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BMO GLOBAL METALS & MINING CONFERENCE

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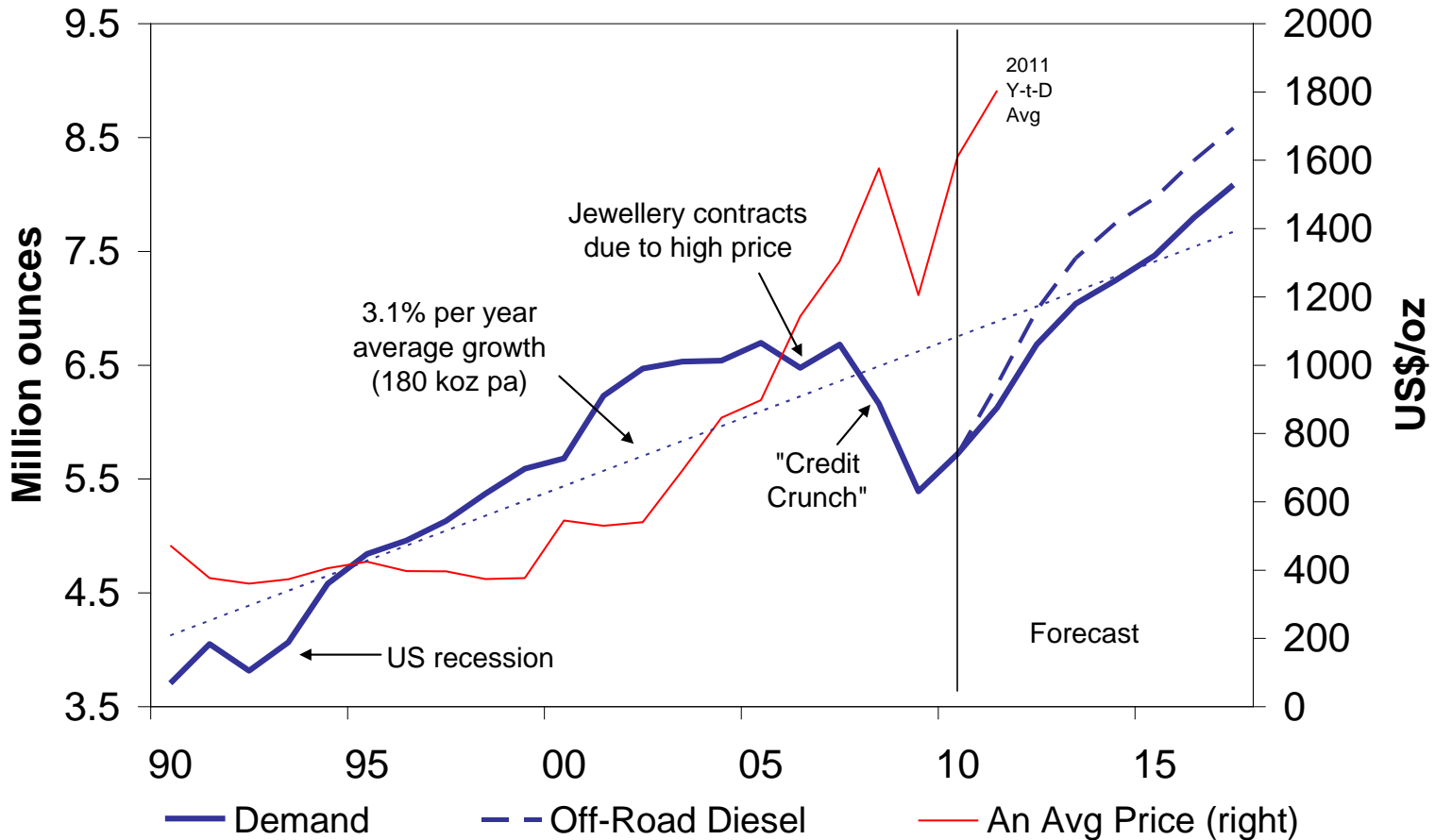


