



MINERAL COMMODITIES LTD

ANNUAL GENERAL MEETING

2016

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The information in this presentation which relates to Exploration Results, Mineral Resources or Ore Reserves for Xolobeni is based on information compiled by Mr Allen Maynard, who is a Member of the Australian Institute of Geosciences (AIG), a Corporate Member of the Australasian Institute of Mining & Metallurgy (AusIMM) and independent consultant to the Company. Mr Maynard is the Director and principal geologist of Al Maynard & Associates Pty Ltd and has over 35 years of exploration and mining experience in a variety of mineral deposit styles. Mr Maynard has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves (JORC Code, 2004 Edition).

This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. Mr Maynard consents to inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this presentation which relates to Exploration Results, Mineral Resources or Ore Reserves for Tormin is based on information compiled by Mr Adriaan du Toit, who is a Member of the Australian Institute of Mining & Metallurgy (AusIMM) and an independent consultant to the Company. Mr du Toit is the Director and principle geologist of AEMCO Pty Ltd and has over 23 years of exploration and mining experience in a variety of mineral deposits and styles. Mr du Toit has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 Edition).

The information from Mr du Toit was prepared under the JORC Code 2012 Edition. Mr du Toit consents to inclusion in the report of the matters based on this information in the form and context in which it appears. The resource information and replenishment information in this presentation in respect to the Tormin Project was previously reported to the ASX in the Annual Report lodged on 22 April 2016.





Mineral Commodities Ltd (MRC) is a mineral resources company listed on the Australian Securities Exchange (ASX).

MRC owns 50% of the Tormin Mineral Sands Mine, through its interest in Mineral Sands Resources (Pty) Ltd (MSR).

(ASX : MRC)

SECURITIES

405M shares and 6M options

MRC has a 56% controlling interest in Transworld Energy & Mineral Resources (SA) (Pty) Ltd (TEM), which is currently developing the Xolobeni Mineral Sands Project.

DIRECTORS

Mark Victor Caruso

Joseph Anthony Caruso

Peter Patrick Torre

Guy Redvers Walker

Colin Ross Hastings

MINERAL SAND RESOURCES (PTY) LTD



- **Commissioned in January 2014**
- **Mine grades to date have exceeded 50% Valuable Heavy Mineral**

TORMIN



The Tormin mineral sands mine operates along a narrow stretch of beach on the west coast of South Africa, and is considered to be one of the highest grade mineral sand mines in the world.

TRANSWORLD ENERGY & MINERALS RESOURCES (SA) (PTY) LTD



XOLOBENI



The Xolobeni mineral sand project, on the east coast of South Africa, is reported to be one of the largest undeveloped mineral sand deposits in the world.

Mark Caruso

CEO

The year 2015 was another significant transformational year for MRC, both financially and operationally.

The Company's workforce continues to mature collectively and the ongoing investment in training and workforce education resulted in the Tormin Mineral Sands Operation exceeding 1,000,000 Lost Time Injury free hours, reinforcing the excellent safety culture of the team at Mineral Sands Resources (Pty) Ltd.

On the back of another solid year of operational performance at the Tormin operation, the Company reported a net profit after tax of US\$10.6 million.

This financial performance, combined with the Board's optimistic view of the future key operating and industry metrics, facilitated the decision to declare the Company's maiden dividend of one Australian cent per share.

In a time of industry investment stagnation, the Company stands aside from its industry peers in its current environment with a clear direction regarding process plant optimization and increasing production profile through the recent capital commitment to the Garnet Stripping Plant, due to be commissioned at the beginning of July 2016.

The Company has also actively pursued an aggressive exploration acquisition strategy, to enhance the current resource by adding considerable exploration tenure to the Tormin operation.

The Company is well positioned to capitalise on any upturn in the industry, underpinned by a world class deposit and stable operational performance with strong financial fundamentals, which will continue to add to capital growth, shareholder value and dividend returns.





the Company celebrated it's
impeccable safety record
1,000,000 lost time injury
(LTI) free hours this year

SAFETY

During the year, the Company celebrated 1 million Lost Time Injury (LTI) free hours. The Company has now worked in excess of 1,270,000 man hours without an LTI since operations commenced in October 2013.

