



# ASX The Main Market for Global Iron Ore



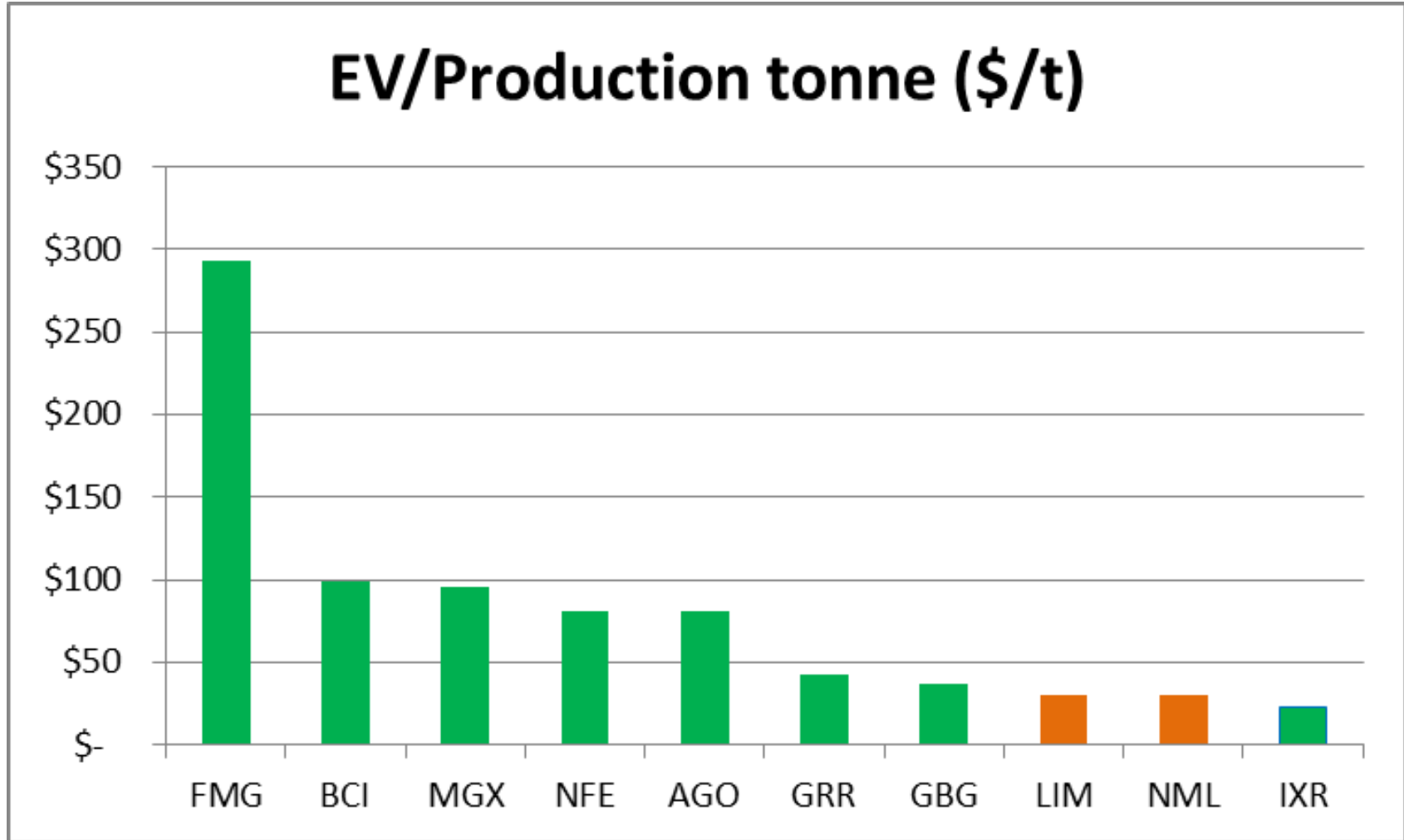
ASX is currently the best exchange for iron ore exploration companies considering that for **“pure play” iron ore companies**:

