

02

YEAR IN REVIEW

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We strive to create and enhance sustainable value through transformative and collaborative mining practices that are responsive to the needs of our stakeholders

CHAIRMAN'S REPORT



Bernard Pryor
Chairman

These are unprecedented times and MC Mining faced dual challenges during FY2021: navigating our way following the initial spread of the COVID-19 pandemic and the focus on coal and its role in climate change.

Our strict health and safety protocols continued at our operations and the higher number of positive COVID-19 cases followed the waves of infection in South Africa. Unfortunately, an employee of one of our service providers at the Uitkomst Colliery succumbed to COVID-19 and we extend our heartfelt condolences to his family, friends and colleagues.

It is comforting to note that employees have overwhelmingly willingly participated in a government supported vaccine programme implemented at Uitkomst.

The increased global uncertainty following the spread of COVID-19, together with the South Africa's elevated sovereign risk, led to delays in the Makhado funding initiatives and a review of our capital raising strategy. This confirmed that traditional sources of funding, particularly large investment funds and commercial banks, have diverted resources away from coal projects, resulting in significant obstacles to secure funding for new exploration and development stage projects. A review has led to the identification of potential funders who have aspirations of participating in this market, and they have commenced with detailed due diligence studies. We are hopeful that these will be successfully completed by early CY2022, facilitating the construction of Phase 1 of Makhado soon thereafter.

Hard coking coal is a key input in the manufacture of steel while thermal coal is likely to remain the dominant source of energy in developing economies in the near term. The development of our high-quality metallurgical coal projects is our key differentiator and the execution of the Makhado capital raising will create value and deliver significant positive returns for our shareholders. Notwithstanding this, the United Nations Intergovernmental Panel on Climate Change released a landmark report in August 2021 confirming the need for reductions in greenhouse gas emissions. We will be including environmentally-friendly

practices at our operations as part of our future development strategies.

MC Mining has proven its resilience despite human resources capacity constraints and the post-COVID-19 restart which led to working capital challenges that needed to be managed. Increased global economic activity with a resultant higher demand for commodities led to coal prices improving from depressed levels early in July 2020 to record highs in early October 2021. Market commentators anticipate that the shortfall in supply will continue in CY2022, lending further support to favourable pricing in the year ahead.

On behalf of the board I would like to express our gratitude to Sam Randazzo for accepting the role as Interim CEO following the resignation of Brenda Berlin in February 2021. Sam has made a valuable contribution, stabilising the business as well as initiating and progressing the Makhado funding programme. I also extend my appreciation to my board colleagues, our employees and shareholders for their continued support. I am confident that the initiatives underway will result in the fulfilment of the Company's potential.

Bernard Pryor
Chairman

CEO'S REVIEW



Sam Randazzo
Interim CEO

The financial year ended 30 June 2021 has again proved to be challenging with both the COVID-19 pandemic continuing on its destructive path and the heightened climate change debate impacting the Company's advancement.

Discussions around carbon emissions and its impact on climate change has intensified with major international financial institutions publicly announcing their intention to exit fossil fuel investments. Unfortunately, such actions filter through to the general investment community which limits the investor and financier target market for capital raisings and general financing of coal projects.

These events necessitated MC Mining to pursue a number of initiatives to manage the way through these turbulent times. More specifically:

- A COVID-19 vaccination programme was implemented at the 70% owned Uitkomst colliery and at the time of writing, some 70% of the workforce are fully vaccinated. Our target is to achieve a 100% vaccinated workforce at Uitkomst by 31 December 2021;
- A placement of 13.3 million shares, raising \$1 million (ZAR15 million) was completed in August of 2020 to supplement the working capital requirements of the MC Mining group;

- An additional \$2.8 million (ZAR40 million) was drawn down from an existing Industrial Development Corporation (IDC) loan facility;
- The repayment date for the existing \$11.2 million (ZAR160 million) IDC loan was extended to 31 January 2022;
- The terminal drawdown date for the new IDC \$17.1 million (ZAR245 million) was extended to 31 January 2022;
- A review of expenditure resulted in the reduction of group overheads by \$2.3 million (ZAR33.3 million); and
- Entering into prepayment contracts for coal sales with Uitkomst largest customer.

The negative sentiment for investment in coal projects has resulted in fewer new mines coming online and the closure of numerous poor quality mines. The impact this had on supply appears to be the cause of the substantial increase in both coking and thermal coal prices, which in recent times have hit record high levels. The historically high coal prices are forecast to prevail for at least the short term, which bodes well for refocusing investor interest in funding new coal developments.