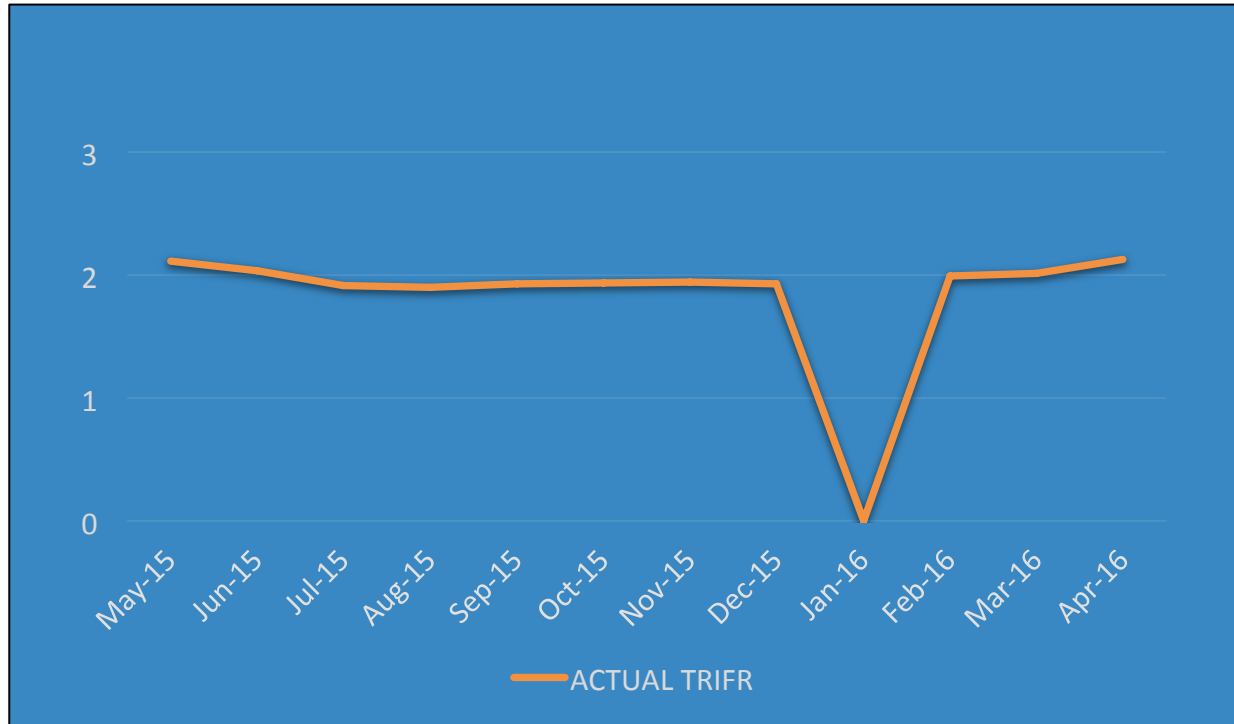
The Company's safety record continues to be industry best standard.

MSR Lost Time Injuries per million hours worked (LTIFR)	West Australian Mineral Sands Industry Standard LTIFR
0	2.71

MSR Lost Time Injuries in 2015	South African 2015 Mining Sector Safety Statistics
0	Fatalities 77
	Injuries 3,116



TRIFR 12 Month Rolling Average



NPAT US\$10.6M FOR 2015

MAIDEN DIVIDEND 1
AUSTRALIAN CENT PER SHARE
(A\$4.0M)

2015 FINANCIAL YEAR IN REVIEW



33% GROWTH
IN REVENUE

2015 US\$46.5M
2014 US\$35.0M

REVENUE

US\$3.9M

2014

US\$12.9M

2015

NET PROFIT BEFORE TAX

US\$8.4M

2014

US\$10.6M

2015

NET PROFIT AFTER TAX

US\$7.3M

2014

US\$4.0M

2015

DEBT

RECEIVABLES

\$7.0 million in trade and other receivables

US\$4.2M

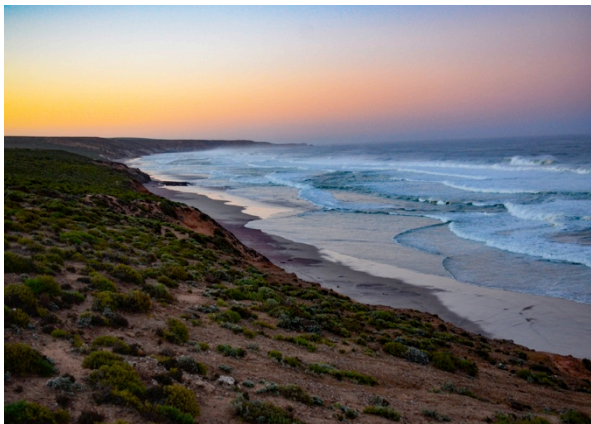
2014

US\$4.2M

2015

CASH

ENVIRONMENT



Tailings are returned to the beach where it is distributed and settled along the coastline under natural wave and sea current action.

