

DEVELOPING THE MBALAM-NABEBA IRON ORE PROJECT



SUNDANCE
RESOURCES LTD

ASX code: SDL



Diggers and Dealers Conference
Kalgoorlie, Western Australia
4 August 2014



Important Information and Disclaimer

Forward – Looking Statements

This document has been prepared as a summary only and does not contain all information about the company's assets and liabilities, financial position and performance, profits and losses, prospects and the rights and liabilities attaching to the company's securities. This presentation does not constitute investment advice and is not intended to represent an investment recommendation to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate.

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 licence to operate

This presentation should be read in conjunction with the Annual Financial Report as at 30 June 2013, 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 Corporations Act 2001.

Except for statutory liability which cannot be excluded, Sundance, its officers, employees and advisers expressly disclaim any responsibility for the accuracy or completeness of the material contained in this presentation and exclude all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person as a consequence of any information in this presentation or any error or omission there from. Sundance undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

Step by step: Ticking the boxes



Since last year's conference, Sundance has significantly de-risked this Project as we methodically continue to implement the development strategy:

- ✓ Bankable off-take agreement with Noble
- ✓ EPC contract with Mota-Engil Africa for construction of port and rail infrastructure
- ✓ Standard Bank lead Financial Advisor and non-exclusive Lead Arranger for Project-level funding
- ✓ Tenders for Front End Engineering Design (FEED) study and indicative pricing for EPC for mine plants and associated infrastructure
- ✓ Received indicative prices for the mine development and mining operations
- ✓ Secured the Port and Rail Concession Agreements - Cameroon
- ✓ Signed the Nabeba Mining Convention in Congo
- ✓ Preliminary site works in-country, including trial mining and bulk materials testing
- ✓ Progressing with strategy for securing equity and debt funding packages for project financing

