



Minerals for a sustainable future



OAX: NOM

**NORDIC
MINING**

Q2 2019 presentation

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1. Introduction
2. Financial update
3. Engebø Rutile and Garnet
4. Keliber Oy Lithium
5. Q & A



Highlights

- Detailed regulation plan approved
- Application for operational license issued for public hearing
- Potential to increase mineable ore significantly
- Issuance of market quotations (RFQs) close to finalisation
- Positive market outlooks



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Consolidated income statement

<i>(Amounts in NOK million)</i>	Q2-2019	Q1-2019	Q2-2018
	Unaudited	Unaudited	Unaudited
Sales	-	-	-
Payroll and related costs	(3,0)	(4,3)	(2,7)
Depreciation and amortisation	-	-	-
Other operating expenses	(17,6)	(10,9)	(10,9)
Operating profit/(loss)	(20,7)	(15,2)	(13,6)
Share of result of an associate	-	(0,8)	(2,3)
Gain/(loss) on investments	0,4	97,9	-
Other financial items	(0,2)	-	0,1
Profit/(loss) before tax	(20,5)	81,9	(15,9)
Income tax	-	-	-
Profit/(loss) for the period	(20,5)	81,9	(15,9)

- Operating loss reflects the cost of ongoing DFS activities
- Valuation for Keliber on the same basis as prior quarter
 - Based on February share issue which implied a value of EUR 63m for Keliber Oy
 - Gain on investments relates to currency effects



Consolidated statement of financial position

	30.06.2019	31.03.2019	31.12.2018
(Amounts in NOK million)	Unaudited	Unaudited	Audited
ASSETS			
Evaluation and exploration assets	25,8	25,7	25,6
Property, plant & equipment	0,4	0,4	0,2
Financial assets	113,5	113,1	-
Investment in associate	-	-	21,3
Total non-current assets	139,7	139,2	47,1
Cash and equivalents	42,5	35,3	49,9
Other current assets	2,2	2,6	2,5
Total current assets	44,7	38,0	52,4
Total assets	184,4	177,2	99,6
SHAREHOLDERS' EQUITY & LIABILITIES			
Total equity	171,6	166,5	89,5
Non-current liabilities	1,0	1,0	0,8
Current liabilities	11,8	9,7	9,2
Total liabilities	12,8	10,7	10,0
Total equity and liabilities	184,4	177,2	99,6

- Financial asset comprise investment in Keliber Oy
- Cash and equivalents of NOK 42.5m
- Equity increased to NOK 172m due to share issue in May partly offset by the loss in the period
- No interest bearing debt



Financing plan

- Remaining pre-construction capital requirement of approximately NOK 70m
- Notice for EGM-authorization to execute a rights issue up to NOK 35m
- Completion of DFS represents a key milestone for the Engebø project and will form the basis for further financing
- Key options under assessment:
 - Divestment
 - Strategic investor/offtake partners
 - Private placement
 - Rights issue
- Construction financing
 - Preparatory work commenced
 - Debt advisor appointed
 - Initial meetings with banks and guarantors in Norway and Europe
 - Offtake partners intend to participate with substantial portion of the financing



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Project development highlights

Detail regulation plan approved

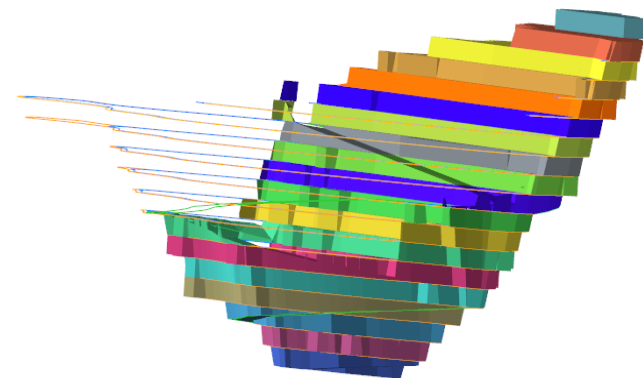
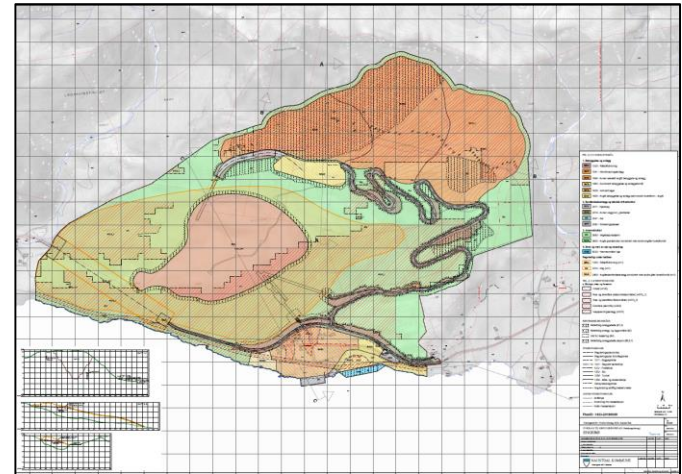
- Improved pit access
- Infrastructure improvements
- Strategic ore scheduling and stockpiling

