



Explore | Define | Mine

Noosa Mining Virtual

16 July 2020

A Sustainable Company



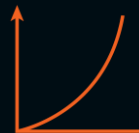
Revenue Earning



Long Life Mine



Generating Cash



Strongly Growing Market



Simple Project –
Low CAPEX & OPEX



Enduring Geographical
and jurisdictional
Competitive Advantage

Achievements



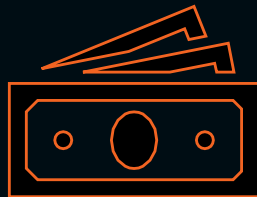
Production Increase



Operational Performance



Reduced Unit Costs



Revenue/EBITDA Growth



Stage 2 DFS Expansion

Update Regarding COVID

Protocols Very Successful

- ❑ Social distancing practiced onsite and to and from site via staggered meal times and other actions
- ❑ Pre-flight medical checks and surveys instigated, PPE worn on flights
- ❑ After liaison with Traditional Owners regular flights to remote indigenous communities are in hiatus until conditions improve
- ❑ No cases detected for any Metro employees or contractors and no disruption to operations

Impacts of COVID

- ❑ Lower alumina price causing lower bauxite pricing generally
- ❑ Market dislocation given very low freight rates Guinea to China
- ❑ Customer uncertainty and caution
- ❑ Difficulty in securing additional sales contracts - challenges remain