Sundance Board of Directors



Mr George Jones AM CITWA
Non-Executive Chairman



Mr Wal King
Non-Executive Deputy
Chairman



Mr Giulio Casello
Managing Director &
Chief Executive Officer



Mr Michael Blakiston
Non-Executive Director



Mr Barry Eldridge
Non-Executive Director



Ms Fiona Harris
Non-Executive Director



Mr Robin Marshall
Non-Executive Director



Mr David Southam
Non-Executive Director



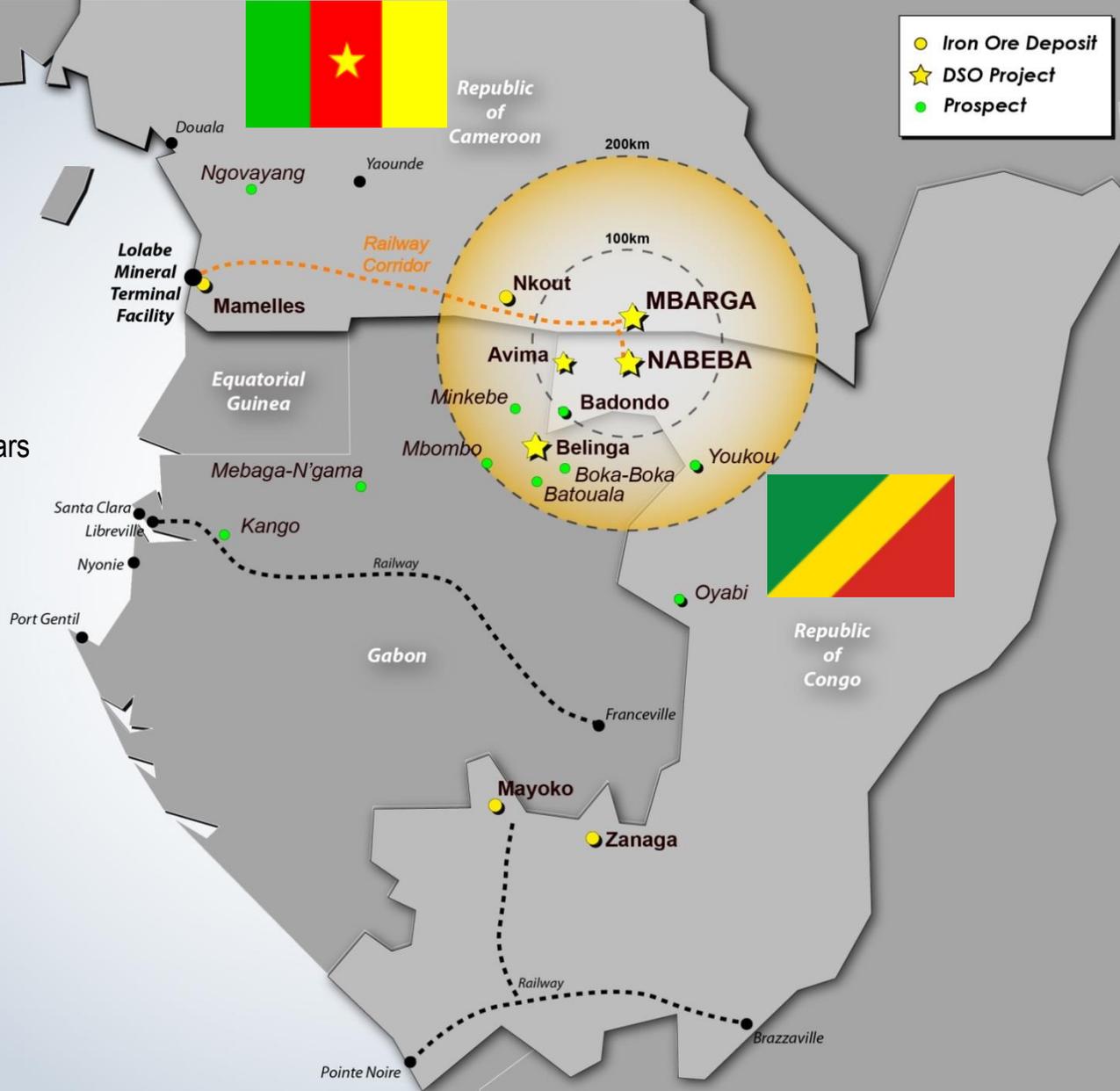
A Pioneer Project for Central Africa

35Mtpa of Direct Shipping Ore (DSO) for minimum 10 years (Stage 1)

Continued 35Mtpa of concentrate product from Itabirite for further 15+ years (Stage 2)

Construction of a new 510km railway and 70km spur line to transport ore

Construction of a new Mineral Terminal Facility (port) at Lolabe on the Cameroon west coast



High Grade Ore Reserves



- High Grade Hematite Ore Reserves totalling 436.3Mt at a grade of 62.6% Fe, with low impurities
- High Grade Hematite Resources totalling 775.4Mt at a grade of 57.2% Fe
- Additional Exploration Target of 90 to 150Mt at a grade of 55% to 65% Fe on existing tenements*

GLOBAL HIGH GRADE RESOURCES	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Indicated	748.0	57.2	9.2	4.4	0.098	3.8
Inferred	27.4	57.4	15.1	3.0	0.090	1.5
Total High Grade Resources	775.4	57.2	9.4	4.3	0.098	3.8

High Grade Hematite Ore Reserves	Reserve Classification	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Ore Reserves Reported to ASX 24/12/2012	Probable	436.3	62.6	4.43	2.55	0.087	2.78

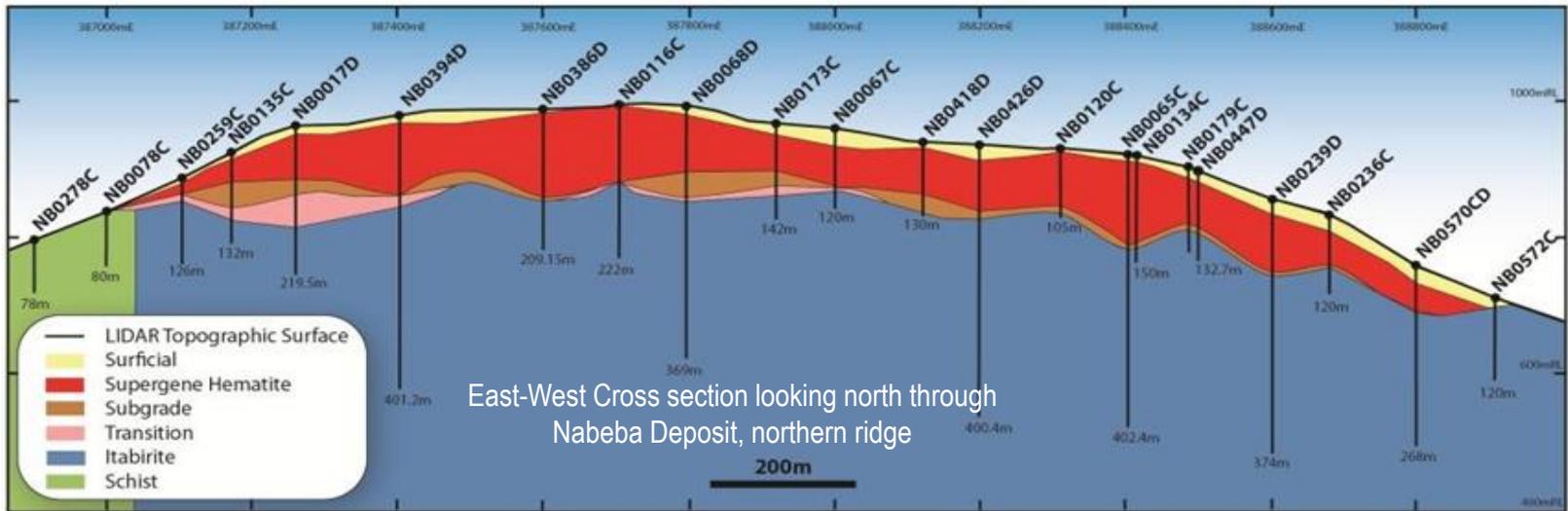


* It must be noted that this range is an Exploration Target only, and not to be misconstrued as an estimate of Mineral Resources. The potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a mineral resource and that it is uncertain if further exploration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



Itabirite = Long Mine Life

- Total Itabirite Resources of 4.05 billion tonnes at a grade of 36.3% Fe
- Exploration Target of approximately 9.3 - 13.2 Bt Itabirite at a grade of 30% to 40% Fe on existing tenements*
- Proven grind and float beneficiation process to produce a high-grade (66% Fe – 68% Fe) concentrate product



