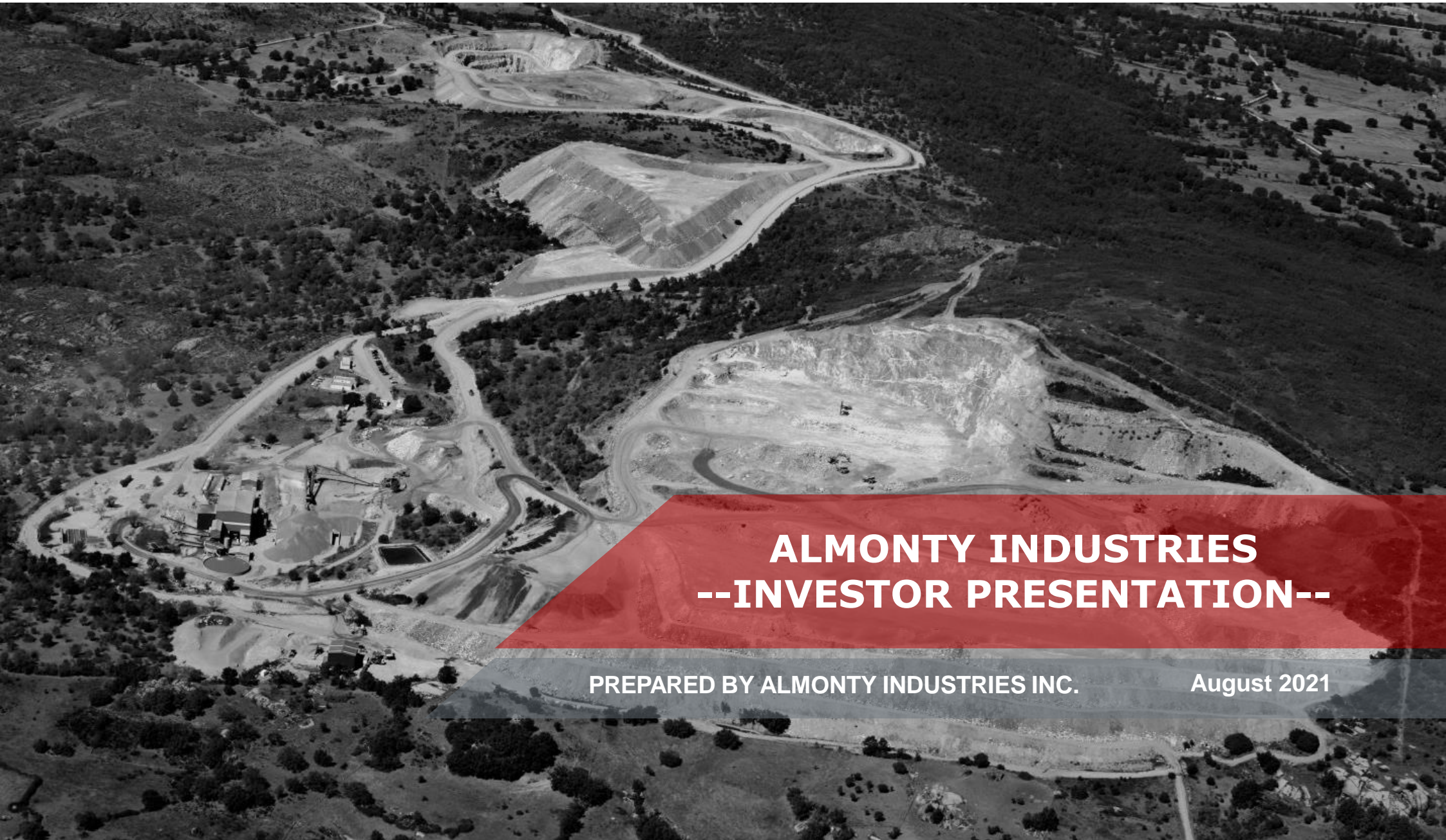




The Leader in Tungsten

TSX & ASX: AII / OTCQX: ALMTF / Frankfurt: ALI.F



**ALMONTY INDUSTRIES  
--INVESTOR PRESENTATION--**

PREPARED BY ALMONTY INDUSTRIES INC.

