



Capital Investment Partners



Capital Investment Partners delivers a comprehensive range of **merchant banking services** including capital raising, merger and acquisition and financial advisory services to the coal and iron ore industry.

- ❑ Using our professional team's expertise to **source and thoroughly screen projects**.
- ❑ CIP follows the **entire project lifecycle** from green fields development, initial listing, capital raisings, to corporate advice on takeover or asset sales opportunities.
- ❑ We take an **integrated approach** to working with our portfolio companies, initially sourcing and then working closely with Senior Management and the Board.
- ❑ The company was founded upon the belief that merchant bankers should have gained the relevant **experience in the corporate sector**, prior to offering advice in the investment sector.
- ❑ In everything that CIP does, it aims to be **commercial and fair**, to maintain integrity and professionalism, and to respect the needs of our clients, prospective shareholders, bankers and professional advisors.
- ❑ **CIP's philosophy centres on finding assets with world class potential** and developing these assets into a commercially viable project.



CIP offers traditional merchant banking, deal structuring and advisory work for:

- Mergers and Acquisitions
- Project acquisition and divestment
- Reverse takeover / back door listing

Capital Raisings:

- Equity
- Private or public companies

Corporate Advisory:

- Business strategy
- Capital structure
- Investor relations

At the core of the CIP strategy is not just the provision of capital to clients, but the need to combine our experience and knowledge with those of the client's.





ASX Code: CIA

CIP **Granted** Champion Iron the option to acquire the Snelgrove Lake Iron Ore Project. CIP are currently **Corporate Advisors** to Champion Iron

MCAP from A\$6m to now A\$70m

Champion Iron Ltd

- ❑ CIP acquired an option over the Snelgrove project in May 2012
- ❑ Vended the project to Champion Iron in Sep 2012
- ❑ Managed the exploration program that led to a significant hematite discovery
- ❑ Sourced experienced board and management in Michael O’Keeffe, Dick Wright and Barry Knight
- ❑ Corporate advisor to the A\$110m merger of Mamba Minerals (ASX:MAB) with Champion Iron Mines (TSX:CHM)
- ❑ CIP was key to various raisings including:
 - Lead Manager to \$5.35m in placements at \$0.225 in 2012
 - Underwrote \$2.3m of options exercise at \$0.25 in 2013
 - Co-Lead Manager to \$10m placement at \$0.50 in 2014



ASX Code: SDL

CIP **Introduced** the Mbalam Project to Sundance Resources Ltd and **Advised** Sundance on the Acquisition

MCAP from A\$3m to now A\$250m

Sundance Resources

- ❑ CIP sourced the Mbalam iron ore project in 2006.
- ❑ CIP was key to various raisings including:
 - ❑ Lead manager to Placement of \$1m to CIP clients at 1.2c in 2005
 - ❑ Lead manager to \$2.2m placement at 2c in 2006
 - ❑ Lead manager to \$3.6m placement at 3c in 2006
 - ❑ Lead manager to \$30m placement at 8c in 2006
 - ❑ Lead manager to \$50m placement at 40c in 2007



ASX Code: JAL

CIP **Introduced** the Crown Mountain, Dunlevy and Nexx Projects to Jameson and **Advised** Jameson on their Acquisition

MCAP from A\$3m to now
A\$30m

Jameson Resources

- ❑ CIP sourced two Canadian coal projects, the Crown Mountain and Dunlevy/Nexx Projects in 2011.
- ❑ CIP sourced two key executives, David Fawcett and Art Palm.
- ❑ CIP raised the following:
 - ❑ Lead manager to \$1.4m rights issue underwriting at 4.5c in 2010
 - ❑ Lead manager to \$1.3m placement at 12c with 1 for 3 option in 2011
 - ❑ Lead manager to \$1.8m underwriting at 10c in 2011
 - ❑ Lead manager to \$6m placement at 20c in 2012



CIP **Introduced** the Vista Coal Project to CIPC Pty Ltd and **Advised** on the Acquisition of CIPC Pty Ltd by Coalspur Mines Limited

MCAP from A\$3m to now
A\$46m

Coalspur Mines

- ❑ CIP purchased the Hinton Coal Project for C\$18m and vended it into Coalspur in 2009
- ❑ Sourced and appointed the Managing Director
- ❑ CIP was lead manager to various raisings including:
 - ❑ \$1.8m placement at 3c in 2009
 - ❑ \$2.2m placement at 11c in 2009