Global Itabirite Hematite Resources	Tonnes (Mt)	Fe (%)	SiO2 (%)	Al2O3 (%)	P (%)	LOI (%)
Mbarga Deposit	2,325	38.0	44.4	0.5	0.04	0.4
Nabeba Deposit	1,722	33.9	42.5	2.7	0.05	2.6
Total Itabirite Hematite Resource	4,047⁽ⁱ⁾	36.3	43.6	1.4	0.04	1.3

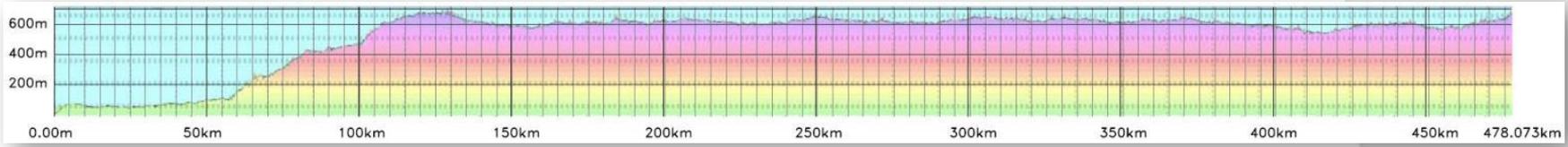
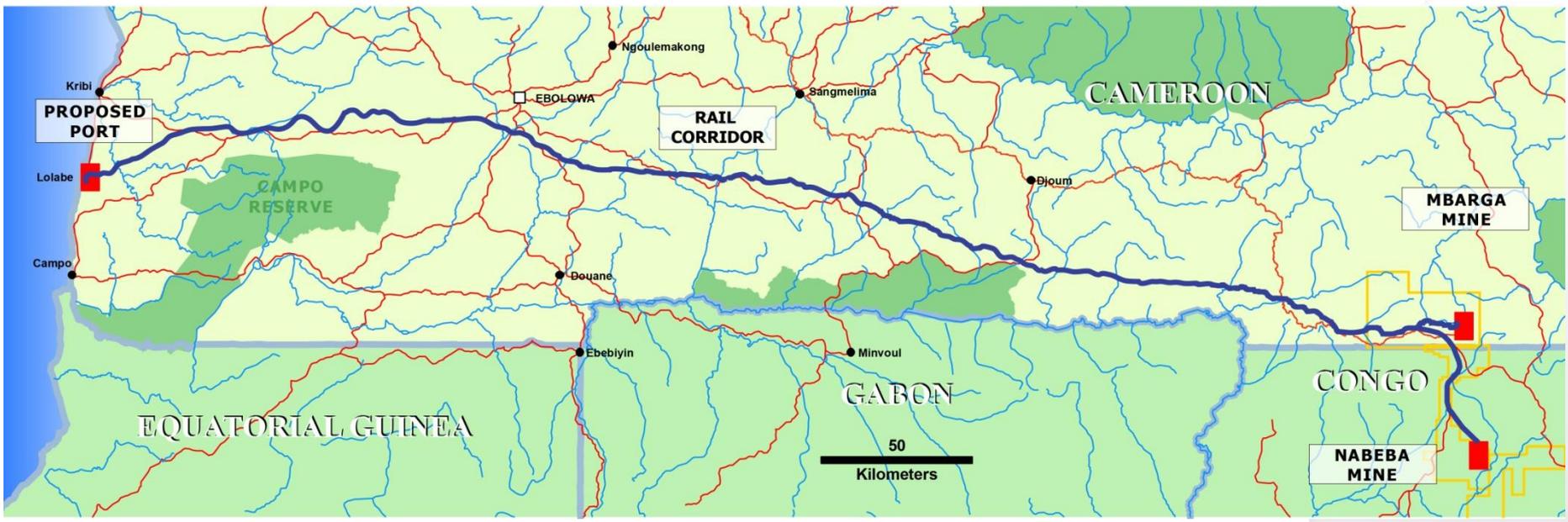
Of the total 4,047 Mt Itabirite Resource, 1,431 Mt is at a grading of 38.0% Fe and classified as **Indicated**.

The remaining is **Inferred** Mineral Resources.

* 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.