Ian Farmer
CEO
1 March 2011

The Platinum Investment Case



Platinum demand has grown by 3% per annum on average since 1990



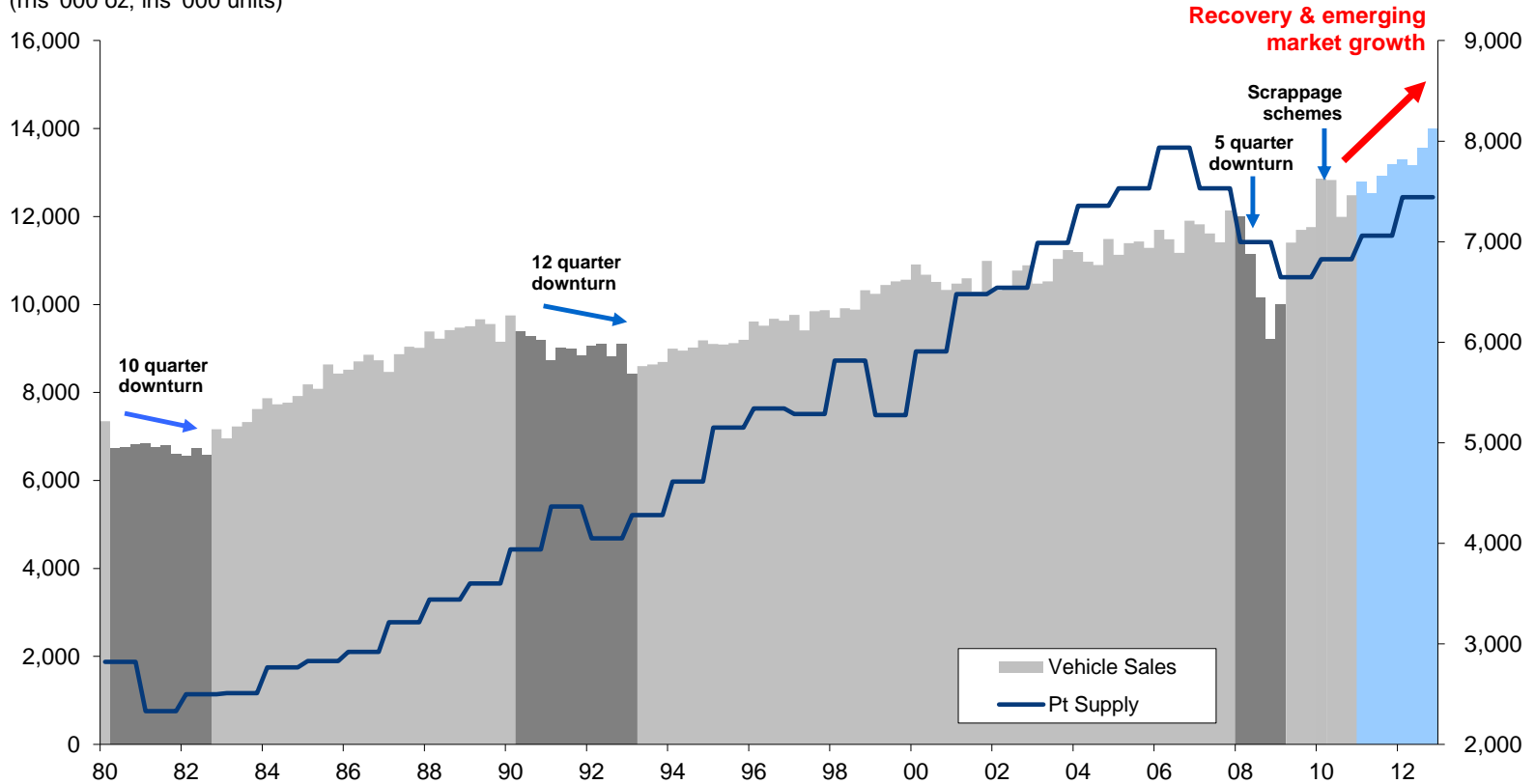
Source: Historical - JM, Forecast - Lonmin

Medium to long term investment case remains compelling

Automotive Demand



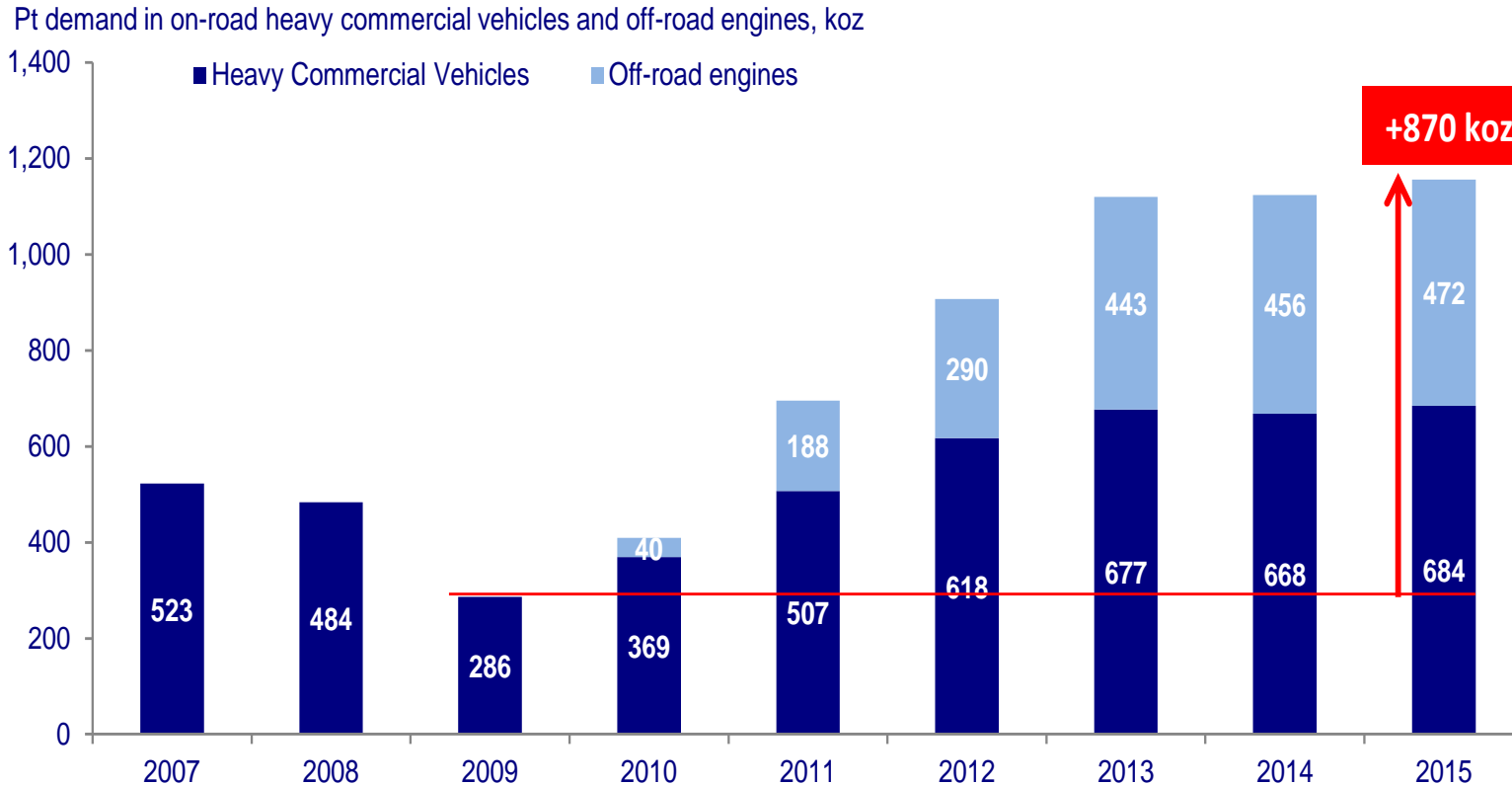
Quarterly vehicle sales* and platinum supply
(rhs '000 oz; lhs '000 units)