Our flagship Makhado Project remains development ready. All regulatory approvals are in place and surface rights over the mining and processing areas have been secured. MC Mining is heavily invested in the Makhado Project as the complex regulatory environment in South Africa demanded significant capital investment to achieve its current shovel ready status.

When in operation, Makhado will be the only significant hard coking coal producer in South Africa resulting in obvious advantages for South African steel producers. Development of Makhado is also expected to have a positive impact on employment and the general Limpopo province economy resulting in a significant improvement in living standards for the nearby communities.

The lack of support by major international financial institutions for development of coal projects has required MC Mining to re-strategise its approach to the development of the Makhado Project. Our strategy is to now adopt a two-phased development plan. The initial Phase 1 development reduces the upfront capital expenditure, shortens the construction period and lowers the execution risk.

Furthermore, it will provide the opportunity for the project economics to be confirmed and provide the impetus

for progressing to the scaled up Phase 2 development of Makhado.

The Phase 1 development reduces the construction period to just nine months, creates approximately 650 permanent jobs when fully operational and should produce hard coking coal (HCC) and a thermal coal by-product at the combined rate of 1.1 mtpa. Phase 2, when developed should produce coal at the combined rate of 1.6 mtpa and provide some 900 job opportunities.

An updated bankable feasibility study (BFS) of the Phase 1 development of Makhado is in progress and is due for completion by mid-November 2021. Several potential financiers are currently waiting for the successful completion of this BFS, which we anticipate should be the catalyst for concluding a funding package to finance the Phase 1 development of Makhado.

Health and safety of our employees and of the communities surrounding our project areas remains a priority. Safety re-training and implementation of additional safety procedures and practises at the Uitkomst colliery had a positive impact with four lost time injuries (LTI), during FY 2021 (nine LTIs FY 2020). There were no LTIs at the Makhado Project, GSP Project or Vele colliery, which remained on care and maintenance, in FY 2021.

We are continuing with our environmental monitoring programmes and remain fully compliant with regulatory requirements. At the Vele colliery, the collaborative approach, with regulators and other stakeholders through an Environmental Management Committee (EMC), continues to work well.

In conclusion, I would like to extend my appreciation to all stakeholders who have supported MC Mining throughout the past year. It has been a challenging year and I am particularly grateful for the on-going support of our shareholders, the IDC and our bankers, ABSA. Thank you also to the MC Mining team for their hard work and their continued loyalty during the year. Finally, I thank MC Mining's directors for their significant contribution and entrusting me to guide the Company through these turbulent times.

Sam Randazzo
Interim CEO

SUMMARY OF OPERATIONS AND PROJECTS

Uitkomst Colliery

Uitkomst Colliery is an owner-operated mine situated in the Utrecht coalfield of KwaZulu-Natal province of South Africa. The mine contains a high-grade coal deposit which supplies domestic metallurgical and thermal markets.

The colliery comprises an existing underground coal mine with approximately 15 years remaining LOM. The colliery currently mines the south adit (horizontal shaft) and the development of the north adit is subject to receipt of the regulatory approvals. Construction is expected to commence in late CY2022. Uitkomst has established infrastructure, including a processing plant, and submitted an application to renew its Integrated Water Use License (IWUL) in December 2020. This application is currently being processed by the Department of Human Settlements and

Water & Sanitation (DHSWS). MC Mining holds a 70% interest in Uitkomst and the remaining 30% is held by a black industrialist and two broad-based black economic empowerment (BEE) trusts representing employees and host communities.

The health and safety of MC Mining's employees and contractors remains the prevailing priority and the Company has implemented rigorous measures to prevent the spread of COVID-19, including staggering the arrival and departure of employees on site and ensuring that sufficient social distancing is maintained. Staff and contractors are regularly screened, while those with symptoms, or those who were in contact with someone who has tested positive, are requested to self isolate off site. During FY2021, 38 Uitkomst employees tested positive for COVID-19 (FY2020: nil positive tests). The Uitkomst Colliery employs approximately 516 employees (including contractors) and recorded four LTIs during FY2021 (FY2020: nine LTIs).

