



CONGO SARL

AFRICA MINERALS MINING AND MINERALS INVESTMENT

**AFRICA
PRECIOUS
COMMODITIES &
BUSINESS INVESTMENTS**

Puregem Congo Sarl Founded in 2015 as a pioneering African company, PGA is one of Africa's leading community owned investment companies. Puregem Congo Sarl is a unique entrepreneurial company that does not exist only to make a profit, but is driven by a commitment to serve the broader interests of the community. Our investment portfolio is Mining Resources, Agriculture, Oil & Gas Energy. We deal in Africa precious metals Gold, Diamonds, Copper Cathode, Coltan and Gemstones. Other agricultural products available are Coffee, Tea and Cocoa Beans. We work with community mining groups in Africa which are in, DRC Congo, Zambia, Ghana, Tanzania, Mali and Kenya. We actively work to promote mutually beneficial economic partnerships by investing in or developing businesses that create value for our stakeholders through the origination, execution, and prudent management of our investments.

MISSION, VISION AND VALUES

As a unique entrepreneurial company rooted in the community, PGC creates value for stakeholders through an investment strategy that strictly adheres to our Vision, Mission and Values. We strive for excellence to realize the hopes and aspirations of our company and communities

Vision

PGC is an African company that builds, grows and manages business for the benefit of our community. We are contributors to the hopes and aspirations of Africa.

Mission

We create value by establishing, acquiring, growing and actively managing business for the benefit of our communities.

Co-Builders

We build together with clients, partners, investors, funders and community. Internally we are also building ourselves and each other and we invite our communities to co-build with us.

Values

We engage with **integrity**, strive for **excellence** and believe in **co-building** with our stakeholders in the quest for developing prosperous industry and **communities in Africa**.



OUR STRATEGY

Puregem Congo Sarl(PGC) invests in junior and mid-tier evaluation, development and producing mining companies. These companies are typically seeking to drill to expand known resources, are engaged in building production facilities, or are current producers who are pursuing growth opportunities.

Puregem Congo Sarl(PGC) will seek to develop a risk-weighted portfolio of mining investments spread by commodity, country and investment stage.

INVESTMENT APPROACH

Our unique investment proposition seeks to make strategic, sustainable and quality investments while meaningfully contributing to socio-economic transformation of marginalized Africa.

Our transparent investment strategy, which combines best practice with local insights, requires our ability to enhance the value of all underlying investments through active and collaborative partnership with our investee companies.

A fundamental advantage for potential equity partners lies in our constructive and proactive approach to transformation, our ability to source funding both locally and internationally, a proven capability to add value through our ability to access strong internal and external networks to create and increase value.

Once we have made an investment, we seek to utilize all our resources to enable profitable growth for our investee companies.

“Transformation is at the heart of how we seek to generate growth for all our stakeholders and the communities where we do business”.

PGC IS SEEKING TO COMMENCE INVESTMENT WITH THE FOLLOWING INVESTMENT HIGHLIGHTS:

- **Track record of generating superior returns**
Over the past 15 years, investments made by the Principals of PGC have continued to generate strong private equity returns.
- **Experienced Investment Team with operational mining industry experience and minerals investment.**
The Investment Team have more than 20 years of combined experience in the mining industry in exploration, evaluation, feasibility, mining and mineral investment. The majority of the Investment Communities has had formal business and finance training.

- **Proactive, value-adding investors**

Our Investment Team seeks to add value to investments in the portfolio through technical input, investment solutions and making broad introductions across the industry. PGC has a longer time horizon than most other investors and aims to be a long-term partner to investee companies.

- **Strong investment sourcing capabilities**

With years of experience across the African Continent the Investment Team will seek to use its extensive networks and relationships to source deals in a proactive and sustainable manner.

- **Opportunity for co-investment**

In addition to Fund investments, PGC may offer larger co-investment opportunities for its investor base.



OUR INVESTMENT POLICIES

PGC applies a clear and transparent set of policies to projects seeking, and then receiving, partner's support. Among others, these include our eligible international investors and country eligibility requirements and our credit and character risk due diligence policy.

In addition, a dedicated Department of Investment Policy (DIP) implements policies that promote sustainable, economic development across all DPIC-supported projects. These policies reflect Congressionally-mandated statutory requirements and general DPIC policy requirements.