Source: SFA (Oxford) from Oxford Economics, ACEA, JAMA, Ward's Auto, CAAM, Bloomberg
* Include all vehicle sales in W.Europe, Japan, China and light vehicle sales in the United States

China, pent-up demand and access to credit supporting unit sales

Platinum Demand in HDD and Off-road



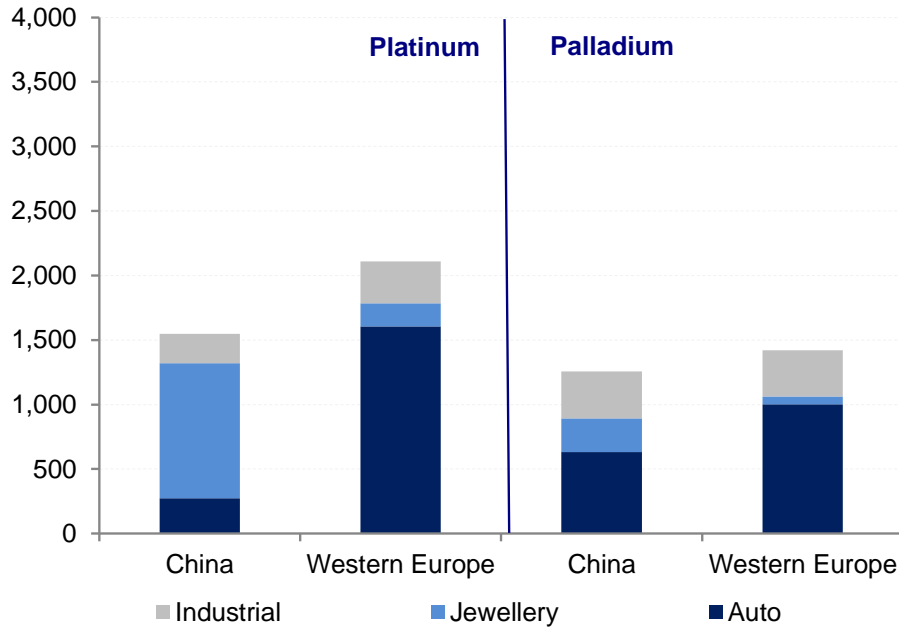
Source: SFA

Legislative requirements in Heavy Duty diesel engines and off-road diesel remains on track