- ❑ The ASX trades at **~3 times EV per production tonne** than the TSX
- ❑ The ASX trades at **~7 times EV per Resource tonne** than the TSX even though many projects are stranded without infrastructure
- ❑ There are 5 times as many “pure play” ASX-listed iron ore exploration stocks than on the TSX with a combined **market capitalisation 10 times** the TSX(i)
- ❑ The ASX (excluding FMG) **daily turnover is 58 times** that of the TSX (by including FMG, the daily turnover on the ASX equates to 261 times, being ~ 1 year’s turnover of the TSX)
- ❑ ASX has the **world’s 3rd largest pool of investment funds** and has the **world’s 4th largest capital raisings**
- ❑ Australia is the **world’s largest iron ore exporter** accounting for half of global seaborne supply

*Source: (i) Bloomberg 11 Sep 2013 excluding FMG, including FMG is 38 times; (ii) Bloomberg 11 Sep 2013 and CIP research*

# EV per production tonne ASX v TSX

“Pure play” ASX-listed iron ore production trades at **~3 times EV per production tonne** than the TSX (excludes RIO and BHP)



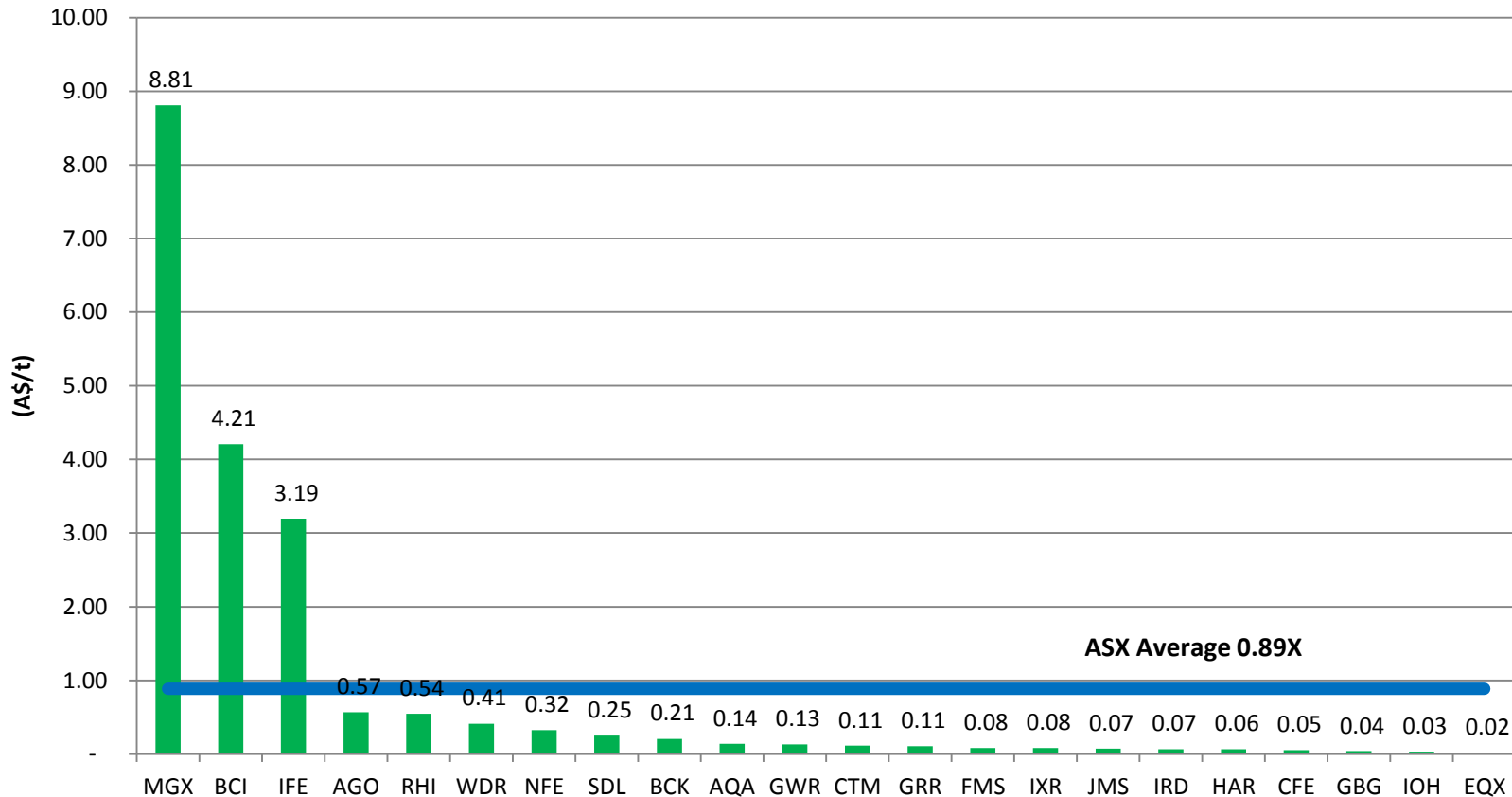
Source: Bloomberg (10 Sep 2013)

