KROPZ PLC

INDEPENDENT AFRICAN PHOSPHATE ROCK PRODUCER

Presentation | March 2022

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Chief Executive Officer

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KROPZ

WHY

KROPZ?

Phosphate

- Essential to food production
- N **P** K
- 85% of rock used in fertilizer production
- Demand ⬆
- Prices ⬆

Sub-Saharan Africa

- Expanding population
- Improving diets
- Low fertilizer usage
- Food demand to triple by 2050
- Fertilizer is needed

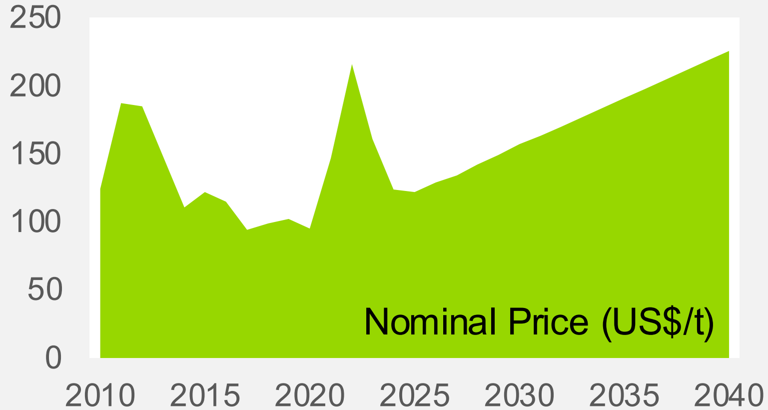
Kropz Opportunity

- Elandsfontein being commissioned
- Global supply shortage
- Low cadmium resource
- Geographical advantage
- 5-7% of traded rock market

PHOSPHATE MARKET

Robust demand on supply shortages

- Global phosphate rock market – US$30bn by 2030[1]
- Phosphate rock CAGR of 3.2% forecast[1]
- Demand driven by fertilizer use
- 85% of rock production integrated
- Major producers expanding downstream
- Increases in production integrated downstream
- Producer's market
- China export restrictions
- Supply concerns from Russian sanctions



[1] Research and Markets (February 2022), [2] Price graph - CRU December 2021

Assets

ELANDSFONTEIN, REPUBLIC OF SOUTH AFRICA

Near-term cashflow

- 1Mtpa phosphate rock mine
- Currently in ramp-up
- Excellent logistics – close proximity to port
- Export capacity secured
- First sales expected Q1 2022
- Fully permitted

HINDA, REPUBLIC OF CONGO

Future organic growth

- One of world's largest undeveloped phosphate reserves
- Phased approach
- Low-cost natural gas
- Nearby port access
- Fully permitted