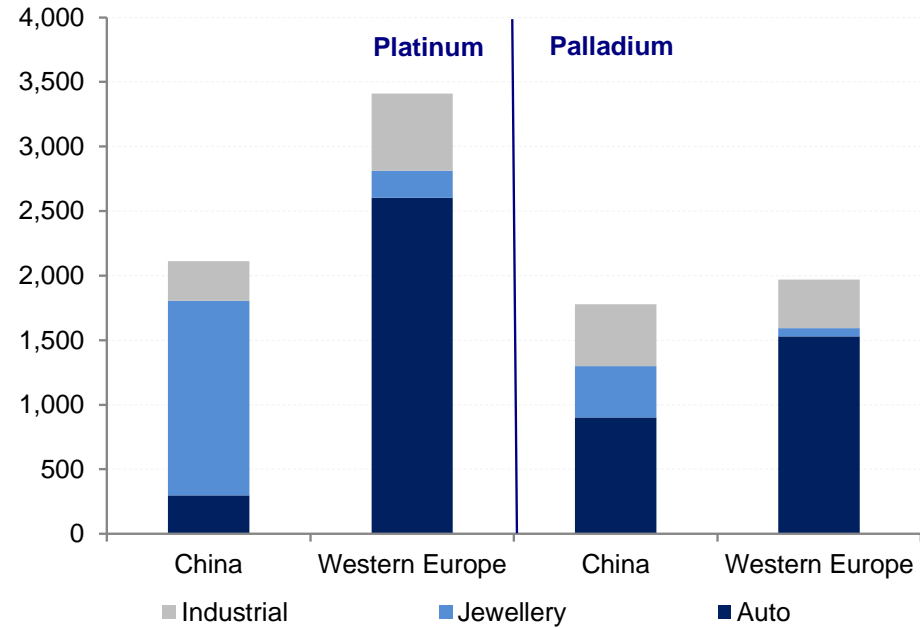
China Growth Robust



2010 PGM demand, '000 oz



2015 PGM demand, '000 oz



Source: SFA

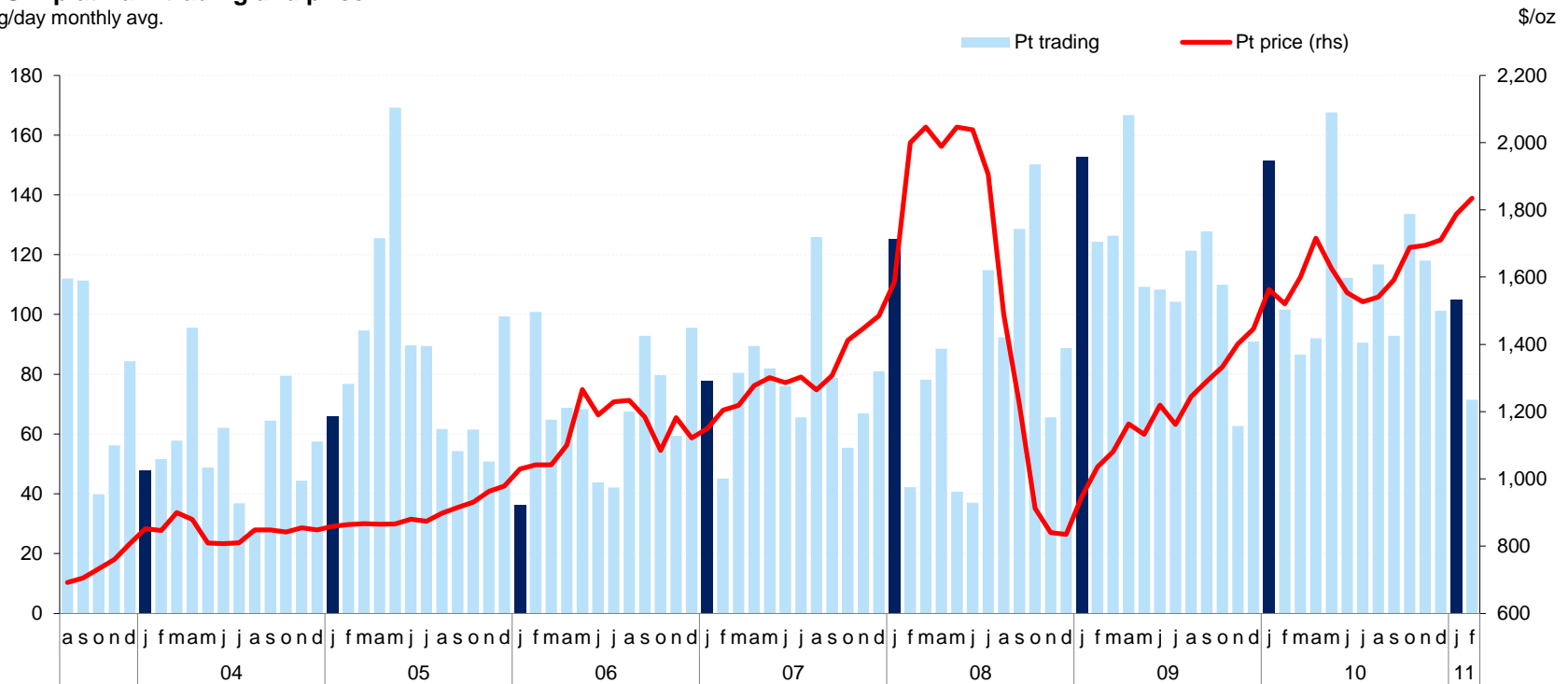
Automotive in China set to increase – Palladium growth dominates