All mining voids get naturally filled with beach sand during high tide and there is therefore no rehabilitation liability in this regard.

THERE ARE NO POLLUTANTS INTRODUCED WITH THE TAILINGS AND THE MATERIAL IS INERT.

ENVIRONMENTAL REGULATION

The Group is subject to various environmental regulations in respect to its exploration, development and production activities. In the course of its normal mining and exploration activities, the Group adheres to environmental regulations imposed upon it by the relevant regulatory authorities, particularly those regulations relating to ground disturbance and the protection of rare and endangered flora and fauna.



Tormin Rehabilitation Site

COMMUNITY

2015 Social Labor Plan (SLP) Initiatives

HUMAN RESOURCE DEVELOPMENT

Over 200 employees and members from Tormin's local Matzikama and Xolobeni communities are undertaking an array of training programs, including Learnerships, Apprenticeships, Adult Basic Education Training (ABET) programs, Bursaries and Scholarships.

SLP Initiative	No. of HDSA
Learnerships	16
Apprenticeships	6
Adult Basic Education (ABET) Beneficiaries	15
Bursaries & Scholarships	7
Employment & Training offered to Xolobeni Community Members	40

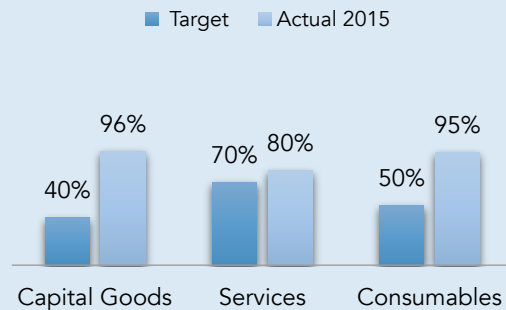
BEE OWNERSHIP

The Company's South-African Black Economic Empowerment (BEE) partners own 50% of Mineral Sands Resources (Pty) Ltd and 26% of Transworld Energy & Minerals (SA) (Pty) Ltd.

BEE PROCUREMENT

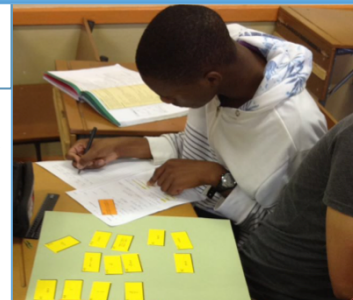
Affirmative procurement is an ideal mechanism for the economic empowerment of Historically Disadvantaged South Africans (HDSA). MRC is pleased to report that it has exceeded all BEE Procurement targets for the 2015 year.

BEE Mining Charter Targets & Results



MATH, SCIENCE AND ACCOUNTANCY PROJECT

The Math, Science and Accountancy Project (MSAP) was developed to assist the young community members of Matzikama to improve their apprehension of Grade 12 Math, Science and Accountancy, with a goal of providing better opportunities to meet or exceed entry requirements at tertiary level education.



KOEKENAPP SCHOOL RESOURCE CENTRE

The completion of the upgrade on the local Koekenaap School/Community Resource Centre, which includes a new library and computer classroom, was completed in 2015 and officially opened in January 2016.



In addition to its SLP commitments at Tormin, MRC also continues to provide support to the Xolobeni community through the building of nurseries and supporting cattle and poultry programmes which will result in sustainable provision of basic food needs



