

31 March 2023



# Transition to a multi-asset, mid-tier Copper & Gold producer

**Anglo Asian Mining plc**

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The information on reserves and resources included in this presentation has been extracted from the following RNS announcements (a) "Increased Mineral Resource Estimate at Gilar" dated 21 March 2023 (b) "Targeting 10,000 tonnes of annual copper production at Xarxar following geological modelling and open pit optimisation study" dated 16 March 2023 (c) "300,000 plus tonnes of copper defined at Garadag" dated 27 March (d) "Zafar JORC Mineral Resource completed - 6.8 million tonnes of mineralisation with average copper grade of 0.50 per cent." dated 21 March 2022.

# Introduction to Anglo Asian Mining PLC

Well-established mining company now entering next stage of development towards multi-asset, mid-tier producer status

## Established producer



- Established track record as Au-Cu producer in Azerbaijan
- Track record of building / operating mines over 15 years
- Now entering next stage development and growth

## Financial position



- Operations generating free cashflow
- Robust cash position
- No debt, undrawn facilities in place
- Regular dividend payer since 2018; returned \$41m to shareholders to date

## Efficient operations



- FY22 production of 57,618 Au Eq Oz
- H1 2022 AISC of gold produced at \$983/oz
- FY23 Guidance of 50-54,000 Au Eq Oz
- Scope for further operational efficiencies as production scales

## Expanded asset portfolio over recent years



- Acquired 3 new contract areas in 2022
- First investment made outside Azerbaijan
- New exploration discoveries made

## Corporate



- Strong management teams with extensive in-country and emerging markets experience
- 45% shareholding held by Board and management aligns interest with all shareholders

## Clear strategic plan for growth



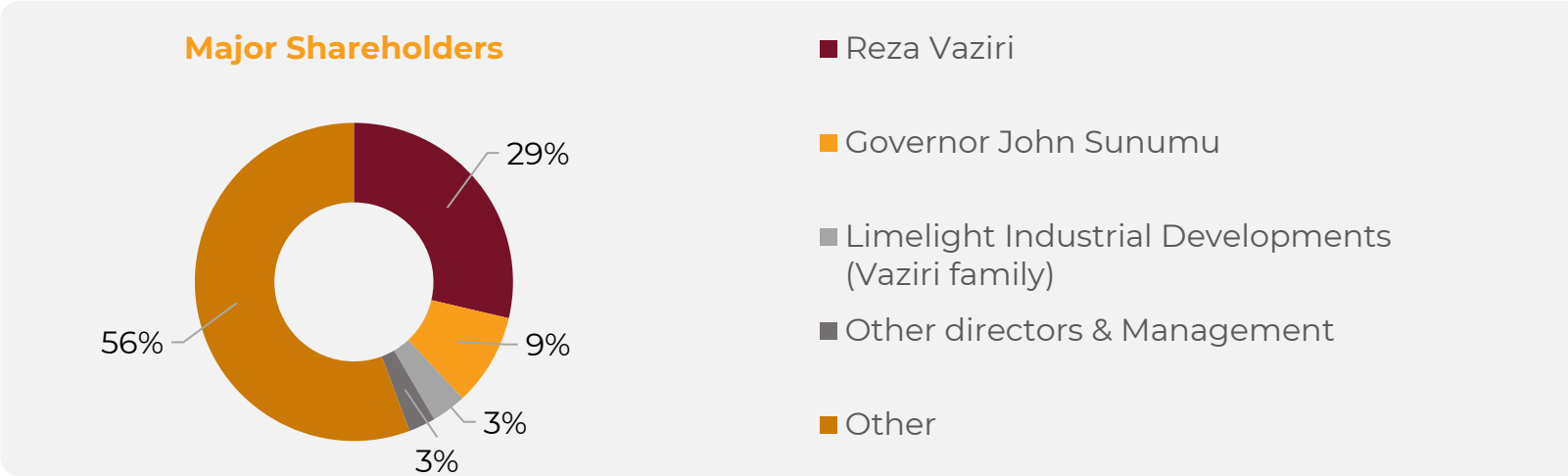
- Total production to more than double in next 5 years
- 4 new mines to be brought into production over next 5 years
- Increasing focus on Copper as primary product gives exposure to energy transition thematic

# Capital Structure and Share Price Performance

Very simple capital structure - AIM listed and no recent changes in the number of shares issued



380,000 share options outstanding at an average price of 113p  
\*Closing price 29 March 2023





# 5 Year Strategy

## Transition to mid-tier production status



Development of the new strategic plan for growth to transition to multi-asset, mid-tier copper and gold producer by 2028



Near-term production forecasted to increase 30-50%



Copper Equivalent production increasing to approximately 36,000 tonnes per annum from 2028



Sequential opening of 4 new mines in 5 years in Azerbaijan



Copper, a critical metal for the energy transition to net zero, expected to become principal product of the Company by 2026



Cash-flow, current cash, and undrawn \$32m debt facility to support near and medium term capital requirements



Growth strategy underpins continued commitment to deliver attractive returns to shareholders



Current operations performing in line with expectations and recent exploration successes indicate quality of asset portfolio

# Becoming a premier mid-tier copper-gold producer & developer

**1** Enhance & extend existing operations

**2** Production growth through new mines

**3** Pursue selective accretive investment opportunities

## Phase 1 ('Transition')

**Gedabek**  
*Azerbaijan*

**Gadir**  
*Azerbaijan*

**Zafar**  
*Azerbaijan*

**Gilar**  
*Azerbaijan*

**Xarxar**  
*Azerbaijan*

## Phase 2 ('Transformation')

**Garadag**  
*Azerbaijan*

**Mocoa & Esperanza**  
*Colombia & Argentina*

**Future Development**

**3** year objective to become a multi-asset gold producer targeting production of +100,000 ounce Gold Equivalent per annum

