



SUNDANCE
RESOURCES LTD

A Great Project Improves Again

Creating partners for a stronger future
Australia, Africa and China

The Mbalam-Nabeba Project

September 2015





Disclaimer

FORWARD LOOKING STATEMENTS

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Certain statements made during or in connection with this communication, including without limitation, those concerning the economic outlook for the iron ore mining industry, expectations regarding iron ore prices, production, cash costs and to the operating results, growth prospects and the outlook of Sundance’s operations including the likely commencement of commercial operations of the Mbalam-Nabeba Iron Ore Project and its liquidity and capital resources and expenditure, contain or comprise certain forward-looking statements regarding Sundance’s operations, economic performance and financial condition.

Although Sundance believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors:

- *Changes in economic and market conditions*
- *Success of business and operating initiatives*
- *Changes in the regulatory environment and other government actions*
- *Fluctuations in iron ore prices and exchange rates*
- *Business and operational risk management*
- *Changes in equipment life, capability or access to infrastructure*
- *Emergence of previously underestimated technical challenges*
- *Environmental or social factors which may affect a license to operate*

This presentation should be read in conjunction with the Sundance Annual Financial Report as at 30 June 2014, the half year financial statements, the quarterly reports along with any other ASX announcements made by Sundance in accordance with its continuous disclosure obligations arising under the Corporates Act 2001.

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Weathering the Storm.....

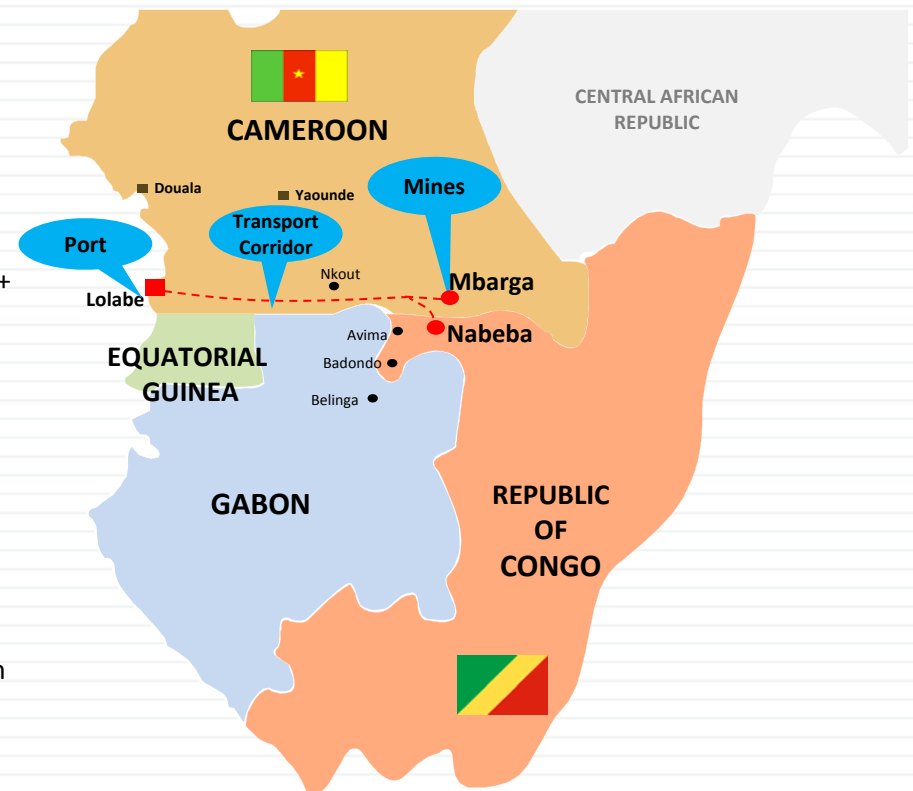


“Storms pass...working hand in hand with the Cameroon and Congo Governments, Sundance is exceptionally well placed to realise its vision to become a leading global iron ore producer.”



