

# Investor News

August 2014 Issue

**Celebrating 500 000  
fatality-free shifts at  
Bakubung Platinum  
Mine**

**Industry  
analysts visit the  
Bakubung mine  
site on fact-  
finding tour**

**Commemorating  
South Africa's  
Mining Heritage**



## Welcome



This has been a busy month for Wesizwe Platinum, and in particular for the Bakubung Platinum Mine project, which celebrated a major health and safety milestone in its history - 500 000 fatality-free shifts at the site. This is a major achievement on the part of all management, contractors and employees, and illustrates the commitment to ensuring a safe, best practice working environment at Bakubung.

August also saw the latest in our series of important stakeholder engagement forums held in the local community, aimed at engaging local residents and other stakeholders on the progress being made at Bakubung Platinum Mine and on other SLP initiatives. These types of community engagements are invaluable components of Wesizwe's ongoing stakeholder engagement strategy, which is bearing fruit in terms of ensuring good community relationships on and around the Bakubung project.

Ensuring positive relationships and good information flow with the investment community is also a critical element of the company's stakeholder engagement programme and this month, we were pleased to welcome another group of mining analysts and investors to the Bakubung Platinum Mine to see the latest developments and progress being made.

As always, we hope you enjoy reading this latest edition of Investor News and we look forward to bringing you interesting news, project updates and corporate information each month.

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# Bakubung Platinum Mine Achieves Milestone of 500 000 Fatality-Free Shifts

Bakubung Platinum Mine commemorated the important project milestone reached of 500 000 fatality-free shifts, with a celebratory event held at the mine site on 13 August 2014. In fact, this milestone was achieved on 11 March 2014 after two and half years of hard work and dedication. It took a long time to achieve 500 000 shifts because the project started with a small number of people. Delegates included, amongst others, representatives from the Department of Mineral Resources, Wesizwe Platinum, Worley Parsons, and Aveng, the project's mining contractor.



*Workers, management, officials and dignitaries join together to celebrate this major health and safety milestone.*

The commemorative milestone ceremony was formally opened with a prayer by the mine Health and Safety representative, Mr Joseph Tshukudu, followed by speeches from the mine's representatives and an official representing the Department of Mineral Resources, and a unique drumming session.

Delivering one of the main speeches of the day, General Manager of Bakubung Platinum Mine, Mr Eddie Mohlabi, said: "The BPM team, together with the stakeholders, are celebrating life which is one of the fundamental rights entrenched in the Constitution of South Africa. Your life is of paramount importance to the success of this project and we cannot risk losing focus." He further encouraged the BPM team to work relentlessly to protect this achievement and reiterated that this will happen only when everyone works collectively as a team.

As part of the commemorative event, many of the important safety messages were communicated to employees through the highly entertaining and powerful drumming session which took place as part of the programme.

This important achievement at the Bakubung Platinum Mine is one of the highlights in the life of the project to date, and the entire team at the mine site is looking forward to the next milestone to be achieved, which is 1 000 000 fatality free shifts.

# Wesizwe Updates the Local Community at the Stakeholder Forum

*The third in Wesizwe's series of annual Stakeholder Engagement Forums was held on Friday 8 August in Boshhoek. The event provided the opportunity to update local residents and stakeholders on the progress being made on the Bakubung Platinum Mine project.*



*Local community stakeholders participate in the Wesizwe Platinum and Bakubung Platinum Mine Stakeholder Engagement Forum*

The session was chaired by BPM General Manager, Mr Eddie Mohlabi, who also presented a project update on the mine and its progress to date. He reported a number of positive developments from the shaft-sinking project including the milestone of achieving 500 000 fatality-free shifts at the mine site. He also informed Forum attendees that work underground on the main shaft has shifted to horizontal tunnelling, and the building of stations and ventilation facilities are on track. A statistical account of the materials sourced so far for the project, including fuel and water consumption volumes, was also presented. Community members were informed of the fact that much work on the next phase of the project will be taking place underground.

The Pilanesberg Bulk Water Supply project was another highlight raised at the Forum. This is a Magalies Water supply project, aimed at bringing water to communities and business operations in the Moses Kotane Local Municipality (MKLM). Phase 1 of the project is jointly funded by Wesizwe Platinum, Maseve and MKLM. Impressive progress has been made in laying pipes from Mafenya/Robega towards the Sun City pump station; and work is on schedule in laying pipes for the reservoir that will be built in Ledig village. This process runs in tandem with the bulk power supply project by Eskom, which is intended to provide sufficient power to new mines that are being built in the Ledig vicinity, as well as power upgrades for the community and the coming BPM housing project.