Uitkomst sells its smaller 0 to 40mm coal product into the domestic metallurgical market for use as pulverised coal while the larger sized product (peas) are supplied to local energy generation facilities. The colliery also sells a high ash, coarse discard (middlings) coal. Following the easing of the Q4 FY2020 COVID-19 lockdown, customer order levels for all

three products normalised during Q1 FY2021.

The Uitkomst Colliery produced 490,100 tonnes (t) (FY2020: 431,354 t) of ROM coal during FY2021, 14% more than in FY2020 when mining and processing was prevented between March and June by South African government-imposed COVID-19 lockdown restrictions. Operations at Uitkomst ramped-up from July 2020 but high levels of absenteeism due to COVID-19 preventative measures resulted in lower than anticipated coal production for the first six months of FY2021.

Uitkomst's customers also suspended operations to prevent the spread of COVID-19 and experienced operational challenges in September 2020 and again in February/March 2021, which adversely affected orders of Uitkomst coal. The Uitkomst Colliery sold 292,261t of coal in FY2021 (FY2020: 254,193t) comprising 265,879t (FY2020: 228,206t) of premium duff and sized peas and 26,382t (FY2020: 25,987t) of high ash, coarse discard coal - generating sales revenue of \$20.7 million (FY2020: \$17.2 million). The colliery has a Rand denominated cost base and production costs benefited from stringent cost control measures as well as improving API4 export coal prices during FY2021. Export coal prices increased from \$53/t in July 2020 to \$115/t at the end of the financial year 2021.

The key production and financial metrics for the period are detailed below.

	FY2021	FY2020	%
Production tonnages			
Uitkomst ROM (t)	490,100	431,354	14
Sales tonnages			
Premium duff & peas (t)	265,879	228,206	17
Middlings (t)	26,382	25,987	2
	292,261	254,193	15
Financial metrics			
Revenue/t(\$)	70	65	8
Production costs/saleable tonnes (\$)^	60	63	(5)

^all costs are incurred in Rand

SUMMARY OF OPERATIONS AND PROJECTS continued

Makhado Project

MC Mining has a 67% interest in its flagship Makhado hard coking coal project, situated in the Soutpansberg coalfield in the Limpopo province and the project has a LOM in excess of 46 years.

During 2015 the Company agreed to sell 20% of the project to the Makhado Colliery Community Development Trust, comprising seven beneficiary communities. An agreement was also signed with a black industrialist facilitating his acquisition of a 6% interest in Makhado and the IDC acquired a 6.7% shareholding in terms of its existing loan facility. The Makhado Project has all of the regulatory permits required to commence mining operations and no LTIs were recorded during the 12 months (FY2020: nil).

South Africa produces significant quantities of thermal coal but has a very limited domestic supply of high-quality hard coking coal (HCC) and once developed, Makhado will be the only significant HCC mine in the country. The project will also provide direct and indirect benefits to communities located in an area with significant unemployment levels and is expected to create approximately 1,500 job opportunities during the construction and operational phases.

The Makhado Project mining area covers four farms and will be developed in two phases. MC Mining owns all of the surface rights where the opencast mining pits and related infrastructure will be situated. The development of the project in phases reduces execution risk and capital expenditure while ensuring scalability and both phases have compelling returns. Phase 1 includes the construction of the west pit and modifications to the existing Vele Colliery processing plant while Phase 2 incorporates development of the Makhado processing plant and related infrastructure and mining of the east and central pits.

The Company anticipates that the composite debt/equity funding process for Phase 1 will be completed in Q1 CY2022 with the nine-month construction period commencing in Q2 CY2022, followed by first sales ten months later. Phase 1 will produce approximately 3.0Mtpa of ROM coal that will be crushed, screened and scalped at Makhado. The resultant 2.0Mtpa of scalped ROM coal will be transported to the existing Vele Colliery for final processing, yielding approximately 0.54Mtpa of HCC and 0.57Mtpa of an export quality thermal coal by-product. The saleable coal will be trucked to Musina siding for sale to domestic and export customers, utilising previously tested logistics infrastructure.

The limited production of HCC in South Africa means domestic steel producers have to import HCC for the manufacture of metallurgical coke, a key ingredient in the production of steel. HCC typically attracts significantly higher sales prices compared to thermal coal and the Company previously secured an offtake agreement with ArcelorMittal South Africa Limited (AMSA). This offtake will result in AMSA purchasing between 350,000t and 450,000t of Phase 1 HCC annually, reaffirming the quality of Makhado's coal with sales prices linked to a published, international

US dollar denominated index. MC Mining is in discussions with potential long-term thermal coal customers and anticipates that offtake agreements will be finalised during the Makhado Phase 1 construction phase.