Dedicated Iron Ore Railway

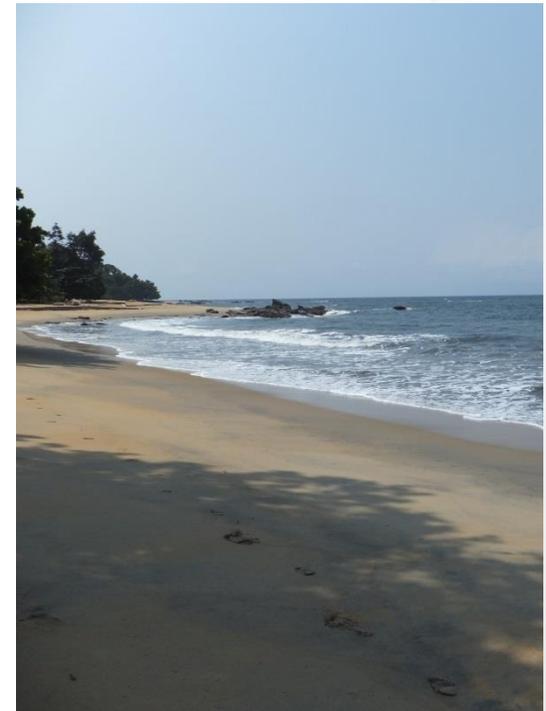
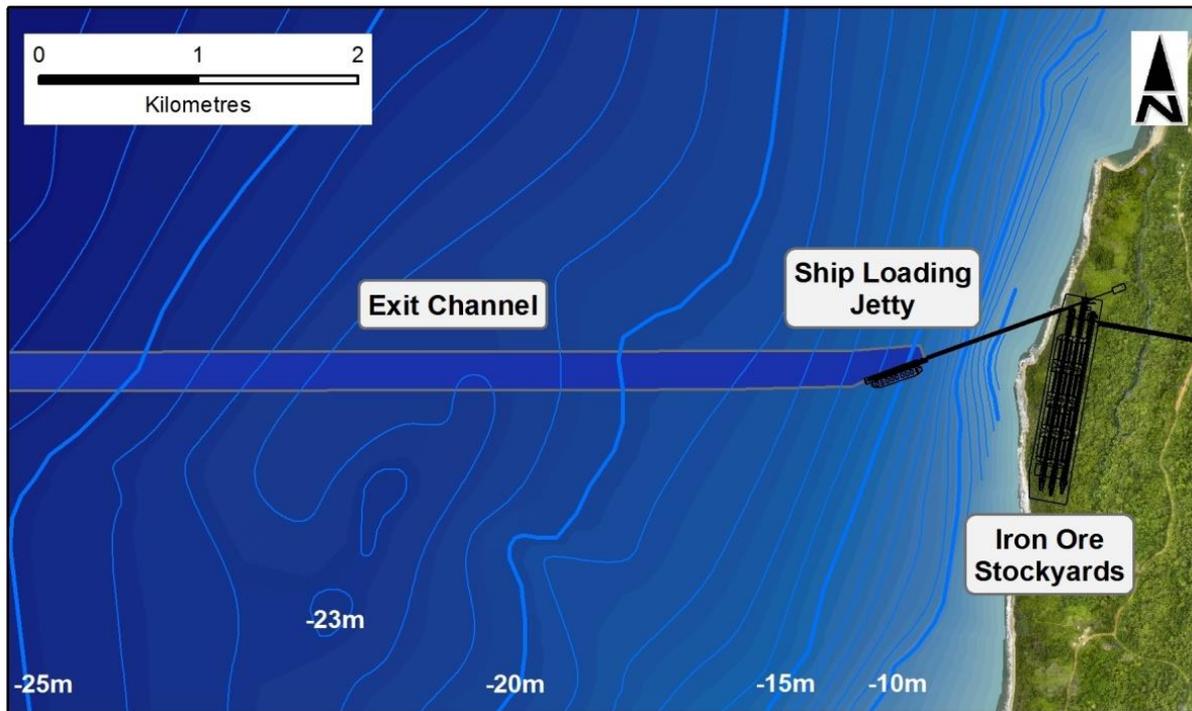
- 510km rail line from Mbarga and 70km spur line from Nabeba to Lolabe port
- Standard gauge 32 tonne axle load; 6 trains each comprising 3 locos & 190 wagons
- Built to 35Mtpa capacity and design expandable to ~100Mtpa
- Predominantly flat – only 640m bridges (no tunnels)
- Have secured all required environmental and government approvals in both Cameroon and Congo





Dedicated Mineral Export Terminal

- Located at Lolabe, 12 km south of the new Kribi Multi-User Port Facility
- Deep water near shore berth (25 metres) ; open water jetty – no breakwater
- Single berth capacity for 35 Mtpa
- Port design optimised to accommodate 300,000 DWT “China-max” bulk ore carriers
- Shipping cost to China ~US\$2.50/t less than from Brazil
- Have secured all required environmental and government approvals



Mota-Engil Africa – Port & Rail EPC



- Signed EPC contract to build the port and rail infrastructure on 5 June 2014 in Cameroon
- A leading international engineering and construction company, a subsidiary of Mota-Engil SGPS, a multidisciplinary Portuguese construction company
- Extensive experience in Sub-Saharan Africa, including being currently involved in the construction of a bulk commodity railway in Malawi for Vale

Mota-Engil Africa

- Established African operations in Angola in 1946
- Today operates in 10 different African countries
- For FY2013, they earned revenue in excess of €1B from their African operations
- Direct workforce of more than 14,000 people
- Strong Health & Safety track record



Mota-Engil - Preliminary Works



- Mobilising a Design Manager for the supervision of all design works
- Subcontracting design firms for the Rail and Port Facilities
- Awarding the design contracts (rail/port/facilities) within the next few months
- Project Planning team in place by the end of August 2014
- Will also deploy a Procurement Manager
- Established team to optimise camp site solutions at Lolabe
- Commence building and preparing the site camps by the end of this year



Project Infrastructure Costs



	SDL DFS Estimate (\$US; 2010 Real)		Mota-Engil EPC Contract Price (\$US; 2014 Figures)
Rail	\$2,417 billion	\$3.1 billion (combined)	\$3.5 billion (combined)
Port	\$700 million		

- Construction period from Financial Close of 3.5 years;
- Standard internationally-recognised contract terms based on FIDIC Yellow Book;
- Contractor must meet and comply with the Equator Principles;
- Performance obligation consists of throughput guarantees for system to produce, transport and ship 35Mtpa;
- Performance Bond and Performance Damages if the system does not achieve the required throughput;
- International standards and specifications and nominated Australian Standards



Standard Bank has been appointed the Financial Advisor and non-exclusive Lead Arranger with respect to Project-level funding.