[1] Subject to 10% possible participation by Republic of Congo Government

OUR ROCK

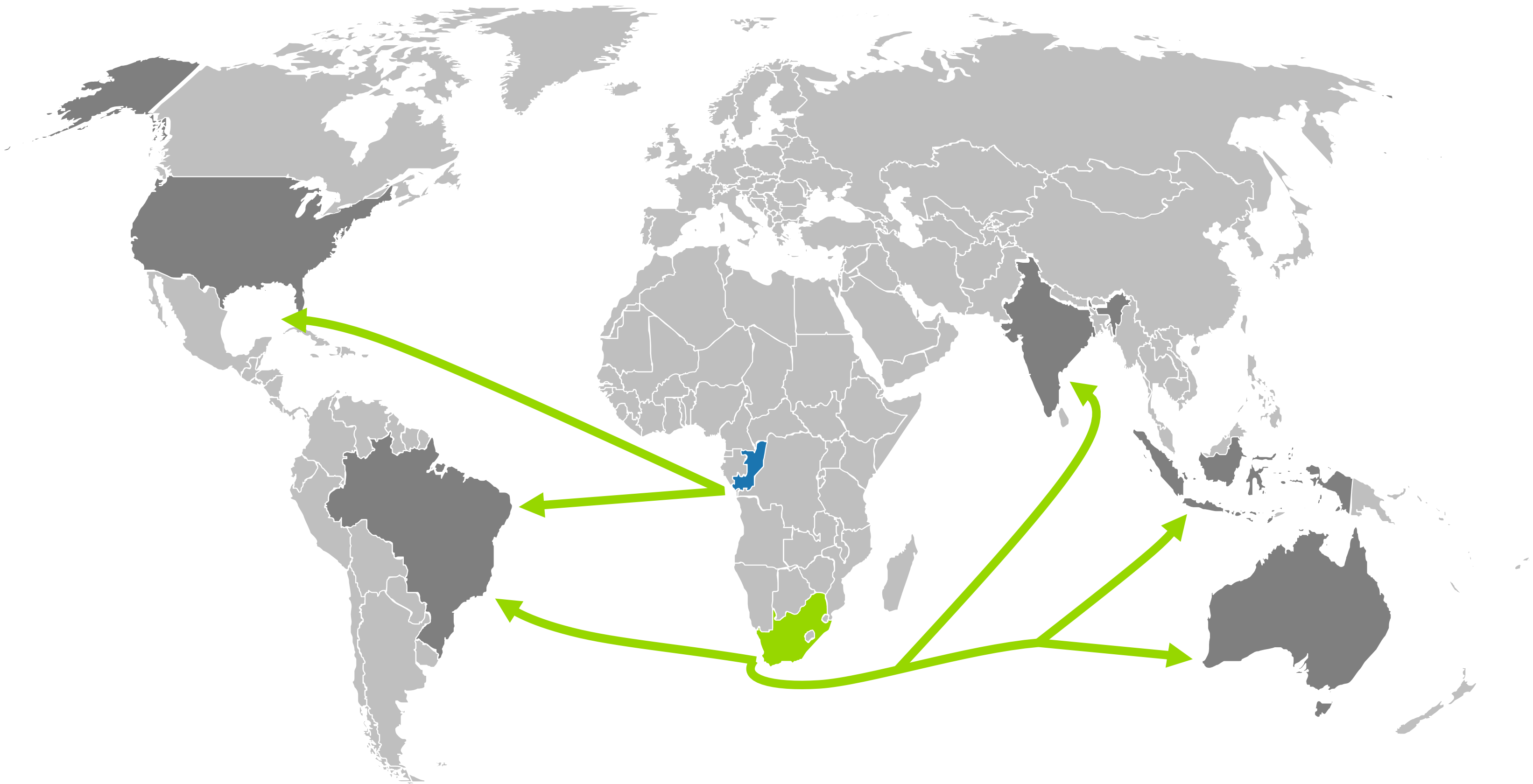
- 66-68 BPL concentrate
- Both suitable for phosphoric acid, DAP, MAP and SSP

- Low cadmium – meets current and future EU standards
- MER < 0.1
- Low radioactivity – gypsum meets EU standards