Metro Delivers



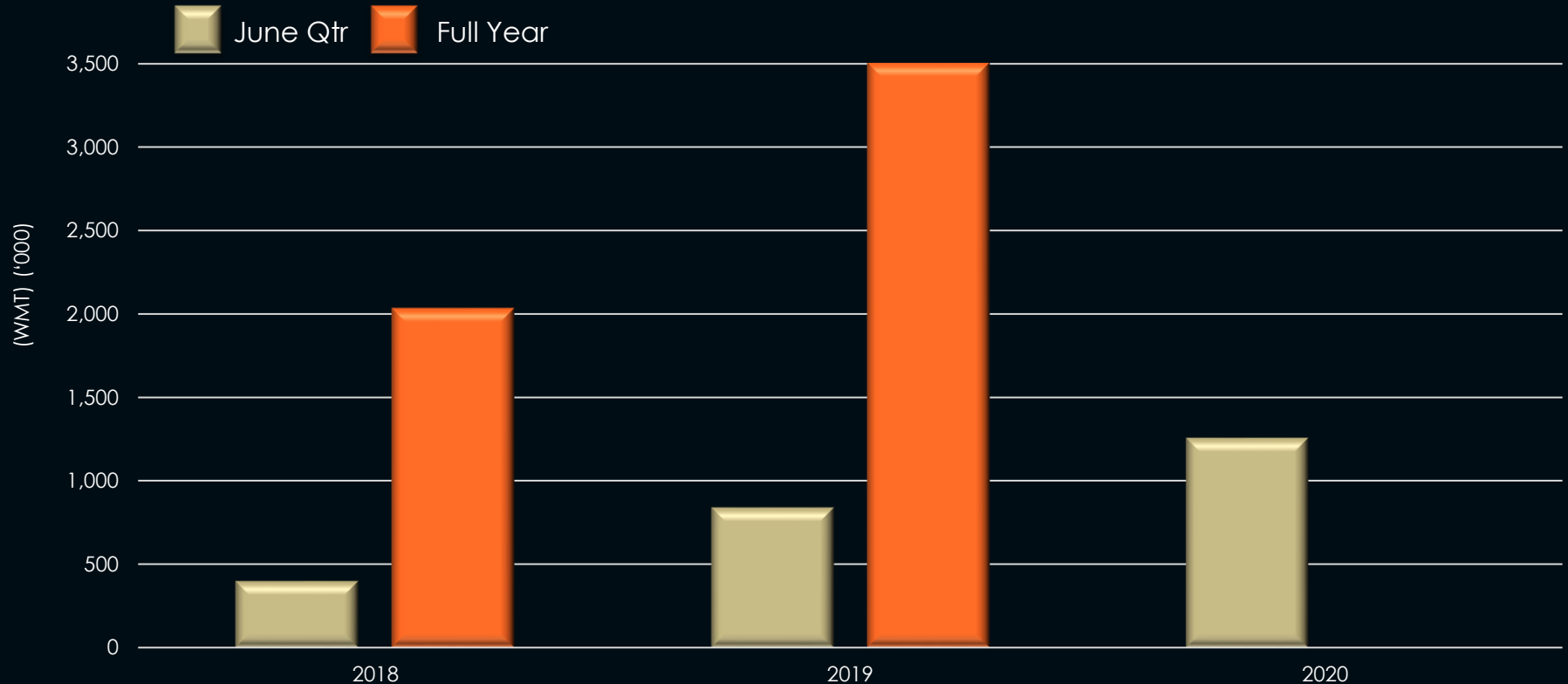
2019



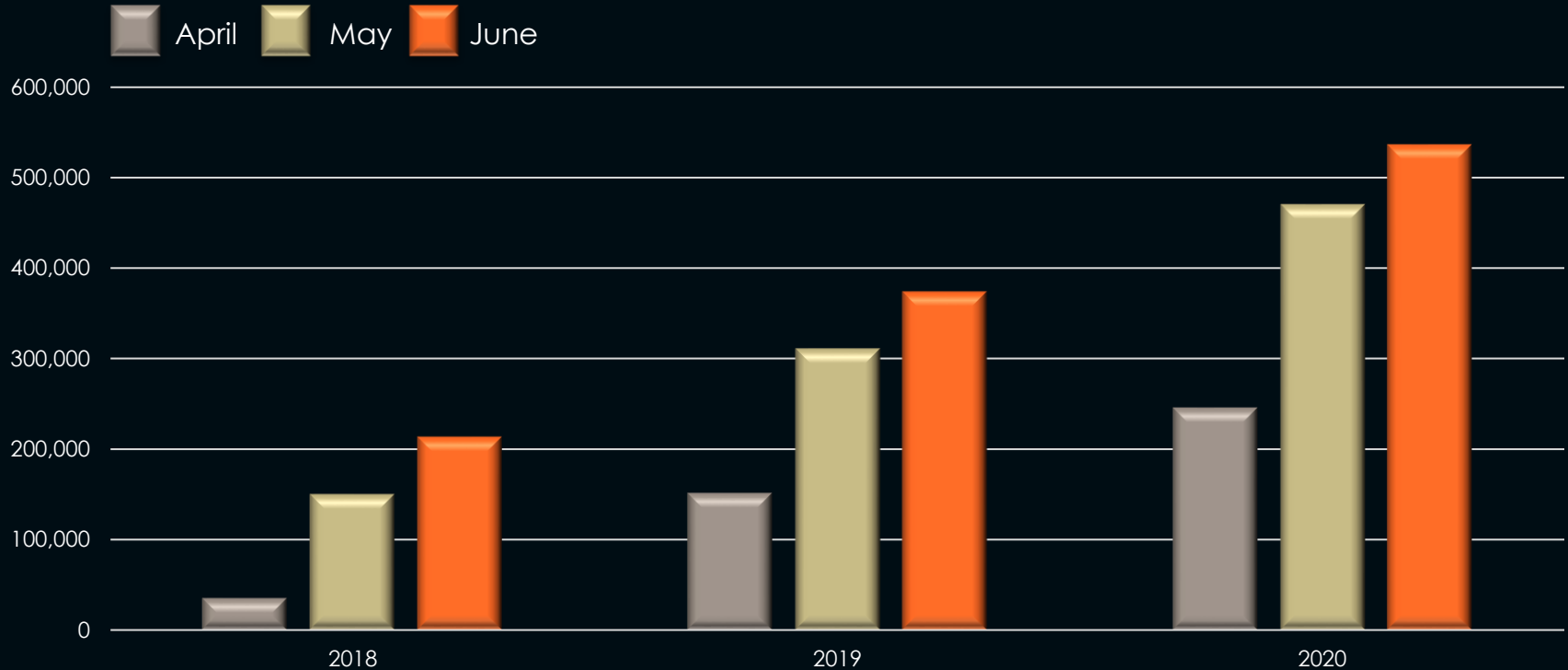
2020



2018-2020 Shipping Performance



June Quarter Shipping Comparison 2018-2020



Stage 2 Expansion

Source: IAI, CM Analysis

6.0M WMT pa

- ✓ Significant economic benefits confirmed
- ✓ LOM unit operating costs forecast to reduce by ~18% delivered to China – margins increased
- ✓ Positions Bauxite Hills in lowest quartile of global cash cost curve for bauxite producers
- ✓ Significant reduction in unit operating costs delivered via Floating Terminal loading larger Ocean-Going Vessels

Funding

- ✓ A\$51.4 M Capital Costs (incl 10% contingency)
- ✓ Project Payback <18 months
- ✓ Approval from NAIF received for \$47.5M facility. Qld Government sign off in March 2020
- ✓ Detailed engineering & design is complete.
- ✓ Construction Contracts negotiated and agreed.

Uncertainties in world markets due to COVID 19 have delayed the final decision.