DIP oversees three main functions and is responsible for:

Economic Analysis: Measuring the expected developmental impact and impact on the Africa minerals and mining market of the Agency's investment portfolio;

Monitoring and Reporting: Monitoring the portfolio through standardized reporting and regular site visits, and reporting to the community and other stakeholders on realized developmental impact;

Policy Compliance: Implementing policies that promote sustainable, economic development across all DPIC-supported projects. These policies reflect Congressionally-mandated statutory requirements and general DPIC policy requirements.

DPIC's business lines work closely with DIP to determine a mining project's eligibility for DPIC support. In doing so, each mining project is subject to a full policy review, regardless of project location, project size or sector, or investors. Thorough, accurate, and complete information in the application and supplemental materials, such as a business plan, help expedite DIP's project review.

If additional project information is needed from potential clients to clarify issues or fill information gaps to support an DIP project review, DIP works through the DPIC lines of business to obtain the necessary information. DPIC support of a mining project may be conditioned upon specific contractual covenants, which are identified during the DIP project review, to ensure that the mining project will operate in compliance with the DIP policy requirements.



MINING RESOURCES BUSINESS

Mining Resources (“PGC”) invests in mining assets and mining services and supplies across Africa. Although the newest division, PGC is regarded as a potentially significant contributor to the future capital growth of the Group portfolio in the medium to long term.

KIBALI, NGAYU DRC





PGC focused on projects within a 3,500km² area on the Ngayu Greenstone Belt in the northeast of the Democratic Republic of the Congo (the "DRC").

Ngayu has a history of mining, PGC's main area of potential expansion. The Ngayu belt has numerous positive indicators based on the geology, artisanal activity, encouraging drill results and an existing significant gold resource base. The area is 220 kilometres southwest of the Kibali gold mine, the mine is Africa's largest producer of gold.

Kibali proves what can be achieved in the area close to Ngayu and also acts as a very useful yardstick to PGC's progress, allowing us to compare for example drill intercepts and resultant resource detail, both within the pit and underground.

Altitude within the Ngayu project area ranges from 550 metres above mean sea level to 950 metres above mean sea level. The topography is made up of gently rolling hills and slightly incised valleys. The vegetation is typical dense forest.

PGC's Exploration and Development Projects within Ngayu

Separate from Adumbi, PGC controls a number of other gold deposits within the Ngayu Greenstone Belt. Two other deposits, Kitenge and Manzako, have been delineated along strike from Adumbi on the Imbo Project. There is the potential that they could be incorporated into a mine plan for Adumbi.

At Kitenge, 4 kilometres southwest of Adumbi, drilling has outlined inferred resources of 191,000 ounces of gold grading 6.6 g/t Au while at Manzako, an inferred resource of 122,000 ounces of gold grading 5.0 g/t Au has been outlined. Mineralization at both Kitenge and Manzako remain open at depth and additional drilling is warranted to increase these mineral resources.

Yindi Project



PGC holds 40% shares of the Yindi project, which is a 2.5-kilometre radius, circular parcel of land within the southern part of the Archean Ngayu Greenstone Belt surrounding and including the Yindi project.

exploration by PGC at Yindi commenced in March 2010 with the establishment of a 2 x 6 kilometre soil sampling grid, coincident with a well-defined magnetic anomaly, and covering the area of old mining activity. Soil sampling lines were originally at a spacing of 160 metres, with infill to 80 metres in anomalous areas. All soil sampling lines were geologically mapped. Channel sampling of accessible old adits and open-pits was undertaken, and several old trenches were re-excavated and channel sampled. Mechanical auger drilling was carried out to test for saprolite mineralization below soil anomalies.

Diamond drilling commenced in September 2010 and 6 holes (1,274 metres) were completed. The drilling focussed on an area of BIF-hosted gold mineralization which was identified from soil and channel sampling, and which had been mined to a limited extent during colonial times. Holes ranged from 134 metres to 220 metres in depth (i.e. a maximum of 202 metres vertically below surface).

North Kivu Project

PGC owns or controls a contiguous block of exploration permits or PRs covering an area of approximately 13,000 square kilometers to the northwest of Lake Edward in North Kivu province.