Jewellery Demand



Shanghai Gold Exchange turnover down 3% y-o-y in 2010

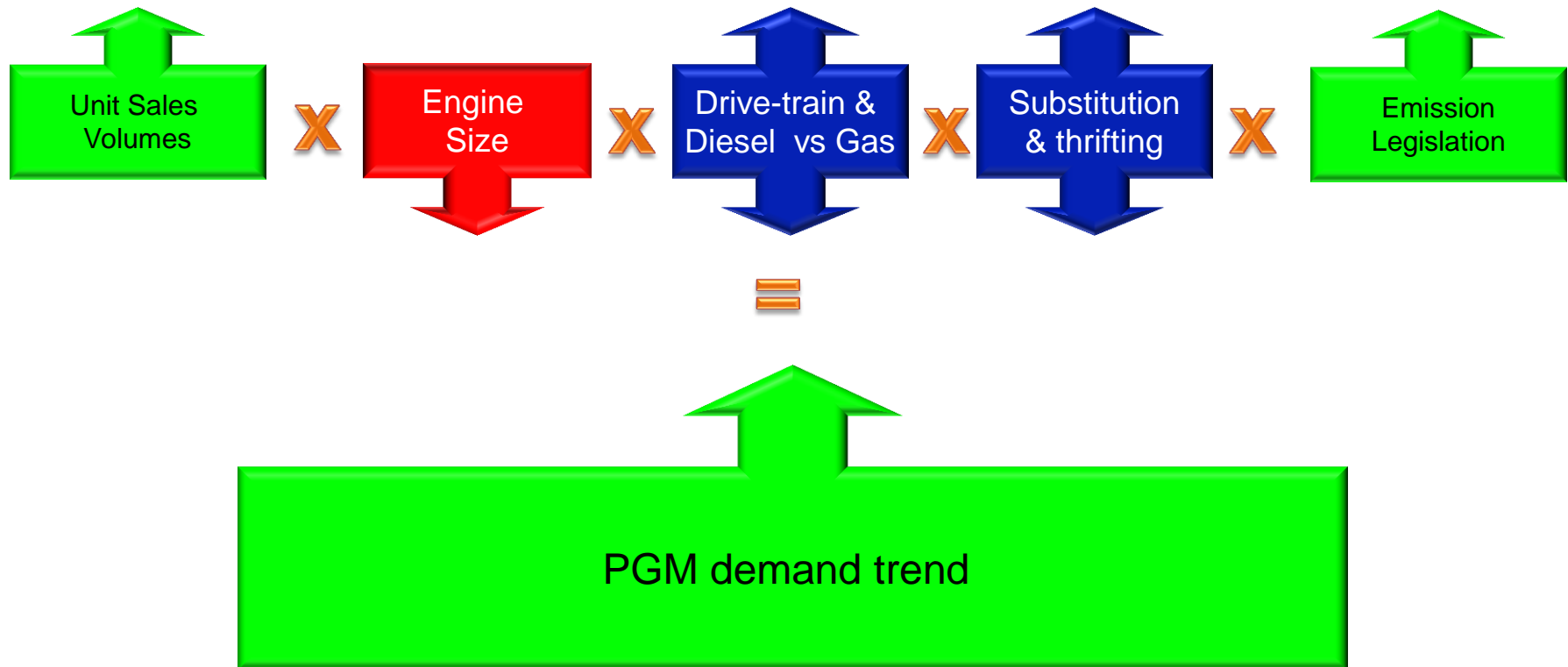
SGE platinum trading and price
kg/day monthly avg.



Source: SGE/SFA

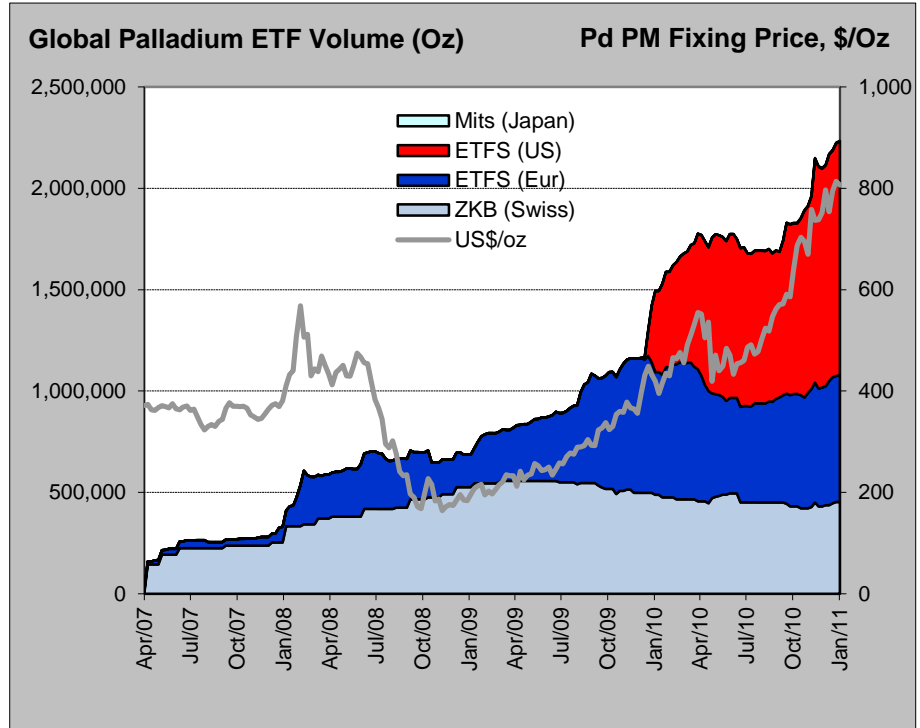
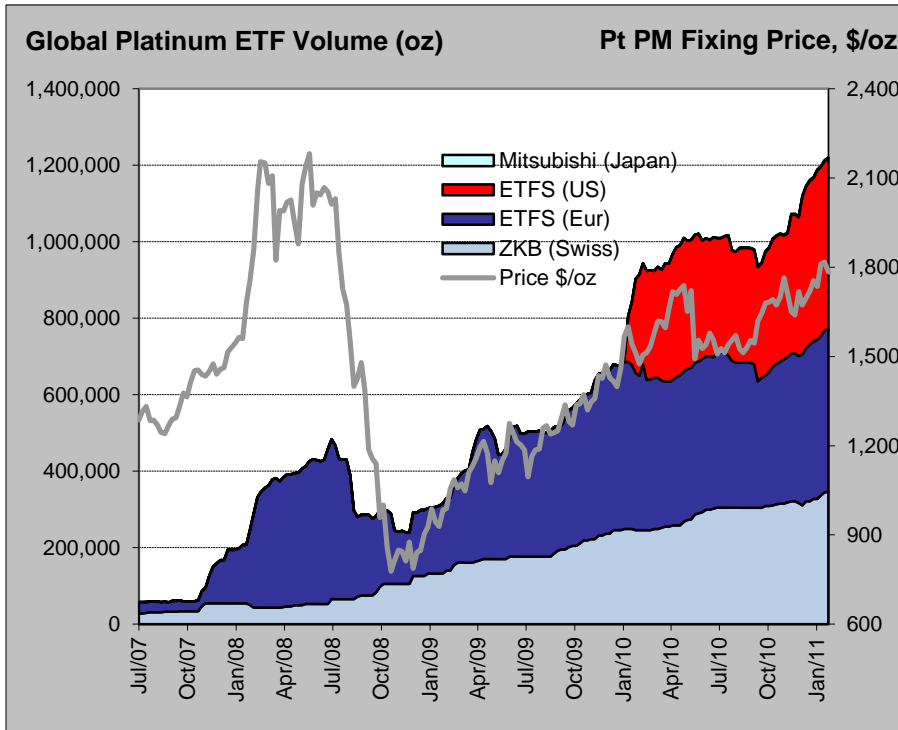
Chinese jewellery demand is price sensitive