Note: (i) Excludes ASX & TSX listed companies with market cap. less than \$A10m; (ii) Based on A\$/C\$ of 0.95

# ASX Iron Ore Exploration Companies Valuation

Examination of iron ore exploration trading multiples on the ASX indicates comparable valuation of 8.81x to 0.02x of JORC Resource multiples

## ASX EV/Resource Multiples



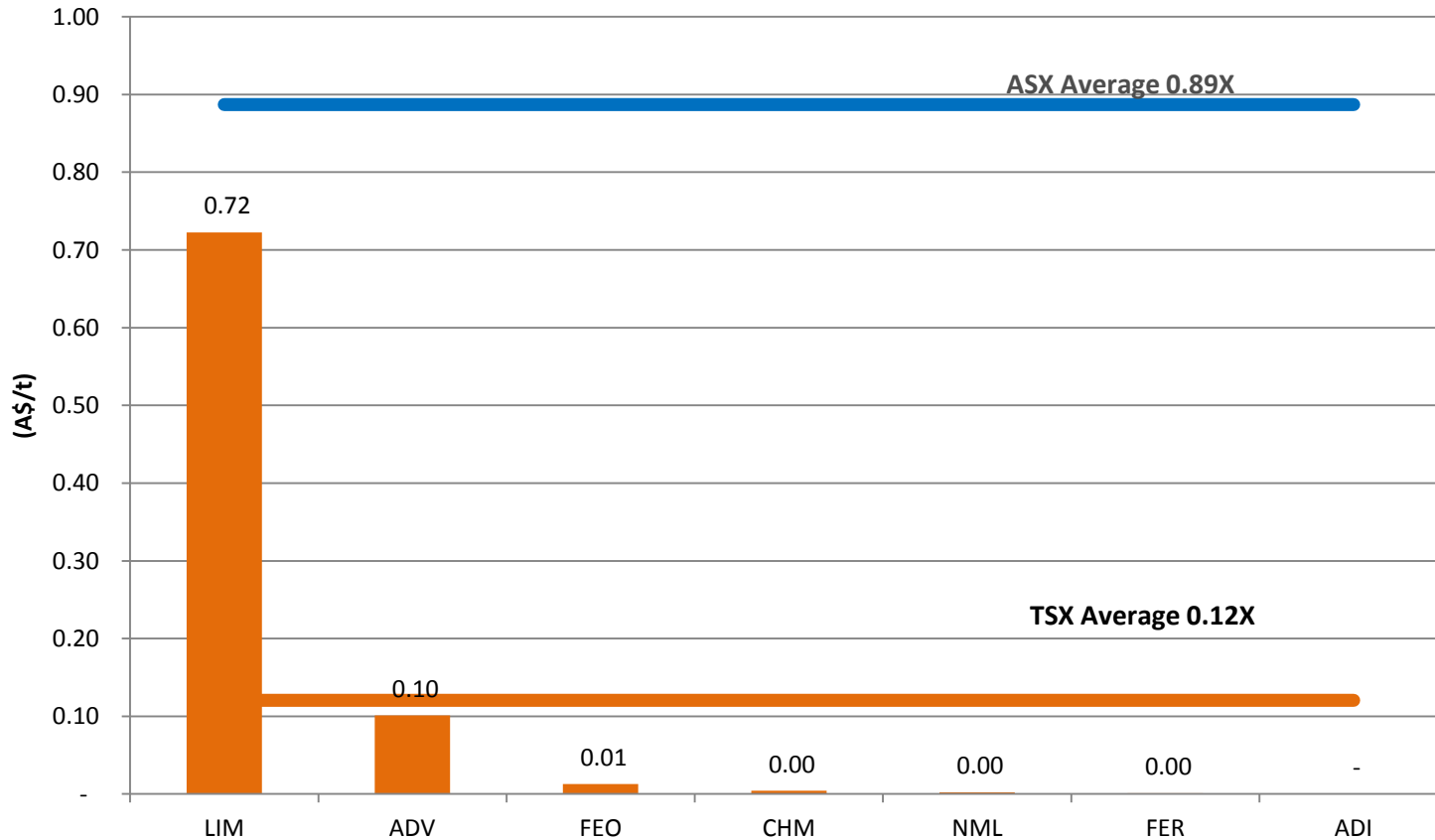
Sources: Bloomberg (13 Sep 2013), Company filings