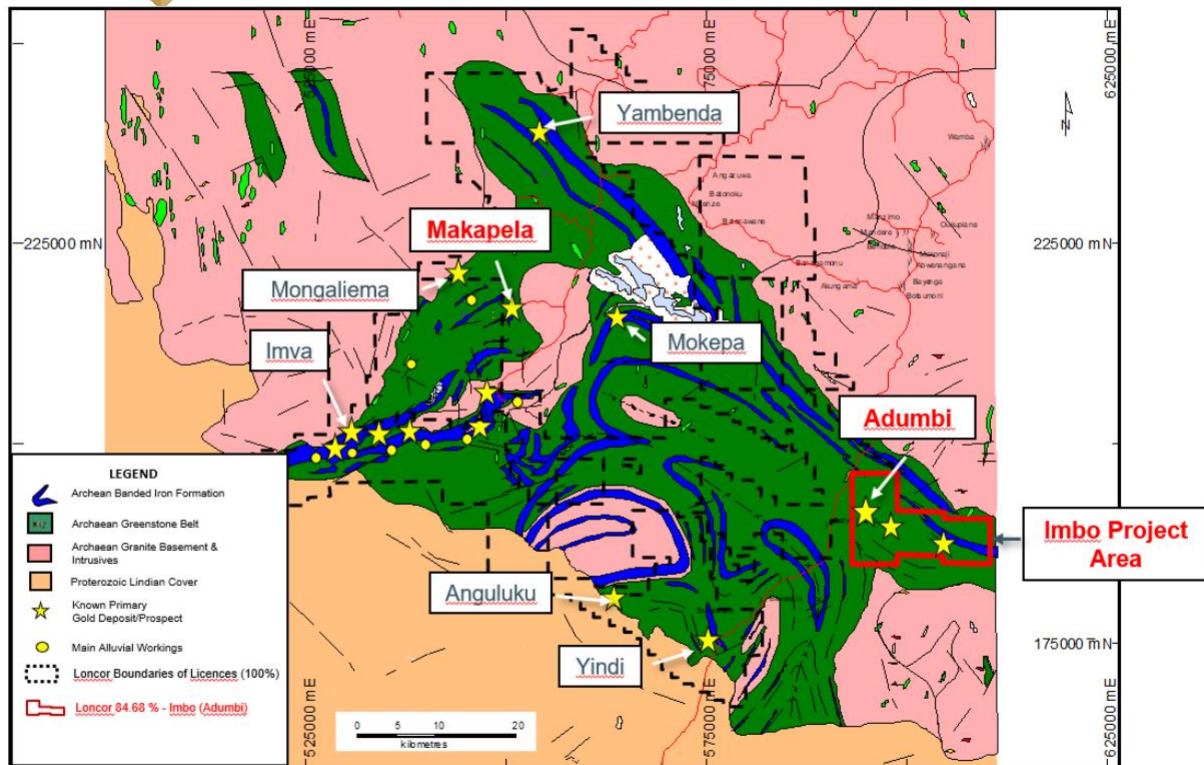


These exploration permits are located between the two major gold belt terrains of the DRC - the Proterozoic/ Archean Twangiza-Namoya gold belt and the Archean greenstone belts of Kilo Moto and Ngayu to the north. The main provincial centres within the North Kivu project area are Butembo and Lubero. Although PGC has conducted some exploration for gold and other minerals in the past in North Kivu, no exploration has been conducted over the last 8 years with the Company's focus being at Ngayu.

Exploration & Geology at Makapela

Makapela project, which is a 5-kilometre radius, circular parcel of land within the western part of the Archean Ngayu Greenstone Belt surrounding and including the Makapela deposit. It is approximately 50 kilometres from Adumbi.

PGC Exploration at Makapela commenced in May 2010, with a 7 x 2-kilometre soil sampling grid covering the area of artisanal activity and extending south-westwards over stream sediment anomalies depicted on old maps from the colonial era. This was followed by channel sampling and then a targeted drilling campaign to delineate a resource.



