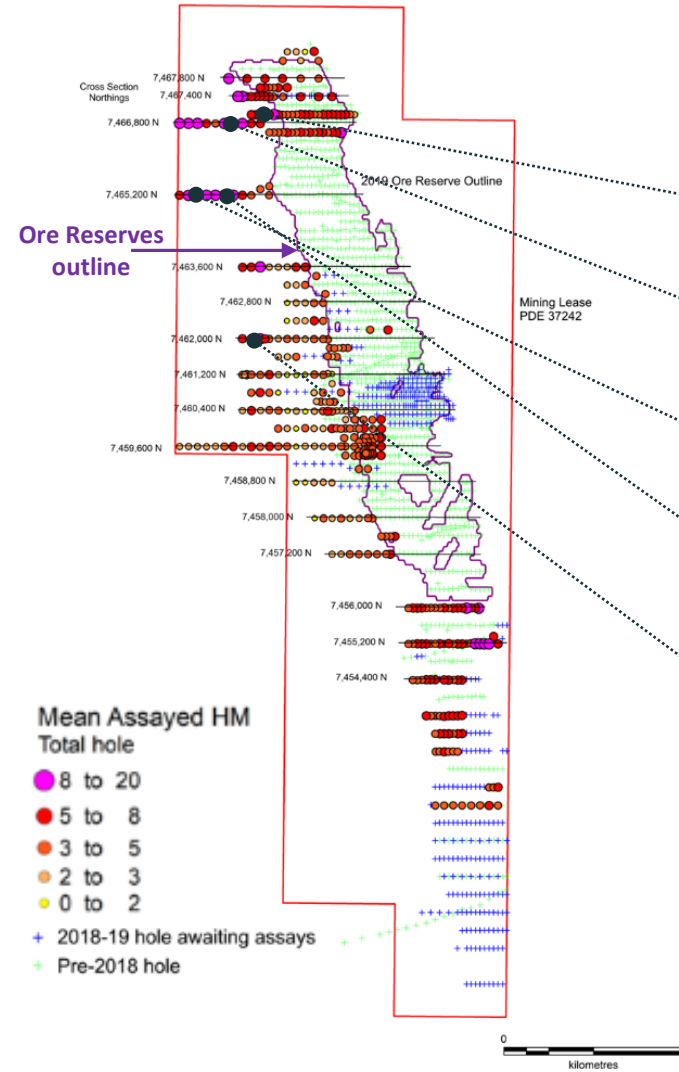
33 year mine life
Average annual production:¹
Ilmenite 780kt
Zircon 53kt
Rutile 7kt



1. The anticipated annual production information is derived from the Toliara Project Definitive Feasibility Study and excludes the first and last partial operating years. For further information about that study, refer to Base Resources' announcement on 12 December 2019 "DFS reinforces Toliara Project's status as a world-class mineral sands development" available at <https://baseresources.com.au/investors/announcements>.
2. For further information about the Ranobe Mineral Resources and Ranobe Ore Reserves, refer to the Appendices to this document.

...with significant expansion potential

- 29,753m in 770 holes drilled in the 2018/19 program.
- Assay results received to date show material heavy mineral intercepts - particularly in the lower sand unit.
- Further drilling targeting high-grade lower sand unit zones to be planned once assaying of remaining samples is complete.
- Update to Ranobe Mineral Resource underway to incorporate the 2018/19 drill program results.



Notable drill results

- 72m @11.6% HM
- with LSU of 43.5m @ 16.5% HM
- 71.5m @12.2% HM
- with LSU of 41.5m @ 17.6% HM
- 81m @ 15.7% HM
- with LSU of 67.5m @ 18.3% HM
- 87m @ 13.9% HM
- with LSU of 69m @ 16.4% HM
- 87m @ 9.1% HM
- with LSU of 52.5m @ 13.8% HM

For further information in relation to the drill results on this slide, refer to Base Resources' announcement on 21 January 2020 "Toliara Project drill assays reveal significant high-grade mineralisation" available at <https://baseresources.com.au/investors/announcements>. Base Resources confirms that it is not aware of any new information or data that materially affects the information included in that announcement.

Preparing the Toliara Project for FID and construction

Project delivery preparation focused on rapid resumption of on-ground activities and post FID implementation.