- Low sulphuric acid consumption in phosphoric acid
- Less gypsum produced

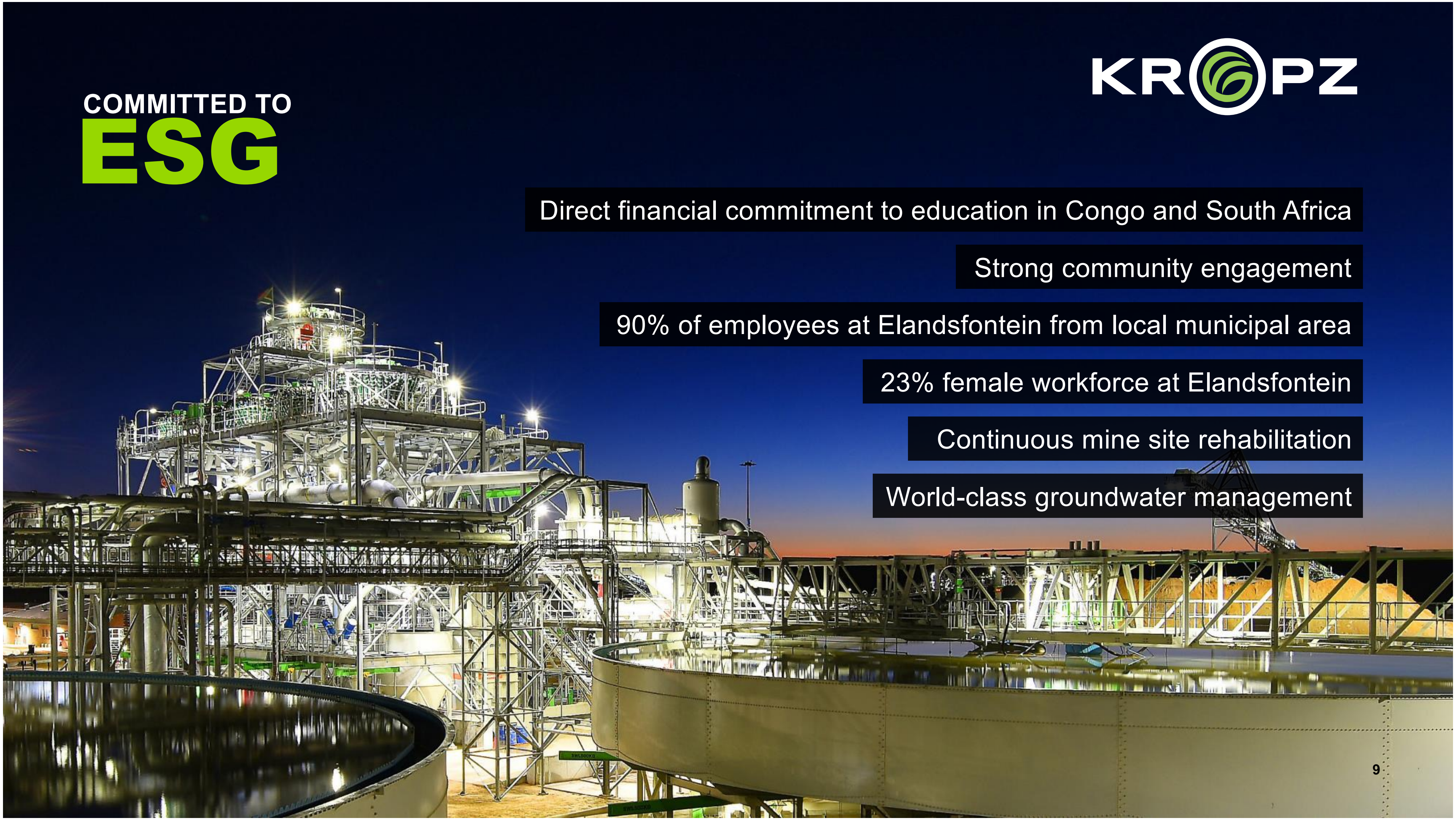
PHOSPHATE ROCK + SULPHURIC ACID = PHOSPHORIC ACID + NITROGEN (AMMONIA) = MAP/DAP + POTASSIUM (MOP/SOP) = NPK FERTILIZER

Strong freight position



Sustainability development goals

We have identified the following UN Sustainable Development Goals as our key focus areas:


KROPZ
COMMITTED TO
ESG
Direct financial commitment to education in Congo and South Africa
Strong community engagement
90% of employees at Elandsfontein from local municipal area
23% female workforce at Elandsfontein
Continuous mine site rehabilitation
World-class groundwater management

KROPZ

WELL-FUNDED

BALANCE SHEET

- Cash and cash equivalents of US$ 12 million[1]
- Total assets of US$ 202 million[1]
- Total long term debt of US$ 46 million[1]
- External long term debt of US$ 30 million[1]

[1] Figures as at 30 June 2021

- Free digging, sandy deposit
- 15m to 30m ore thickness
- Concurrent rehabilitation during mining
- 2.2 million tonnes of overburden moved