A total of 56 core holes (18,091 metres) were completed in the vicinity of the Main and North pits and 15 holes (3,594 metres) were drilled at Sele Sele. In addition to the above resource drilling program, a total of 12 holes (1,560 metres) were drilled to locate potential extensions to the known reefs and new mineralized structures indicated by soil, rock chip and auger sampling.

Several units of Banded Ironstone Formation (BIF) are interlayered within basalts, and range up to 13 metres in thickness, although the width is generally less than 6 meters. Quartz porphyry and quartz-feldspar porphyry dykes and sills are also present. In the vicinity of the mineralized zones, these intrusives are generally no more than a few metres in width.

COPPER MINING



Congo (DRC) is a country with abundant copper and cobalt resources. It has the largest copper and cobalt resources region in the world. According to statistics of USGS, by the end of 2016, Congo(DRC) had 20 million tons of copper, accounting for 2.8 percent of the world's total reserves. The copper reserves of the Katanga copper mineral belt, centered on the cities such as Kolwezi, Likasi and Lubumbashi, are about 55 million tons and cobalt reserves are 3.6 million tons. It has 2-9% oxidized copper-cobalt ores of large number of surface outcroppings and shallow-buried grade. According to the statistics of the Government of Congo(DRC), in 2016, Congo(DRC)'s copper exploitation quantity was 986,600 tons of copper, accounting for about 5 percent of global total output, ranking the seventh in the world.

Our copper mine is located in Katanga province in southeast of Congo(DRC), about 2 kilometers from the city of Likas and 125 kilometers from the west of Lubumbashi, the capital of Katanga province. It is also located in the world's famous Katanga copper mine (sandstone and shale ore deposit). Its metal reserve is 3.89 million tons and average copper grade is 4.7%.

PGC Mining responded to the country's strategic call to "go out" and industrial planning to become one of domestic pioneering enterprises engaged in mineral resources investment and development, and has preliminarily completed the strategic layout of "transformation to non-ferrous metal and resources industry through keeping a foothold focusing on overseas market".

PGC is located in Katanga province, Congo(DRC), where transportation is convenient and hydro-power resources are abundant. Its main business is to engage in exploitation and development of copper and other minerals in Shituru mineral deposit land 4725, Congo(DRC). Its products are widely used for wires and cables, electronic, copper processing, mechanical making, copper alloy forging and other fields.

Congo(DRC) cobalt metal reserves are 3.4 million tons, accounting for 48.6% of the world's total reserves. According to the Congolese government, cobalt production reached 77,392 tons in 2016, accounting for more than 70 percent of the world's total output. Due to the strong growth in demand for new energy vehicles, it is expected that global cobalt demand will continue to maintain a rapid growth and prices will continue to rise in the future.

In September 2017, the foundation-stone laying ceremony of SMCO cobalt project and the establishment ceremony of Congo(DRC) cobalt ore trading centre were held in Likasi, Haut-Katanga Province, Congo(DRC). The PGC cobalt Project is only about 2 km from Likasi and about 3 km from the provincial road (Likasi to Lubumbashi, the capital of Katanga province and the economic center of Congo(DRC)). Final product of SMCO cobalt project is cobalt hydroxide, and by-product is cathode copper.

The project is divided into two phases. The first phase is one year. In this year, cobalt hydroxide can produce 3000 tons of cobalt metal, the second phase starts in the second year of production with the construction period of 1 year, the annual production of cobalt metal from cobalt hydroxide increased to 7000 tons. It is expected that in the fourth quarter of 2018, the project will provide scarce cobalt products for the market. The launch of PGC cobalt project in the market and establishment of the cobalt ore trading center will accelerate the company's pace of investment and development of overseas nonferrous metal mineral resources and increase the control of resources. It is an important initiative to build the whole industrial chain of "industry + trade +finance".

OIL & GAS ENERGY & RESOURCES



Our Energy & Resources takes advantage of the fact that significant resource and energy infrastructure development has to still take place within Africa. This pillar holds both upstream (exploration and production) assets such as coal mine and gas field developments, as well as downstream assets such as East Africa's largest oil refinery and fuel distribution network.

The Energy & Resources Division is further geared to monetise and maximise the value of its producing and infrastructure assets across the value chain. The success of our renewable power business is testament to the fact that Africa can compete with the best in the world in this sector.