# Bakubung Platinum Mine Plays Host to Mining Industry Analysts on Recent Visit

*As part of Wesizwe Platinum's annual stakeholder engagement strategy, the latest in a series of visits to Bakubung Platinum Mine by platinum mining industry analysts and investors was coordinated in early August.*



*Mr Jacob Mothomogolo, Wesizwe Platinum Projects Executive, accompanies the mining analysts and investors on the tour around the Bakubung Platinum Mine site*

The industry analyst visit, which was aimed at providing the latest project updates and milestone information at the mine site development, took place on the morning of Wednesday 6 August. Six industry analysts and investors were in attendance on the tour including senior representatives from Standard Bank, Momentum Asset Management, Ashburton, Macquarie Securities, Renaissance Capital and SGB Securities.

After a short coach trip to the Bakubung Mine Site from Wesizwe Platinum Head Offices in Rivonia, the analysts and investors disembarked and were given a safety briefing before being allocated with the essential safety gear to enable them to tour the mine site itself. The visiting party were accompanied on the tour of all the latest developments at the site by Bakubung Platinum Mine General Manager, Mr Eddie Mohlabi, together with Wesizwe Platinum's Project Executive, Mr Jacob Mothomogolo, and other members of the site development team. Following the tour, the delegation were taken for a debrief and lunch at the Bakubung site offices, before departing back to the Wesizwe Head Office in Johannesburg.

The last in the series of annual mining industry analyst and investor tours is scheduled for the end of the year to coincide with the next major milestone announcement.

# Company Update on the Maseve Project

*Africa Wide Mineral Prospecting and Exploration (Pty) Limited ('Africa Wide')* is a wholly owned subsidiary of Wesizwe. Africa Wide held a 26% interest in Maseve Investments 11 (Pty) Limited ('Maseve'). Maseve is busy developing the so called WBJV Project 1 Platinum Mine. In the SENS announcements dated 21 October 2013 and 12 November 2013 Wesizwe shareholders were advised that:

- Maseve made a cash call of ZAR213 million on Africa Wide for its share of the ongoing development of the mine project in terms of the Shareholders Agreement between Africa Wide and Platinum Group Metals Limited ('PTM') as the shareholders of Maseve.
- Africa Wide decided not to make further funding contributions towards Maseve for the Maseve Platinum Mine development.
- Non-contribution of cash call made in terms of the shareholders' agreement results in the non-contributing shareholders' being diluted in terms of the dilution formula provided for in the Maseve shareholders' agreement.
- Africa Wide and PTM held differing opinions on the definition of certain variables in the dilution formula and Africa Wide and PTM decided to make use of the arbitration proceeding that the shareholders agreement provides for to resolve their difference in interpretation.
- On 11 November 2013 the shareholders resolved to implement the agreed minimum dilution and therefore Africa Wide's interest in Maseve was diluted to 22.51% subject to further dilution pending the outcome of the arbitration proceedings.

The arbitrator gave its ruling on 20 August 2014 and this ruling is binding on both parties. In terms of the ruling Africa Wide's interest in Maseve be diluted as a result of the first cash call to 21.2677%. Maseve made a second cash call on Africa Wide in February 2014 amounting to ZAR234.6 million for its share of the ongoing development of the mine project. As a result of the non-contribution towards this second cash call Africa Wides' interest in Maseve will be further diluted to 17.0985%. As a result of these dilutions Wesizwe will have to recognise a dilution loss of ZAR97.4 million and a potential impairment of the investment.

# Wesizwe Platinum Welcomes a New Board Member

*This month, Wesizwe Platinum announced the appointment of a new independent non-executive director, Mr Victor Thembinkosi Mabuza, to the Board of Directors.*



*Mr Victor Mabuza joins the  
Wesizwe Platinum Board  
this month*

Mr. Victor Thembinkosi Mabuza has been appointed to the board of directors of Wesizwe Platinum as an independent non-executive director and chairman of the Audit and Risk Committee of the Company with effect from 22 August 2014. Mr Mabuza completed a Bachelor of Commerce degree (Financial Accounting & Financial Management Major) at the University of Swaziland in 1992 and completed a Masters degree in Small Business Development & Entrepreneurship at the University of Pretoria in 2004.

Mr Mabuza has over 16 years experience in corporate finance, corporate and investment banking with major financial institutions such as Standard Bank, Stanlib Wealth & Asset Managers and the National Empowerment Fund. He has also gained considerable experience in corporate finance advisory and implementation of public offers, as well as the financial structuring of BB-BEE transactions for blue chip companies such as Anglo Platinum, AngloGold, Northam Platinum, Sasol, Vodacom and NEF/MTN share schemes.

He is also experienced in the development, monitoring, management and reporting on BEE strategies and plans, and has been involved in the creation and financing of SMMEs in various sectors of the economy in his various roles with financial institutions.

Mr Mabuza's participation in various listed and unlisted companies' boards throughout his career has given him considerable experience in corporate governance, risk management and strategic management.