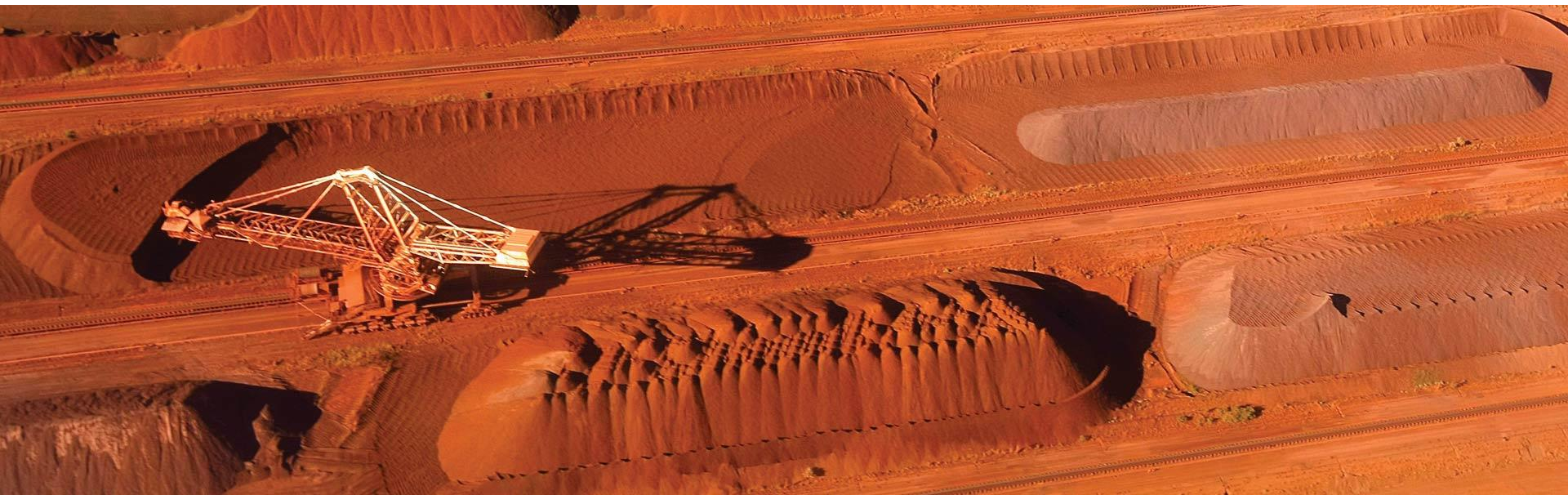
CIP practices a **diligent, prudent, and meticulous approach**, with full consideration of market conditions, in its Mergers and Acquisitions (M&A) services. CIP was awarded the Corporate Deal of the Year (FY 2011/12) at the Western Australian Capital Market Awards for being the Corporate Advisor to Wah Nam International Holding's (now Brockman Mining Limited – HKEX: 0159) A\$850 million acquisition of Brockman Resources (now a wholly owned subsidiary of Brockman Mining Limited).

CIP's approach and discipline have allowed our clients to **capitalise on growth and value opportunities** including:

- ❑ 2014 - Corporate advisor to the A\$110m merger of ASX listed Mamba Minerals Ltd (ASX:MAB) with TSX Listed Champion Iron Mines (TSX:CHM) to create dual ASX and TSX Listed Champion Iron (ASX:CIA).
- ❑ 2013- Corporate advisor and deal originator of **Ram Coal's** acquisition of the US\$105m Ram River Coal project from Consol Energy.
- ❑ 2012 - CIP optioned the Snelgrove iron ore project with 33km of strike and vended it into **Mamba Minerals (ASX:MAB)**.
- ❑ 2011 - Corporate Advisor for Wah Nam International Holdings (now **Brockman Mining Limited – HKEX: 0159**) A\$850 million acquisition of Brockman Resources. In November 2012, CIP was awarded the Corporate Deal of the Year (FY 2011/12) at the Western Australian Capital Market Awards.



- ❑ 2011 - CIP sourced two Canadian coal projects, the Crown Mountain and Dunlevy/Nexx Projects for **Jameson Resources (ASX: JAL)** and two key executives, David Fawcett and Art Palm.
- ❑ 2008 - CIP optioned the Vista coal project for \$18m and vended it into **Coalspur Mines (ASX:CPL)** (previously Xenolith). Vista now has 3.7Billion tonnes of JORC resources, a feasibility complete for 12Mtpa and a current market capitalisation of \$154m.
- ❑ 2007 - Corporate advisor and deal originator to the \$50m reverse takeover of Decmil by Paladio. **Decmil (ASX:DCG)** has enjoyed significant growth and now has a market capitalisation of \$385m.
- ❑ 2006 - Corporate advisor and deal originator to **Sundance Resources' (ASX:SDL)** acquisition of the Mbalam project. CIP sourced the deal and advised Sundance on the acquisition, subsequently raising more than \$50m to fund the acquisition, exploration and studies of the project.