Resource[1,2]	Quantity (Mt)	Grade ($\%P_2O_5$)	Contained P_2O_5 (Mt)
Measured	47.5	10.3	4.9
Indicated	30.3	5.1	1.6
Inferred	23.3	5.5	1.3
Total	**101.1**	**7.7**	**7.7**

Reserve[1,3]	Quantity (Mt)	Grade ($\%P_2O_5$)	Contained P_2O_5 (Mt)
Probable	63.6	9.6	6.1
Total	**63.6**	**9.6**	**6.1**

[1] Resources and reserves are presented on a 100% basis, Kropz plc owns 74% of Elandsfontein; [2] SRK (SA) CPR November 2018 AIM Admission Document; [3] Based on SRK (SA) CPR November 2018 AIM Admission Document modifying factors

- Pilot-scale testwork confirmed flotation recoveries
- Robust circuit responds to all ore types
- Based on proven Crago process
- Plant modifications completed within time and budget
- Currently in commissioning and ramp up
- Exciting by-product opportunities for ultra-fine phosphate

- $170m invested in infrastructure and plant
- $30m project finance from BNP Paribas

Metric	Project
Current LOM (potential to extend)	11 years[1]
Steady-state annual production	±1 Mt[1]
Phosphate rock concentrate	31% P_2O_5[1]
Nominal LOM price (FOB)	$150/t[2]
Nominal LOM cash costs (FOB)	$80/t[1]

[1] Current company financial model; [2] CRU, December 2021

HINDA PROJECT

- Kropz acquired Cominco in 2018 - $40 million
- Previous owners invested $44 million
- Kropz has invested a further $3 million

- Hinda development started in 2010 by Cominco
- 929 holes drilled
- Laboratory and pilot testwork completed

- 50km from port of Pointe-Noire
- 15km from national highway
- Port occupancy and gas supply agreements in progress

- Opencast mining, low strip ratio
- 300m to 800m wide ore corridor
- Two phosphate bearing sedimentary layers up to 65m thick
- Phased production of 1Mtpa and 2Mtpa
- LOM to >25 years[3]