MINING

1,624,636

tonnes mined

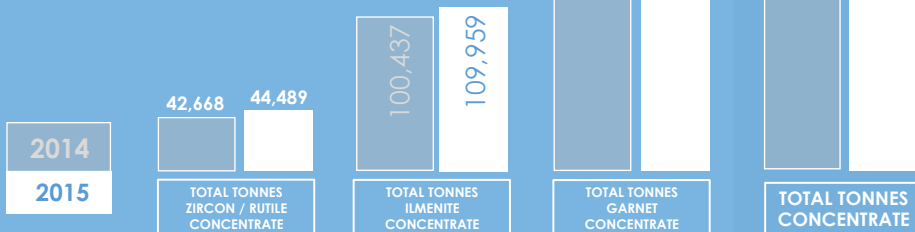
VHM GRADE

Garnet	28.94 %
Ilmenite	16.15 %
Zircon	3.88 %
Rutile	0.60 %

SCP PRODUCTION

597,950

tonnes processed



TORMIN

2015 FULL YEAR PRODUCTION

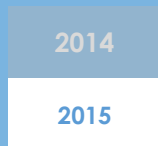




TORMIN

2015 FULL YEAR SALES

*All figures quoted are measured in
Wet Metric Tones (wmt)*



21,920



NIL

TOTAL TONNES
ILMENITE
CONCENTRATE

42,042



45,240



TOTAL TONNES
ZIRCON / RUTILE
CONCENTRATE

79,630



372,466



TOTAL TONNES
GARNET
CONCENTRATE

143,592



417,706



TOTAL TONNES
CONCENTRATE
SOLD

MINERAL SAND PRODUCERS RESOURCES & RESERVES

Project	Category	Resource Million Tonnes	Total Heavy Mineral %	Ilmenite (% in HM)	Zircon (% in HM)	Rutile (% in HM)	Garnet (% in HM)
Tormin	Inferred	2.7	28.01%	24.89%	5.56%	1.97%	66.19%
Xolobeni	Measured	224	5.7%	54.5%			
	Indicated	104	4.1%	53.7%			
	Inferred	18	2.3%	69.6%			
Total Xolobeni		346.0	5.0%	54.0%			
Total MRC		348.7	5.3%	53.8%			

Source: Mineral Commodities Ltd 2015 Annual Report

Mineral sand producers resources and reserves

Producer	Resources (Mt)	HM resource grade	Reserves (Mt)	HM reserve grade
Iluka Resources	2,460.4	7.0%	407.3	5.7%
Tronox	-	-	1,260.0	6.7%
Sierra Rutile	895.6	1.1%	382.3	1.3%
Kenmare Resources	8,015.0	3.0%	815.0	3.3%
Base Resources	143.0	4.4%	110.4	5.0%
MZI Resources	155.0	2.0%	72.1	2.2%
Astron*	4,780.0	3.7%	461	5.9%
Mineral Deposits*	861.8	1.4%	582.3	1.5%
MRC	2.7	28.0%	-	-
Average(excl. MRC)		3.1%		4.3%