Notes: Excludes ASX iron ore exploration companies with market cap less than A\$20 million

# TSX Iron Ore Exploration Companies Valuation

The ASX trades at **~7 times EV per Resource tonne** than the TSX even though many projects are stranded without infrastructure

## TSX EV/Resource Multiples



Sources: Bloomberg (13 Sep 2013), Company filings

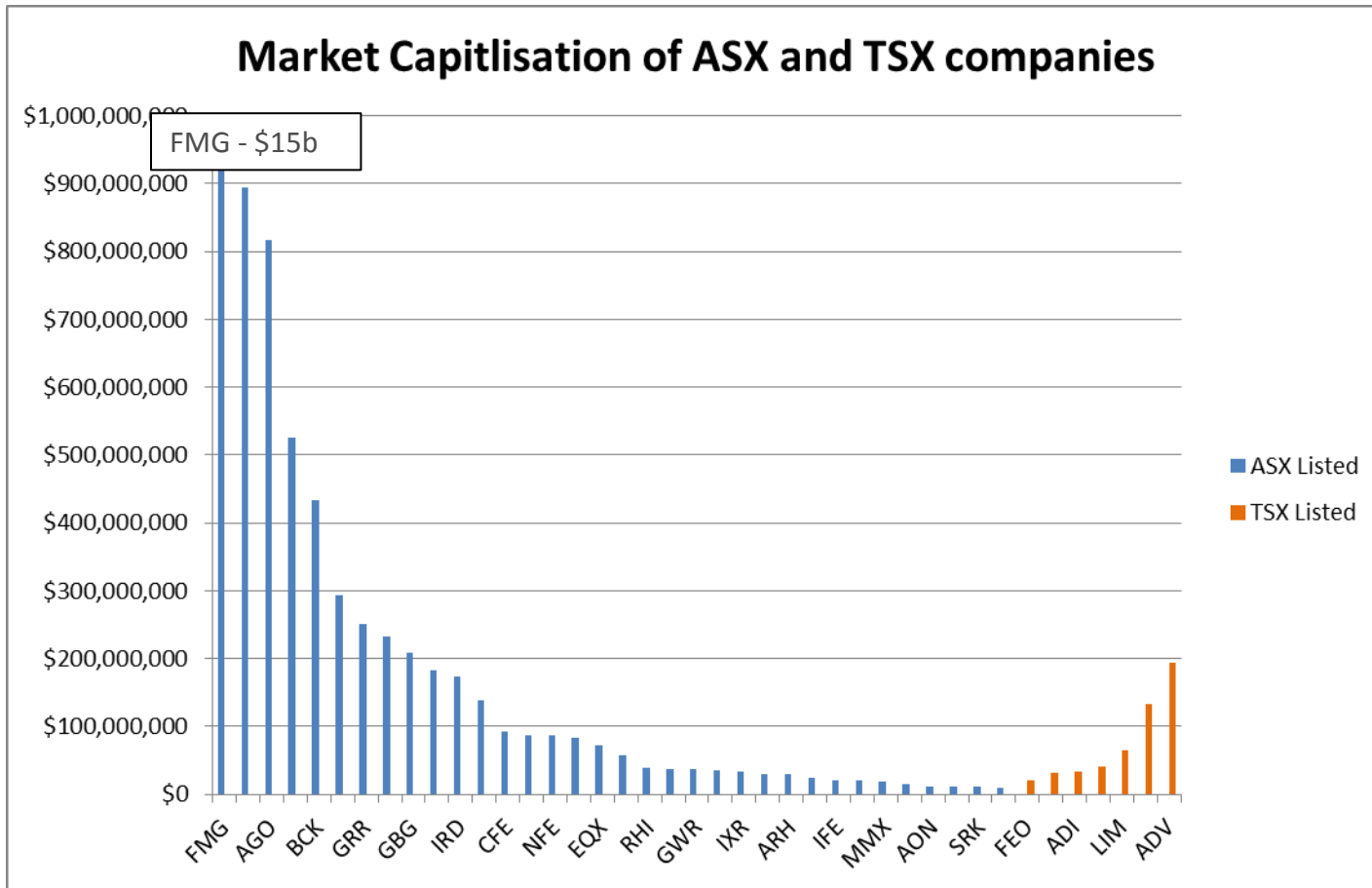
Notes: Excludes TSX iron ore exploration companies with market cap less than C\$10million

A\$/C\$ = 0.95



# Market Capitalisation comparison

There are 5 times as many “pure play” ASX-listed iron ore exploration stocks than on the TSX with a combined **market capitalisation 10 times** the TSX(i)