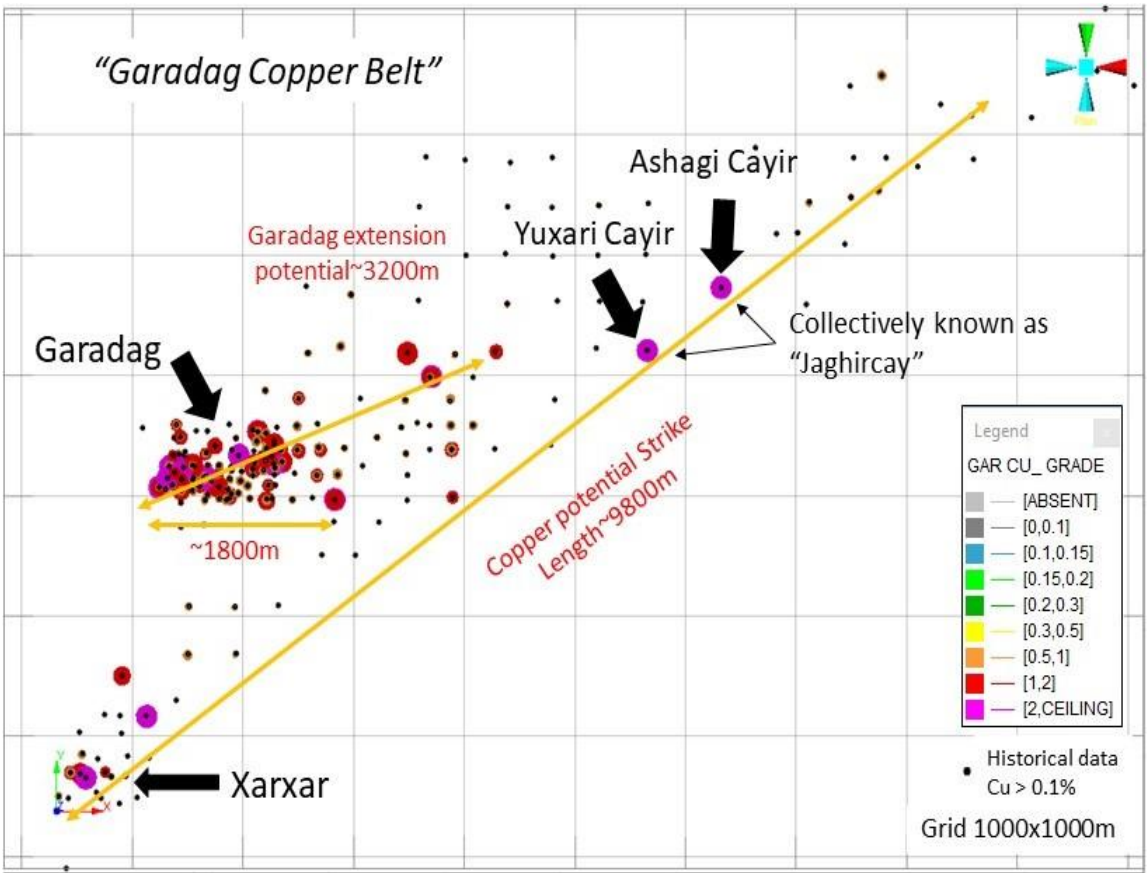
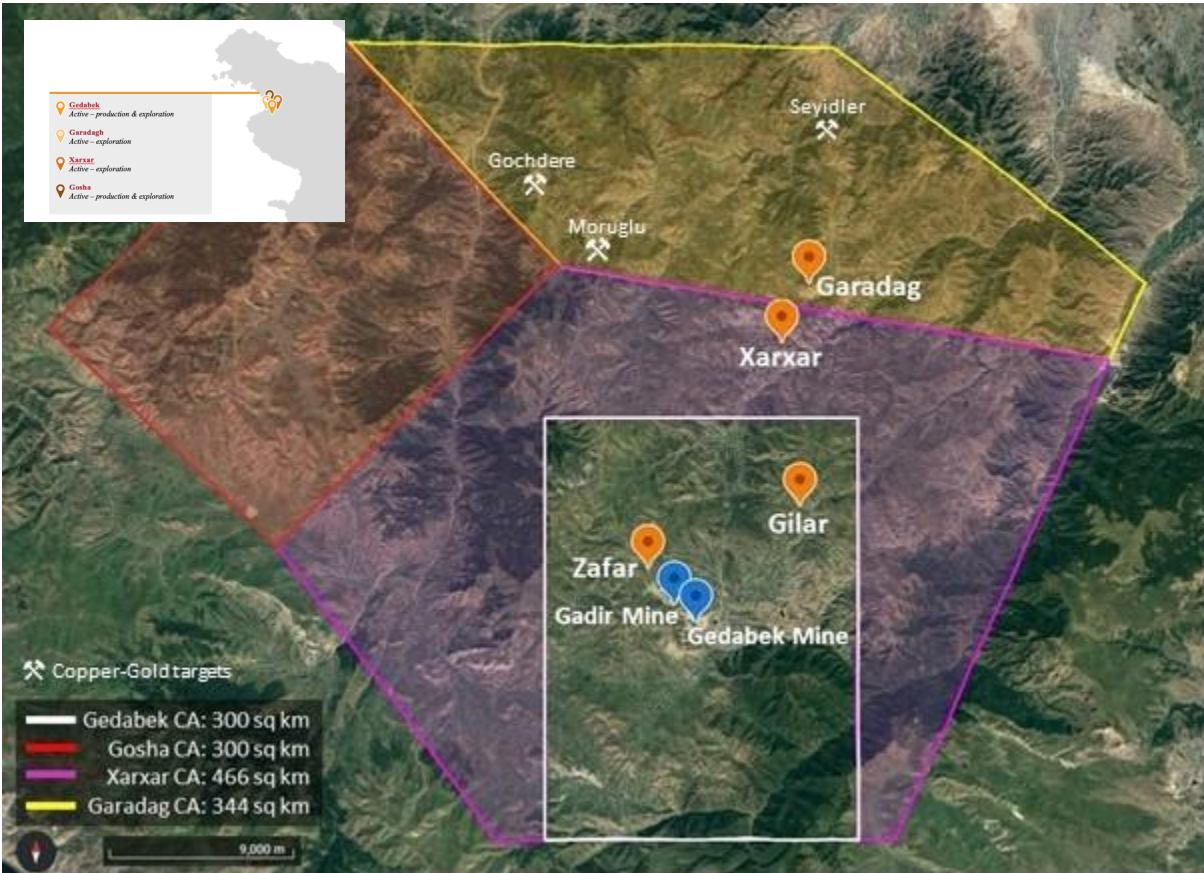
# Contract Areas