Source: Mirabaud Securities

*Mineral deposits owns 50% of Tizir Ltd, which in turn owns 90% of GCO

*Astron reserves are reported as at December 2012

Source: Mirabaud Securities

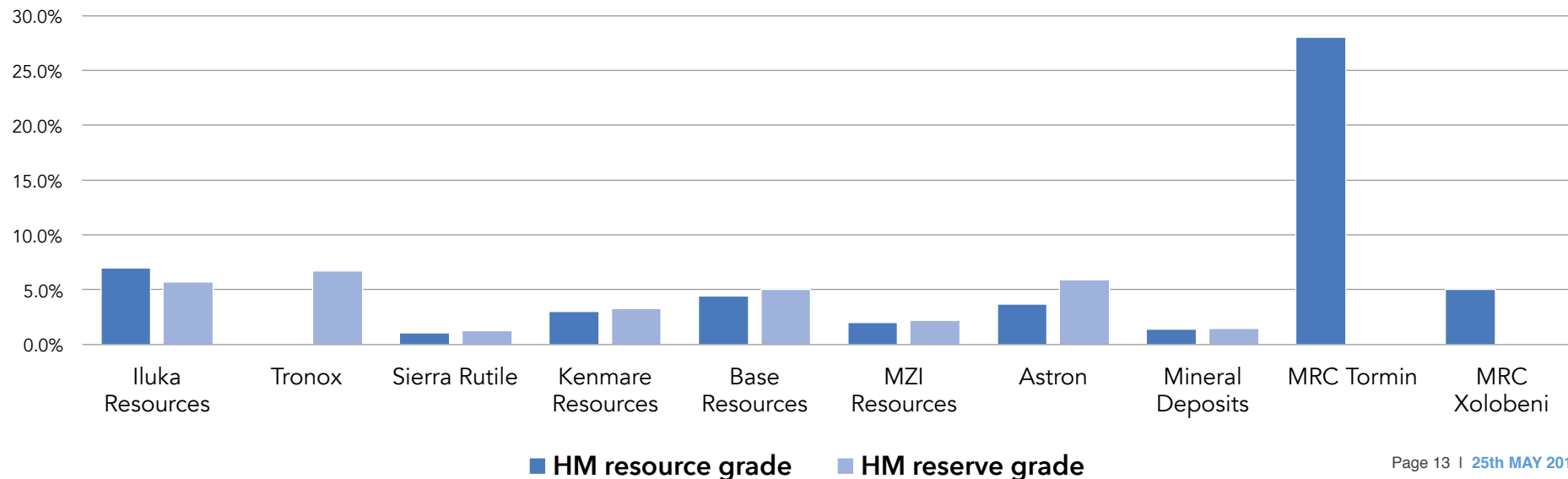
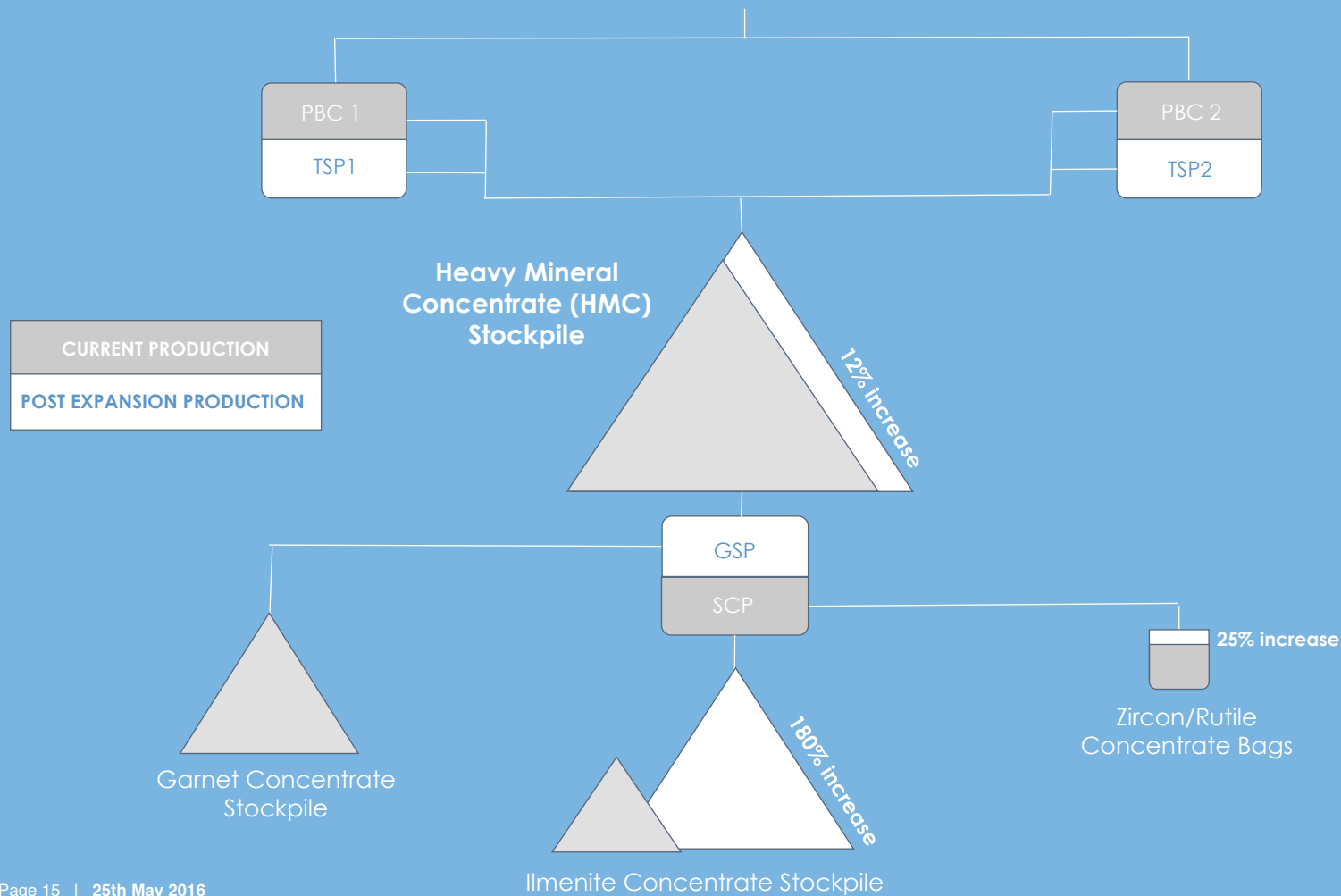
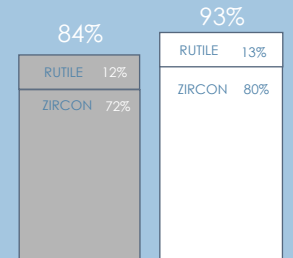
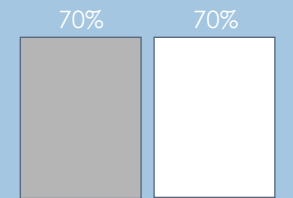
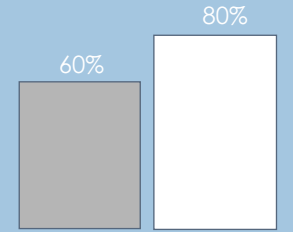