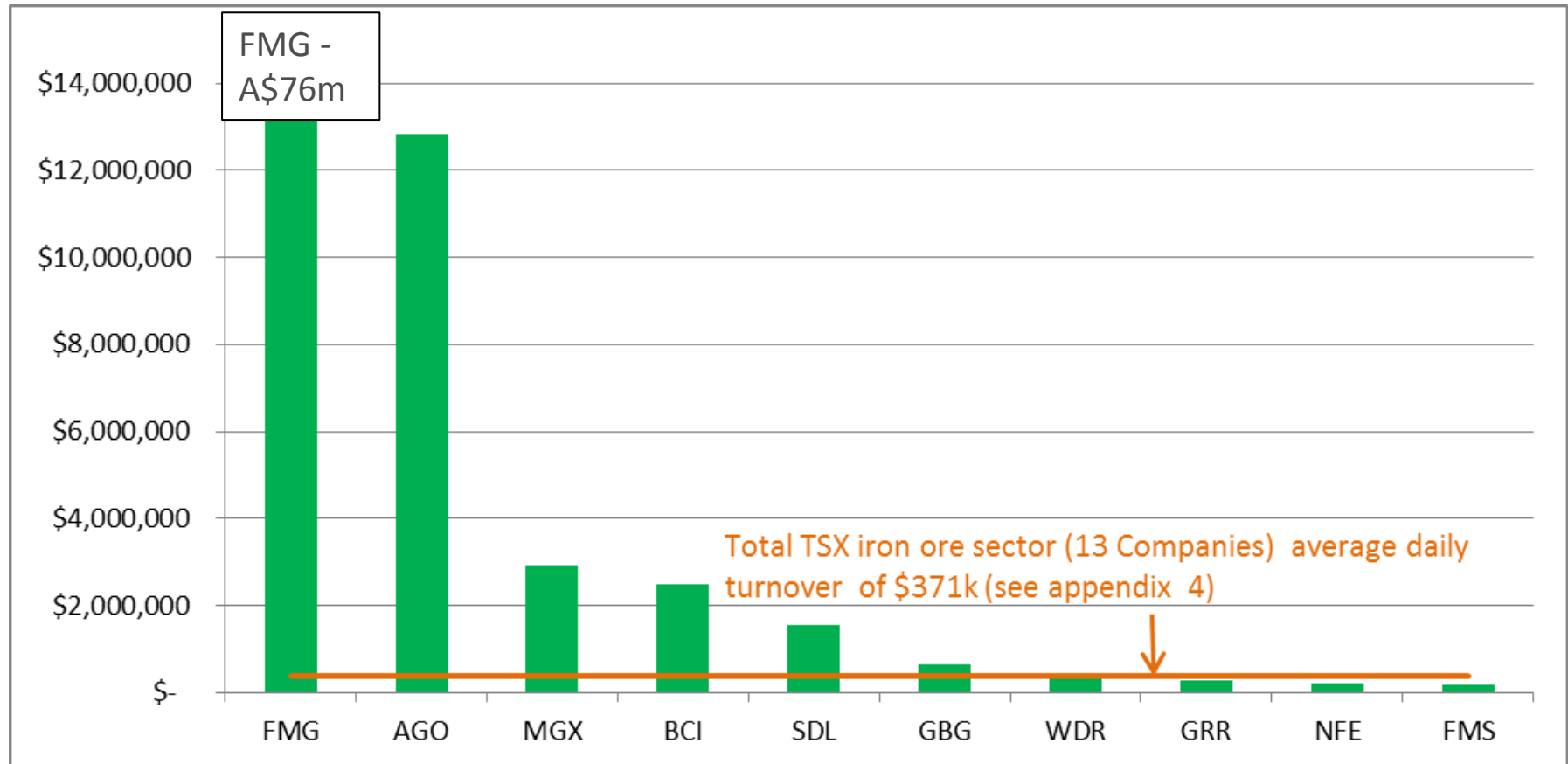
Source: Bloomberg (10 Sep 2013)

Note: (i) Excludes ASX & TSX listed companies with market cap. less than \$A10m or greater than \$1b. Including FMG the ASX has 38 times the market capitalisation of the TSX; (ii) Based on A\$/C\$ of 0.95

Private and Confidential

# ASX v TSX Turnover of iron ore companies

The ASX (excluding FMG) **daily turnover is 58 times** that of the TSX (by including FMG, the daily turnover on the ASX equates to 261 times, being ~ 1 year's turnover of the TSX)