Eight contract areas with a land area of over 2,500 square kilometres



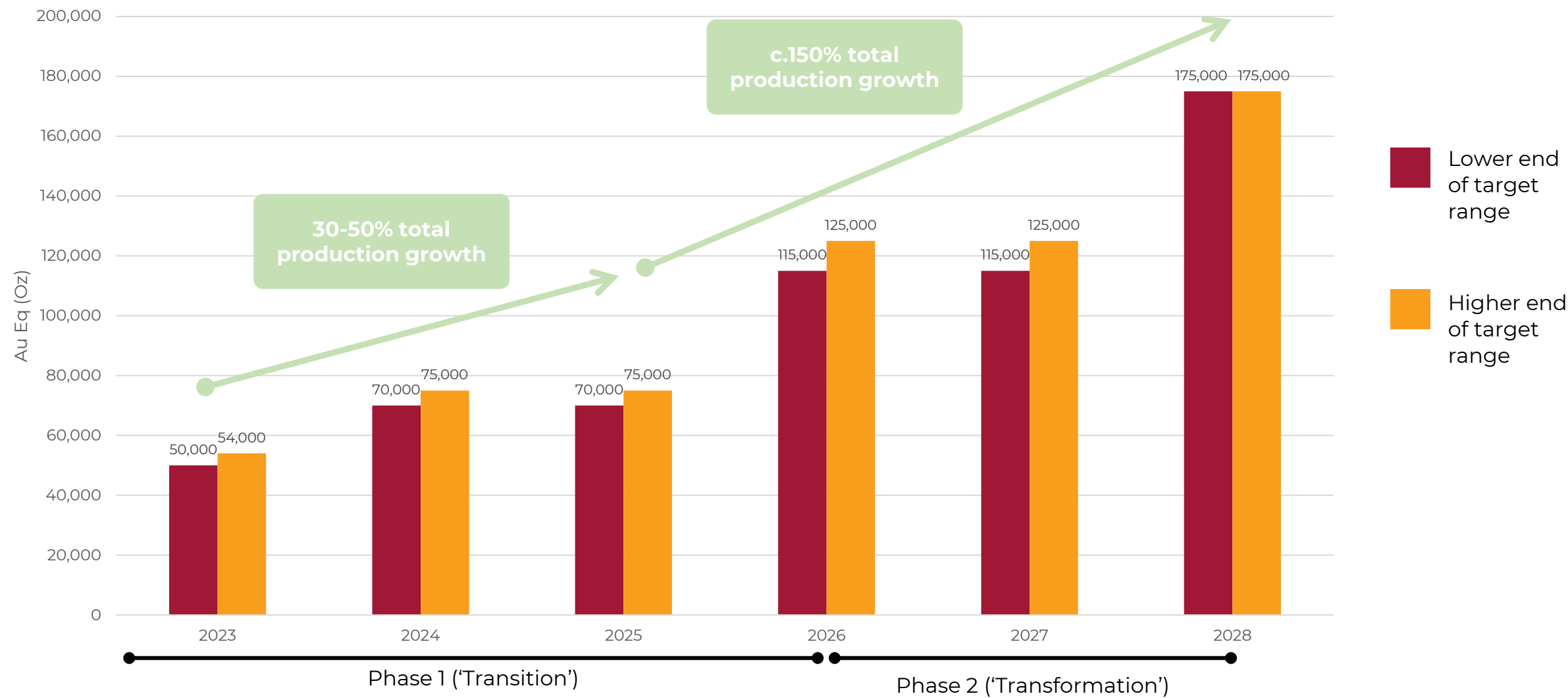
# Copper District Potential

9.8 kilometre strike delineated with excellent prospectivity

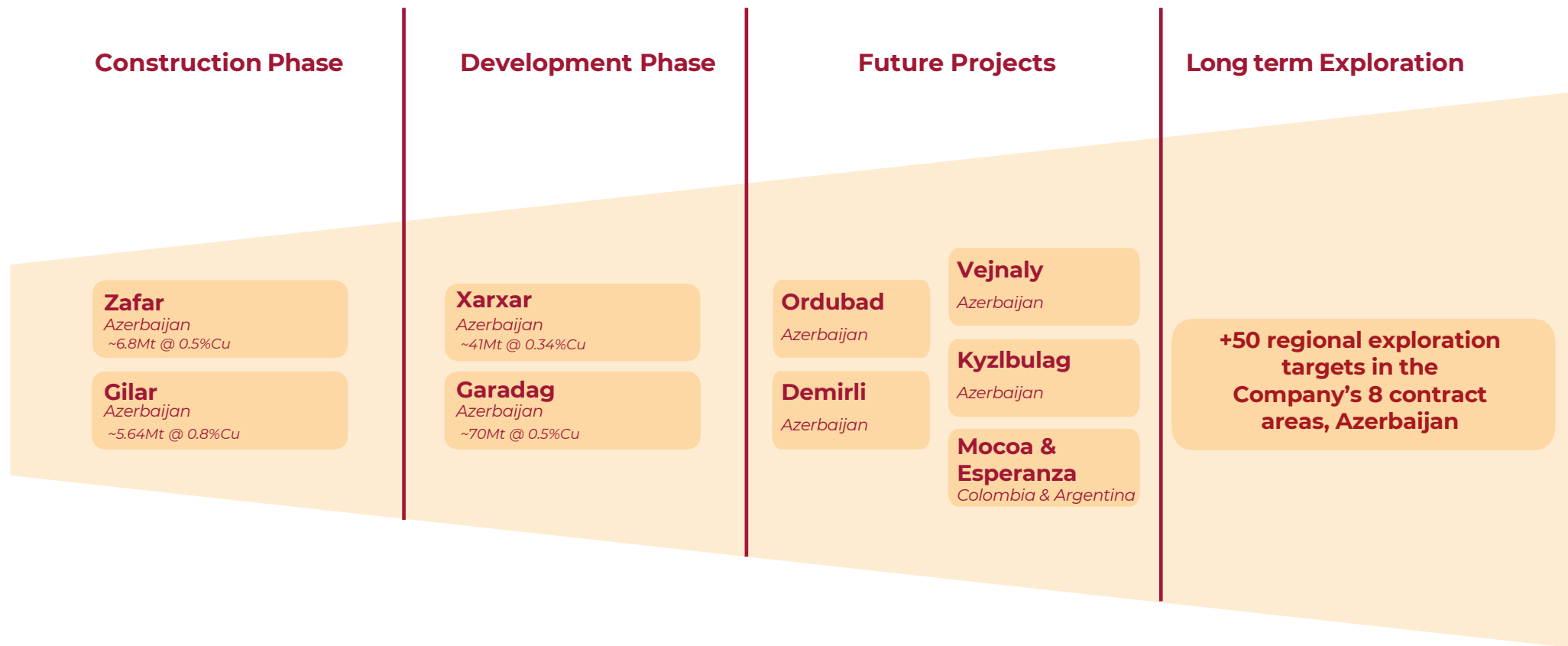




# Production Target Ranges (2023-2028)



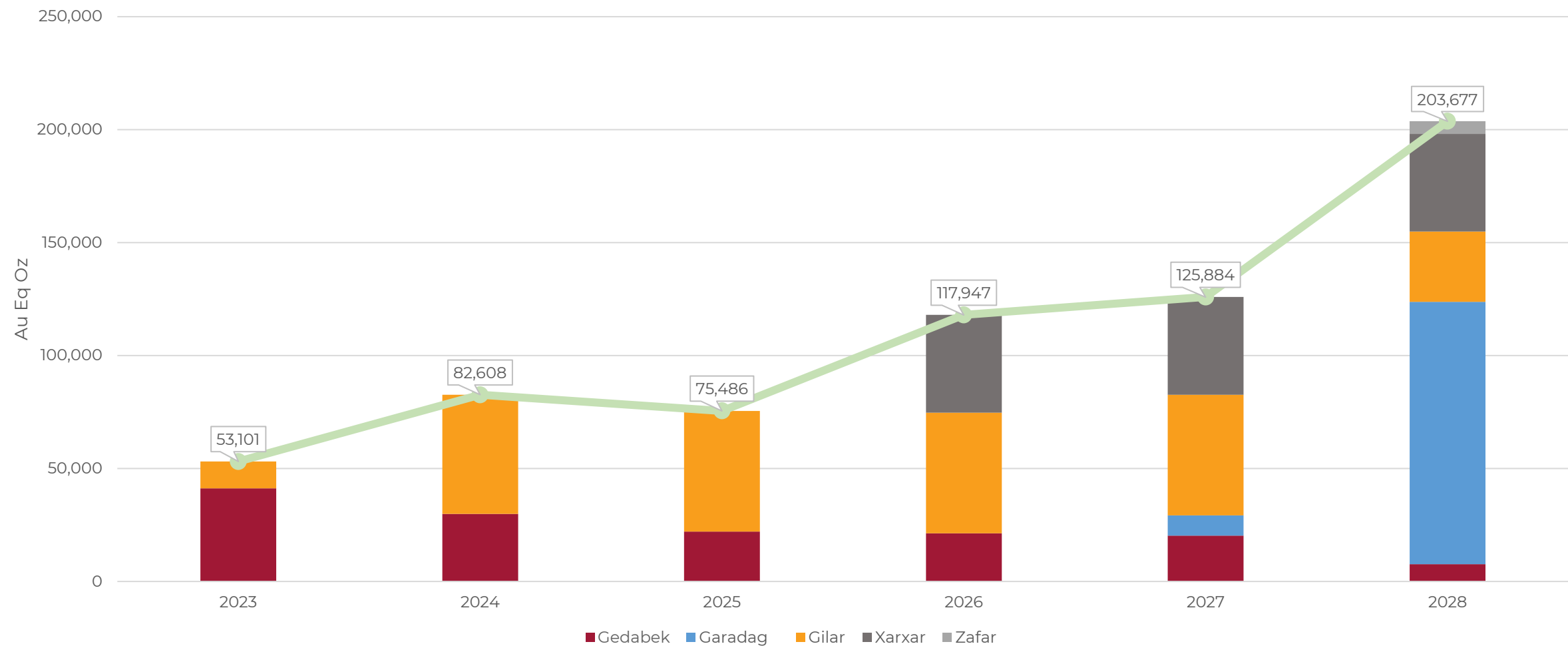