- Standard Bank have indicated they plan to use their balance sheet to support the debt raising that will be required for the Project.
- Indicative terms received for the debt funding of the port, rail and mine facilities in association with the Mota-Engil Africa EPC tender.
- Africa's largest bank by assets and earnings – in 32 countries globally; 20 in Africa.
- They have publicly stated their growth strategy focuses on nations that comprise the Central African Economic and Monetary Community (CEMAC); Cameroon and the Republic of the Congo are both members countries.
- Structured funding plan for debt financing includes Export Credit Agencies, Development Finance Institutions and Commercial Banks.
- Held discussions with a wide variety of potential funding partners and have received several expressions of interest from various parties.
- Targeting Financial Close by mid-2015.

Financing Strategy



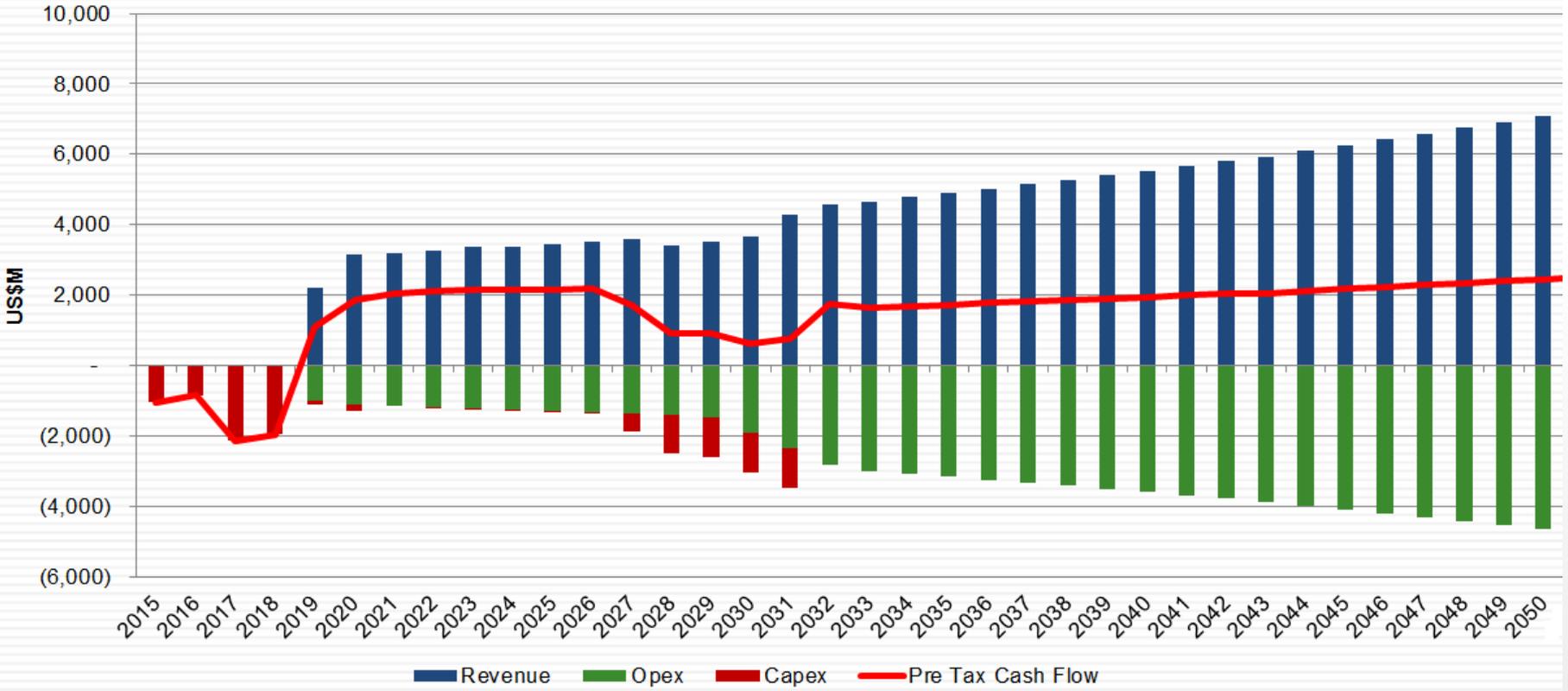
Sources	Expression of interest QUANTUM
Export Credit Agencies	\$1.5B
Development Funds	\$1.3B
Commercial Banks	\$0.7B
TOTAL indicative debt funding to-date	\$3.5B

- Mota-Engil EPC contract, Standard Bank funding plan and the Noble off-take agreement all underpin debt funding
- The following sources of Project Equity funding being considered:
 - Partial mine equity sale;
 - Partial project-level port and/or rail equity sale;
 - Sell port and rail infrastructure;
 - Strategic investment