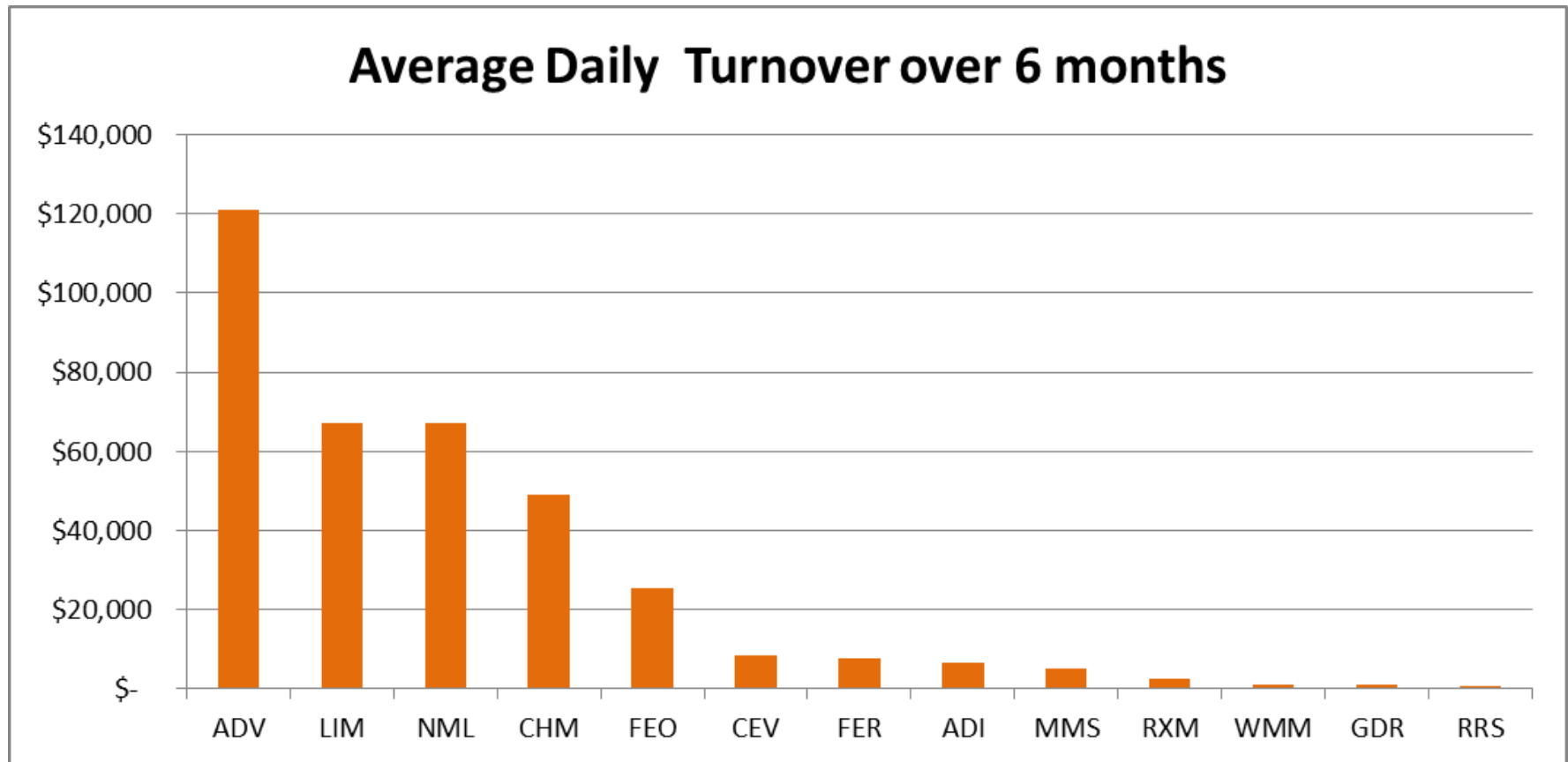
Average daily turnover over the last 6 months solely for the top 10 ASX iron ore companies (by market cap) being a total daily average of \$97m including FMG or \$21m without versus a TSX total of A\$371k

Source: Yahoo finance (20 Oct 2013)

Based on 6 month average of A\$/C\$ of 0.97

# Turnover for TSX iron ore companies

For all 13 pure play iron ore companies the TSX had an **average daily turnover of A\$371k** when averaged over the last 6 months.