The Company recommenced with the Makhado Project composite debt/equity funding initiatives that were previously delayed due to COVID-19.

This included:

- The placement of 13.3 million shares raising \$1 million (ZAR15 million) in August 2020;
- An additional \$2.8 million (ZAR40 million) was drawn down from an existing Industrial Development Corporation (IDC) loan facility;
- The repayment date for the existing \$11.2 million (ZAR160 million) IDC loan was extended to 31 January 2022;
- The terminal drawdown date for the new IDC \$17.1 million (ZAR245 million) was also extended to 31 January 2022;
- An in-principle contractor build, own, operate, transfer (BOOT) funding arrangement of \$4.2 million, subject to final documentation; and
- The Company is in advanced discussions with potential debt and equity funders for the remaining \$29.9 million and expects to compete the finding process in Q1 CY2022 with construction of Phase 1 anticipated to start in Q2 CY2022.

Phase 2 is expected to commence in circa CY2026, funding and market dependent, and will result in 4.0Mtpa of ROM coal, producing approximately 1.7Mtpa of saleable HCC and thermal coal. The Company has also secured a three-year offtake agreement for Phase 2 HCC which is also at index-linked prices, affirming international appetite for Makhado's HCC.

Vele Colliery

The 100% owned Vele Colliery is in the Tuli coalfield of the Limpopo province. Vele has been on care and maintenance since October 2013 and recorded no LTIs during the 12 months (FY2020: nil).

The colliery has all the regulatory approvals required to recommence operations and the existing processing plant will be modified as part of the Makhado Phase 1 development. These modifications include circuits to capture the fine coal fraction and will facilitate the simultaneous production of two products, namely HCC and a thermal coal by-product. The Company anticipates that, following Phase 1 of Makhado in circa FY2030, the Vele Colliery will be ideally positioned to potentially supply coal to the government gazetted Limpopo SEZ.

Compliance with regulatory and licensing requirements at the colliery is monitored using various initiatives

- internal inspections, external audits conducted by the DHSWS, as well as audits conducted by the Environmental Compliance Officer. Vele also participates in a Project Steering Committee in line with the historic October 2014 Biodiversity Offset Agreement (BOA) between the Company, the Department of Forestry, Fisheries and Environment (DFFE) and the South African National Parks (SANParks). The colliery also participates in the EMC, established as an oversight committee in terms of the colliery's Environmental Authorisation (EA). The EMC comprises various stakeholders from regulatory authorities, relevant organs of state, municipal representatives, civic society and stakeholders identified during the initial public process.

Greater Soutpansberg Project

The GSP also situated in the Soutpansberg coalfield in the Limpopo province, located within close proximity to the SEZ.

The GSP comprises the Mopane, Generala and Chapudi project areas. The project is jointly owned by MC

Mining (74%) and its BEE partner, Rothe Investments (Pty) Ltd (26%). The project recorded no LTIs in FY2021 (FY2020: nil).

The exploration and development of the three GSP areas is the catalyst for MC Mining's long-term growth. The Company applied for mining rights (MRs) for the three project areas during 2013 and the Chapudi Project MR was granted in late 2018 and was subsequently appealed. The Chapudi Project contains over 6.3 billion gross tonnes in situ of inferred coal resources, positioning the GSP to be a potential long-term coal supplier to the planned SEZ, as well as other markets. The Department of Mineral Resources & Energy (DMRE) granted the Generala MR in late 2019 and the Mopane MR was granted in February 2021. The Company anticipates commencing with the various studies required for the outstanding water and environmental regulatory approvals once the Makhado Phase 1 funding has been secured.

REGULATORY COMPLIANCE

Colliery and project regulatory status

Project	Mining Right granted by the DMRE			IWUL granted by the DHSWS			EA granted by the environmental departments			Access to surface rights secured
	Granted	Duration	Status	Granted	Duration	Status	Granted	Duration	Status	
Uitkomst (KwaZulu-Natal)	✓	Until 2023	See below ¹	✓	10 years (granted in 2011) ²	Fully compliant	✓	LOM	Fully compliant	✓
Makhado Project (Limpopo)	✓	30 years	Received May 2015	✓	20 years	See below ³	✓	LOM	Validity period amended and EA aligned with LOM	✓
Vele Colliery (Limpopo)	✓	30 years	Fully compliant	✓	20 years		✓	LOM	Fully compliant See below ⁴	✓
GSP (Limpopo)	Chapudi MR granted in December 2018, Generaal MR granted in November 2019, Mopane MR granted in February 2021			No applications for IWULs submitted – will apply once construction of Makhado Project has commenced			No applications for EAs submitted – will apply once construction of Makhado Project has commenced			✗

