Growth Projects

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Chief Executive Officer

8 February 2006
Disclaimer

Forward looking statements

Such forward looking statements involve known and unknown risks, uncertainties and other important factors that could cause the actual results, performance or achievements of the company to be materially different from the future results, performance or achievements expressed or implied by such forward looking statements. Such risks, uncertainties and other important factors include among others: economic, business and political conditions in South Africa; decreases in the market price of commodities; hazards associated with underground and surface mining; labour disruptions; changes in government regulations, particularly environmental regulations; changes in exchange rates; currency devaluations; inflation and other macro-economic factors; and the impact of the AIDS crisis in South Africa. These forward looking statements speak only as of the date of publication of these pages.

The company undertakes no obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after the date of publication of these pages or to reflect the occurrence of unanticipated events.
ARM is a niche-diversified mining company with excellent long life, low cost assets in key commodities.

We own and operate our assets.

Our unique management style, supported by experienced management and entrepreneurship adds significant value to our business.

Our partners in various ventures makes valuable contributions.
Highlights

• Nkomati JV with LionOre concluded
• Creation of the ARM BBEE trust
• Two Rivers Platinum Project released
• New Assmang shareholders’ agreement concluded
• Listing of TEAL Exploration & Mining on the TSX into which our non-South African exploration portfolio was injected
• BKM Iron Ore Project released
• Assmang delisting approved by shareholders
BBEE Trust 14%

ARMI 43%

Institutions and other 43%

**Asset held through the ARM Mining Consortium, effective interest at 41.5%

**Assets held through shareholding in Assmang Limited
## Market statistics

<table>
<thead>
<tr>
<th>Issued share capital at 31 December 2005</th>
<th>204 864 497</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market capitalisation</td>
<td>R9.7 billion</td>
</tr>
<tr>
<td>Share price</td>
<td>R40.00 at 1 December 2005</td>
</tr>
<tr>
<td>Primary listing</td>
<td>JSE – ‘ARI’</td>
</tr>
<tr>
<td>Number of employees</td>
<td>6 123</td>
</tr>
<tr>
<td>Number of shareholders</td>
<td>4 144</td>
</tr>
<tr>
<td>– Local</td>
<td>86%</td>
</tr>
<tr>
<td>– International</td>
<td>14%</td>
</tr>
</tbody>
</table>
WE DO IT BETTER

• Significant organic growth expected through the building of new mines and the upgrading of two operations
  – double production output by 2010
  – increased efficiencies, thereby continue to be a low cost producer

A VALUE PLAYER

Organic growth in key commodities and core assets

Operationally more efficient to improve and retain competitiveness

Growth in Africa through TEAL

Well positioned for acquisitive growth

2 X 2010
2 x 2010 growth

**ARM is in the process of building six new mines and upgrading two**

<table>
<thead>
<tr>
<th>Mine Location</th>
<th>From</th>
<th>To</th>
</tr>
</thead>
<tbody>
<tr>
<td>Two Rivers – PGMs</td>
<td>–</td>
<td>220 000 PGM oz</td>
</tr>
<tr>
<td>Modikwa – PGMs</td>
<td>210 000 PGM oz</td>
<td>350 000 PGM oz</td>
</tr>
<tr>
<td>Nkomati – PGMs</td>
<td>5 000 t Ni</td>
<td>16 500 t Ni</td>
</tr>
<tr>
<td>Dwarsrivier – chrome</td>
<td>0,65m t</td>
<td>1,5m t</td>
</tr>
<tr>
<td>Nchwaning 3 – manganese</td>
<td>2,1mt</td>
<td>2,8mt</td>
</tr>
<tr>
<td>Gloria* – manganese</td>
<td>190 000t</td>
<td>280 000t/ 700 000t</td>
</tr>
<tr>
<td>Beeshoek and BKM – iron ore</td>
<td>6,1m t</td>
<td>16m t</td>
</tr>
</tbody>
</table>

* Upgrading / feasibility
• Solid project pipeline
• Large resource base in key commodity sectors
• Long-life, high quality resources
Modikwa Platinum Mine

- Currently at 90% of Pt ounces ramp-up
- New mining layout introduced, 60% of panels on strike mining
- Cash positive at operational level since March 2005
- Current capital expenditure spent mainly on Boshelo dam and housing
- Deepening of current infrastructure being evaluated
Two Rivers Platinum Project

• Trial mining commenced 18 months ago
  – Trial mining will provide 1 million tons of ore on surface by September 2006
• Total project capex of R1.3 billion fully funded
• Attractive Pt : Pd ratio of 5 : 3
• Operating costs expected to be within lower quartile of operators
• Planned full production: 230 000 oz PGMs per annum (120 000 oz of platinum)
• Scheduled for concentrator to come into operation by September 2006
Two Rivers – section view / access declines