A Pioneering Project for Central Africa

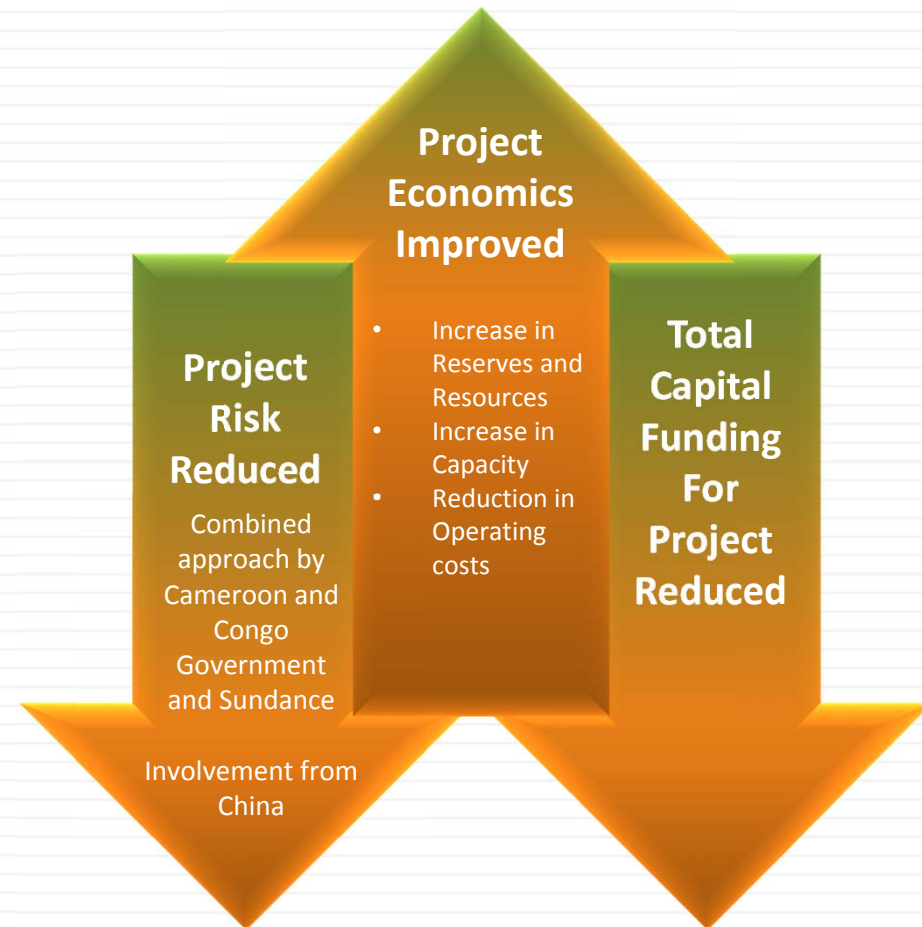
- The Project consists of the:
 - Mbarga and Nabeba iron ore mines, processing plants and associated infrastructure
- The Project will produce at least 40 million tonnes per annum from the two mines for 30+ years in two stages:
 - **Stage 1:** high-grade hematite direct shipping ore (“**DSO**”) for at least 13 years
 - **Stage 2:** 66% - 68% concentrate product from Itabirite for further 20+ years
- The Project will utilise:
 - a new railway (to be constructed) from the Congo, through Cameroon, to the coast with:
 - 540km in Cameroon
 - 40km spur line in Congo
 - a deep water iron ore mineral terminal (to be constructed) in Cameroon
- The infrastructure in Cameroon will be funded by the Government of Cameroon and be jointly owned by Cam Iron (2%) and the Government of Cameroon (98%)





Making a Great Project even Better

- Transition Agreement signed to move funding and ownership of the port and rail to the Cameroon Government
- EP92 and Mbalam Convention Long Stop Date extended to 24 July 2017
- Project capacity increased to 40Mtpa
- High Grade Hematite Ore Reserves increased to 517Mt at 62.2% Fe
- Itabirite Resource increased to 5.6Bt at 34%
- EPC Contractor selected for Port and Rail
- In principle, agreement to extend Convertible Notes to Sept 2017