Impact of Auto Trends on PGM Demand



Extra >15 million passenger cars p.a. forecast by 2020 outweighs negative impacts on PGMs from powertrain developments

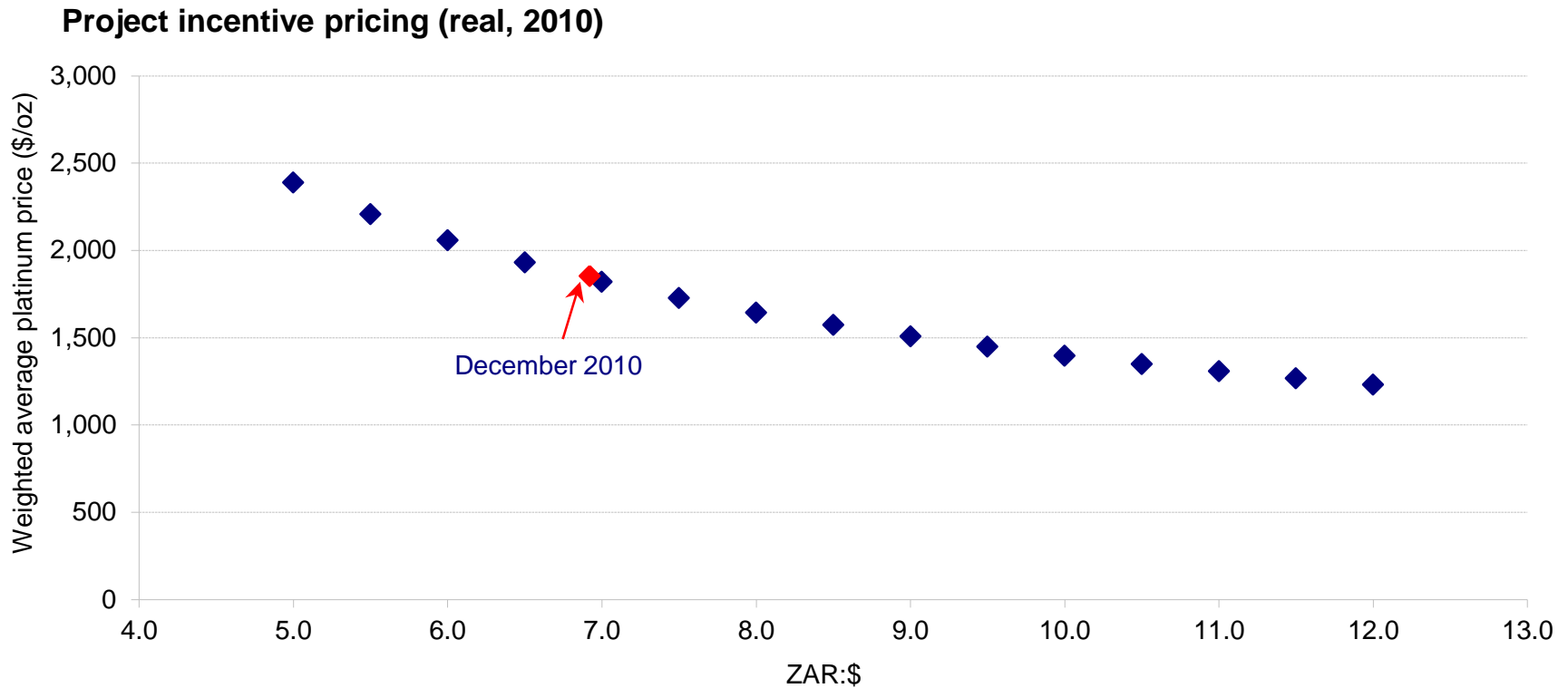
Investment Demand



Source: ETFS

Continued investment in PGM ETFs

Platinum Supply Constraints and Inducement Pricing



Source: Lonmin

Incentive price between \$1,850 and \$2,000/Pt oz. Supply side response expected to be muted while risks remain

PGM Market Outlook

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Lonmin View

- Industrial and auto demand recovery from 2011
- Small deficit in 2011
- Supply incapable of keeping up – growing deficits in 2012 – 2014 period

Opportunities

- Stronger demand upswing
- Supply surprising on the downside
- Even tighter market & even higher prices