Gavin Argyle | Managing Director

Gavin Argyle has over 25 years experience in investment banking and stock broking in Australia, including initiating, managing and completing share placements and initial public offerings for more than 60 companies. Prior to investment banking, Gavin was a Senior Staff member at Western Mining Corporation Limited. He has served on the board of Australian and US listed companies in executive and non-executive positions. He is currently the Managing Director of Capital Investment Partners Pty Limited. His qualifications include a Bachelor of Commerce from the University of Western Australia and an MBA from the Wharton Business School at the University of Pennsylvania.



Greg Burns | Director - Mergers & Acquisitions Canada

Greg Burns graduated from the University of Canterbury in New Zealand with a Bachelor of Science majoring in Geology. Greg is a member of the Australian Institute of Mining and Metallurgy (AusIMM) and has over 20 years of corporate and technical experience in mineral exploration including senior operational roles with Goldstream Mining, Adamus Resources Limited and Platinum Australia Limited utilising his extensive skills in all areas of exploration geology, office based management, data interpretation, and project appraisal and acquisition. Greg was a Non-Executive Director of uranium producer, White Canyon Uranium Limited, during its successful takeover by Denison Mines Corporation in June 2011 and was Managing Director of Xenolith Resources (later Coalspur Mines Limited) until October of 2008.



Andrew ten Seldam | Manager – Corporate Finance

Andrew ten Seldam had early experience in investment banking at Hartley Poynton. The majority of Andrew's work has been in the investment appraisal and strategic management of development projects for a range of commercial companies from two person start ups to those with multi-billion dollar asset bases. Most recently he worked on the energy markets at Alinta Energy. He has extensive international work experience in Central and South America, Asia, Africa and the UK. Andrew has a Bachelors of Commerce majoring in Finance and Management (Honours in Finance) specialising in Investment Banking from the University of Western Australia.

Hendrianto Tee | Head of Asia

Mr. Tee worked for various international financial institutions, with main focus on debt capital markets, including UBS AG, Chinatrust Commercial Bank and Fleet Financial Group (now Bank of America). Most recently, Mr. Tee was the Chief Investment Officer of HK listed Brockman Mining Limited. Whilst employed at the above mentioned financial institutions, Mr. Tee held positions as Head of Credit Research for Greater China and Head of Origination for Asia Pacific. During this time, he played a significant role in several high profile loan syndications to Chinese state owned conglomerates and project financings to consumer, energy and resources sectors in China and Indonesia. Mr. Tee holds a Bachelor of Arts (Magna Cum Laude) degree from Walsh University, USA.



- ❑ **Excellent access to world class infrastructure**, with rail and port capacity and low cost power
- ❑ Coal assets located in the prolific export coal fields of **Alberta and British Columbia**, two of the best mining jurisdictions in the world
 - Extensive historical reporting and some recent **NI 43-101 technical reports**
 - Development work primarily completed in the **70's** by major energy companies
- ❑ Iron ore asset located in the Labrador Trough, **Canada's** iron ore province

Public listed coal companies founded by Capital Investment Partners



Public unlisted coal companies co-sponsored by Capital Investment Partners with Forbes & Manhattan



Private coal companies controlled by Capital Investment Partners



Public listed iron ore companies founded and controlled by Capital Investment Partners