Mine optimization completed

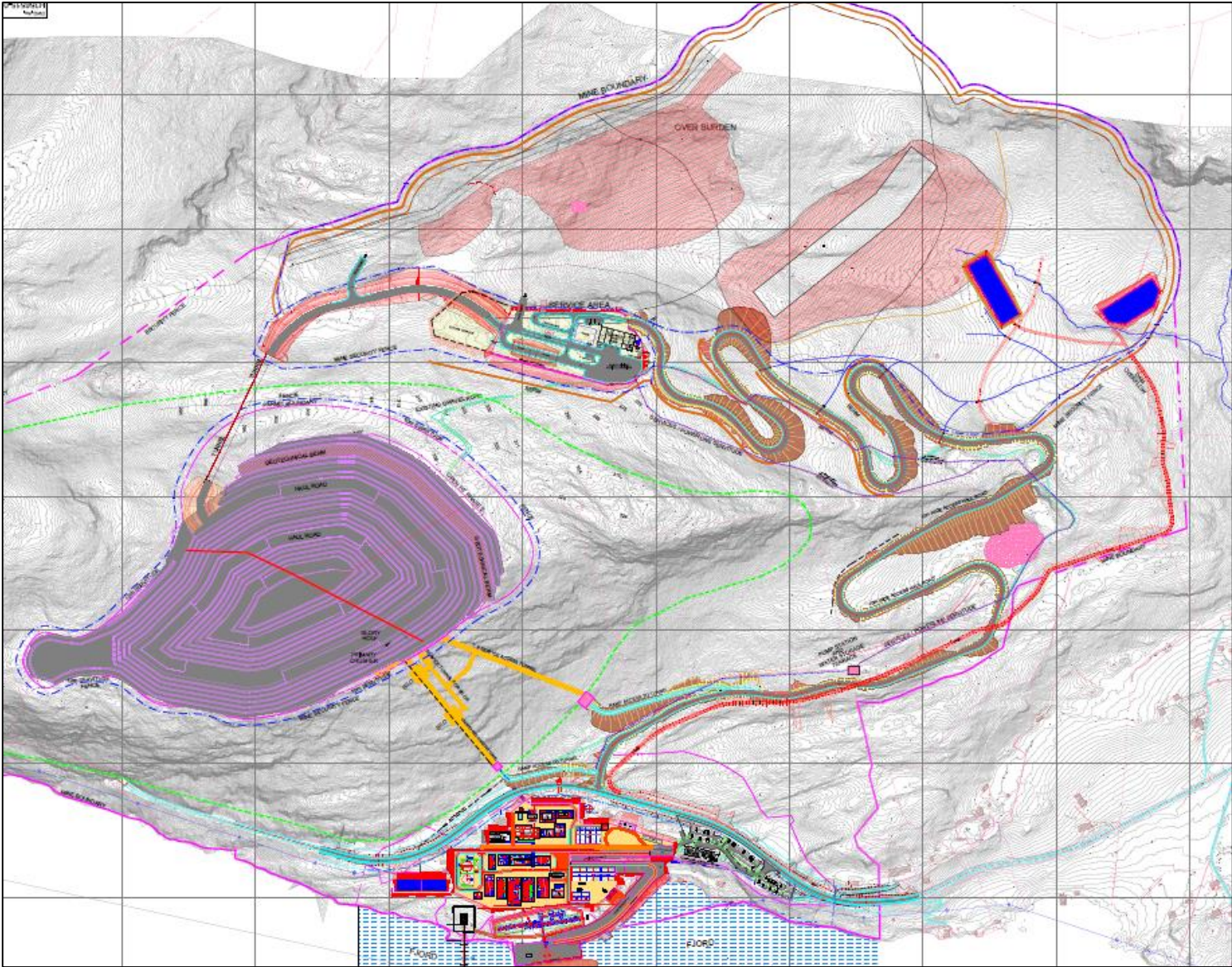
- Increased mineable ore
- Reduced waste rock
- Extended open-pit mine life