Risks

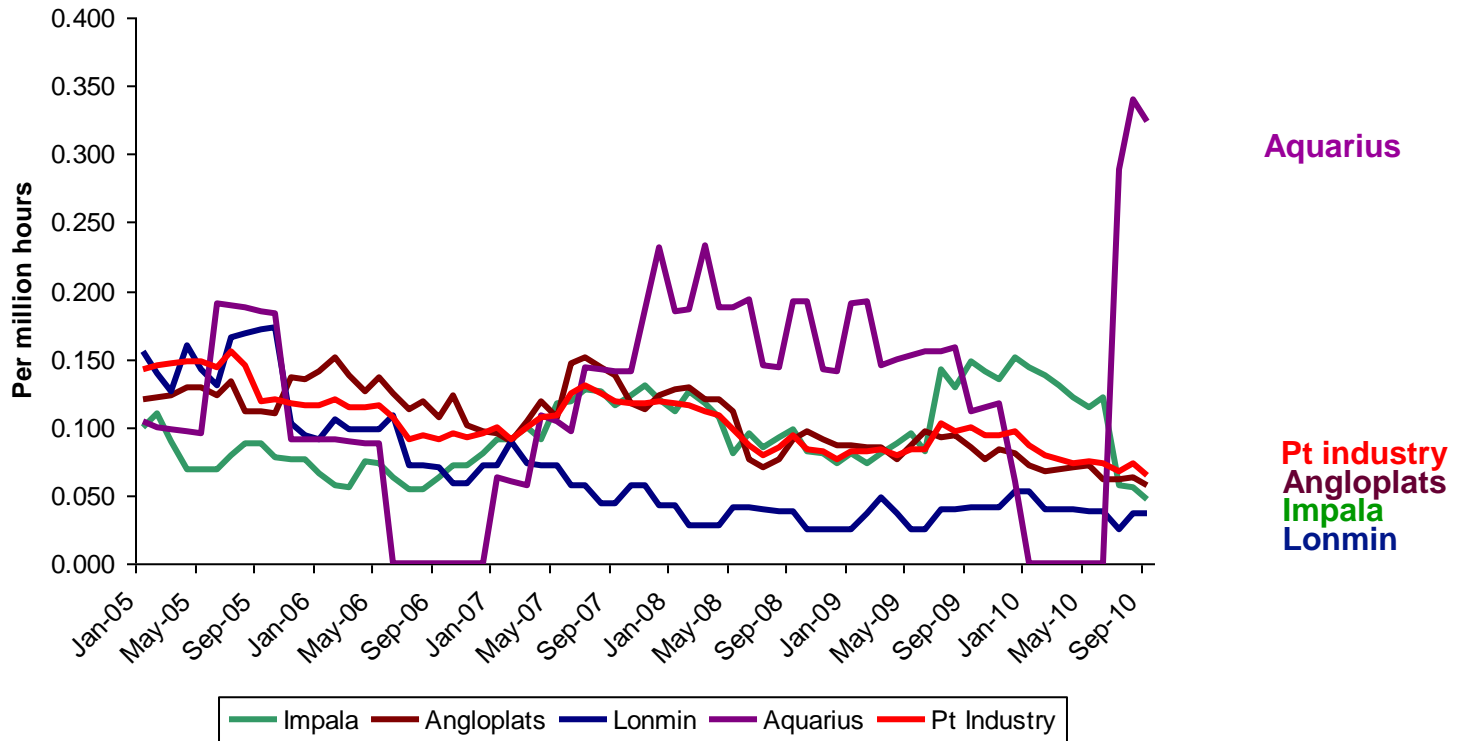
- Euro zone deteriorates
- China slowdown
- Substitution