Notes:

¹ Extension Application submitted in late CY2019 to extend the MR for LOM

² Expired in February 2021 and a renewal application was lodged in December 2020

³ Suspension lifted in FY2017 and appeal to be heard by the Water Tribunal in January 2022

⁴ MC Mining committed to spending R55 million over 25 years on biodiversity and cultural heritage in line with the off-set agreement signed in 2014

RESOURCES AND RESERVE STATEMENT

AS AT 30 JUNE 2021

Introduction

MC Mining reviews and reports its mineral Resources at least annually to coincide with its financial year-end of 30 June 2021. If there are any material changes to the Mineral Resources over the course of the financial year, the Company is required to promptly report these changes.

The Uitkomst Colliery was mined continuously save for the period between 27th March 2020 to 1st May 2020 when the mine was placed under care and maintenance for the duration of the COVID-19 lockdown. The projects have been continuously evaluated with no addition or reduction in the Resources or Reserves required.

The following Summary of the Resource and Reserve statement for MC Mining's operations and projects are compliant with the Committee for the Mineral Reserves International Reporting Standards (CRIRSCO) of November 2013, which is a requirement due to the fact that MC Mining has its primary listing on the Australian Stock exchange (ASX: MCM:AU) with secondary listings on London's Alternative Investment Market (AIM: MCM:LN) and the Johannesburg Stock Exchange (JSE: MCZ:SJ).

Under the auspices of CRIRSCO the reporting is required to be compliant to the relevant National Reporting Organisations (NROs) and are required to be founded on the Central Principles of Transparency, Materiality and Competence and are provided on an "if not, why not" basis.

The various projects are the subject of Competent Persons Reports (CPRs) that are all JORC 2012 and SAMREC 2016 compliant. The CPRs used in this report are:

JANUARY 2018

the Makhado Project was evaluated by Minxcon Consulting Engineers and an independent report dated 1st of January 2018 was prepared

FEBRUARY 2017

the Uitkomst Colliery was evaluated by Minxcon Consulting and an independent report dated 28th February 2017 was presented

MARCH 2017

the Vele Colliery was evaluated by VBKom mining engineers and an independent report dated 1st March 2017 was presented

FEBRUARY 2017

the Greater Soutpansberg Projects were evaluated by Venmyn Deloitte consultants and their report dated 1st February 2017 was prepared

By whom is this statement prepared

The principle competent persons involved in this declaration are Mr J.C.H.K. Sparrow and Ms N. Masunyane in terms of the Resource declaration, and Mr B Bruwer and Mr C.W. Archer in terms of the Reserve declaration. Mr Sparrow and Ms Masunyane are in full time employ of MC Mining, Mr Sparrow as the Group Geologist and Ms Masunyane as the Principle Geological Modeler. Mr Bruwer and Mr Archer are both consultants to MC Mining – Mr Bruwer consulting in terms of the projects and Mr Archer in terms of the Uitkomst Colliery.

Mr Bruwer is a qualified mining engineer and registered member of good standing with the South African Institute of Mining and Metallurgy (SAIMM).

Mr Sparrow is a registered professional scientist of good standing with the South African Council for Natural Scientific Professions (SACNASP) (400109/03).

Ms Masunyane is a registered professional scientist of good standing with the SACNASP (400226/10).

Mr Archer is a qualified mining engineer and registered member of good standing with the SAIMM (706388).

All parties have consented to the inclusion of the Resources and Reserves in the FY2021 Annual Report.

The units of measure in this report are metric, with Tonnes (t) = 1,000kg.

This report includes technical information that requires subsequent calculations to derive subtotals, totals and weighted averages. Such calculations may involve a degree of rounding and consequently introduce an error. Where such errors occur MC Mining does not consider them to be material.

Terminology used herein is English, with English spellings utilised throughout.

Background

MC Mining has a number of operations and projects that will be reported.

Operating Colliery

Uitkomst Colliery, Amajuba Magisterial District, KwaZulu-Natal Province, Republic of South Africa (GPS Coordinates, Lat: 27° 36'02.99"S, and Long: 30°08'06.51"E).