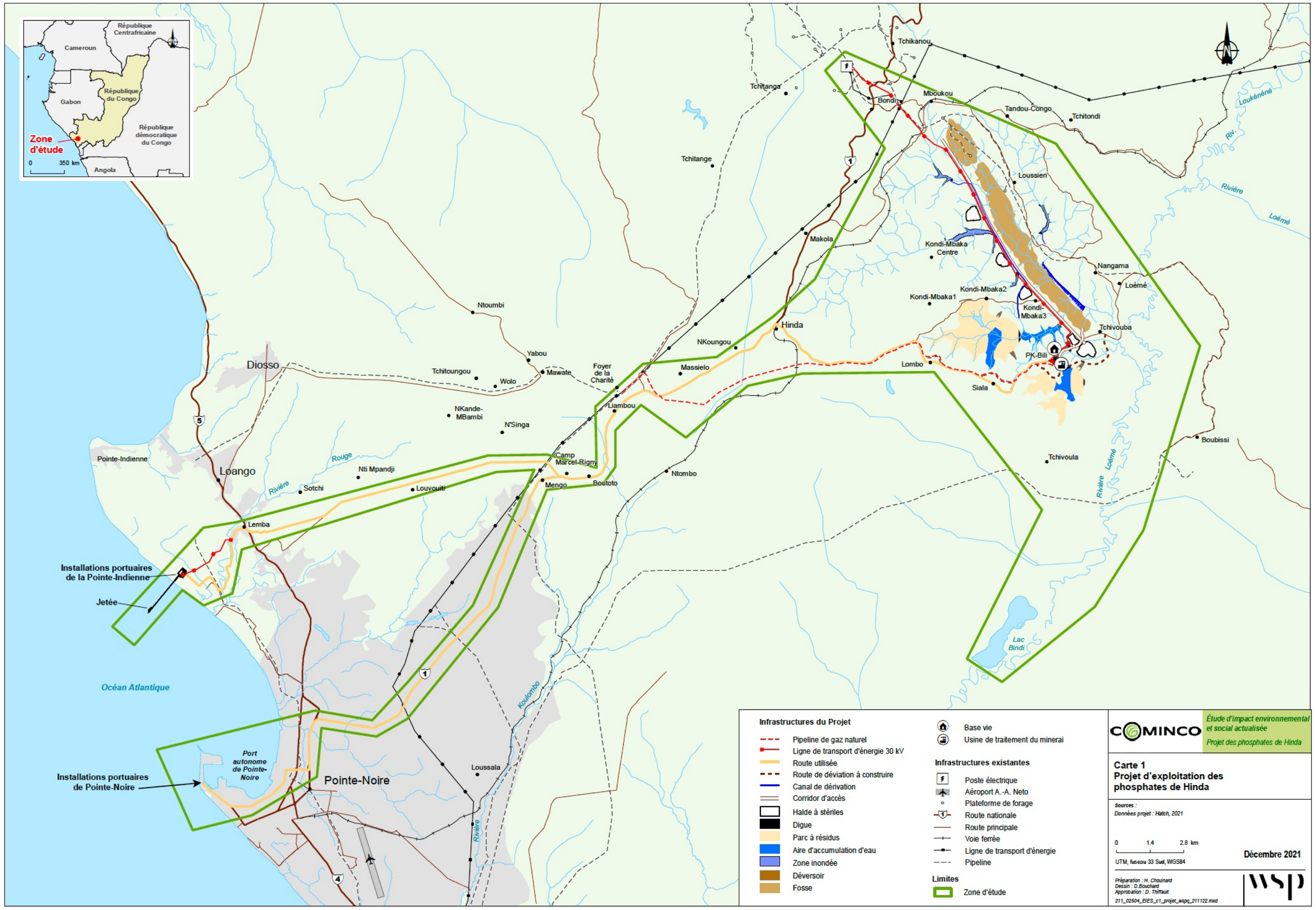
Resource[1]	Quantity (Mt)	Grade (%P_2O_5)	Contained P_2O_5 (Mt)
Measured	200.5	11.6	23.3
Indicated	380.9	9.8	37.3
Inferred	94.4	7.5	7.1
Total	**675.8**	**10.0**	**67.7**

Reserve[2]	Quantity (Mt)	Grade (%P_2O_5)	Contained P_2O_5 (Mt)
Proven	158.7	12.1	19.2
Probable	246.3	10.4	25.6
Total	**405.0**	**11.0**	**44.8**

[1] SRK (UK) CPR November 2018 AIM Admission Document based on 100% basis; [2] SRK (UK) November 2018 AIM Admission Document mineral reserve as at 1 April 2015; [3] Current company financial model

PLANT DESIGN AT HINDA

Project location



HINDA

FEASIBILITY STUDY

- Capital cost - Phase 1 US$ 355 million, Phase 2 US$ 310 million (real, 2021)
- Peak funding US$ 392 million - Phase 2 funded from Phase 1
- Operating cost: Phase 1 US$ 63/t FOB, Phase 2 US$ 70/t
- LOM EBITDA margin US$ 65/t
- Three year construction schedule - robust execution strategy
- Nominal IRR of 19.2% and $NPV_{11\%}$ of US$ 397 million
- Opportunity for immediate commencement of Phase 2

HINDA OPPORTUNITIES

- Immediate commencement of Phase 2 delivers nominal IRR of 21.0% and $NPV_{11\%}$ of US$ 543 million
- Mining model further optimised
- Value engineering opportunities investigated
  - Port; and
  - Power supply
- Engagement with local contractors presented opportunities for capital cost reduction

Hinda infrastructure

Multipurpose terminal at Port of Pointe-Noire

RN1 highway from Pointe-Noire to Hinda village

THE WAY FORWARD

- Complete Elandsfontein commissioning
- Commercialise phosphate rock sales

- Complete Hinda fund raising
- Expand value engineering investigations
- Commence early works

