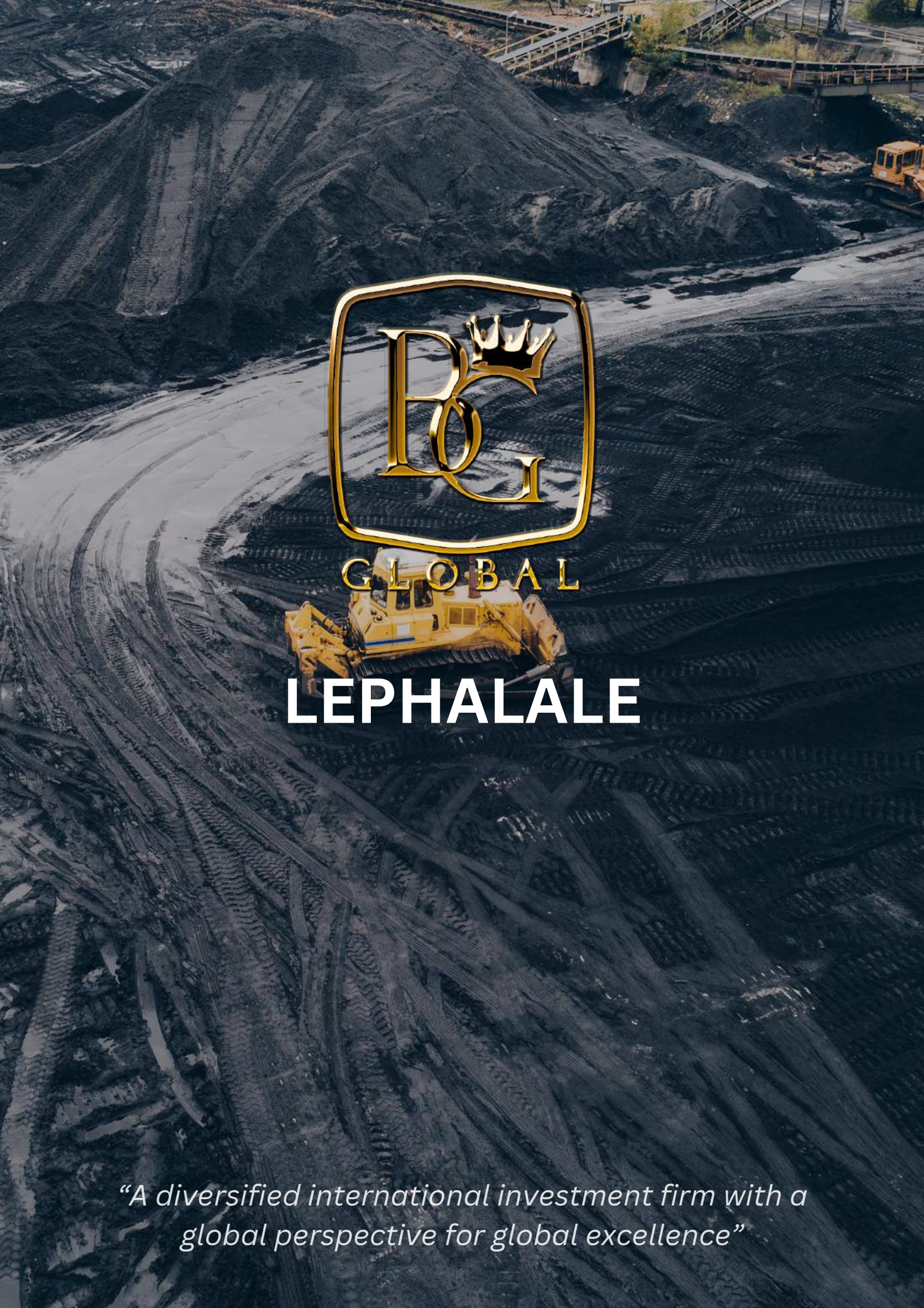


“A diversified international investment firm with a global perspective for global excellence”

BG GLOBAL INVITES CREDIBLE PARTIES FOR THE PURCHASE OF THE ENITRE ISSUED SHARE CAPITAL OF LEPHALALE COAL MINES' FOUR BILLION TONNE COAL & POWER PROJECT.

BG Global Proprietary Limited ("BG") is pleased to invite interested parties for the purchase of the entire issued share capital in Lephalale Coal Mines and its Coal and Power Project, (The Lephalale Coal & Power Project, "LCCP"), situated 20kms Northeast of the town of Lephalale, Limpopo.

Brief Description

The LCCP is a thermal coal bearing, low strip ration coal bearing reserve, located 20km North□East of the town of Lephalale in the Limpopo region in South Africa.

- Comprises typical Karoo-type stratigraphy,
- Upper 'barcode' Sequence, and Lower distinct coal seams,
- Coal resource is confined to 9 farms, being limited by basin edge, sub-cropping and confidence.

Resource estimate comprises:

- Total Seam Tonnage (Coal and intra-seam dirt) of 2.42 Billion tonnes,
- Gross Tonnes In-Situ [GTIS] @RD 1.9 of 0.96 Billion tonnes, and
- Total Tonnes In-Situ [TTIS] after application of geological losses at 0.76 Billion tonnes.

Key Highlights:

- Lephalale Coal Mines (Pty) Ltd ('LCM') possess rights to two prospecting rights comprising twelve separate farms,
- Five of the farms have existing borehole information gathered during previous exploration programmes conducted in 2009, 2010, 2012, and 2017, collectively the assets are referred to as the Lephalale Coal & Power Project,
- Estimated 594 Mt Inferred/Indicated TTIS Resources to supply 6 Mtpa ROM coal for a 21 CV product, and or export,
- Expected to produce 6Mtpa ROM for a 21CV power product to an Independent Power Producer, Eskom and/or export market,

February
2019

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- Current stage of development is at Pre-Feasibility Study level, with plans to undertake a drilling programme to Definitive Feasibility Study level in 2019.

Permitting:

- Mining Right Application submitted H2/2017 and awaits ministerial approval,
- Environmental Authorization submitted H1/2017 and awaits ministerial approval,
- Waste Management Licence Authorisation (WML) submitted H3/2017 and awaits mnisterial approval,
- Integrated Water Use Licence (IWUL) 1st phase completed for submission H4/2018,
- Heritage Permit submitted to SAHRA with no further action required, awaits granting post EA granting,
- Atmospheric Emission License (AEL), submitted.

Lead Author
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February
2019