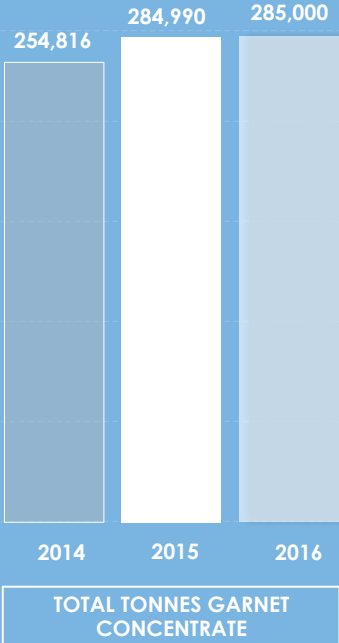
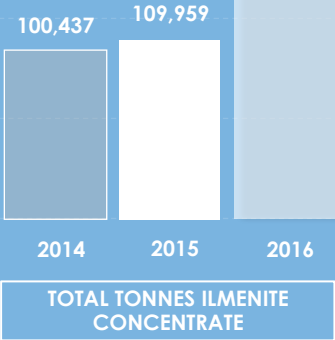
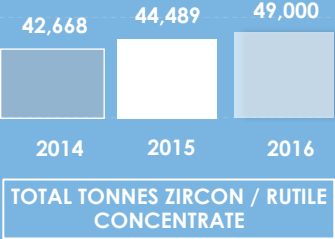
Image of Tormin Primary Beach Concentrators (PBC) 1 & 2, and Tailings Scavenger Plants (TSP) 1 & 2