Overall positive medium and long term market fundamentals

Lonmin's Safety Record



Comparison of Platinum Industry – Fatality Rate 12 Month Rolling



Aquarius

Pt industry
Angloplats
Impala
Lonmin

Source: Department of Mineral Resources

Committed to safety improvement

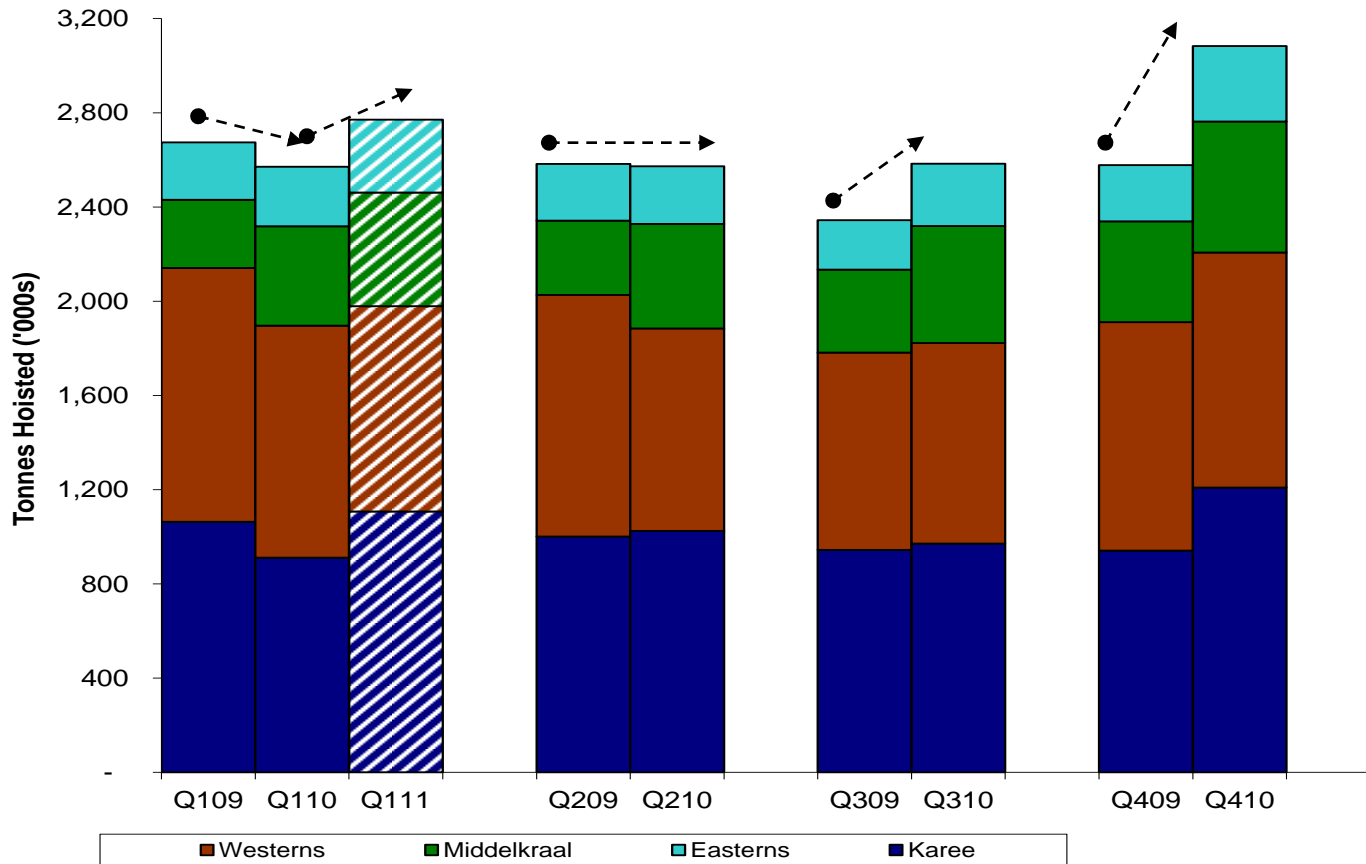
Q1 2011 – Operational Performance Update

- **Continued progress in mining with tonnes mined and milled increasing**
- **Underground milled head grade down 0.19g/t from 4.74g/t in prior period to 4.55g/t**
 - Impacted by mix change and poor ground conditions
 - Remains within our grade banding and down 0.08g/t from 2010Q4 - closely monitored by management
- **Positive trend in underground concentrator recoveries maintained - from 84.5% in prior period to 85.1%**
- **Platinum sales in Q1 down 39.1% to 66,426 Platinum oz**
 - Impacted by unexpected adverse weather conditions in the northern hemisphere and Number One furnace rebuild
- **Number One furnace ramping up successfully following its scheduled rebuild and modification**

A solid start to the year

Marikana Mining

Underground production overview



An encouraging trend

SA Industry Challenges



Operational

- **Cost pressures**
 - **Labour** - wage agreements well above CPI
 - **Power** - high tariff increases
- **Resource constraints**
 - Lack of security over supply of power and water may impact on new projects
 - Shortage of experienced people
- **Rand strength**
 - Has eroded margins and free cash flow

Regulatory

- **Nationalisation**
 - An issue of national debate
- **Security of tenure of mining rights**
 - Associated minerals largely resolved
 - Keysha issue outstanding
- **Revised Mining Charter**
- **Collaborative approach by the DMR and industry participants**
 - Increasing evidence of spot visits by mine inspectors

South Africa's government acknowledges the need for a competitive mining industry

2011 Focus and Guidance



Key deliverables for 2011

- Platinum sales of around 750,000 safe ounces
- Unit cost percentage increase of less than wage settlement
- Capital expenditure of up to \$380 million, mostly Rand based

Key focus areas for 2011

- Continue to improve on safety to achieve zero harm
- Accelerate transformation and sustainability delivery
- Invest in further growth in our Marikana asset
- Focus on improving daily productivity
- Consider options beyond 2013 delivery of 850,000 Platinum ounces at Marikana

Medium to Long Term Value Creation Review

Outlook beyond 2011

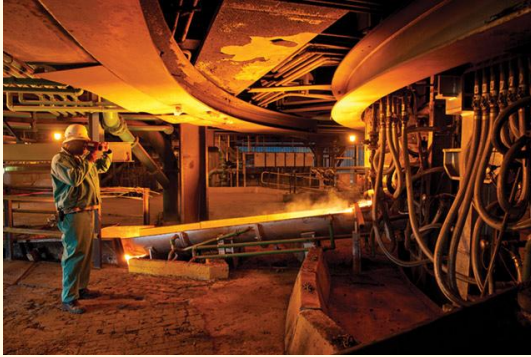


- **Delivering on the target of 850,000 safe Platinum ounces by 2013**
 - Considering options beyond this including Akanani and Limpopo
- **Driving productivity through efficiencies and strict cost control**
 - Enabling growth and an improved competitive position
- **Achieving our BEE ownership and transformation targets**

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Questions

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