# Robust Pipeline to Underpin Future Growth



**Pipeline is Robust and Balanced with Early Stage and Advanced Projects**

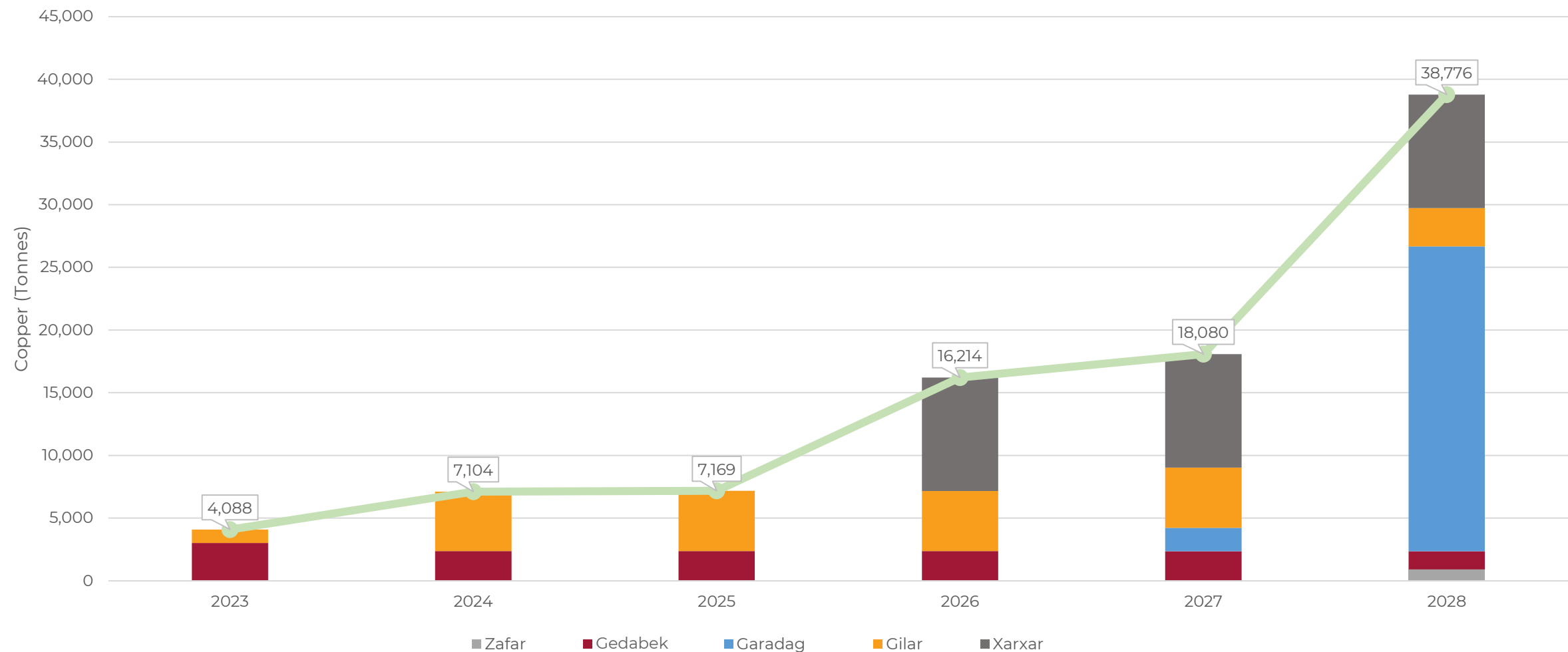
Sources: Company Reports  
Notes: Resource statements for projects are set out in full in relevant company disclosures and should be referred to in full. In certain instances, resources are non-JORC compliant historical estimates