Increase in Resources and Reserves

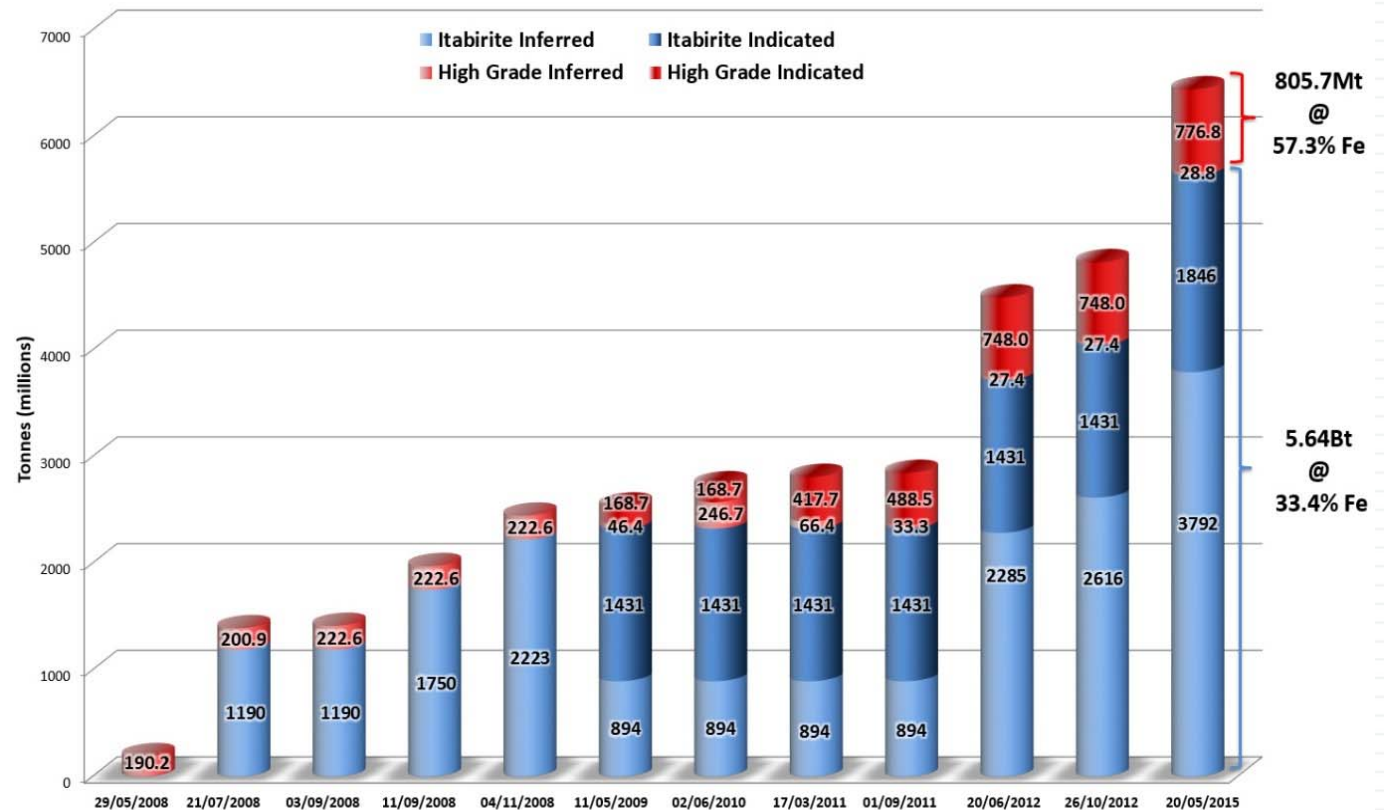




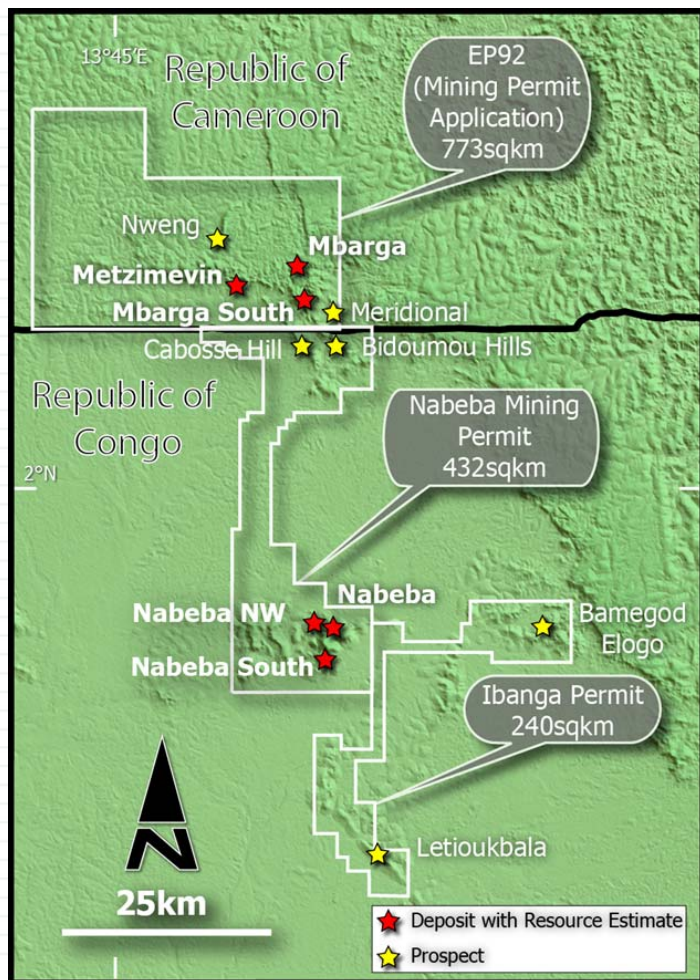
Increase in Resources

From DFS in 2011 to 2015:

- High Grade Resources increased from 483Mt to 805.7Mt (+67%)
- Itabirite Resources increased from 2.3Bt to 5.6Bt (+143%)



Stage 1 High Grade Hematite Reserves and Resources



	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Reserves						
Probable	517	62.2	4.46	2.80	0.09	3.3
Resources						
Indicated	776.8	57.3	8.9	4.4	0.10	3.9
Inferred	28.8	56.6	16.4	2.9	0.08	1.3
Total	805.7	57.3	9.2	4.3	0.10	3.8

- ASX announcement of 20 May 2015:
 - High grade Hematite Reserves totaling 517Mt at 62.2% FE with low impurities