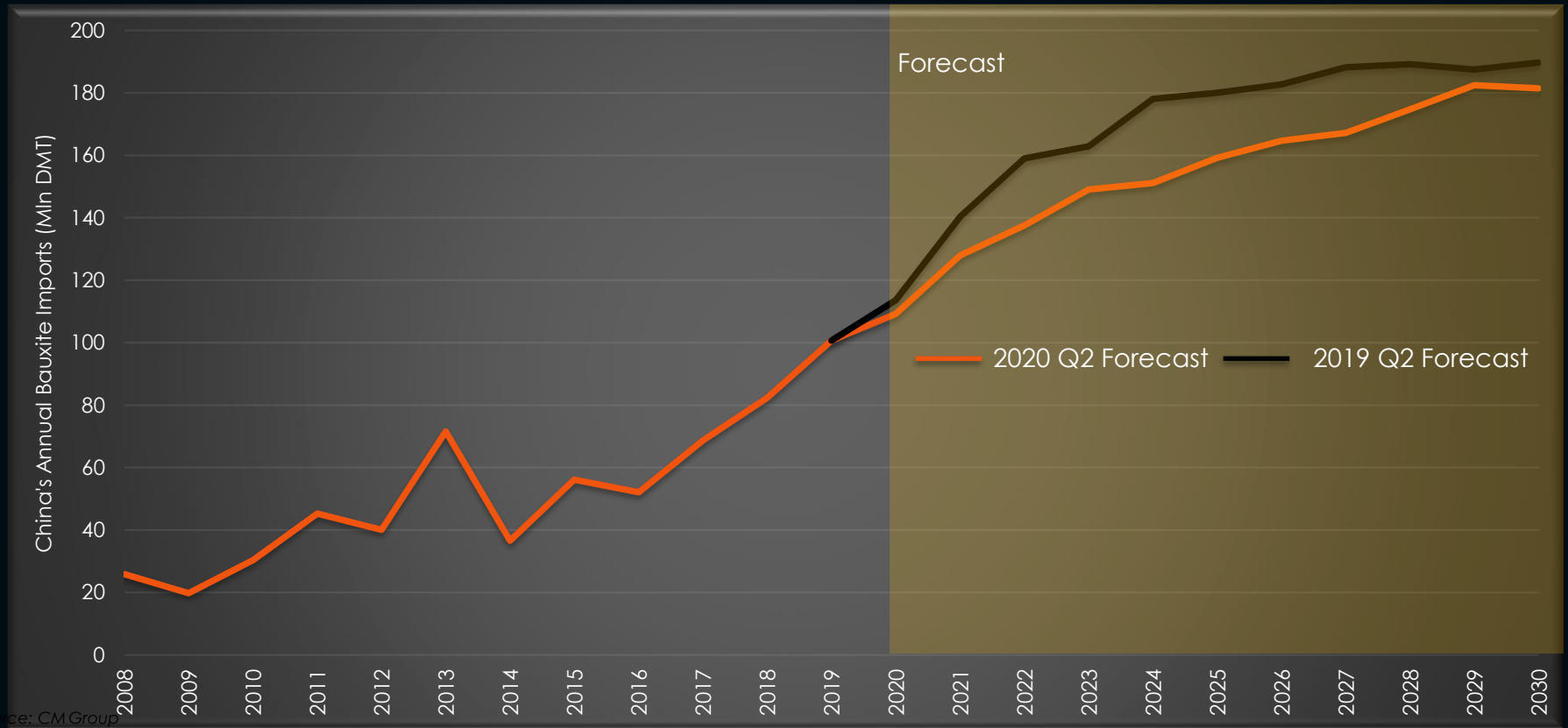
Stage 2 Expansion – Floating Terminal

Source: IAI, CM Analysis



Floating Terminal by Rocktree for indicative purposes only

China Demand Outlook Remains Strong



Source: CM Group

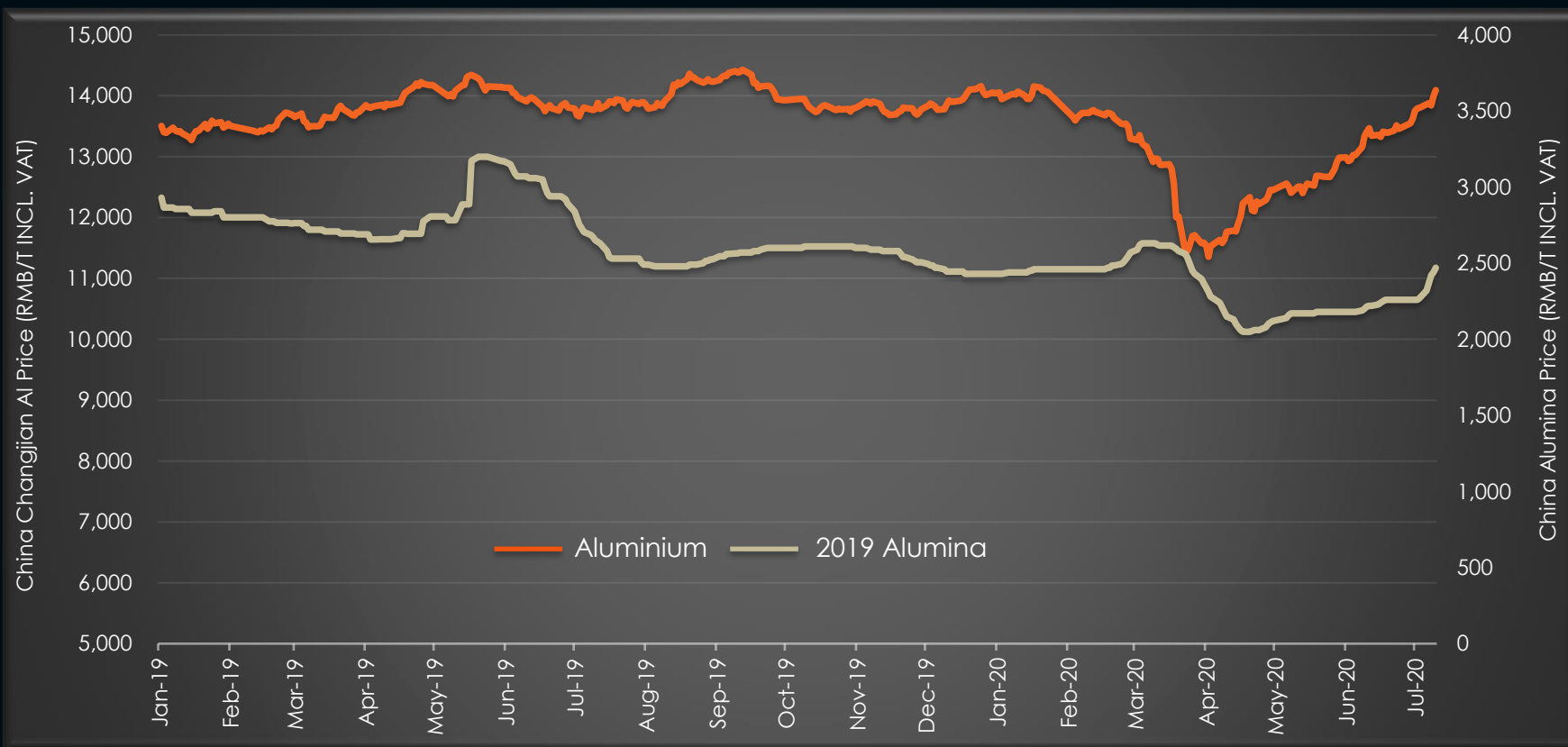


Bauxite Market & Price Outlook

- China bauxite imports continue to increase - 2019 imports were just over 100Mt, 18Mt increase from 2018.
- Official Q1 2020 data, China imported 28.5Mt, Q2 2020 estimate of 30.0 Mt – on target for post-COVID adjusted forecast of approx. 110Mt
- Major growth driver remains domestic ore depletion, not primary Al demand
- All bauxite prices softened in first half of 2020 due to COVID-19 concerns:
 - Primary aluminium prices in China have now recovered and surpassed pre-COVID levels
 - Alumina very volatile with a range of RMB3,200/t to RMB2,075/t. Currently at around RMB2,500/t
 - Reagent prices, particularly caustic soda, dropped significantly but are recovering