Operation on care and maintenance

Vele Colliery, Vhembe Magisterial District, Limpopo Province, Republic of South Africa (GPS Coordinates Lat: 22° 9'29.28"S, and Long: 29°38'41.24"E) – on care and maintenance since October 2013.

Projects at various stages of development

Makhado Project, Vhembe Magisterial District, Limpopo Province, Republic of South Africa (GPS Coordinates Lat: 22°48'13.44"S, and Long: 29°57'44.52"E). Mining Right granted May 2015.

Chapudi Project, Vhembe Magisterial District, Limpopo Province, Republic of South Africa (GPS Coordinates Lat: 22°52'52.36"S, and Long: 29°39'41.72"E). Mining Right application submitted in June 2013 and granted in December 2018. The project consists of the Chapudi, Chapudi West and Wildebeesthoek Sections.

RESOURCES AND RESERVE STATEMENT continued

AS AT 30 JUNE 2021

Generaal Project, Vhembe Magisterial District, Limpopo Province, Republic of South Africa (GPS Coordinates Lat: 22°40'34.46"S, and Long: 30° 8'51.19"E). Mining Right application submitted April 2013 and the project consists of the Generaal and Mount Stuart sections.

Mopane Project, Vhembe Magisterial District, Limpopo Province, Republic of South Africa (GPS Coordinates Lat: 22°32'42.06"S, and Long: 29°48'51.40"E). Mining Right application submitted March 2013 and the Project consists of the Voorburg and Jutland Sections.

Makhado Extension Project, Vhembe Magisterial District, Limpopo Province,

Republic of South Africa (GPS Coordinates Lat: 22°45'33.18"S, and Long: 30° 4'10.34"E). This project is currently under a Prospecting Right application.

Summary of the MC Mining Limited Resources and Reserves Extract from the Resource and Reserve Statement

The Mineral Resource and Reserves statement has been extracted from the independent technical reports compiled by MSA consulting, VBKom Consulting Engineers and Venmyn Deloitte. These technical reports can be viewed at www.mcmining.co.za/investors-and-media/technical-reports.

The Resources and Reserves are stated as at 30 June 2021 for all assets. The statement below is relevant to the Mineral Assets under MC Mining's control on this date. They have been based on reliable exploration and mining results (where appropriate) and accurately estimated using industry best practice standards of modelling. The Resources and Reserves have been correctly classified according to the JORC Code (2012). The relevant Competent Persons in the employ of/or are consultants to the Company: Mr Bruwer, Mr Sparrow, Ms Masunyane and Mr Archer consent to the inclusion of this extract of the Resources and Reserves into the 2021 MC Mining Integrated Report.

MC Mining Limited Resources¹

Project\operation	Resource category ²	Gross tonnes <i>in situ</i> (GTIS) Mt	Total tonnes <i>in situ</i> (TTIS) Mt	Mineable tonnes <i>in situ</i> (MTIS) Mt	MC Mining attributable interest	MC Mining attributable MTIS Resource
Vele Colliery	Measured	148,166	133,349	86,112	100%	86,112
Uitkomst Colliery ⁸		15,710	14,925	14,139	70%	9,897
Mopane Project ³		109,435	98,492	94,916	97%	92,012
Makhado Project		402,781	362,503	265,025	69%	182,867
Makhado Extension Project ⁶		42,245	38,020	36,241	100%	36,241
Total Measured Resources			718,337	647,288	496,432	
Vele Colliery	Indicated	426,854	362,826	200,303	100%	200,303
Uitkomst Colliery ⁸		4,885	4,397	4,153	70%	2,907
Mopane Project ³		125,034	106,279	100,507	96%	96,444
Makhado Project		298,595	253,806	76,743	69%	52,953
Makhado Extension Project ⁶		29,581	25,144	23,226	100%	23,226
Total Indicated Resources			884,950	752,451	404,932	
Vele Colliery	Inferred	218,932	175,145	75,154	100%	75,154
Uitkomst Colliery ⁸		6,696	5,692	5,357	70%	3,750
Mopane Project ³		36,239	28,991	24,001	88%	21,130
Makhado Project		94,232	75,386	2,998	69%	2,069
Generaal Project ⁴		407,163	325,730	55,511	100%	55,511
Chapudi Project ⁵		6 399,023	5 119,219	1 318,481	74%	975,676
Makhado Extension Project ⁶		12,301	9,841	7,346	100%	7,346
Total Inferred Resources			7 174,586	5 740,004	1 488,847	
Grand Total Resources		8 777,872	7 139,744	2 390,212		1 923,596