# Production Targets by Mine Contribution (Gold Eq Oz)



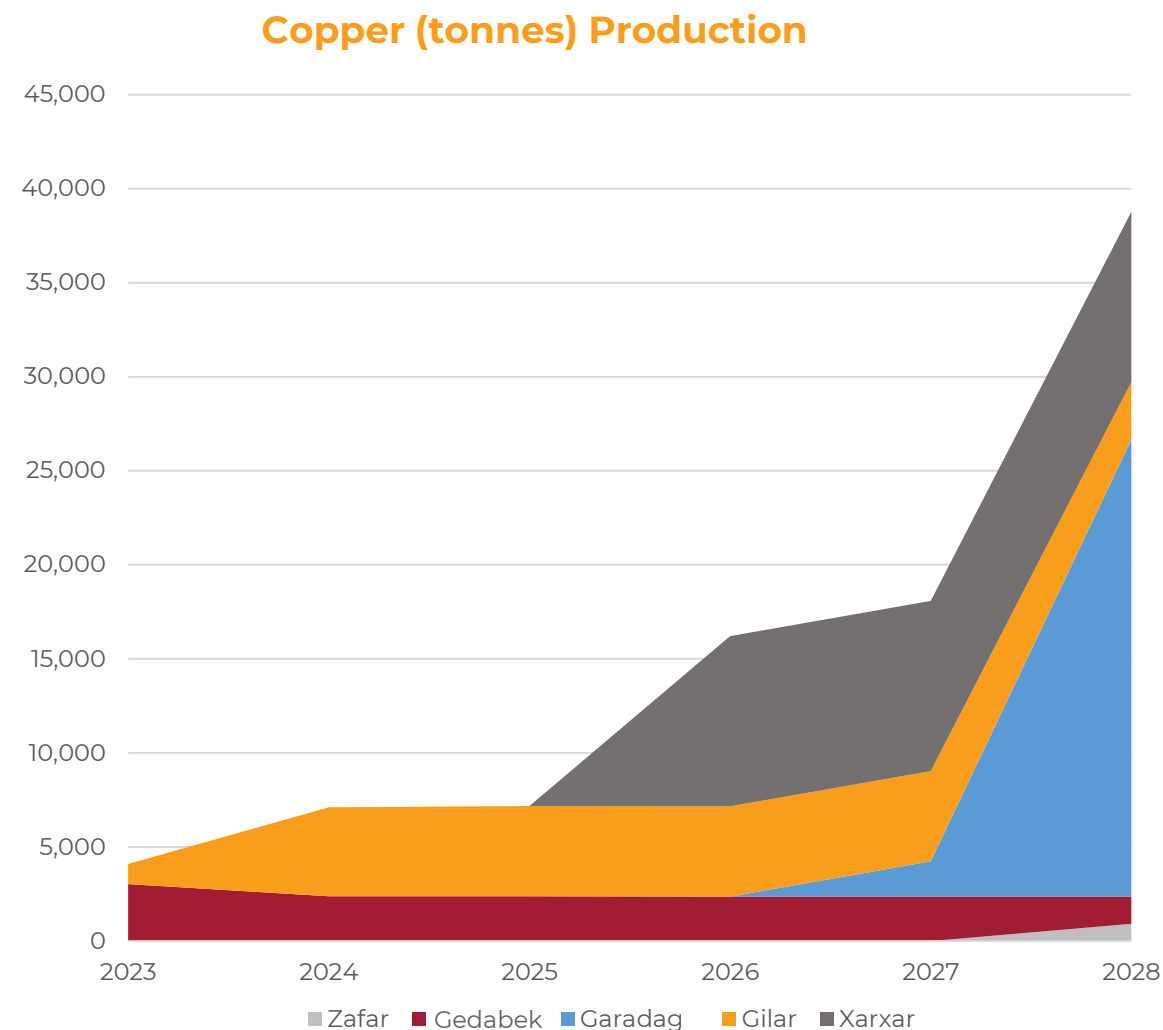
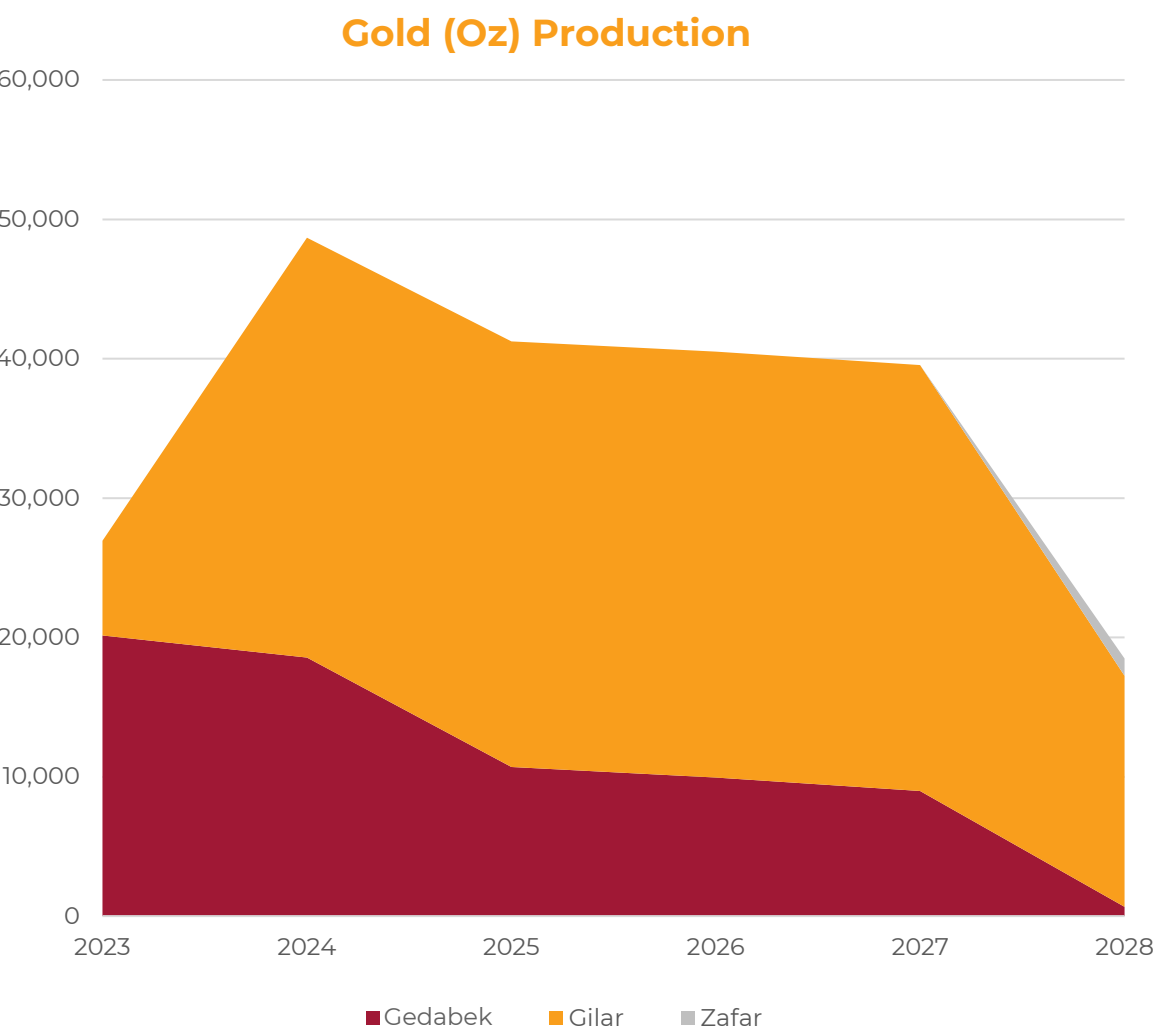
# Copper to become primary product

