For electronic distribution

12th February 2013

ARCHAEOLOGICAL PERMIT APPROVED FOR SESE INTEGRATED POWER PROJECT

The Directors are pleased to report that the Company’s application for an Archaeological Permit for a coal mine and power station at the Sese Integrated Power Project in Botswana has been approved with standard conditions by the Botswana National Museum, following submission of an Archaeological Impact Assessment (AIA).

- The AIA is a requirement of the Monuments and Relics Act, and is assessed by the Department of Museums and Monuments.
- The regulations of the Botswana EIA Act impose approval of the AIA as a prerequisite to EIA approval.
- Ecosurv Pty Ltd undertook the AIA during the dry season so that any relics would be easy to see.
- The AIA was submitted in its final form in November 2012.
- A Letter of Approval has been received from the Botswana National Museum.
- The approval allows the project to proceed subject to normal reporting of chance cultural/archaeological finds, monitoring of all earth moving activities for cultural/archaeological artifacts and finds, and mitigation of any sites within the mining and industrial areas prior to the commencement of mining. These are standard conditions.
- There are no known cultural / historical / archaeological factors which will delay the project.

The Directors are pleased with the progress of the EIA and all findings to date have been within expectations. Only one item of fieldwork is outstanding which is the dry season air monitoring which will occur in mid-2013. This all environmental approvals are on schedule and are not expected to impact the project development schedule.

For any further information, please refer to AFR’s website or contact us directly on +61 8 6465 5500.

For and on behalf of the board.