Hi, pls see attach a short presentation on BSGR Guinea Simandou Iron Ore project. It is a simple presentation to high level non industry people, but its highlight the potential importance of the project to China. WE have it in Chines as well.

Rgds Beny
BSG RESOURCES GUINEA

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A World Class Iron Ore Asset
Project location and planned railway infrastructure for the Simandou Project
Guinea overview

Conducive economic and investment environment exist

- Guinea possesses one of the largest reserves of unexploited resources in Africa & globally: approx. 50% of the world's bauxite reserves; significant gold and diamond deposits; undetermined quantities of uranium and large deposits of high quality iron ore.

- A well developed Mining Code is in place and the government has expressed the need for foreign investment and is encouraging foreign companies to become active in the minerals sector.
Simandou overview

- BSGR Guinea has been awarded and signed with the Government of Guinea a 25 year (renewable) Mining Agreement in respect of Zogota (known as “Convention de Base”) which also grants BSGR Guinea the exclusive access to the South Corridor for the exit of iron ore to the Port of Buchanan in Liberia.

- BSGR is conducting an exploration program focusing on Iron Ore at Simandou Blocks 1 & 2 (369 km²) in the Simandou range.

- The combined concession areas are predicted to hold a minimum of 5.5 billion tonnes of high quality hematite (average 64% Fe). Annual production to be approx. 130Mt of Direct Shipping Ore (“DSO”).

- A further estimated 20 billion tonnes of magnetite (average 37% Fe) is predicted to exist within the combined concession areas.

- BSGR Guinea will become the 3rd / 4th largest global producer of iron ore.
Project Highlights

- 5.5B t hematite estimated *

- 20Bt estimated of magnetite*

- Government of Guinea approved mining convention which includes the South Corridor.

- Value of contained Fe in the ground based on today’s Fe price approximates to USD1.2-1.5 Trillion (before production and transport costs).

- With a conservative price of USD55 per tonne and approx. 130Mt of DSO product per year, estimated revenue is approx USD7.2 Billion per annum, EBITDA of USD5B per annum.

- Total Capex investment of approx USD6.5B over 4 years. This project will rank as one of the lowest Capex and Opex in the world.

- This creates over 100 years of resource supply.

* Resource still to be fully proven
FROM GUINEA TO CHINA: ALL THE WAY

Chinese Company

Strategic Joint Venture Partner

Chinese Banks

Financing

Chinese Company

Transport & Shipping

Chinese Company

Off take agreement

Chinese Company

China

Steel Industry users

Iron ore

Guinea

Iron Ore Resource

Project Development, mining & material handling: Railways 7 Ports

Confidential

FROM GUINEA TO CHINA: ALL THE WAY

Iron ore

China full circle
## Strategic importance to China

- China currently imports 600Mt of DSO per annum; this project will lead to China becoming self-sufficient for up to a quarter of its current annual iron ore import requirements.

- The third/fourth largest Global independent iron ore producer will lead to the creation of a global mining conglomerate, "a company maker."

- Ability to influence the annual iron ore price to the advantage of China

- Export Chinese content to Africa

- China has prioritised Africa as strategic investment destination.

- China has announced its resource independent strategy
Strategic importance to Africa

• This project will change the economic situation for the whole of Guinea, Liberia and in fact contribute to the prosperity of the people of the whole Mano River Region.

• Project will lead to political stability in the region.

• The project enjoys the full support of the governments of Guinea and Liberia.

• Will lead to employment of 100,000 people

• The project is environmentally friendly and in accordance with international environmental best practice.
BSG (The Beny Steinmetz Group) is a privately owned investment group with investments in Natural Resources, Real Estate, Capital Markets and Diamond trading/polishing. These businesses and activities are held through a trust & family foundation, known as The Beny Steinmetz Group or BSG.

BSG employs over 8,200 people on a global basis and generates an annual turnover of approximately USD3 billion. BSGR Guinea is 100% owned by BSGR, the natural resources arm of BSG.

BSGR is a well known & active investor in Africa (South Africa, DRC, Zambia) for over 15 years. Since 2006 BSGR Guinea has been active in West Africa (Guinea, Sierra Leone, Liberia, Ivory Coast), conducting a major Iron Ore exploration program in the Simandou range in the North East of Guinea. BSGR Guinea is developing its concessions in Simandou Blocks 1 & 2 and Zogota in Simandou South to be a large volume, world class iron ore producer.

BSGR Guinea is committed to be the first exporter of Iron Ore from Guinea by as early as 2012.

The vertically integrated business model of BSG, encompassing mining, energy and engineering services, allows the group to be highly successful in developing large mining and infrastructure projects.
Simandou, the best quality and largest untapped Iron Ore deposit in the world