

MINE RESTORATION INVESTMENTS LIMITED

Incorporated in the Republic of South Africa

(Registration number: 1987/004821/06)

Share code: MRI






ISIN: ZAE000164562

("MRI" or "the Company")



SHORT FORM: CONDENSED CONSOLIDATED UNAUDITED RESULTSFor the six month period ended 31 August 2019

FINANCIAL HIGHLIGHTS

	Six months ended 31 August 2019 Vs Six months ended 31 August 2018
Operating loss	 48.57% to R1.92 million
Finance Cost	 93.79% to R1.34 million
Loss for the period	 44.13% to R2.86 million
Basic loss per share	 43.47% to 33 cents
Headline loss per share	 43.47% to 33 cents

COMMENTARY*Financial and operational review*

After closing down the coal operation, the Company has focused on eliminating all corporate costs and maintaining the Company as a cash shell. Throughout this period, the Board has continued discussions with various stakeholders regarding the proposed re-capitalisation of the Company.

The Company has entered into a share purchase agreement with the shareholders of Langpan Mining Co Proprietary Limited ("Langpan") ("the Vendors") in terms of which the Vendors would dispose of their entire shareholding (100%) in Langpan for an aggregate purchase consideration of R550 million, to be settled through the issue by MRI of 137 500 000 000 shares to the Vendors. Langpan is a chrome mining company.

The Company also intends to raise additional capital in order to repay existing debt through the proceeds of a partially underwritten rights offer. Creditors have subordinated their claims and provided support in order to maintain the Company's solvency and liquidity and going concern.

Outlook

The market outlook is difficult to predict due to the uncertainties created by the impact of COVID-19, but the medium- to long-term fundamentals for chrome ore remain strong and prices must increase significantly for the market to stabilise over this period.

Changes to the Board

Quinton George, Richard Tait, Chris Roed and Syd Caddy resigned as directors during the period under review. Mahlatsi Movundlela was appointed as an Independent non-executive Chairman and Thato Makgolane as an Independent non-executive director.

SHORT FORM ANNOUNCEMENT

The content of this short form announcement is the responsibility of the directors. Shareholders are advised that this short form announcement represents a summary of the information contained in the full long form announcement which is available at <https://senspdf.jse.co.za/documents/2020/jse/isse/mri/interim19.pdf> and also published on the Company's website at <http://www.minerestoration.co.za>. Any investment decisions by investors and/or shareholders should be based on a consideration of the full announcement as a whole and investors and shareholders are encouraged to review the full announcement, which is available as detailed herein.

Copies of the full announcement may also be requested from the Company or from the designated adviser at sponsorteam@merchantec.co.za, at no charge. Any investment decision should be based on the full announcement released on SENS and published on the Company's website.

Johannesburg
29 October 2020

Designated Adviser
Merchantec Capital