Engineering and specifications for DFS completed

All RFQs for construction and equipment in the market



Detailed regulation plan approved



Project execution model



- EPCM as preferred execution model
- Strong involvement by owners team(NM)
- Increased execution flexibility

Strong collaboration between major contractors



- Integrated project team
- Partner focus instead of supplier focus
- Challenges is solved together

Design for efficient construction and operations



- Modularized process plant
- Process plant with high degree of automation
- Systematic design to take advantage of digital solutions



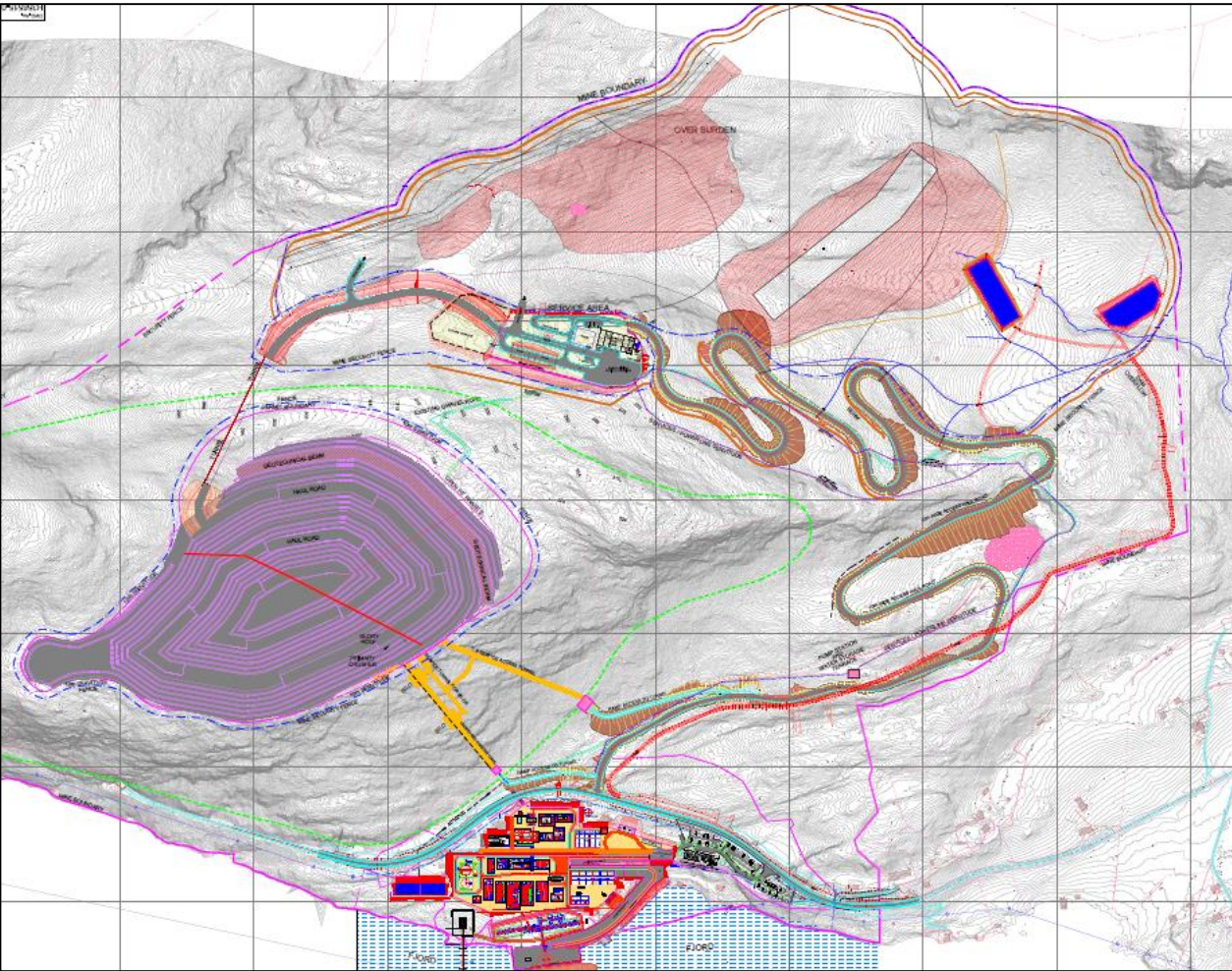
Overall site plan

Civil and earthworks

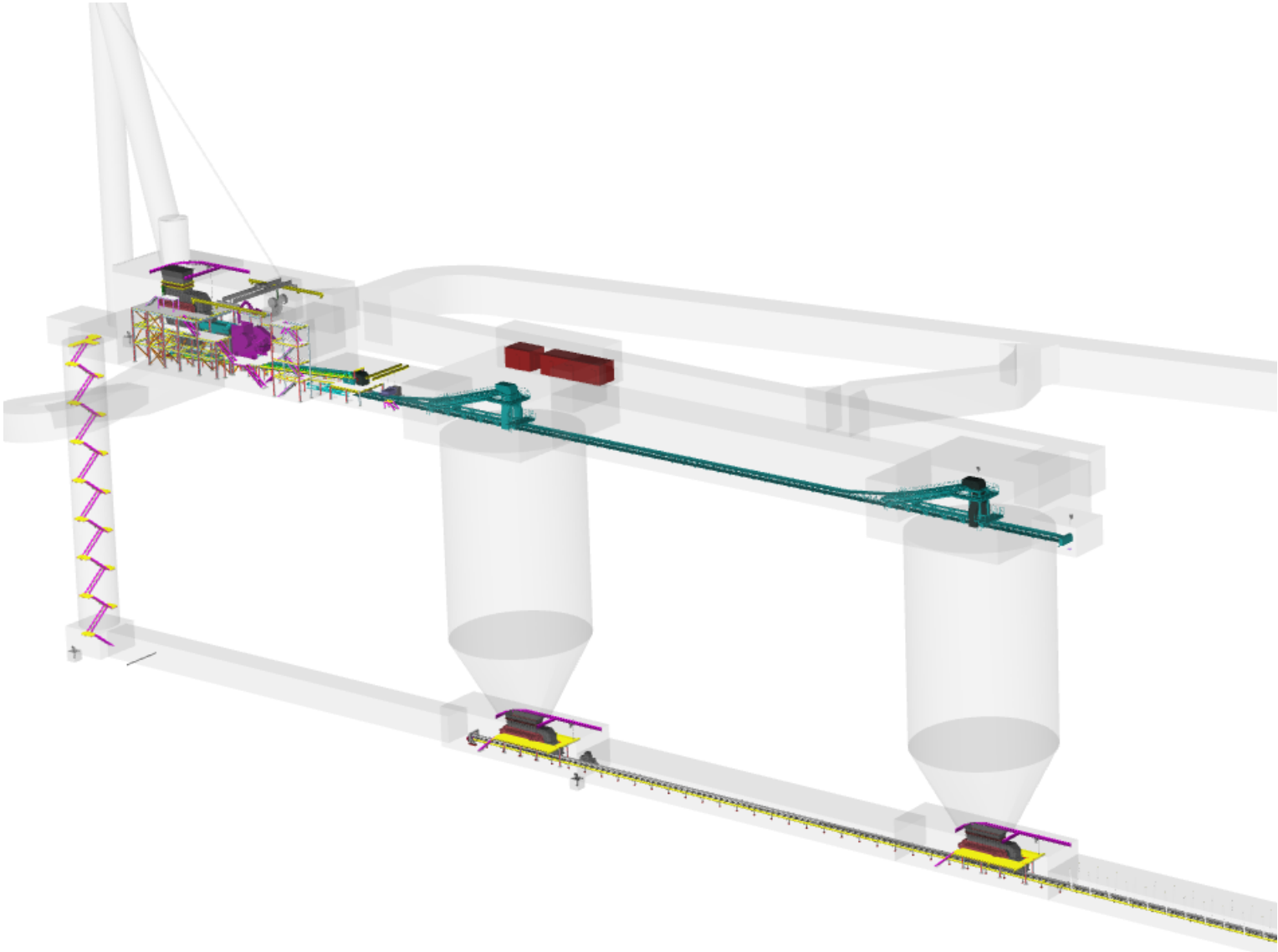
Process module manufacturing

Electrical and automation

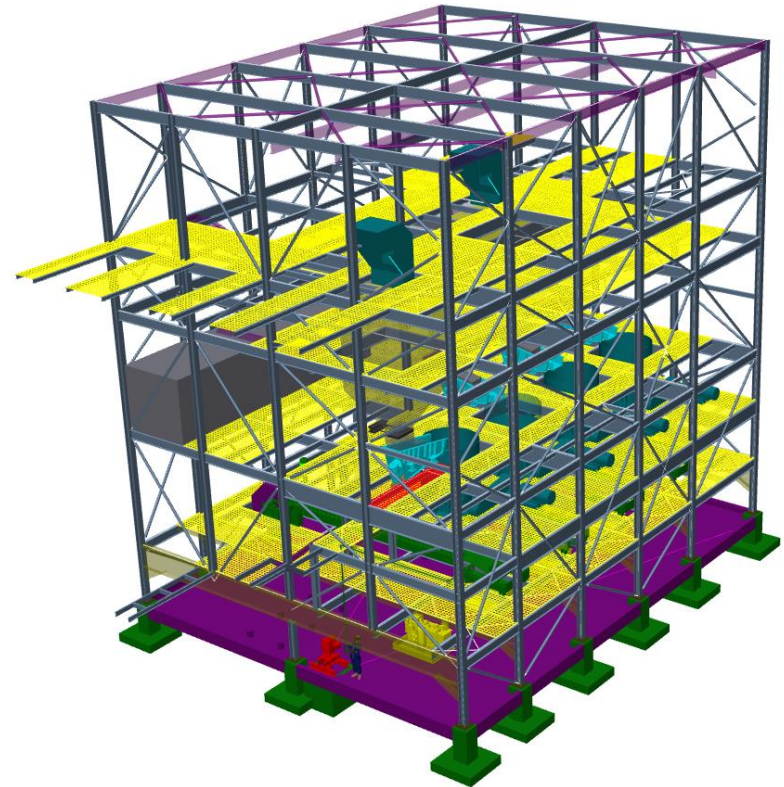
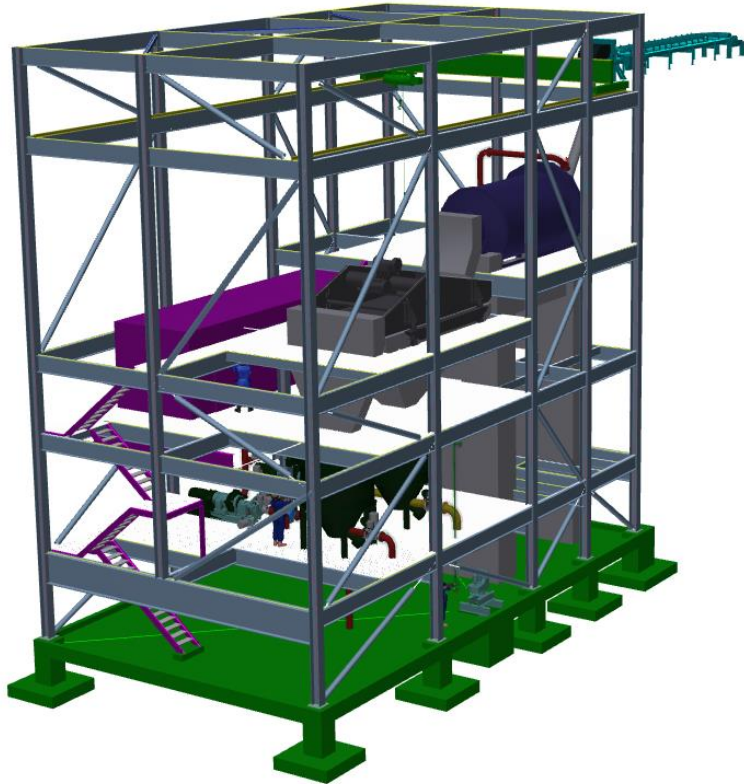
Comminution



