Financial Evaluation of Cash Flows for the Base Case

The LDI level cash flow for the Base Case is illustrated in Figure 3 below.

Figure 3 Click here.

Low Risk Relative to Other PGM Expansion Projects

The execution risk for the development of the proposed Base Case mining plan is much lower than that of a greenfield project for a number of reasons, including:

- LDI is located in one of the world’s most mining friendly jurisdictions near established regional infrastructure;
- The expansion is an extension of an existing mine that has been operating for more than two decades and has fully developed infrastructure in place;
- LDI has an existing shaft and an operating mill with excess capacity, known recoveries and a permitted tailings facility with long-term expansion capability;
- The operating team and senior management are experienced and have successfully managed projects of similar size and complexity in the past;