The funding scenarios are estimates and subject to variations from negotiations and final decisions



Robust Cash Flows and High Returns



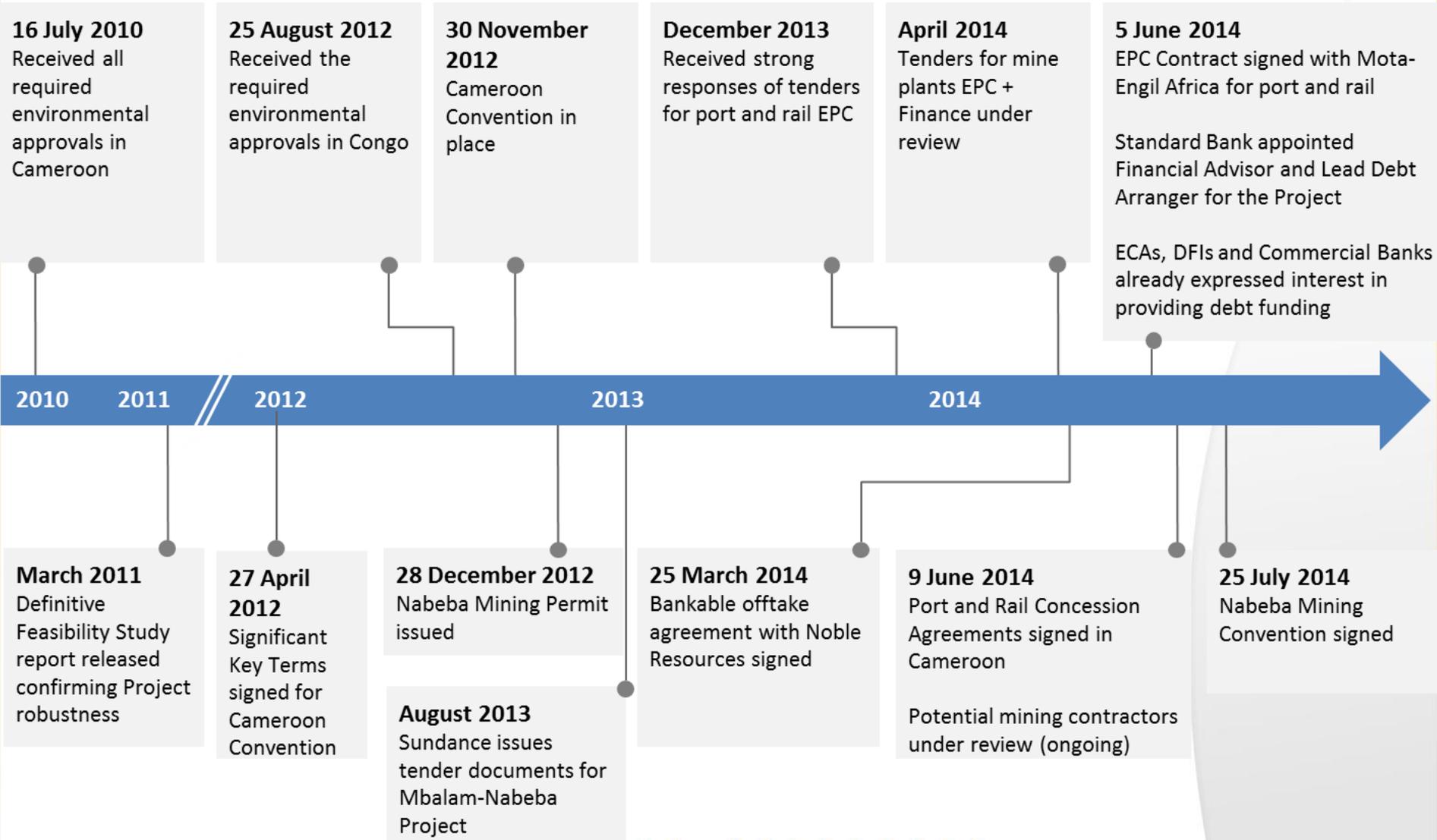
- Very attractive NPV
- Strong cash generating ability
- Stage One Capital expenditure pay back in 3.25 years post production

¹ Assumptions: Nominal cash flows; Discount rate 12.5%; Iron ore price US\$100/t CFR based on real 2014 basis; Freight rate approximately US\$25/t to China