 - Domestic bauxite prices fell during Q2, but have since rebounded, with Henan and Shanxi refiners still reporting domestic ore shortages
 - Ocean freight fell considerably but has also recovered – Guinea to Shandong Capesize routes now in excess of pre-COVID levels
 - A\$ weakened in 2020 but bounced strongly from February lows and is now stubbornly strong
 - The RMB weakened against the US\$ in H1 but has strengthened more recently
- China's market is recovering and returning to normal as COVID uncertainty reduces – concerns about ROW end markets persist.

China Alumina Prices Jan 2019 – Jul 2020

Source: CM GROUP



Freight – Guinea (US\$/WMT)

Source: CM GROUP

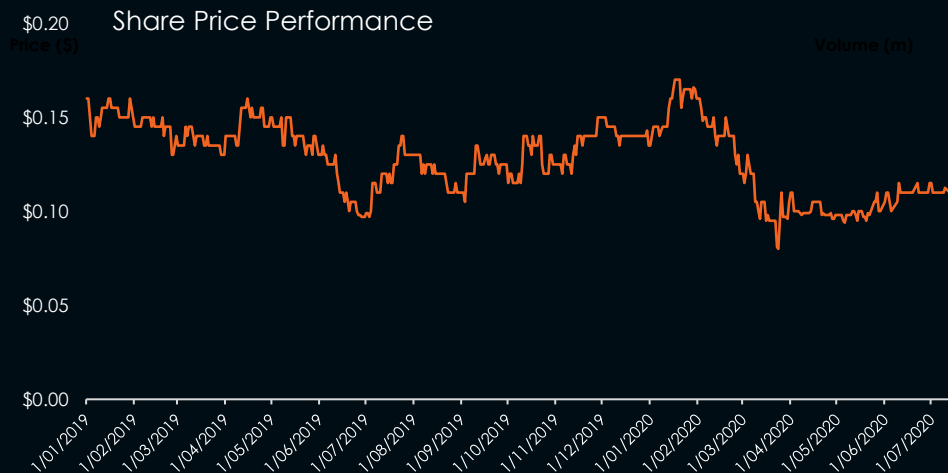


Good Community Relationships

- Relationship continues to grow and flourish
- Metro becoming a key participant in the Northern Cape York Community
- COVID Management protocols in place after liaison with Traditional Owners
- Local employment levels a key achievement