Oil & Gas Business

The Oil & Gas investment portfolio (which will include investments in Chemicals), consists of largely passive investments to which we holds respective director representations in order to add further value and guidance from a governance and strategic growth perspective. Certain investments in this portfolio are in the process of migrating to Services e.g. whilst significant value has already been created in this portfolio, PGC is confident that these investments will continue to return market beating results. PGC stands to further benefit financially from several investments which are close to their maturity dates for us to exercise its embedded real options in the portfolio.



Why PGC?

Puregem Congo Sarl(PGC) believes in the creation of mutual value for ALL our partners and stakeholders. This includes our Investors, the Businesses that partner with us, our Employees and the Community (our ultimate beneficiaries).

Should you be considering partnering with PGC, we insist that you view our Brand Promise – and that you hold us fully accountable to these promises.

Why Investors Choose PGC

- Diversified portfolio of assets across a wide range of the Mining and Mineral industries
- Exemplary commitment to corporate governance – it's the way we do business
- Uniquely entrepreneurial approach driven by a commitment to social and economic transformation
- Highly respected pioneer in the field of transformation with a strong emphasis on sustainable returns
- Driven by a commitment to serve economically marginalized communities and promote socio-economic transformation and development in Africa
- Actively seeks to promote mutually beneficial economic partnerships within and beyond the PGC community

Why Business Partners choose PGC

- Mutual value is the bedrock of our relationships
- Investments are made off a solid balance sheet, strong cash flows, business models that support potential synergies, and an excellent track record of competent management

- Diversified investment base, opening up bigger markets and strong offerings
- Diligent and measured investment process ensures that value is created for both parties
- A prudent approach to capital management
- Excellent risk management systems

Why Employees Choose PGC

- Commitment to employment equity, equality and fair play
- Recognition and rewards for excellence – many Thebe alumni have gone on to be leaders in their respective fields
- Flat management structure that allows employees to quickly develop skills in areas such as corporate finance, legal, and marketing
- Zero tolerance of unethical and fraudulent behavior
- Opportunity to associate with a company that promotes social change

Why the Community endorses PGC

- PGC makes strategic, sustainable and quality investments while meaningfully contributing to the broader community.
- Supporting its majority community-based shareholder, our focus is primarily on education and enterprise development in underprivileged communities.

SECURITY AND HUMAN RIGHTS

- No human rights violations were recorded and no incidents were reported during the year. However, proactive management of PGC, illegal mining and general criminality remains a focus of security in the region. Our ongoing commitment to the respect for human rights is evidenced by our participation in the UN Forum for Business and Human Rights, the Voluntary Principles on Security and Human Rights (VPSHR) initiative and the United Nations Global Compact (UNGC).
- As part of the International Council on Mining and Metals (ICMM), PGC actively participates in various working groups and initiatives designed to promote human rights. The VPSHR remains the key driver of our security management practices.

BOARD OF DIRECTORS

Emmanuel Paul Badikambudi

Executive Chairman/ Chief Board Advisor

Mr. has been involved in the mining industry for more than 30 years, and during this time has been a director and senior manager of a number of cooperative in Democratic Republic of Congo

Qualified Professional in Mining, Metallurgy/Processing and Environmental Compliance of the Mining and Metallurgical and Exploration. He has a degree in Metallurgical Engineering and a Masters of Business Administration degree continues to be active in his consulting practice in metals and industrial minerals in DRC.

Erick Patrick Kazadi

Head of Business and Finance /Executive Board Member

Practice included extensive experience in representing mining cooperatives in DRC, as well as acting for a number of investment dealers for over 20 years. He has been an investment director of a number of mineral resource companies.

Peres Mikanda Mwamba

International Export & Operations Director/ Board Member

with over 15 years' experience in the logistics markets, primarily in the resource import and export industry. His professional history in the Africa region including international operations has enabled the Company to secure a number of logistics operations around the globe.

Ms. Anna Gabriel Amisi

Chief Investment Director/ (Board Member)

15 years' experience in the minerals industry exportation and investment successes in Africa. She was Technical Director in communities mining Resources in Zimbabwe, Ghana and Tanzania.

For further information, please visit our website at www.puregemcsarl.com or contact:



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