 - First 10 years of production average Product grade 63.1%
- High Grade Hematite Resources totalling 775.4Mt at a grade of 57.2% Fe
- From 2011 - 2015, Reserves increased 105% from 252Mt to 517Mt
- Additional Exploration Target of approximately 90 - 150Mt at a grade of 55% to 65% Fe of High Grade Hematite on existing tenements*

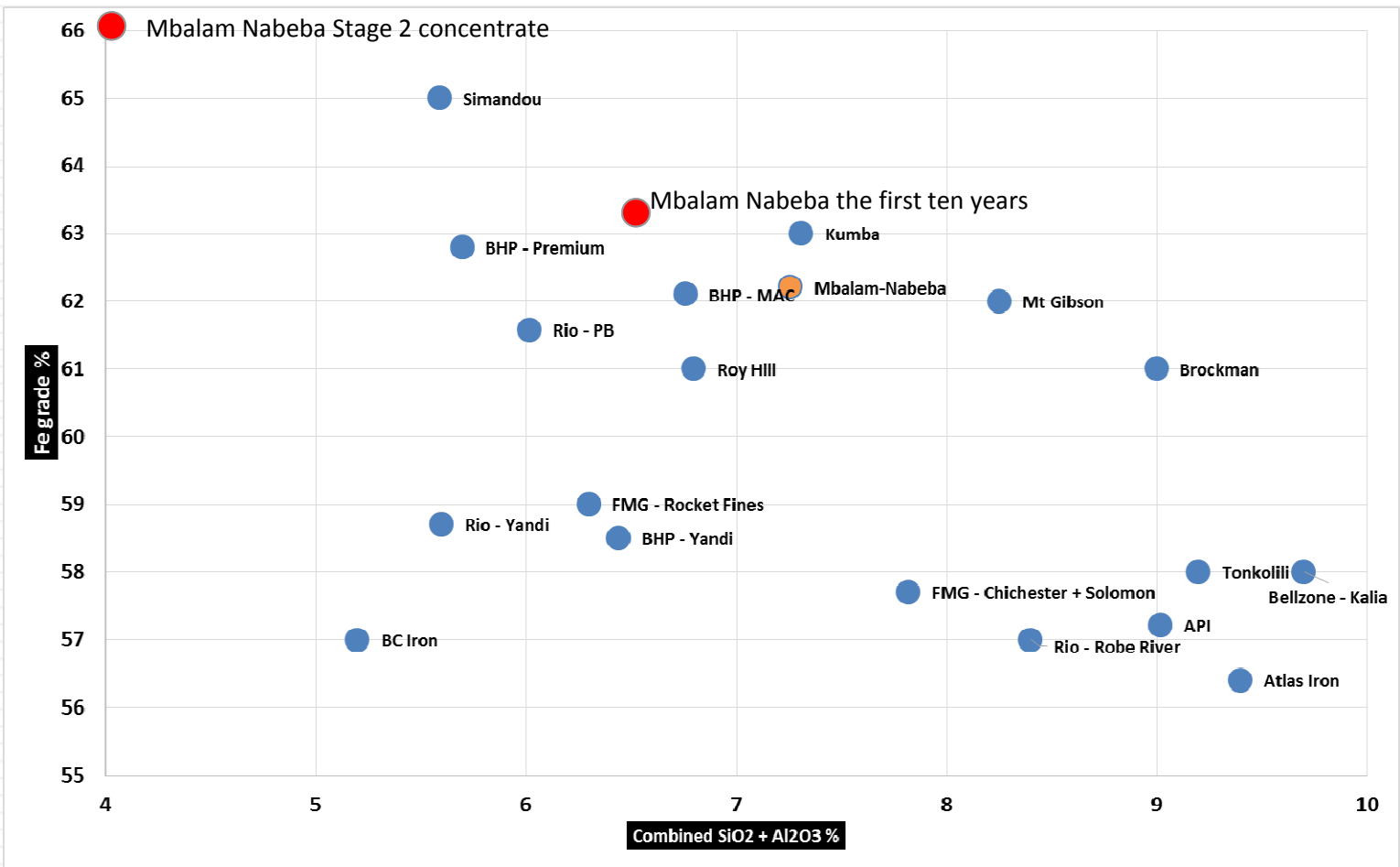
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** It must be noted that this range is an Exploration Target only, and not to be misconstrued as an estimate of Mineral Resources. The potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a mineral resource and that it is uncertain if further exploration will result in the determination of a mineral resource.*