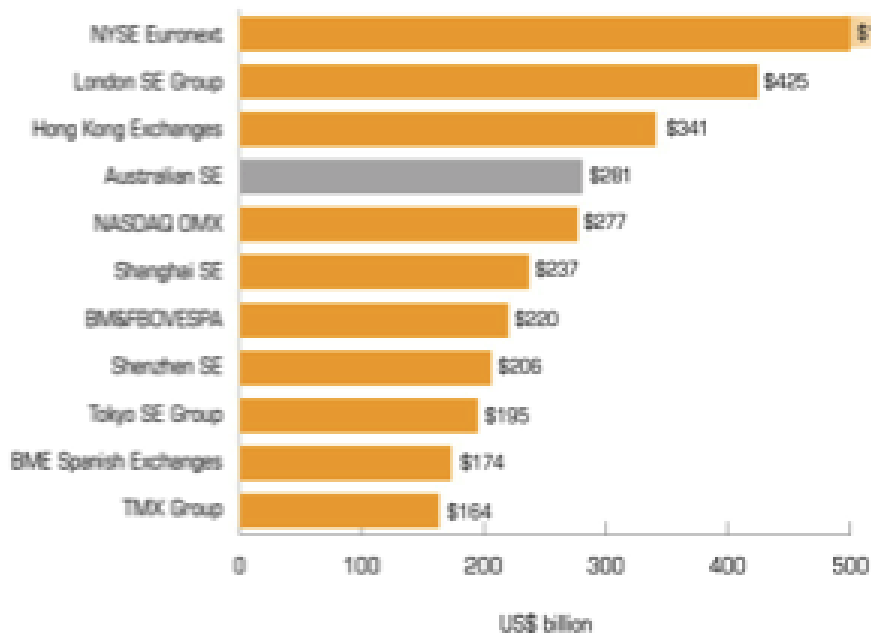


Source: Yahoo finance (20 Oct 2013)  
Based on 6 month average of A\$/C\$ of 0.97



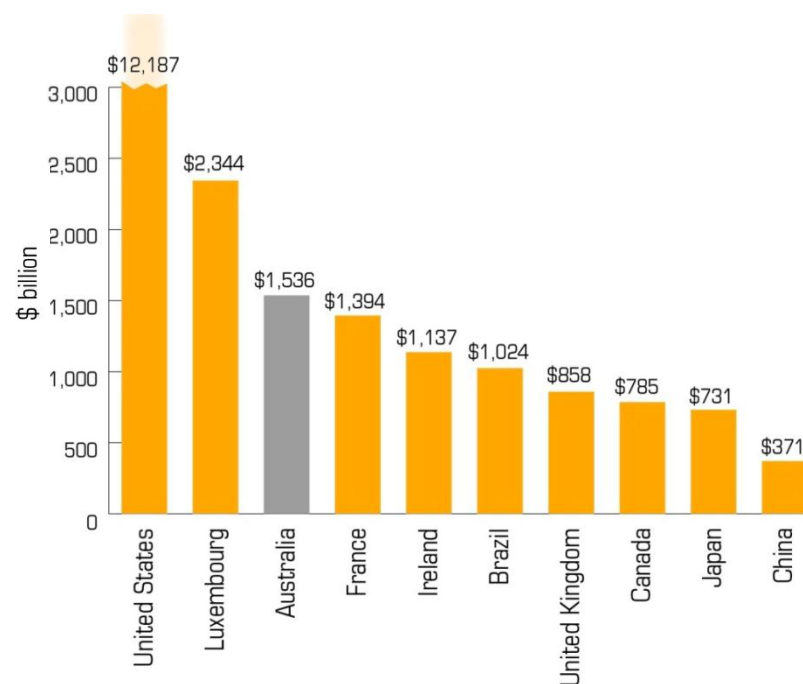
- ❑ The ASX has the **world's 4th highest equity capital raisings**
- ❑ Access to the **world's 3rd largest pool of investment funds**

**Total Equity Capital Raised by Exchange 2008 – 2012\***



Source: World Federation of Exchanges, Bloomberg  
\*To November 30 2012

**Investment Fund Assets (US\$)**



Source: Investment Company Institute, Q2 2012

## Presentation of General Background

This document contains general background information about the activities of Mamba Minerals Limited (“Mamba” or “the Company”) current 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. It should be read in conjunction with Mamba’s other periodic and continuous disclosure requirements to the ASX available at [www.asx.com.au](http://www.asx.com.au).

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## Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Greg Burns who is a member of the Australian Institute of Mining and Metallurgy. Mr Burns is a director of the company and an employee of CIP. Mr Burns 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 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Burns consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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