- Continue engagement with Congolese government and other key stake holders


THANK YOU
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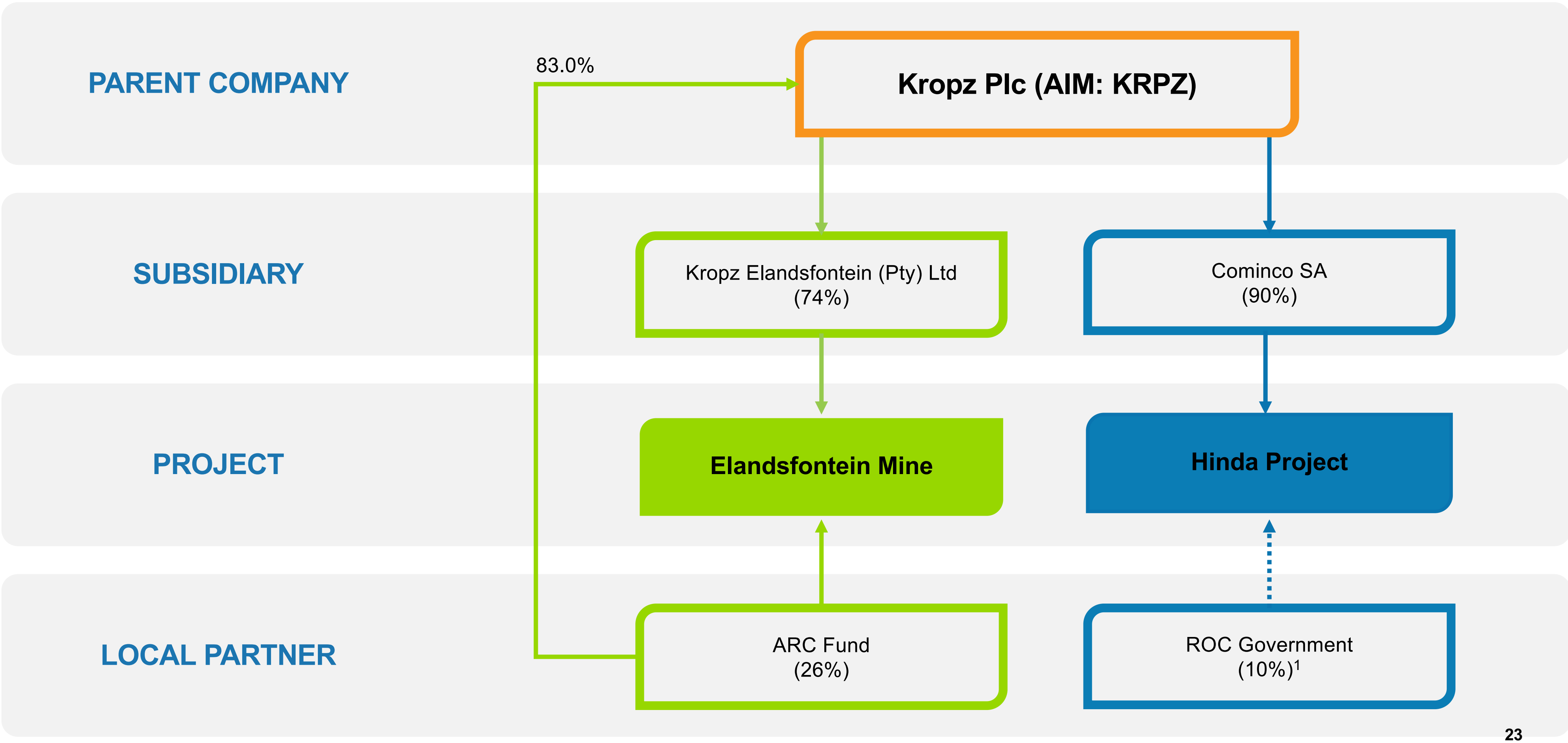
Corporate structure