EXPECTED CONCENTRATE GRADE PRE & POST GSP PLANT COMMISSION



TORMIN ESTIMATED PRODUCTION FORECASTS



TOTAL TONNES PRODUCED

2014

ACTUAL PRODUCTION
397,921

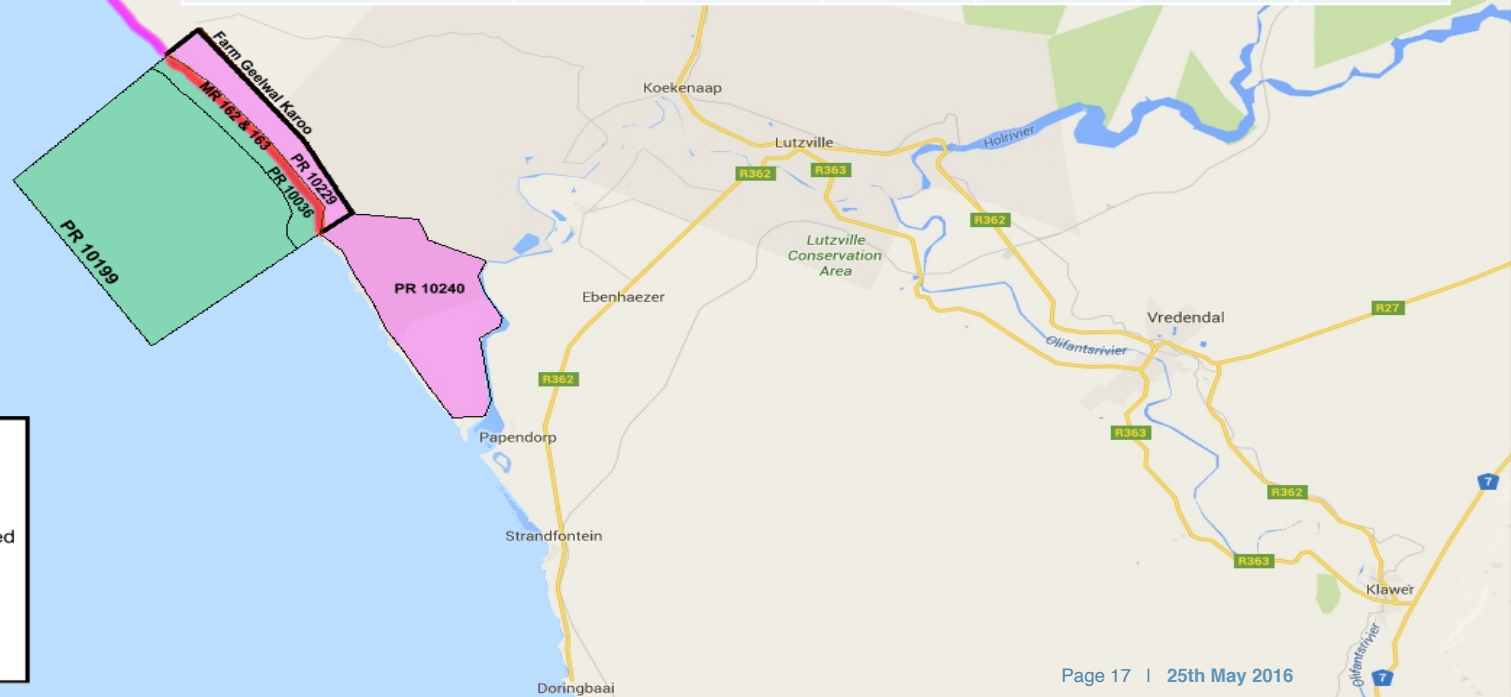
2015

ACTUAL PRODUCTION
439,438

2016

FORECAST PRODUCTION
564,000

Category	Resource (Million Tonnes)	Total Heavy Mineral (%)	Ilmenite (% in Resource)	Zircon (% in Resource)	Rutile (% in Resource)	Garnet (% in Resource)
Indicated Resource – Dec 2013	2.70	49.4%	10.6%	3.4%	0.7%	25.3%
Tonnes Mined - 2014	1.07	53.83%	17.26%	4.76%	0.65%	31.16%
Inferred Resource – Dec 2014	2.70	38.14%	10.05%	2.21%	0.46%	25.22%
Tonnes Mined – 2015	1.62	49.57%	16.15%	3.88%	0.60%	28.94%
Inferred Resource – Dec 2015	2.70	28.01%	6.97%	1.56%	0.55%	18.54%
Tonnes Mined – Q1 2016	0.45	50.92%	15.05%	3.42%	0.64%	31.81%



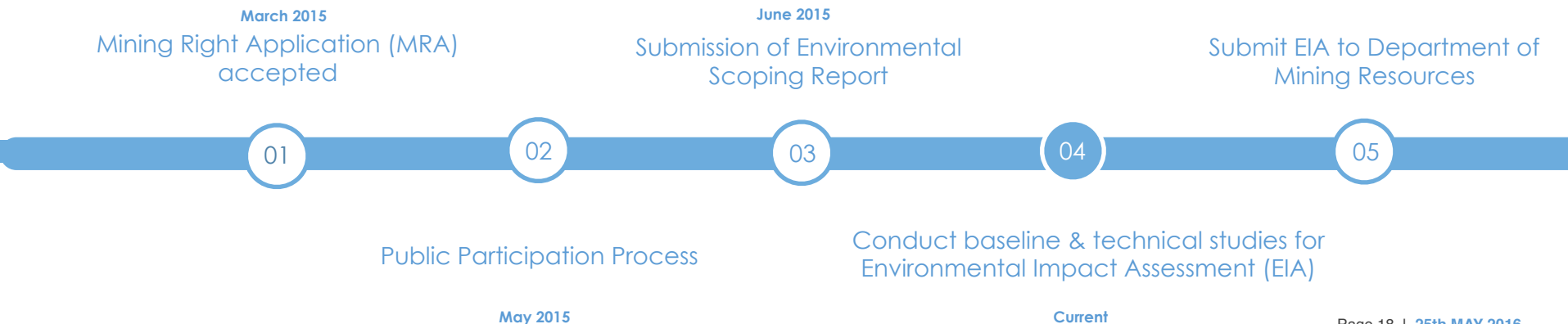
LEGEND

- Prospecting area under application
- Prospecting Right Granted
- Mining Right Area
- Geelwal Karoo Farm boundary



XOLOBENI

PROJECT	CATEGORY	RESOURCE (MILLION TONNES)	TOTAL HEAVY MINERAL (%)	ILMENITE (% IN HEAVY MINERAL)
Xolobeni	Measured	224	5.7%	54.5%
	Indicated	104	4.1%	53.7%
	Inferred	18	2.3%	69.6%
Total		346.0	5.0%	54.0%