Copper production increasing to ~36,000 tonnes per annum from 2028





# Transition from focus Gold to Copper through new mine construction



# Production strategy provides strong leverage to copper and the electrification thematic



Demand outlook is fuelled by decarbonisation, electrification and the global transition to a green economy



Renewable energy technologies are 4x to 10x more copper intensive than conventional energy production



EV mass adoption will see EV sales grow at 28% p.a. (2020-25). Each EV requires 5X more copper than traditional ICE vehicles



Market is fundamentally undersupplied as a result of a weak project pipeline



Supply challenges: lack of new large-scale discoveries globally / increased capital intensity due to depth and complexity of ore-bodies / declining head-grades / regulation



US\$400B capital required before 2030. It all seems implausible at best, and impossible at worst

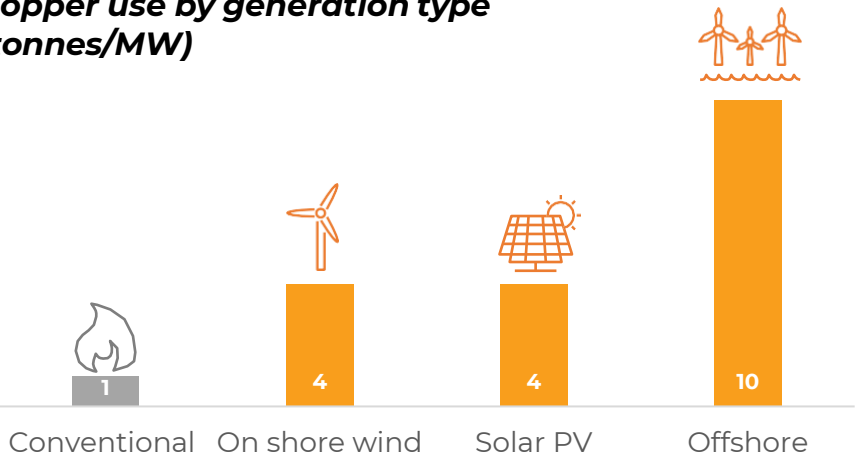
## Sources:

1. Roskill (2021), Wood Mackenzie (2021), IEA (2021)
2. Broker research, Wood Mackenzie
3. Macquarie Research
4. Wood Mackenzie "Have Miners missed the boat to invest and get ahead of the energy transition" - 11 July 2022

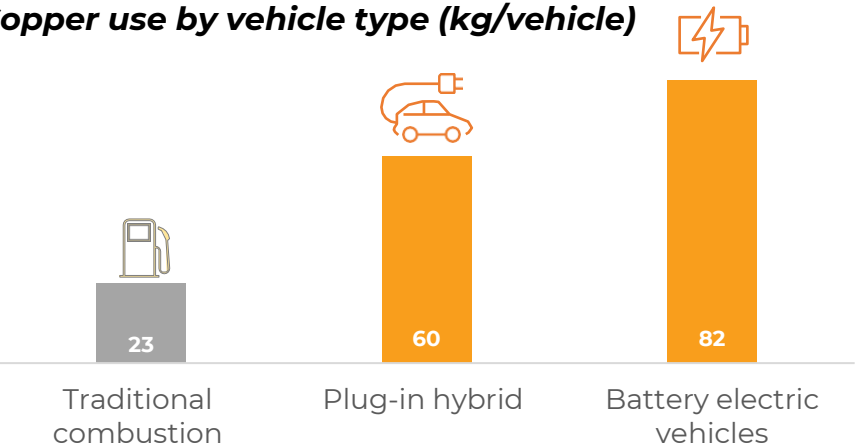
# Production strategy provides strong leverage to copper and the electrification thematic