High Quality Product

- High quality ore comparable to best ore from the Pilbara





Increase in Capacity





Increase in Capacity to 40Mtpa

- Pit to Port dynamic simulation model commissioned
- Results
 - Car dumper, shiploader, port stackers and reclaimers all adequate
 - One extra passing loop required
 - Additional railway siding feeding into car dumper required
 - Cost: extra US\$10M for infrastructure; extra \$90M in Mine processing capex
- Mine life supported by increase of Reserves to at least 13 year life even with increased capacity





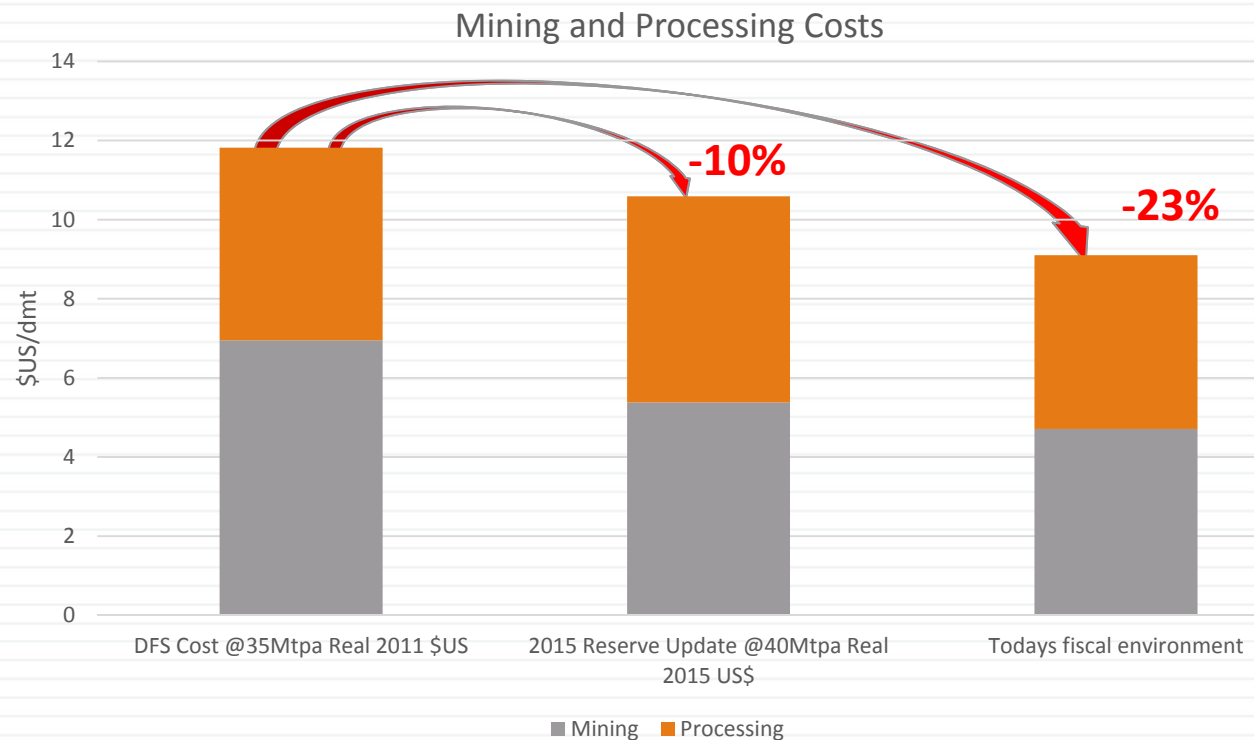
Operating Cost Improvement





Mines Operating Costs Reduced

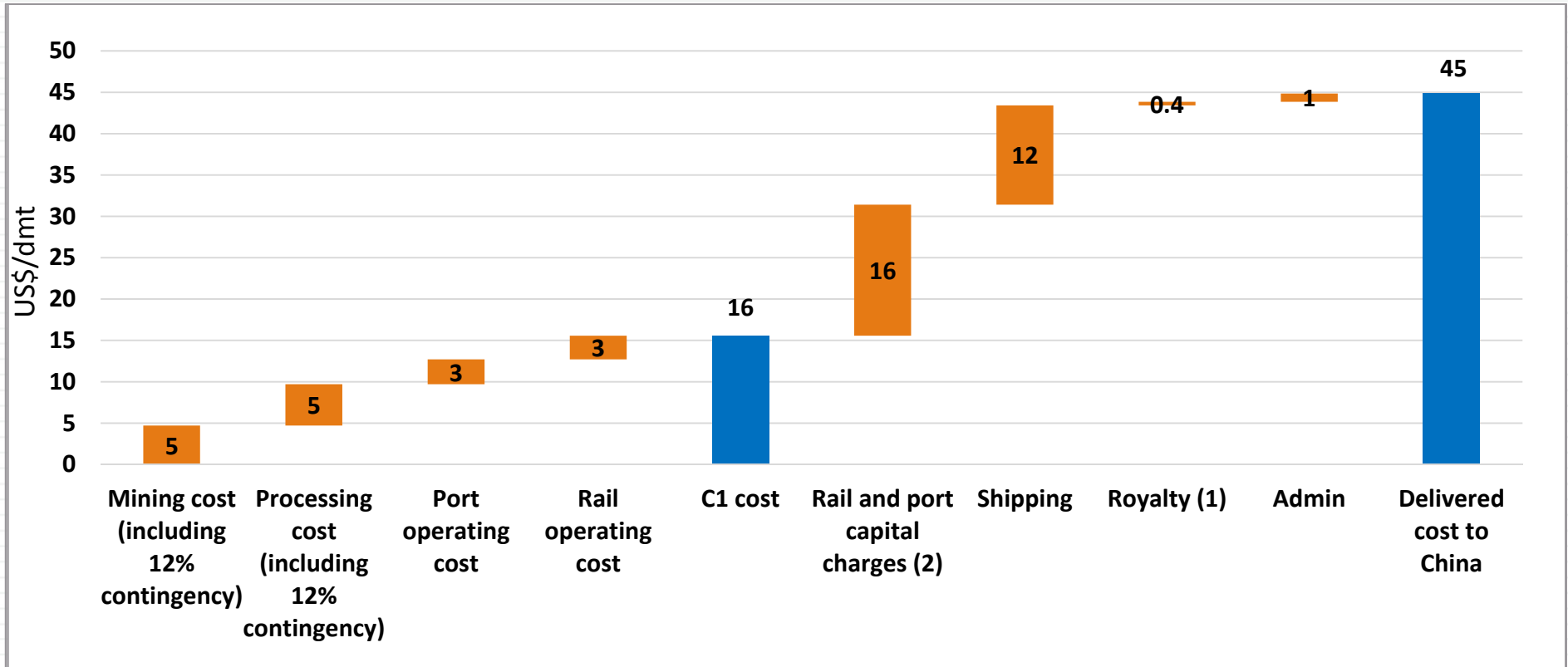
- Cost reduction attributed to:
 - Improved strip ratio from 0.9:1 to 0.7:1, reducing mining costs
 - Partially offset by increased processing costs due to silica removal beneficiation process started from day 1



Note: Today's fiscal environment has oil at \$50/BBL compared to the DFS at \$80/BBL and all other parameters unchanged



Delivered Cost to China – 2015 Environment



Notes

(1) Royalty based on \$US50/t CFR China

(2) Capital charges based on agreed 2012 Convention terms



Total Capital Reduction

Removal of Capital Requirement for Port and Rail





Mines Capex Costs Updated to 2015 Real

- All rail Capex in Cameroon to be paid for by the Cameroon Government
- 40km of railway will need to be built and paid for by Congo Iron
- Estimated capital cost for the Railway is \$187M and is not included in the analysis on this table

	2015 Update US\$ 2015 Real
Processing plants ⁽¹⁾	959
Infrastructure ⁽²⁾	152
Mine development	110
Total Direct Costs	1,221
Owners Cost	297
Contingency ⁽³⁾	218
Total	1,736
Capital Intensity	\$43/At

Notes

1. Silica removal beneficiation plant now constructed and in operation from day 1 to support improved mining strip ratio and extended Reserve life
2. Original DFS included BOOT diesel power stations for both mines, capital cost now included in infrastructure
3. Contingency 13.5% on average