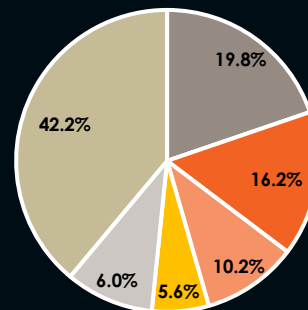
Share Price & Corporate Structure



Board of Directors	
Independent Chairman	Stephen Everett
Managing Director & CEO	Simon Finnis
Non-Executive Director	Mark Sawyer
Independent Non-Executive Director	Philip Hennessy
Independent Non-Executive Director	Fiona Murdoch

Current Capital Structure		Share & Market Cap Range 01/2019-07/2020	
Share Price (14 July 2020)	A\$0.11	0.08	0.17
Shares on Issue	1,383.4M	1,383.4M	1,383.4M
Market Capitalisation	A\$152M	\$110.67M	\$235.2M
Options Unlisted	30.1M		
Cash & Receivables (31 Mar 2020)	A\$11.7M		
Debt Facilities	A\$35M		
Enterprise Value	A\$175.3M		

Share Register



Greenstone	
Balanced Property	
BlackRock	
DADI	
Other Institutions	
Other Shareholders	

Summary and Close

Source: CM GROUP

- ✓ Metro has largely weathered the COVID storm with excellent results on site & support from our offtake partner Xinfu
- ✓ China bauxite imports continue to increase, although 2020 will be slightly down on pre-COVID forecasts
- ✓ Chinese bauxite imports continue to grow, although 2020 will be lower than pre-COVID forecasts. The major growth driver remains domestic ore depletion, not primary Aluminium demand
- ✓ Macro economic factors in bauxite/alumina/aluminium space are improving:
 - ✓ Aluminium now back to pre-COVID levels in China
 - ✓ Alumina rebounding strongly – above RMB2,400/t for first time since March 2020
 - ✓ Ocean freight rebounding – freight from Guinea above US\$20/WMT again
 - ✓ Domestic bauxite prices creeping upwards, along with reagent costs
- ✓ Downward pressure on bauxite pricing is easing, but revenue may be offset by strong AUD
- ✓ Negotiations with target customers well advanced but not complete.



Disclaimer

FORWARD LOOKING STATEMENT

Statements and material contained in this ASX Presentation, particularly those regarding possible or assumed future performance, production levels or rates, commodity prices, resources or potential growth of Metro Mining Limited, industry growth or other trend projections are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Graphs used in this ASX Presentation (including data used in the graphs) are sourced from third parties and Metro Mining has not independently verified the information. Although reasonable care has been taken to ensure that the facts stated in this ASX Presentation are accurate and or that the opinions expressed are fair and reasonable, no reliance can be placed for any purpose whatsoever on the information contained in this document or on its completeness. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors. Nothing in this ASX Presentation should be construed as either an offer to sell or a solicitation of an offer to buy or sell shares in any jurisdiction.

For Further Information:

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This ASX Presentation has been authorised by Metro Mining Director, Simon Finnis

COMPETENT PERSON'S STATEMENT

The information in this report that relates to the Bauxite Hills Mine Mineral Resource is based on information compiled by Ed Radley who is a consultant to Metro Mining and a Member of the Australian Institute of Mining and Metallurgy (MAusIMM). Mr Ed Radley 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'. Mr Ed Radley has consented in writing for inclusion in this Report the matters based on the information in the form and context it appears.

COMPETENT PERSON'S STATEMENT

The information in this report that relates to the "Metro Mining – Bauxite Hills" Reserves is based on information compiled by MEC Mining and reviewed by Edward Bolton, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Edward Bolton is a full-time employee of MEC Mining Pty Ltd. Edward Bolton has sufficient experience that is relevant to the style of mineralization, type of deposit under consideration and to the activity being undertaken 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'. Edward Bolton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Competent Person Statement:

COMPETENT PERSON'S STATEMENT

The information in this report that relates to Exploration Results is based on information compiled by Neil McLean who is a consultant to Metro Mining and a Fellow of the Australian Institute of Mining and Metallurgy (F.Ausimm). Mr McLean has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr McLean consents to the inclusion in the report of the matters based on information in the form and context in which it appears.



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