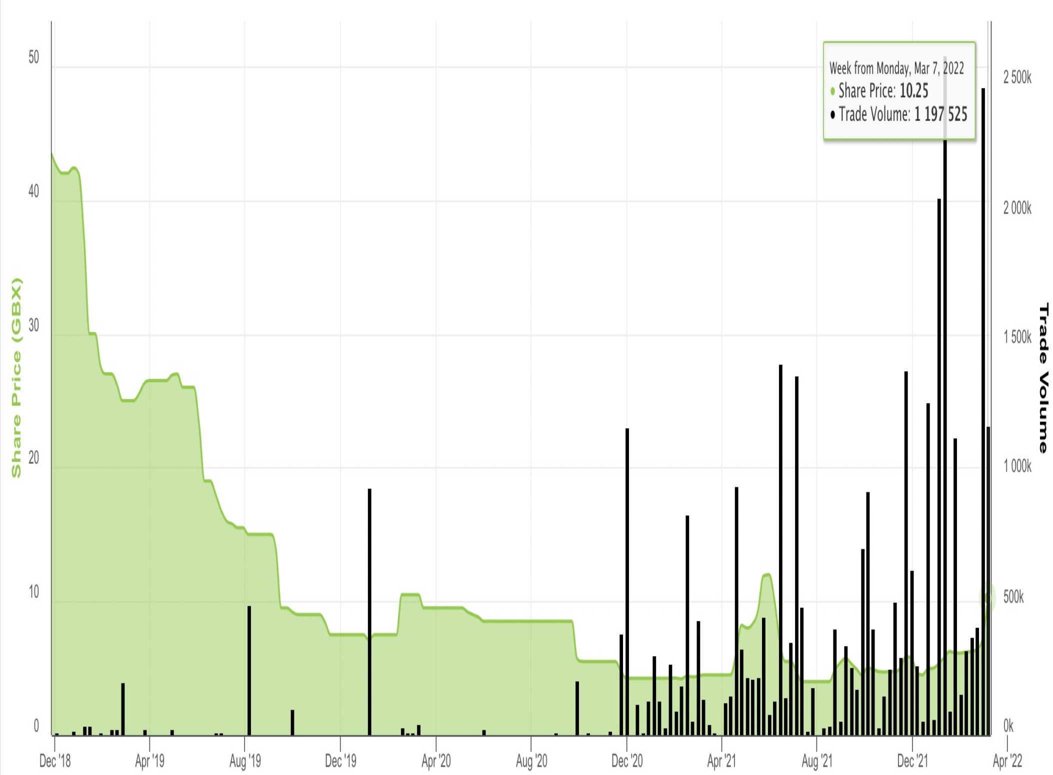


[1] Subject to 10% potential participation by Republic of Congo Government

Shareholdings and capital structure

Shareholders – 7 March 2022	%
ARC Fund	83.0
Kropz International	6.0
R&H Trust Company	2.0
THE Hong Investment Holdings	1.7
Management	0.8
Other	6.5

Current capital structure – 7 March 2022	
Shares in issue	916.3m
Share price	10.25p
Market capitalisation	GBP94m
Cash on hand – 31 Dec 2021	US$7m
Total long-term debt – 31 Dec 2021	US$50m



Strong board

Lord Robin Renwick of Clifton, Chairman

- Former UK ambassador to USA and South Africa
- Former Deputy Chairman of JP Morgan Europe
- Extensive corporate mining experience

Linda Beal, Non-executive Director

- Former partner at PwC
- UK chartered accountant for over 30 years
- NED on various natural resource companies

Mark Summers, CEO

- SA chartered accountant with over 25 years in mining industry
- Former CFO of Gemfields plc and TanzaniteOne

Machiel Reyneke, Non-executive Director

- Former Finance Director of Santam Ltd
- Current Finance Executive at ARC Fund
- More than 35 years' corporate finance experience

Mike Daigle, Non-executive Director

- More than 45 years in phosphates and fertilizers
- VP and director at IMC Fertilizer and Mosaic JV

Mike Nunn, Non-executive Director

- Founder of Kropz and TanzaniteOne
- Mining entrepreneur with over 25 years' experience