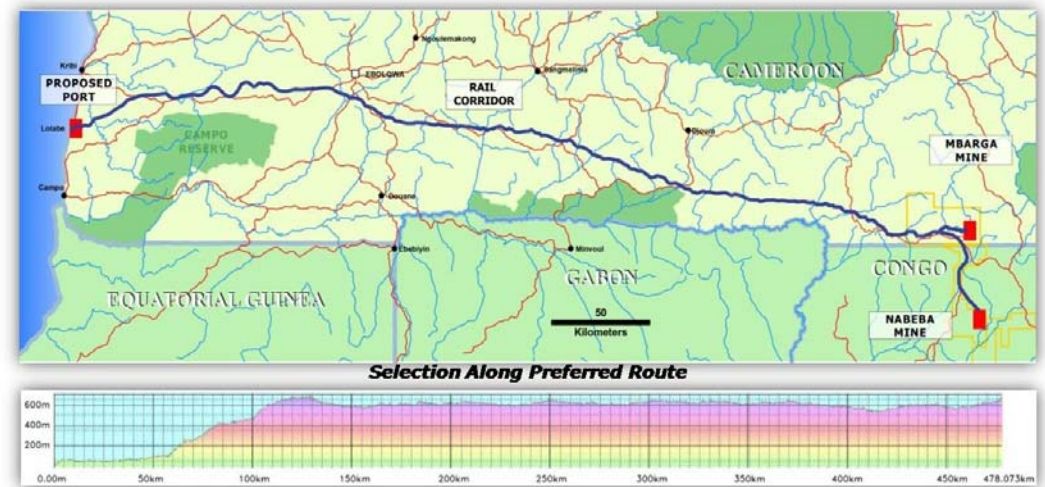
Reducing Project Risk





Port and Rail

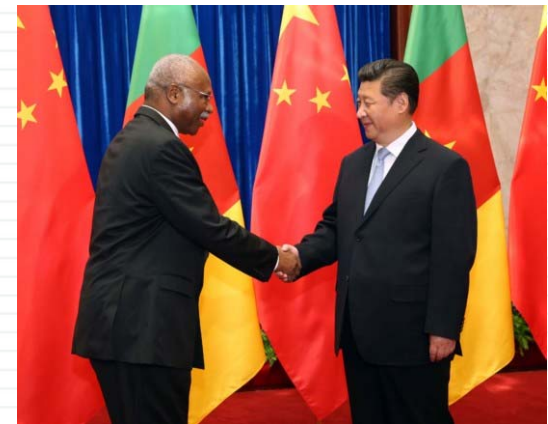
- EPC Contractor has been selected by Cameroon Government to build Port and Rail
- Capex Funding using a sovereign loan from China to Cameroon
- Financial close for Port and Rail dependant on financial close for Mines





China wants this to happen

- High level support to Cameroon
 - Meetings between the PM of Cameroon and the Premier and President of China
 - MOFCOM support for the total Project – Mines, Port and Rail infrastructure
- Supports Chinese strategic goals
 - Own 50% of seaborne iron ore
 - Develop steel industries outside of China
 - Support for African development
 - Continued urbanisation in China
 - Continued Chinese growth

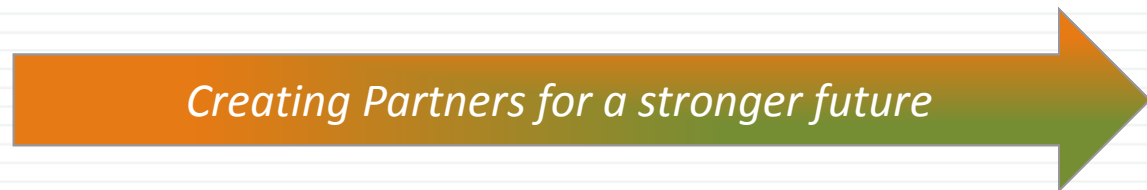
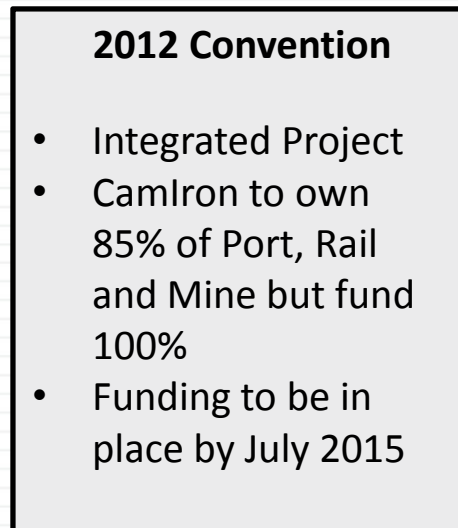


June 2015, PM Philemon Yang's visit with PM Li Keqiang in China.