- Declines 66% complete
Two Rivers - infrastructure

Workshops
Two Rivers

ROM Silo and 600 000 ton development ore stockpile grade 4.55 g/t 6E, planned to exceed 1 million tons by mid year
Two Rivers
Decline belt with portal infrastructure
Two Rivers - UG2 concentrator
Nkomati Nickel Expansion Project

• JV with LionOre since June 2005
• Existing underground mine (MSB) expected to continue to 2007, mining will then continue in MMZ ore body
• A phased approach being considered by the JV partners
• Open pit material tested at Tati Activox demonstration plant exceeded initial expectations
PGM production attributable

- Modikwa
- Two Rivers
- Nkomati


Values: 0, 50, 100, 150, 200, 250, 300, 350

African Rainbow Minerals (ARM)
BKM Iron Ore Project

- The new 8.4 million tons per annum BKM iron ore mine, at a capital cost of R3.2 billion, has been approved by the Boards.
- Construction will commence in early 2006.
- Project team established, all key project appointments made and process of issuing key long-lead suppliers in motion.
- Current focus is on detailed engineering and design.
- BKM will substantially replace Beeshoek.
- Project managed by ARM / Assmang.
BKM Iron Ore Project

- Estimated total capital cost of R3,2 billion for 8,4 million tons per annum capacity
- Funding from internal Assmang resources and debt capacity
- First production expected during calendar 2008 building up to 8,4 million tons per annum export iron ore via Saldanha
- Further expansion to increase production to 16 million tons per annum has been designed
- This second phase expansion, at an estimated cost of R1,8 billion is currently being evaluated by all stakeholders (in 2006 money terms this includes escalation & contingency)
BKM Iron Ore Project

**Resources**
- Total = 727 million tons (measured, indicated and inferred)
- At average in situ grade of 64.5%Fe

**Reserves**
- Total = 445 million tons (proved and probable)
- At average in situ grade of 64.7%Fe
- The reserves will be processed to produce a 66% Fe lumpy product and a 65.5% fine(s) and medium size product
BKM Iron Ore Project

**Mine**

- Opencast mine
- Production commences in the three pits on the Bruce farm
- Blasted product from the pits will be trucked to a primary crusher
- Crushed product will be conveyed to a central processing plant

**Plant**

- Two stage crushing plus washing and screening
- Portion of ore further upgraded by jigging (dense media separation)
- Rapid load out station into rail wagons for transfer to Saldanha for export
Mine and plant layout

- Discard dump
- Wash, screen & beneficiation plant
- ROM blending stockpiles with stackers & reclaimers
Nchwaning 3 Manganese Mine

- Nchwaning 3 shaft system with a capital cost of R774m is now fully operational
- The design capacity of 2 million tons per annum is an integral part of the future manganese expansion to 2.8 million tons per annum
- Operating cost will reduce significantly as production from Nchwaning 3 ramps up
- Access through Nchwaning 3 to very good manganese grades is now possible
Dwarsrivier Chrome Mine

• The underground mine at Dwarsrivier has been completed six months ahead of schedule and within budget at a total cost of R187 million

• Additional investigations are underway to expand run of mine production at the underground mine to as high as 1,5 million tons per annum

• Demand, mainly driven by the stainless steel industry, will determine future production requirements
TEAL Exploration & Mining

- Treasury offering in late 2005 raised C$42.5 million to fund ARM's development and exploration assets in Africa
  - IPO concluded on 15 November 2005 and TEAL listed on TSX
- Strategic portfolio of near production mineral projects
  - Four advanced projects in Zambia, Namibia and the DRC
    - Defined resources of 15.7 billion lbs copper and 873,000 ozs gold
- Significant discovery potential
  - Strategically positioned properties in highly prospective areas
  - Significant drill-ready exploration targets
- Early mover status
  - 30 years of underinvestment in Zambia and DRC
    - TEAL acquired tenements at beginning of privatization
  - Developing geological knowledge of an area previously under-explored in Namibia
TEAL Exploration & Mining Inc.

GROWTH PROFILE

Zambia: Copper, Cobalt
Drill-Ready Targets

DRC: Copper, Cobalt
Project in Drill-Out Phase

Namibia: Gold
Mineral Resources:
Indicated - 8.6Mt @ 2.43% Cu
Inferred - 78.8Mt @ 2.14% Cu
(Historical Inferred - 170.4Mt @ 2.89% Cu)

Zambia: Zinc, Copper
Exploration Phase

DRC: Copper, Cobalt
Historical Inferred Mineral Resource:
6.7Mt @ 3.13% Cu
1.5Mt @ 5.18% Cu

Mineral Resources:
DRILL - READY

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Questions?

www.arm.co.za