## Media Round-Up news highlights from the month

### Wesizwe stories trending this month

The period was a relatively quiet one for Wesizwe and the platinum sector as a whole, post industry sector turmoil. Positive stories trending this month for Wesizwe included: Industry speculation on Wesizwe being a possible future buyer of mines in the Rustenburg area; commentary on the latest fatality-free shift milestone at Bakubung Platinum Mine;

continuing share price movements in the marketplace for Wesizwe; continuing coverage of the recent company AGM; positive coverage of Wesizwe's health, safety and risk management programmes at Bakubung; Wesizwe's support for the bulk water supply scheme in the North West Province; announcement of change in directors and committee representation at Wesizwe; and commentary on the

positive input of Chinese investment in Wesizwe and its flagship Bakubung Platinum mine project

### Media Tracking

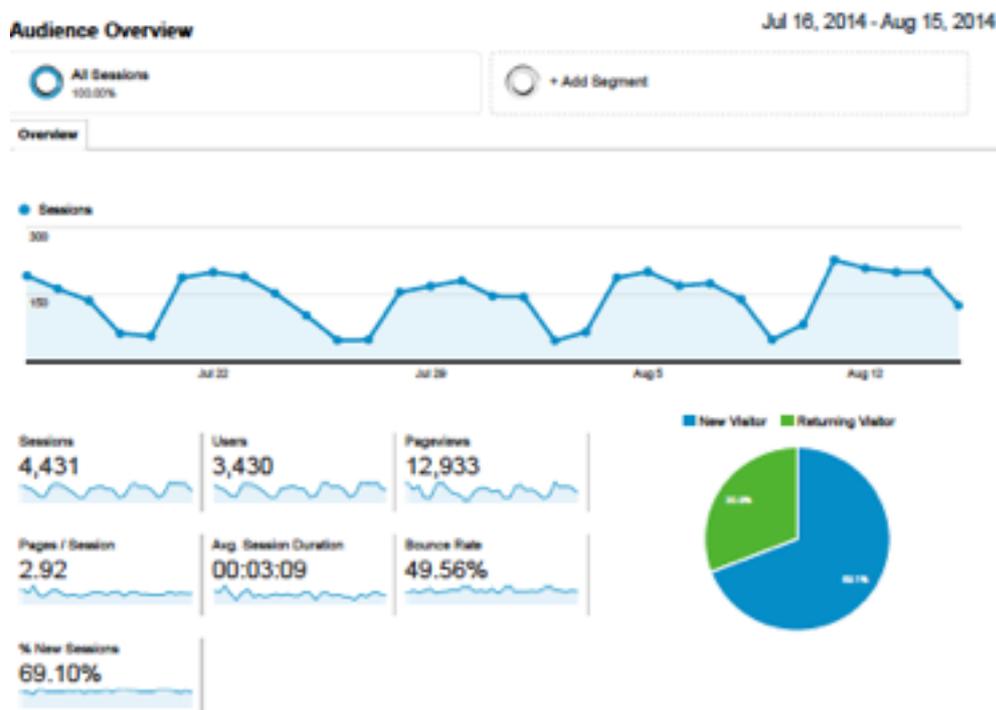
Wesizwe tracked 59 media placements during the month, across published news media, broadcast and on-line. All articles were positive in tone and content, particularly following the recent media and investor/analyst tours to Bakubung Platinum Mine. ■

## Wesizwe Digital Update

### Website visitors and trends

During the period to 15 August, the Wesizwe website recorded 4431 unique visitors, 3430 of which were new visitors to the site. 12,933 pages were viewed on the site this month.

Visitors were predominantly interested in the Bakubung Platinum Mine project and its latest milestones, plus careers at Wesizwe.



# Calendar

## Industry event highlights for the coming year

### **RMB Morgan Stanley Off Piste Conference, 2-3 October, Cape Town**

South African mining industry conference organised by NUM and Chamber of Mines

### **Investing in Resources and Mining in Africa Conference, 8-10 October, Johannesburg**

Regional high profile mining industry conference aimed at discussing investment, opportunities, strategic partnerships and challenges

### **SAIMM 6th International Platinum Conference, 20-22 October, Sun City**

Bi-annual platinum conference to address some of the strategic issues facing the platinum sector in South Africa

### **Junior Mining and Exploration Summit, 4-6 November, Johannesburg**

Annual junior mining industry conference and expo gathering with over 300 industry representatives

## YOUR FEEDBACK

In the spirit of our commitment to encouraging greater shareholder engagement, we welcome your comments or feedback relating to this investor newsletter. Send your comments via our website - [www.wesizwe.com](http://www.wesizwe.com)

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## Market Information

as at 27 August 2014  
JSE Share Code: WEZ

Shares in Issue	1 627 827 058
Closing Price	R1.12
Market Cap	R1 823 166 304