## Copper intensity in green scenarios<sup>1</sup>

Copper use by generation type (tonnes/MW)

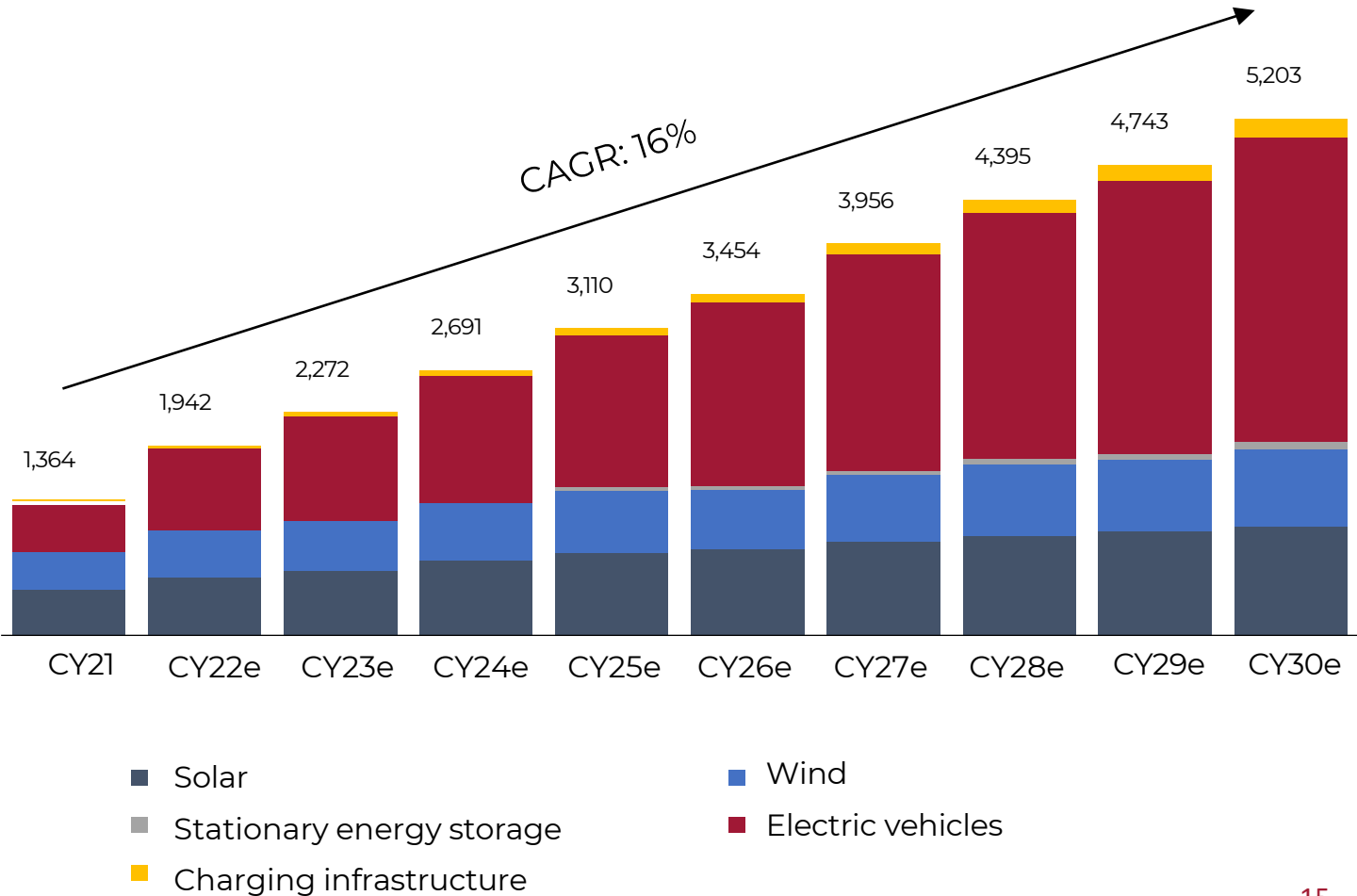


Copper use by vehicle type (kg/vehicle)



