

Anglo American Platinum Limited
(Incorporated in the Republic of South Africa)
(Registration number: 1946/022452/06)
Share Code: AMS
ISIN: ZAE000013181
("The Company" or "Anglo American Platinum")
20 December 2021

Anglo American Platinum announces the sale of its interest in Bokoni Mine

Anglo American Platinum announces that Bokoni Platinum Holdings has entered into a Sales and Purchase Agreement ("SPA") to dispose of its 100% interest in Bokoni Mine to African Rainbow Minerals Limited ("ARM") (the "Transaction"). The Company holds a 49% interest and our joint venture partner, Atlatsa Resources Corporation ("Atlatsa"), holds a 51% interest of Bokoni Platinum Holdings. The Transaction will include employees and local communities in the new ownership structure alongside ARM. Bokoni Mine has been on care and maintenance since 2017.

Natascha Viljoen, CEO of Anglo American Platinum, commented on the Transaction:

"We are pleased to have concluded an agreement for the disposal of Bokoni Mine to an established mining company in ARM. In conjunction with our joint venture partner, Atlatsa, it was important that Bokoni Mine was sold to an operator with the technical and operational capability and access to funding to ensure the restart and sustainable future for the mine. The restart of the mine by ARM is expected to benefit employees, host communities, broader stakeholders and the regional economy, and allow employees and communities to participate in a new ownership structure."

Background to the Transaction

Bokoni Mine is located in the Eastern Limb of the Bushveld Complex in the Limpopo province of South Africa. The joint venture was set-up in 2007 between Atlatsa and Anglo American Platinum (the "joint venture partners"). In 2017, Bokoni Mine was placed on care and maintenance, following several years of significant cash losses under difficult market conditions.

In 2019, the joint venture partners commissioned an independent technical study to evaluate options that would allow the mine to be restarted. The study looked at options to position the mine with the necessary capital investment into a more sustainable operation. Following the successful completion of the study, the joint venture partners decided to start a process to dispose of their interests in Bokoni Mine to a buyer that would be in a position to allocate the capital required to restart the operation. An extensive, inclusive and thorough process has been conducted to find a buyer with the necessary technical, operational and funding capacity to operate and invest in the mine, setting it on a new sustainable path.

Disposal consideration

Under the terms of the SPA, Bokoni Platinum Holdings will receive an upfront cash consideration of R3.5 billion for the Bokoni Mine, which proceeds will be distributed to the joint venture partners in accordance with pre-existing commercial arrangements which take into account, *inter alia*, their respective shareholding interests, claims and entitlements. The Transaction consideration unlocks value from the investment entered into by Atlatsa and its shareholders in 2007, which include the local communities, to support value creation for historically disadvantaged South Africans (HDSAs) through facilitated participation in the mining industry.

Conditions precedent and effective date

The Transaction is subject to the fulfilment or waiver (where capable of waiver) of, amongst others, the following notable conditions precedent:

- consent in terms of Section 11 for the disposal of a controlling interest in Bokoni Mine to the new owners by the Department of Mineral Resources and Energy (DMRE); and
- approvals by the relevant Competition Authorities.

The Transaction is expected to complete in 2022.

Purchase of Concentrate

In conjunction with entering into the SPA, Anglo American Platinum has agreed a purchase of concentrate agreement with ARM where Anglo American Platinum will purchase concentrate on commercially agreed terms from the Bokoni Mine for a period of twenty-three years from delivery of first concentrate, aligned with the current agreed life-of-mine plan.

Categorisation of the Transaction

The Transaction is not categorised for Anglo American Platinum under Section 9.3 of the JSE listing requirements and therefore no shareholder approval is required.

Financial advisor:

Rand Merchant Bank (a division of FirstRand Bank Limited)

Legal advisor:

Webber Wentzel

Sponsor:

Merrill Lynch South Africa (Pty) Limited t/a BofA Securities

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Notes to editors:

Anglo American Platinum Limited is a member of the Anglo American plc Group and is a leading primary producer of platinum group metals. The company is listed on the Johannesburg Securities Exchange (JSE). Its mining, smelting and refining operations are based in South Africa. Elsewhere in the world, the Group owns Unki Platinum Mine and smelter in Zimbabwe. Anglo American Platinum has two joint operations with several historically disadvantaged South African consortia as part of its commitment to the transformation of the mining industry. Anglo American Platinum is committed to the highest standards of safety and continues to make a meaningful and sustainable difference in the development of the communities around its operations.

www.angloamericanplatinum.com

Anglo American is a leading global mining company and our products are the essential ingredients in almost every aspect of modern life. Our portfolio of world-class competitive operations, with a broad range of future development options, provides many of the future-enabling metals and minerals for a cleaner, greener, more sustainable world and that meet the fast growing every day demands of billions of consumers. With our people at the heart of our business, we use innovative practices and the latest technologies to discover new resources and to mine, process, move and market our products to our customers – safely and sustainably.

As a responsible producer of diamonds (through De Beers), copper, platinum group metals, premium quality iron ore and metallurgical coal for steelmaking, and nickel – with crop nutrients in development – we are committed to being carbon neutral across our operations by 2040. More broadly, our Sustainable Mining Plan commits us to a series of stretching goals to ensure we work towards a healthy environment, creating thriving communities and building trust as a corporate leader. We work together with our business partners and diverse stakeholders to unlock enduring value from precious natural resources for the benefit of the communities and countries in which we operate, for society as a whole, and for our shareholders. Anglo American is re-imagining mining to improve people's lives.

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