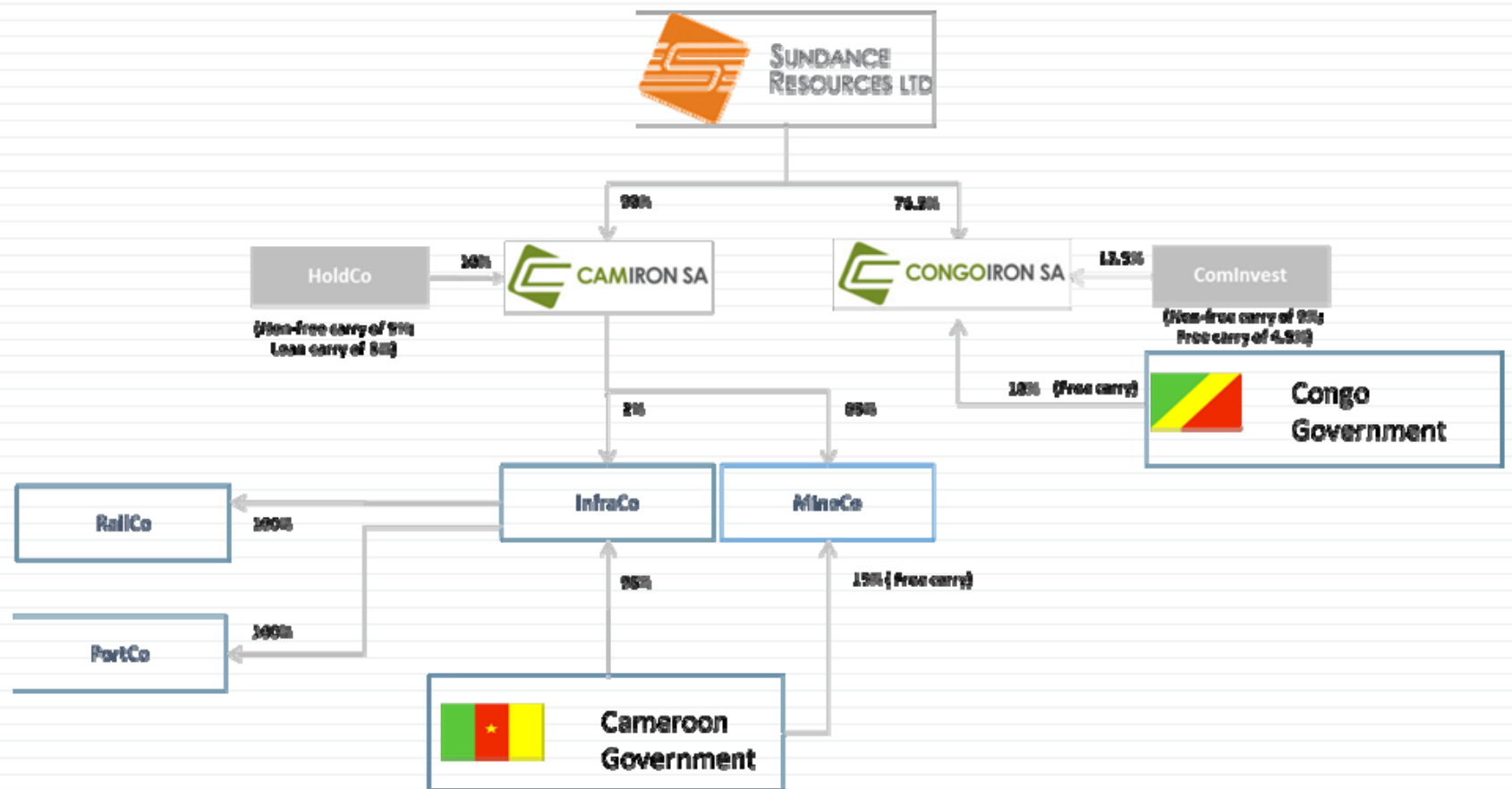
Transition Agreement

- The Transition Agreement with the Cameroon Government was signed on 30 June 2015 in Yaounde, Cameroon and came into effect on 7 July 2015 when all conditions precedent were satisfied
- The Transition Agreement is between Cam Iron and the Cameroon Government setting out the key steps, terms, conditions, rights and obligations by which the parties will restructure the Project





Structure following Transition Agreement





Convertible Notes Extension Agreed

- Convertible Notes with Senrigan, DE Shaw and Blackstone (Investor Consortium) and Noble totalling \$44 million are due on 4 November 2015
- In principle agreement with indicative terms has been reached to extend the repayment date to September 2017
- Strong sign of ongoing support from our major investors including Wafin who approved the new structure
- Long Form documentation progressing but not yet complete, shareholder approval will be required at the AGM on 30 October 2015



Investment Highlights

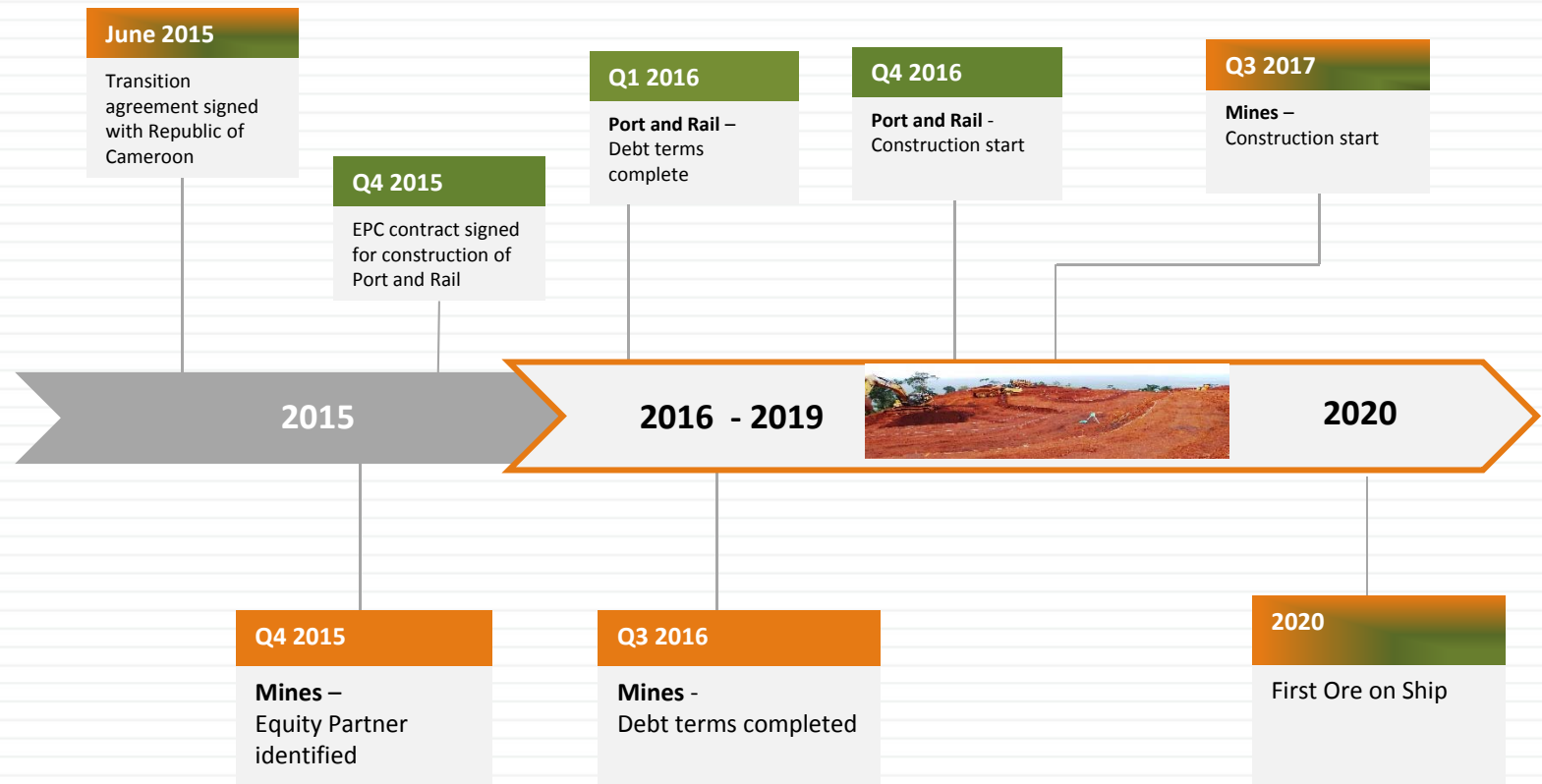
Sundance envisages that the Mbalam-Nabeba Project, with its integrated rail and port infrastructure, will become a regional mining production hub, which can assist in unlocking value at other regional assets