Notes

¹ www.mcmining.co.za/technical-reports

² The JORC and SAMREC compliant coal resources is at the 30th June 2021 and is inclusive of reserves

³ Mopane Project – Consists of the Voorburg and Jutland sections

⁴ Generaal Project – Consists of the Generaal and Mount Stuart sections

⁵ Chapudi Project – Consists of the Chapudi, Chapudi West and Wildebeesthoek sections

⁶ Makhado Extended Project – This project is held under a Prospecting Right application

⁷ MC Mining Limited does not own the surface rights to all farms over which it has rights

⁸ Uitkomst Colliery – This operation is held under a Prospecting Right application

MC Mining Limited Reserves^{1,4}

Operation	Reserve category	Mineable tonnes <i>in situ</i> reserve Mt	Run-of-mine tonnes (ROM) Mt ³	Saleable primary product tonnes Mt	Saleable secondary product tonnes Mt	MC Mining attributable interest
Vele Colliery	Proven	23,806	25,280	4,666	9,68	100%
Uitkomst Colliery ⁵		10,853	6,224	3,923		70%
Total Proven		34,660	31,504	8,589	9,682	
Vele Colliery		301,371	266,115	47,848	117,751	100%
Makhado Project ²	Probable	188,250	172,757	25,637	44,536	69%
Uitkomst Colliery ⁵		2,589	1,432	0,915		70%
Total Probable		492,211	440,304	74,399	162,287	
Grand Total Reserves		526,871	471,807	82,988	171,969	

Notes

¹ www.mcmining.co.za/technical-reports

² The Makhado Project is based on the published feasibility study, and a current front end engineering and design

³ The declared coal Reserves are based upon the Measured and Indicated coal Resources only

⁴ Tonnages reported in millions of tonnes and rounding of weighted averages may have occurred

⁵ Uitkomst Colliery Reserves are based on a detailed LOM layout (1 July 2021)

Resource and Reserve Statement Comparison

The only operation that has undergone any change is Uitkomst Colliery and a depletion calculation considered the production for the 2020/2021 financial year.

MC Mining Limited Resources¹

Project \ Operation	Resource category	Gross tonnes <i>in situ</i> (GTIS) Mt	Total tonnes <i>in situ</i> (TTIS) Mt	Mineable tonnes <i>in situ</i> (MTIS) Mt	MC Mining attributable interest	MC Mining attributable MTIS Resource
Uitkomst Colliery	Measured	0,740	(0,108)	0,666	70%	0,466
Total Measured Resources		0,740	(0,108)	0,666		0,466
Uitkomst Colliery	Indicated	(0,108)	(0,097)	(0,092)	70%	(0,064)
Total Indicated Resources		(0,108)	(0,097)	(0,092)		(0,064)
Uitkomst Colliery	Inferred	(0,357)	(0,303)	(0,286)	70%	(0,200)
Total Inferred Resources		(0,357)	(0,303)	(0,286)		(0,200)
Grand Total Resources		0,275	(0,509)	0,288		0,202

MC Mining Limited Reserves^{1,2,3}

Operation	Reserve category	Mineable tonnes <i>in situ</i> reserve Mt	Run-of-mine tonnes (ROM) Mt	Saleable primary product tonnes Mt	Saleable secondary product tonnes Mt	MC Mining attributable interest
Uitkomst Colliery	Proven	(0,292)	(0,080)	(0,044)		70%
Total Proven		(0,292)	(0,080)	(0,044)	0,000	
Uitkomst Colliery	Probable	(0,163)	(0,077)	(0,053)		70%
Total Probable		(0,163)	(0,077)	(0,053)	0,000	
Grand Total Reserves		(0,455)	(0,157)	(0,097)	-	

Notes

¹ www.mcmining.co.za/technical-reports

² The declared coal Reserves are based upon the Measured and Indicated coal Resources only

³ Tonnages reported in millions of tonnes and rounding of weighted averages may have occurred

Governance Arrangement and Internal Controls

MC Mining has ensured that the mineral Resources quoted are subject to good governance arrangements and internal control. The Company has engaged external independent consultants to update the mineral resource in accordance with the JORC Code 2012 and SAMREC 2016.