

## 2018 ANNUAL GENERAL MEETING – CHAIRMAN’S INTRODUCTION

I would like to welcome you all to the 2018 Annual General Meeting of BCI Minerals Limited, and make some brief introductory comments.

The iron ore market remains challenging, particularly for junior iron ore companies with tier two assets and no rail & port infrastructure. We formed the view that BCI’s iron ore assets are most valuable if exploited by a larger company which can leverage a broader asset portfolio, economies of scale, and lower cost logistics infrastructure. As you know, a divestment process for these assets is underway. We have contracted to sell our Kumina tenements to Mineral Resources Limited for \$35M cash, with \$27m paid up front, and are confident that more value can be created by additional transactions.

Over the last two years, BCI considered numerous alternatives to create new mineral exposure. We analysed opportunities in different commodities, seeking to either acquire or joint venture assets. At the same time, the BCI team continued developing the Mardie Salt & Potash Project. When results of the pre-feasibility study were presented to the Board earlier this year, it became apparent that Mardie is, in our view, a unique opportunity to service the growing chemical and agricultural industries in Asia, and that project became our single main focus.

We have a very positive view of the market outlook for industrial salt, and sulphate of potash, the project is in the centre of a proven salt production province, and this leads to firmly believe that Mardie can create significant long-term shareholder value.

I would like to thank the shareholders, BCI employees, the Board, our business partners including MinRes, and all other stakeholders, for their continued support of the Company through the last year.

We are optimistic about BCI’s future. The next 12 months is an important time for the Company, as Mardie progresses towards development and delivery of substantial value for all stakeholders.

Alwyn Vorster will provide further information on the Mardie project later in proceedings.

Brian O’Donnell  
Non-Executive Chairman  
22 November 2018