- Sundance is seeking a cornerstone equity investor, or a consortium of investors, to participate in the development of the Project
- The investment opportunity includes:
 - an opportunity to invest into part of the Project
 - the opportunity to secure long term product offtake, for up to 50% of the iron ore produced from the Project
 - an attractive investment destination, with government support for regional development and approvals in place for cross border transportation of iron ore
 - a low capital intensity investment, with low site operating costs for Stage 1 of development
 - strong project economics and significant upside potential for regional development
 - a highly experienced board, project and management team
 - exposure to the long term iron price, which, despite short term headwinds, is expected to be driven by emerging markets demand, and particularly by growth in China and India
 - all rail and port infrastructure paid for in Stage 1 – significant upside for Stage 2



Timeline towards Completion

- Sundance is targeting Financial Close in Q4 2016 with Port and Rail construction to begin in Q4 2016
- First ore is expected to be shipped in late 2020





Conclusion

- Short term iron ore market has created an opportunity
- Project fundamentals strengthened
- The partnerships developed with Cameroon and Congo governments are creating a game-changing future
- China is supporting Cameroon to develop the Project
- Extension of Convertible Notes
- Clear path to development now exists
- Long term iron ore fundamentals are still robust



Competent Persons Statement

*The information in this presentation that relates to **Ore Reserves** is based on information compiled by Mr Lee White and comprehensively reviewed by Mr Bruce Gregory. Mr Gregory is a full time employee of Australian Mining Consultants Pty Ltd and is engaged as an external independent consultant to Sundance. Mr White is a full time employee of Sundance Resources and a Shareholder of the company. Both Mr White and Mr Gregory are members of the Australasian Institute of Mining and Metallurgy. Mr Gregory and Mr White have sufficient experience which is relevant to the style of mineralisation and type of Deposit and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Messrs Gregory and White consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.*

*The information in this presentation that relates to **Mineral Resources** is based on information compiled by Mr Robin Longley, a Member of the Australian Institute of Geoscientists, and Mr Lynn Widenbar, a member of the Australasian Institute of Mining and Metallurgy. Mr Longley is a full time employee of Longley Mining Consultants Pty Ltd and Mr Widenbar is a full time employee of Widenbar and Associates. Both Mr Longley and Mr Widenbar are consultants to Sundance and have sufficient experience which is relevant to the style of mineralisation and type of Deposit and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Longley is a shareholder in Sundance and Mr Widenbar hold shares indirectly in Sundance. Messrs Longley and Widenbar consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.*

Further details are provided in JORC Code 2012 Edition – Table 1 (Appendix B). More information, including past ASX announcements pertaining to the project, is available from Sundance’s website: www.sundanceresources.com.au

Exploration Targets

While the Company is optimistic that it will report additional resources in the future, any discussion in relation to the potential quantity and grade of Exploration Targets is only conceptual in nature. There has been insufficient exploration to define a Mineral Resource for these Exploration Targets and it is uncertain if further exploration will result in determination of a Mineral Resource. Exploration Targets for all High Grade and Itabirite styles of mineralisation have been estimated based on extensive field mapping, surface sampling and evaluation of airborne magnetic geophysics. Extensive drilling at the main Deposits of Mbarga and Nabeba have provided analogue examples of anticipated depths, rock densities and continuity of mineralisation and these factors have been applied conservatively to the Exploration Target estimation process at all additional Prospects. Estimation of approximate Exploration Target ranges at the Mbarga, Metzimevin, Meridional and Nabeba Deposits have benefited from proximal RC and diamond drillholes. However, there has been no exploration drilling at the remainder of the Prospects named Mbarga Southwest, Cabose South, Bidoumou Hills, Cabose Hills, Njweng, Mount Letioubala, and Elogo. Therefore, approximate Exploration Target range estimations for these Prospects are of a lower confidence level at this stage of evaluation. Further activity on these Exploration Targets, including but not limited to, resource definition drilling is expected to be completed following financing of the Mbalam-Nabeba Iron Ore Project.

For more information pertaining to the Exploration Targets in line with Listing Rule 5.6 and Clause 17 of the 2012 JORC Code reporting requirements including modelling parameters and details, the ASX announcements pertaining to Exploration Results, Mineral Resources and Ore Reserves are all available on the Company’s website www.sundanceresources.com.au



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Conclusion

"...working hand in hand with the Cameroon and Congo Governments, Sundance is exceptionally well placed to realise its vision of becoming a leading global iron ore producer."

The Mbalam-Nabeba Project

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