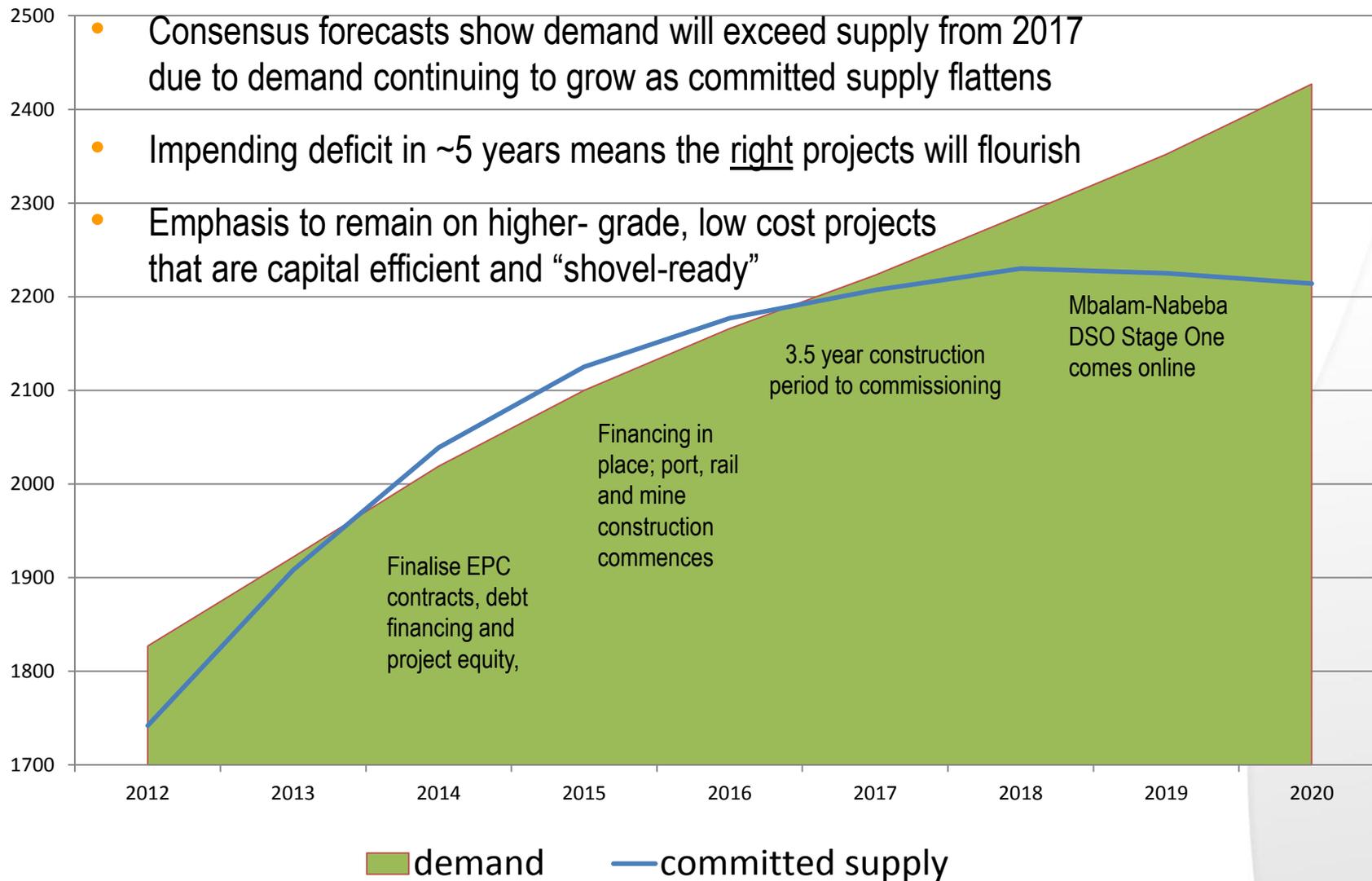


Key Milestones to Date

Sundance has continued to deliver and meet key milestones to progress the project.