Lenders' technical review



Critical path contracts



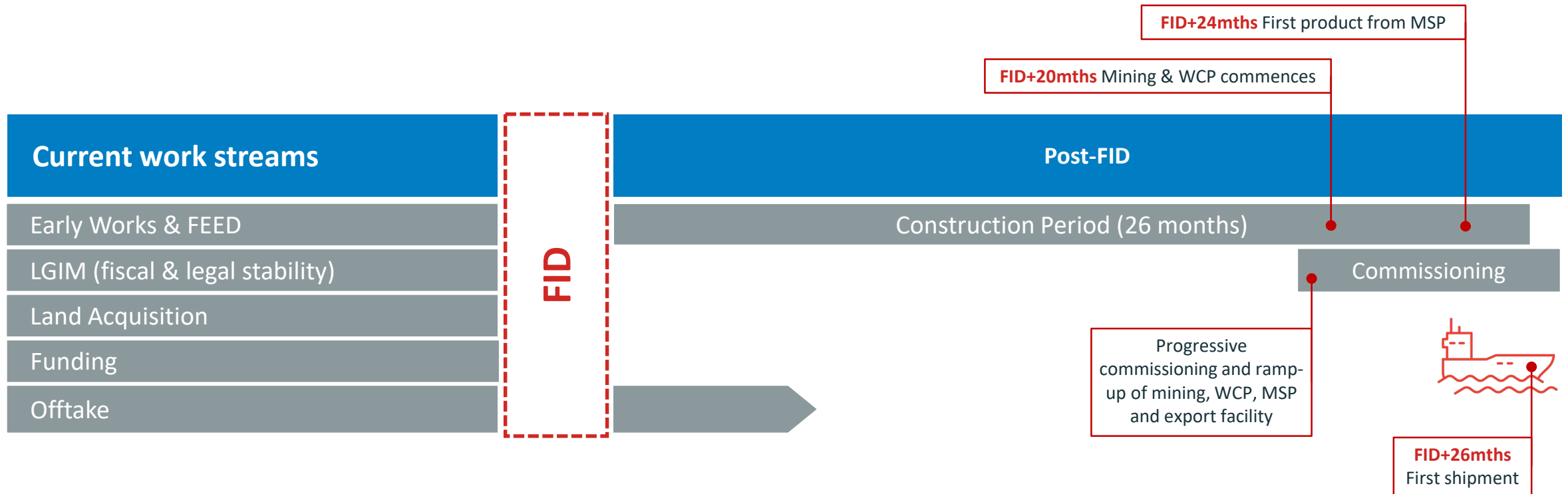
FEED activities



Workforce development

Toliara Project indicative timeline

Planned FID has been delayed from H2 2020. Once line of sight on lifting of suspension, resumption of international travel and financial market conditions is achieved, a revised FID will be announced – with FID unlikely to be before September 2021. The next critical milestone is agreeing fiscal terms with the Government of Madagascar. We maintain readiness to accelerate progress when conditions support.



Delivering returns

- **Team** with a track record of delivery.
- Consistent, **high cash flow Kwale Operations**, with extension potential.
- **Reputation for excellence** in safety, community and environment.
- A robust financial position from which to **grow the business** and **deliver returns** to shareholders.
- Market outlook supporting a clear **need for new supply**.
- A world class development asset in the **long-life Toliara Project**.





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Appendices



Kwale Ore Reserves and Mineral Resources

Category	Material	In Situ HM	HM	SL	OS	HM Assemblage		
						ILM	RUT	ZIR
	(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)
Mineral Resources¹ as at 30 June 2020								
Measured	55	1.8	3.2	24	1	58	14	6
Indicated	157	2.7	1.7	37	2	47	12	5
Inferred	34	0.5	1.4	36	3	46	13	6
Total	246	4.9	2.0	34	2	51	13	5
Ore Reserves as at 30 June 2020								
Proved	35	1.2	3.5	26	0.8	58	14	6
Probable	5	0.2	2.9	27	7	51	12	5
Total	40	1.4	3.4	26	1.7	57	13	6

Notes:

- 1) Mineral Resources estimated at a 1% HM cut-off grade.
- 2) Table subject to rounding differences.
- 3) Mineral Resources are reported inclusive of the Ore Reserves.

For further information on the Kwale Deposit Mineral Resources and Ore Reserves, in the case of the Kwale South Dune Deposit, refer to Base Resources' announcement on 27 July 2020 "Updated Kwale South Dune Mineral Resources and Ore Reserves estimate" and, in the case of the Kwale North Dune Deposit, refer to Base Resources' announcement on 1 May 2019 "Mineral Resource for Kwale North Dune Deposit", each of which is available at <https://baseresources.com.au/investors/announcements/>. Base Resources confirms that it is not aware of any new information or data that materially affects the information included in the 27 July 2020 and the 1 May 2019 announcements and all material assumptions and technical parameters underpinning the estimates in the 27 July 2020 and the 1 May 2019 announcements continue to apply and have not materially changed. For further information on the depleted Kwale Deposit Mineral Resources and Ore Reserves as at 30 June 2020, refer to Base Resources' announcement on 13 August 2020 "2020 Mineral Resources and Ore Reserves Statement" available at <https://baseresources.com.au/investors/announcements/>.

Ranobe Ore Reserves and Mineral Resources

Category	Material	In Situ HM	HM	SL	OS	HM Assemblage			
						ILM	RUT*	LEUC**	ZIR
	(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
Mineral Resources¹ at 30 June 2020									
Measured	419	28	6.6	4	0	75	2	_*	6
Indicated	375	18	4.9	8	1	72	2	_*	6
Inferred	499	20	3.9	7	1	70	2	_*	5
Total	1,293	66	5.1	6	0	72	2	_*	6
Ore Reserves at 30 June 2020									
Proved	347	24	7.0	3.8	0.1	75	1.0	1.0	5.9
Probable	239	14	5.8	4.2	0.2	73	1.3	0.8	5.7
Total	586	38	6.5	3.9	0.1	74	1.1	0.9	5.9

Notes:

* Rutile reported in the Mineral Resources table is rutile + leucoxene mineral species

** Recovered Leucoxene will be split between Rutile and Chloride Ilmenite products depending on product specification requirements.

1) Mineral Resources estimated at a 1.5% HM cut-off grade.

2) Table subject to rounding differences.

3) Mineral Resources are reported inclusive of the Ore Reserves.

For further information on the Ranobe Deposit Mineral Resources and Ore Reserves, refer to Base Resources' announcement on 23 January 2019 "Updated Ranobe Deposit Mineral Resources (corrected)" and the announcement on 6 December 2019 "Maiden Ranobe Ore Reserves estimate", each of which are available at <https://baseresources.com.au/investors/announcements/>. Base Resources confirms that it is not aware of any new information or data that materially affects the information included in the 23 January 2019 and 6 December 2019 announcements and all material assumptions and technical parameters underpinning the estimates in the 23 January 2019 and 6 December 2019 announcements continue to apply and have not materially changed.