Iron ore projects in the Labrador Trough, Canada

Canada is the **5th largest** iron

- ❑ ore exporter in the world with 45Mt produced in 2012

One of the world's safest most

- ❑ **politically stable** regions for mining

Quebec is ranked 5th out of

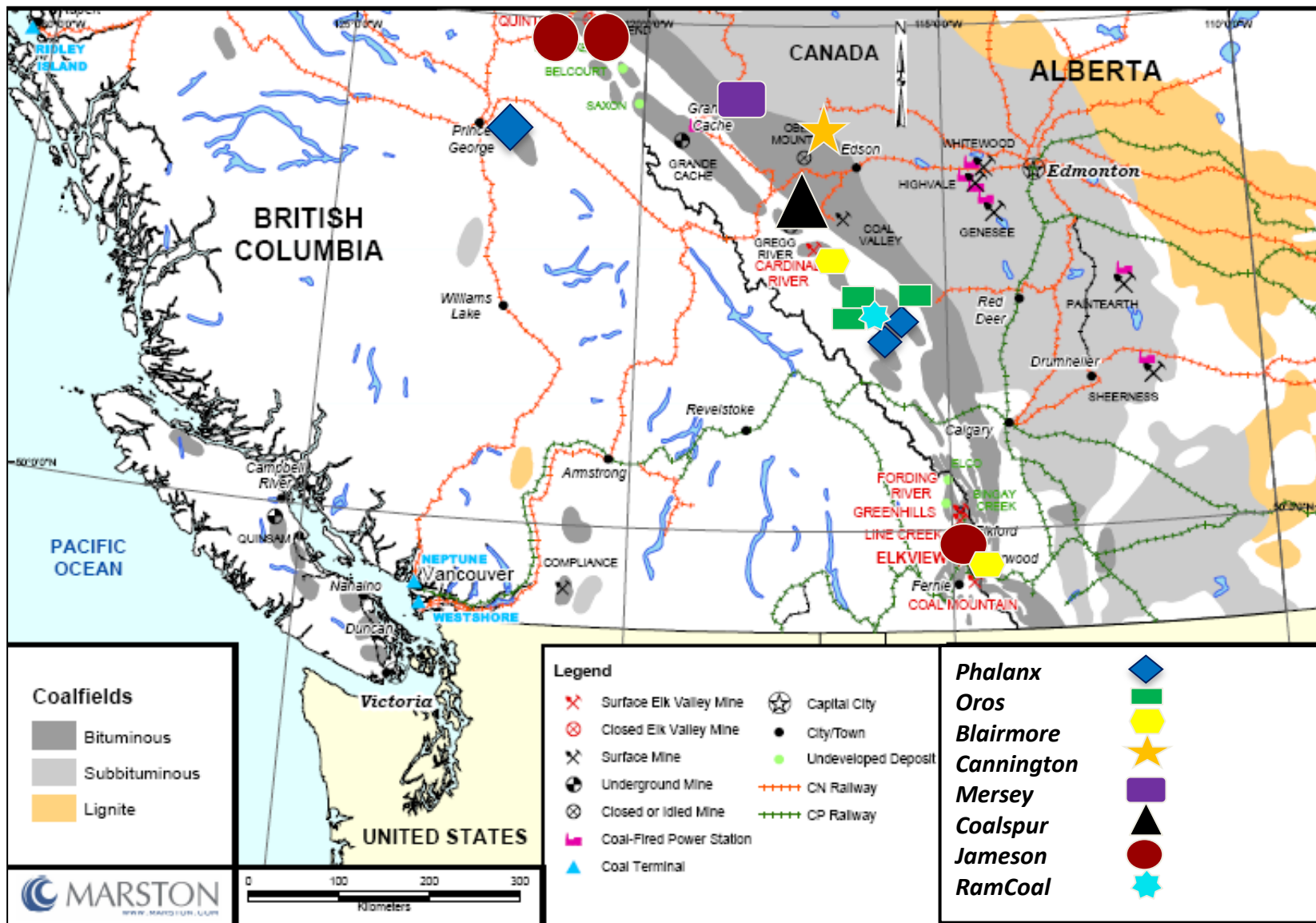
- ❑ 152 countries and territories in the Fraser Institute's 2012 mining survey

Excellent global trade

- ❑ relationships, no resource nationalism, clear and **sound policy for mining**



Coal Projects in Prolific Export Coal Fields of Canada



Presentation of General Background

This document contains general background information about the activities of the private coal companies (the “Company”) controlled by Capital Investment Partners currently as at the date of this presentation. It is information in a summary form only and does not contain all the information necessary to fully evaluate any transaction or investment.

This presentation may include forward-looking statements. These forward-looking statements are based on management’s expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Capital Investment Partners that could cause actual results to differ materially from such statements. Capital Investment Partners makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

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There are a number of risks, both specific to the Company and of a general nature which may affect the future operating and financial performance of the Company and the value of an investment in the Company including and not limited to economic conditions, stock market fluctuations, coal demand and price movements, timing of access to infrastructure, timing of environmental approvals, regulatory risks, operational risks, reliance on key personnel, reserve and resource estimations, native title and title risks, foreign currency fluctuations, and mining development, construction and commissioning risk



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