Strategic Fit for the Future



Source: SDL forecasts and CRU IO Long Term Outlook 2012

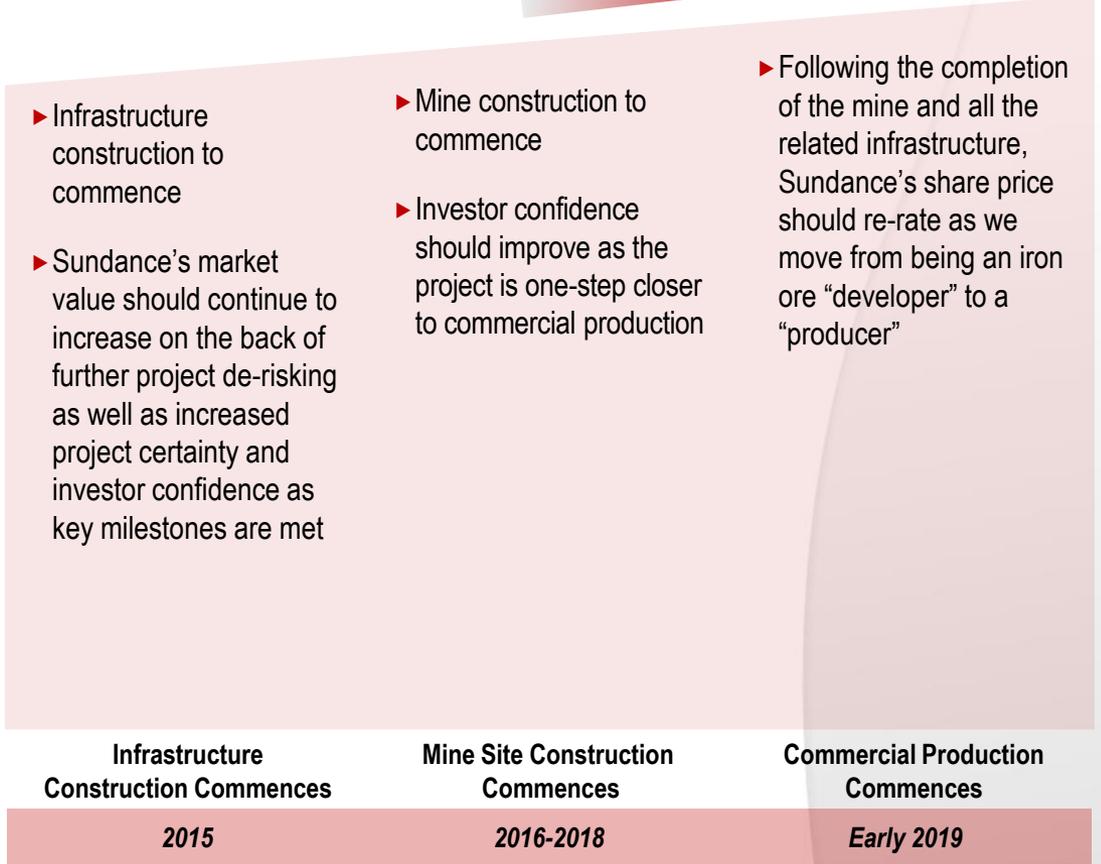


Next Steps

- Complete financing Conditions Precedent by end of CY 2014
- Award the FEED study for the mine plants and associated infrastructure
- Award the EPC for mine plants and associated infrastructure
- Confirm Project equity structure
- Achieve Financial Close (targeting mid-2015)
- Maintain our social licence to operate in-country
- Mota-Engil to commence construction targeting 2H 2015

Key Value Drivers

- ✓ *Project de-risking*
- ✓ *Improved market sentiment*



- ▶ Infrastructure construction to commence
- ▶ Sundance's market value should continue to increase on the back of further project de-risking as well as increased project certainty and investor confidence as key milestones are met

- ▶ Mine construction to commence
- ▶ Investor confidence should improve as the project is one-step closer to commercial production

- ▶ Following the completion of the mine and all the related infrastructure, Sundance's share price should re-rate as we move from being an iron ore "developer" to a "producer"



Lolabe Mineral Terminal Location



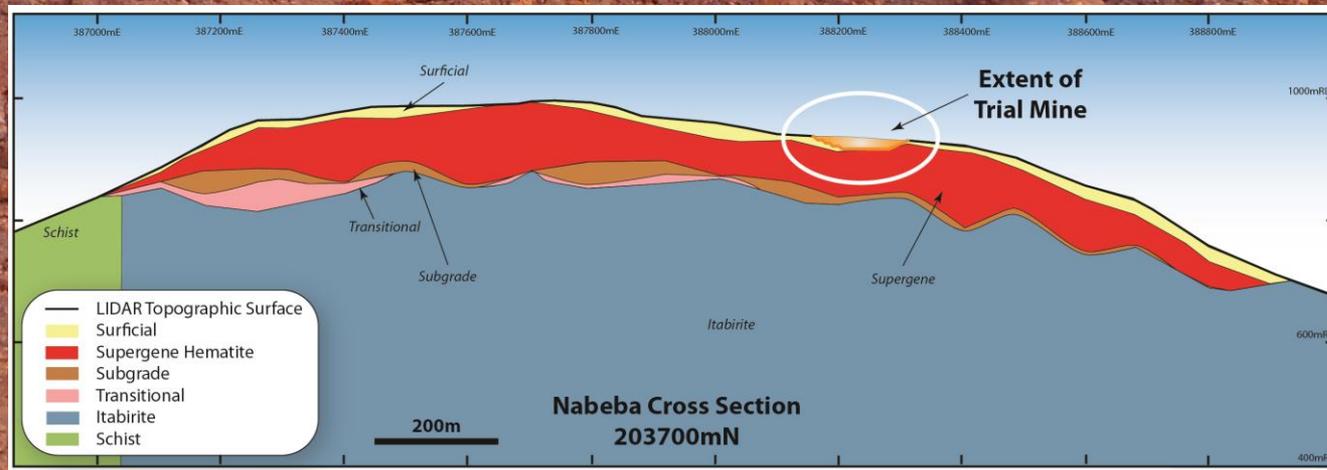
Lolabe Track



Kribi Port Facility



Nabeba Trial Mining Site





Noble Site Visit



Mota-Engil Site Visit



Competent Persons Statement

The information in this report that relates to Exploration Results and 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 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 both the 2004 and 2012 Editions of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”.

The information in this report that relates to Mineral Ore Reserves is based on information compiled by Mr Bruce Gregory, a member of the Australasian Institute of Mining and Metallurgy. Mr Gregory is employed by AMC Consultants Pty Ltd and is a consultant to the Company. Mr Gregory has sufficient experience which is relevant to the style of mineralisation and type of Deposit 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”. Messrs Longley, Widenbar and Gregory 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 report that relates to Mineral Resources and Ore Reserves was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

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 Letioukbala, 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.

The current High Grade Hematite Exploration Target ranges were first announced on the ASX on 20 June 2012 and Itabirite Exploration Targets shortly thereafter on 26 October 2012. 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.

THANK YOU

Sundance Resources Ltd

www.sundanceresources.com.au

ASX CODE 'SDL'