Underground crushing chamber



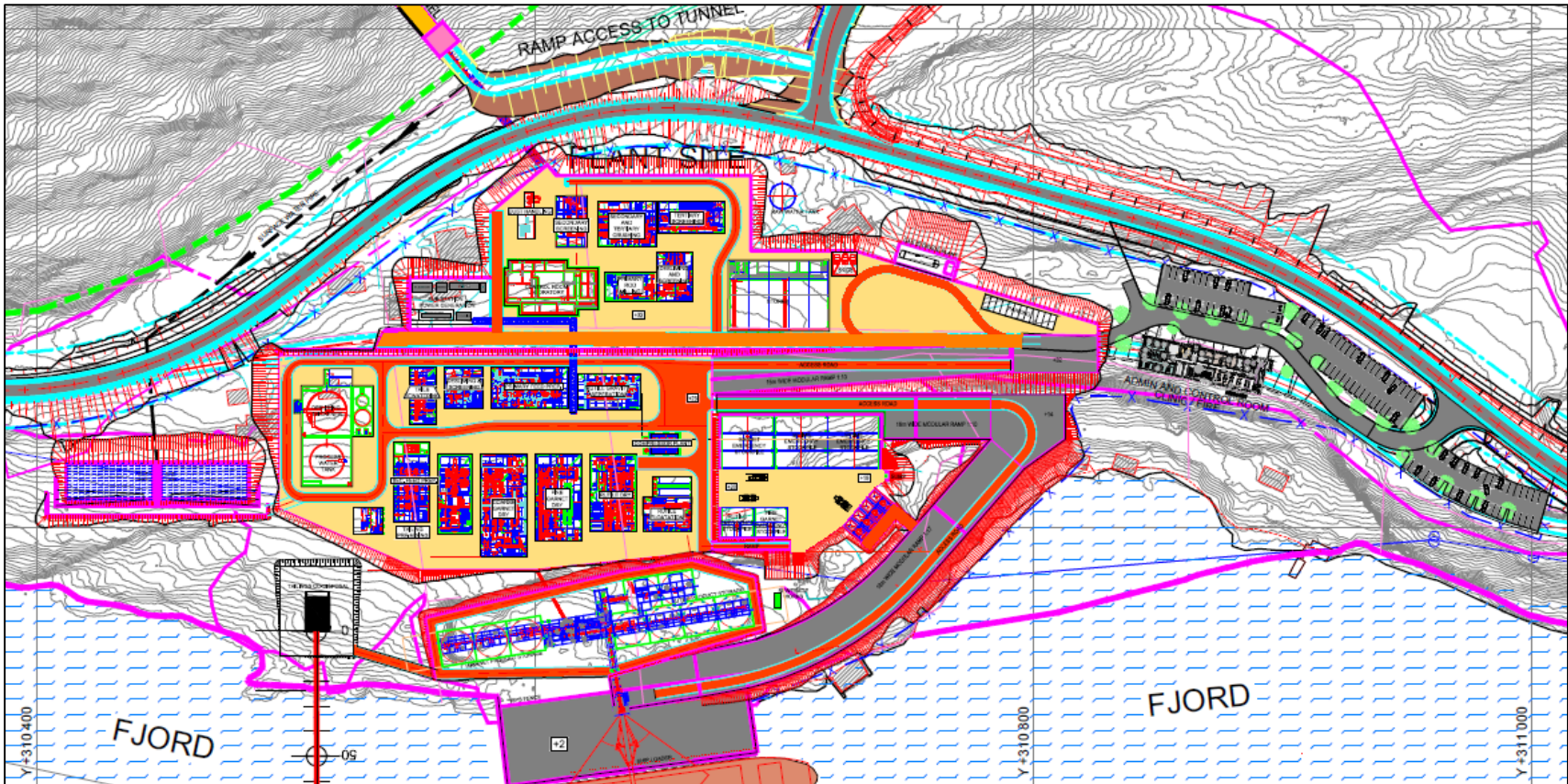
Modularized Process Plant



Design for effective construction, transportation and operation



Process area overview



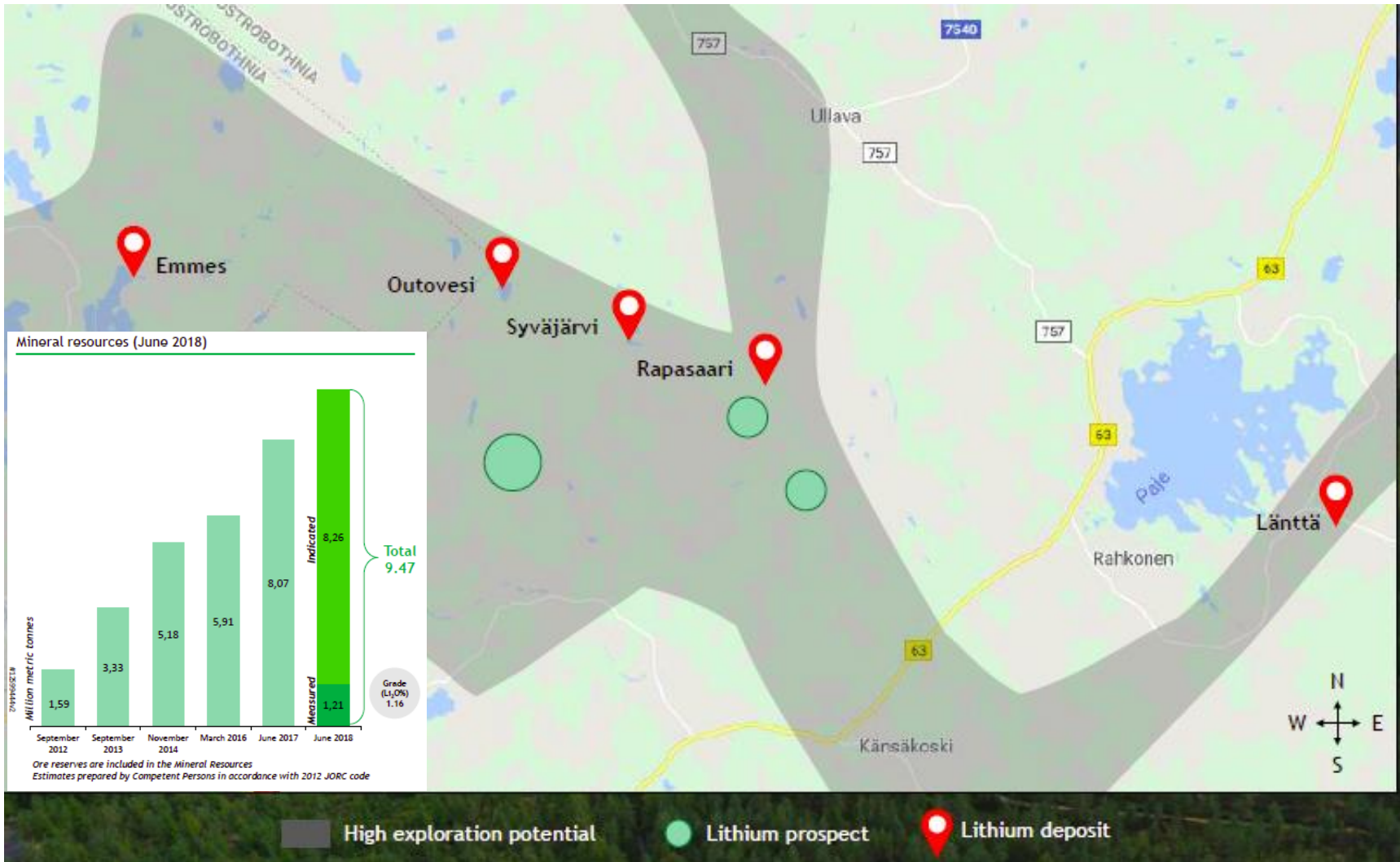
Compact design enables options for increased operational flexibility



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Keliber Oy



Keliber Oy

TENTATIVE TIMELINE

REACHING FULL PRODUCTION IN 2022 (ESTIMATED)



- ✓ Additional drilling
- ✓ Additional testing
- ✓ Regulatory preparation
- ✓ Financing & supply-agreement negotiation
- ✓ Permitting
- ✓ Basic Engineering

Start of construction¹

- ✓ Detailed Engineering

- ✓ Tendering

- ✓ Purchase

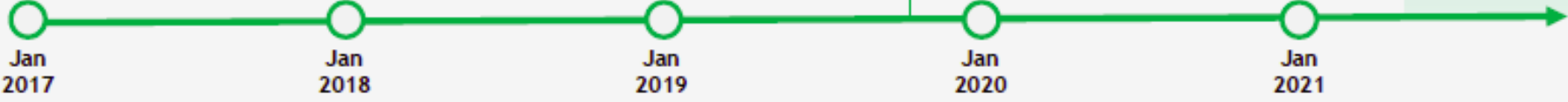
- ✓ Preparative work

- ✓ Civil construction

- ✓ Main equipment installation

- ✓ Commissioning
- ✓ Testing

- ✓ Commencing Ramp-up
- ✓ Production



Source: Updated Definitive Feasibility Study. Company information.
¹ Conditional to key permit approvals



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