MARKET ANALYSIS

ZIRCON/ RUTILE

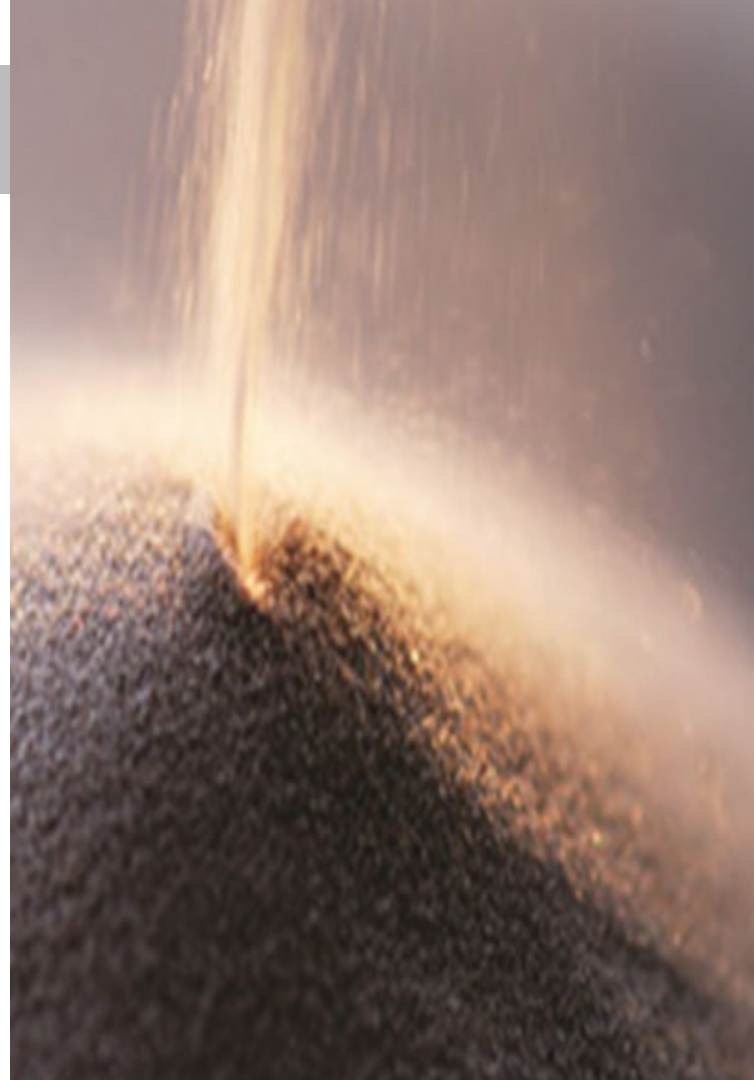
- 2015 downward pressure on pricing remains stabilised with major producers idling capacity and curtailing production in order to keep supply/ demand in balance.
- Tormin produces the highest grade of zircon concentrate delivered into the Chinese market, with strong demand for Tormin's concentrate evident.

GARNET

- Tormin's garnet concentrate is contracted under a life of mine agreement with the GMA Group.

ILMENITE

- Upward demand trend in global pigment market.
- Domestic Chinese expansion into chloride pigment production accelerating.
- Chinese domestic ilmenite production mothballed due to low iron ore prices.
- Chinese domestic ilmenite production of 3 million tonnes needs to be supplemented by imports.
- Strong inquiry is evident for Tormin's ilmenite concentration, with small sales commencing in May 2016.
- Down turn in mineral sands industry has restricted capital investment, leaving existing producers well placed.



MINERAL COMMODITIES 2016 AGM CONCLUSION

QUESTIONS

enhancing both local economic prosperity and shareholder value through the development of world-class mineral resources

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Proxy Results

		For	Against	Abstain	Chairman's undirected votes (Chairman's discretion)	Undirected votes (Other Proxy Holders discretion)
Resolution 1	Adoption of Remuneration Report	196,802,405	249,970	57,333	821,819	0
Resolution 2	Re-election of Director – Joseph Caruso	274,280,006	197,637	25,333	451,819	0
Resolution 3	Re-election of Director – Peter Torre	274,280,006	197,637	25,333	451,819	0
Resolution 4	Approval of Performance Rights Plan	196,503,925	541,283	434,500	451,819	0
Resolution 5	Issue of Performance rights to related party – Guy Walker	196,488,905	556,303	434,500	451,819	0
Resolution 6	Issue of Performance Rights to Related Party – Ross Hastings	196,488,905	556,303	434,500	451,819	0
Resolution 7	Issue of Performance Rights to Related Party – Joseph Caruso	196,488,905	556,303	434,500	451,819	0
Resolution 8	Issue of Performance Rights to Related Party – Peter Torre	196,488,905	556,303	434,500	451,819	0
Resolution 9	Approval of Incentive Option Scheme	196,496,052	416,303	441,253	577,919	0