## Green copper demand, by technology<sup>2</sup> (kt)

Meanwhile, traditional copper demand remains strong at ~25Mt<sup>3</sup> in 2022

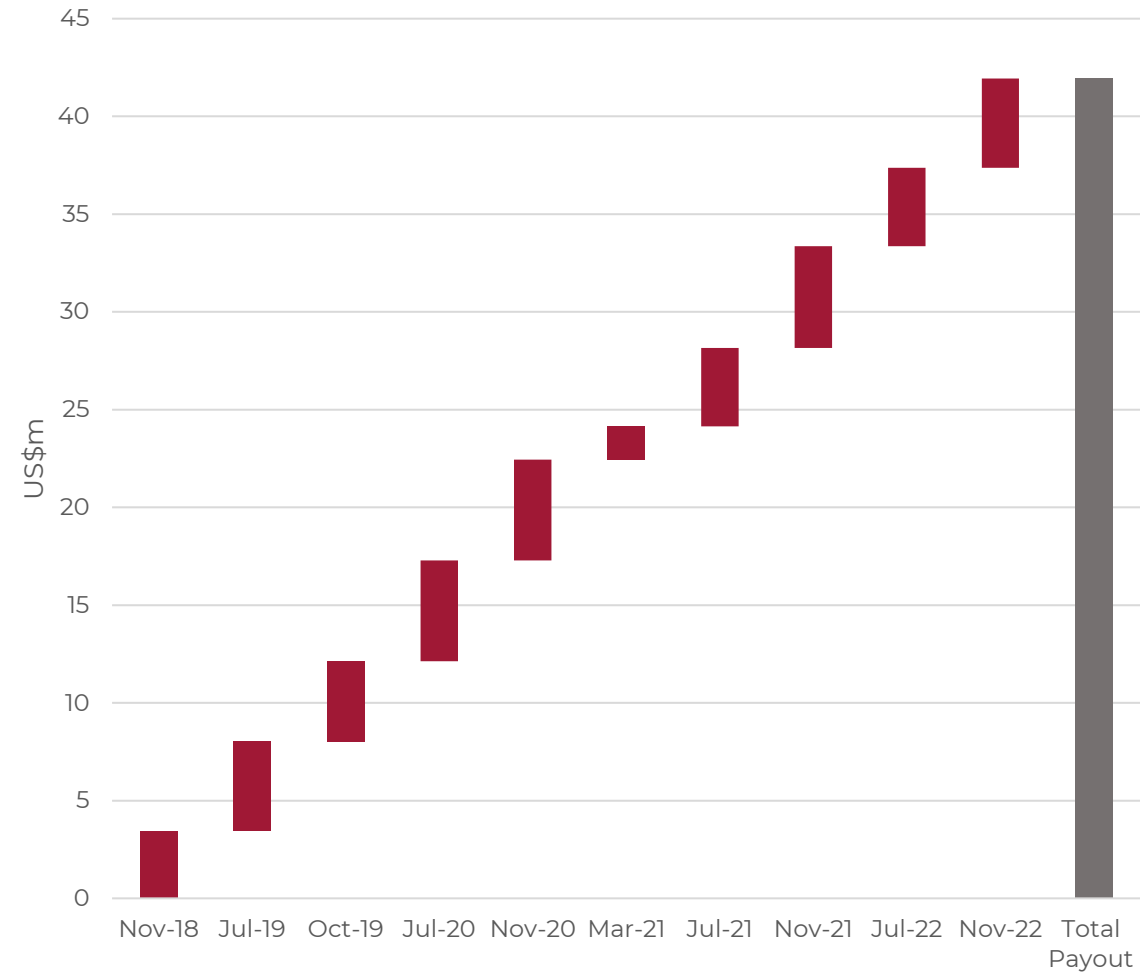


Sources:

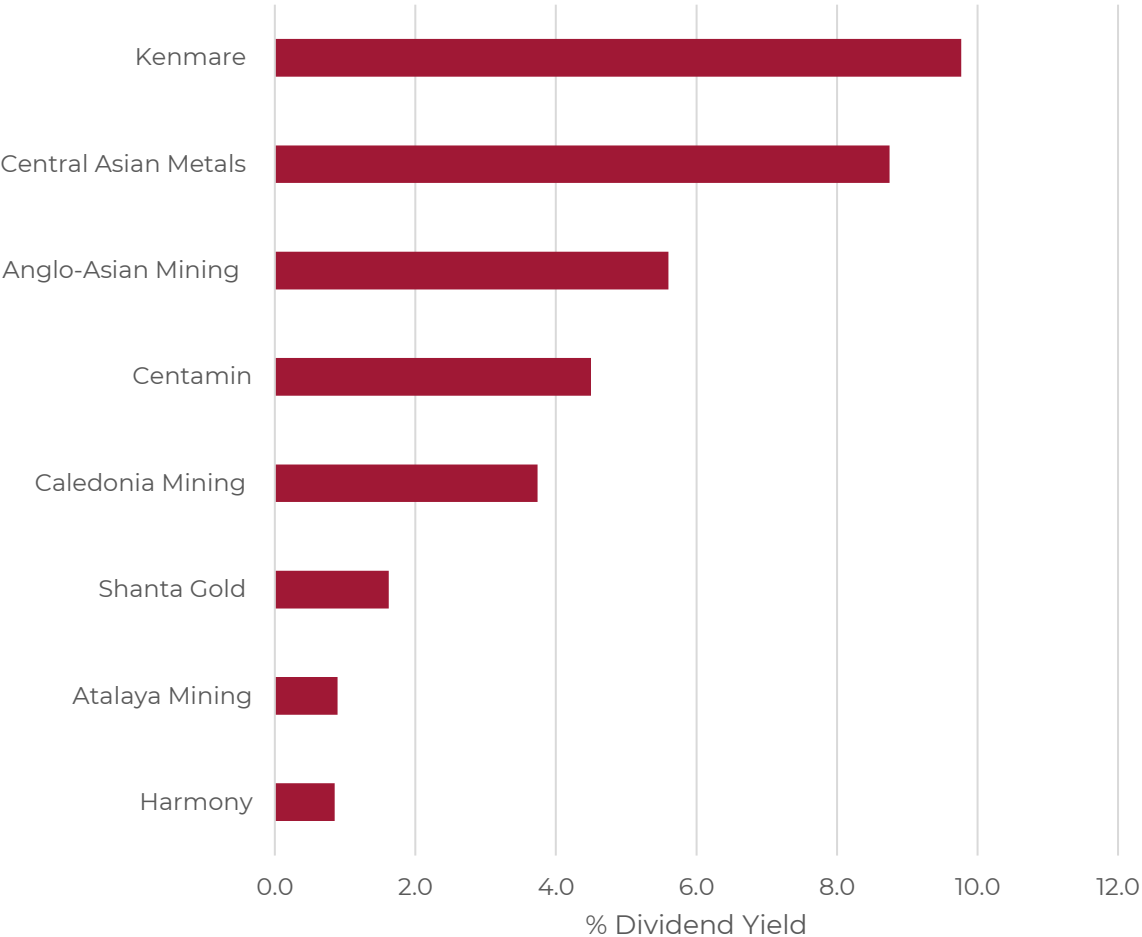
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# Commitment to Shareholder Returns

Strong Track Record of Cash Dividend Payments: \$41m to date



Attractive Dividend Yield





# Summary & Investment Case

Compelling investment thesis backed by demonstrable track record



## Strategy for production growth

Clear strategy focused on rapidly expanding production



## Fast track ability

Bringing 4 new mines into production in next 5 years



## Cash generative

Cash generative with no debt



## Experienced team

Highly qualified team with strong in-country relationships



## Low cost

Operations in the lowest quartile of the cost curve



## Strong balance sheet

Solid capital position available to finance growth



## Reliable dividend payer

Commitment to shareholder return affirmed



## First mover advantage

Only listed miner in Azerbaijan



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