August 2021

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## Competent Persons Statement

The Mineral Resource and Ore Reserve estimates, are based on information compiled by Mr Adam Wheeler, C.Eng., Independent Mining Consultant, is an independent self-employed mining consultant and is a Fellow of the Institute of Materials, Minerals and Mining. Mr Wheeler has the relevant qualifications, experience and independence to be considered a Competent Person as defined in the JORC Code. Mr Wheeler consents to the inclusion in the presentation of matters based on his information in the form and context in which it appears.

The material in this presentation is for the sole use of the recipient and is to be kept confidential. The Company is not aware of any new information or data that materially affects the information included in this presentation. All material assumptions and technical parameters underpinning the estimates in the presentation continue to apply and have not materially changed.

## Mineralisation Risks

Potential investors should be aware of the mineralisation risk associated with Almonty's Sangdong Mine, Panasqueira Mine and Valtreixal Project. Mineralisation and development is a high-risk undertaking and the reliability of resource and grade of mineralisation is purely speculative. There can be no assurance that exploration and development will result in the discovery of mineralised deposits.

## Price Risk

The price of tungsten is volatile and subject to change. While Almonty does have structures in place to counteract any potential drop in prices, potential investors should be aware that the price of commodities may fluctuate.

## Mining Risk

Mining and mineral processing projects are relatively high risk compared to many industrial and commercial projects as each mineral deposit is unique. Estimations of the tonnes, grade and overall mineral content of a deposit are not precise calculations but are based on interpretation and samples from drilling, which even at a proximate drill hole spacing, represent a very small sample of the entire mineral body.

## Mine Development Risk

Ongoing development of mining operations at the Sangdong Mine, Panasqueira Mine and Los Santos mines is dependent on a number of factors including, but not limited to, the delineation of economically recoverable mineralisation, favourable geological conditions, receiving and maintaining the necessary approvals from all relevant authorities and parties, seasonal weather patterns, unanticipated technical and operational difficulties encountered during extraction and production activities, mechanical failure of operating plant and equipment and contracting risk from third parties providing essential services.

## Tenure Risks

The Company has the right to certain minerals. The rights to such minerals are governed by title granted by the relevant regulatory authorities in Korea, Spain and Portugal respectively. Some of the rights pertain to tenement applications that have not yet been granted. There is no guarantee that grant will be forthcoming and the conditions of grant are at this stage unknown.

## Title Risks

Interests in Almonty's projects are governed by the respective state legislation and are evidenced by the granting of permits, licences or leases. Each permit, licence or lease is for a specific term and carries with it annual expenditure and reporting commitments, as well as other conditions that require compliance. The Company could lose title to, or its interest in, tenements if licence conditions are not met or if insufficient funds are available to meet expenditure and development commitments.

## Exploration and Development Risks

Exploration and development is a high risk undertaking, and exploration and development of mineral properties such as tungsten is speculative. There can be no assurance that exploration of acquired projects or exploration properties that may be acquired in the future will result in the discovery of an economic resource. Even if an apparently viable resource is identified, there is no guarantee that it can be economically exploited.

## Mining and Exploration Cost Estimates

The mining and exploration costs of Almonty are based on certain assumptions with respect to the method and timing of exploration. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, actual costs may materially differ from these estimates and assumptions.

## Economic Risk

General economic conditions, movements in interest and inflation rates, the prevailing global tungsten price and currency exchange rates may all have an adverse effect on the Company's exploration, development and production activities, as well as on its ability to fund those activities.

## Various Systems of Tenement Ownership and Royalties

Almonty has operations in a number of overseas jurisdictions, and is exposed to a range of different legal and regulatory regimes, including in new jurisdictions in which Almonty may in the future expand its operations. As Almonty increases its operations in existing regions or enters new regions there is a risk that Almonty fails to understand the laws, regulations and business customs of these regions.

## Superannuation Litigation

The Company is involved in litigation alleging underpayment of superannuation guarantee charges. The outcome is inherently uncertain and Almonty may be required to pay damages.

## Spanish Appeal Proceedings

The Company is involved in two related appeals in Spain which have a direct effect on the quantification of the reclamation guarantee for 2020. The outcome is inherently uncertain and Almonty may be required to incur further costs in relation to the proceeding.

## Reliability on Key Personnel

Responsibility for overseeing the day-to-day operations and strategic management of the Company rests entirely with its senior management and key personnel. No assurance can be given that no detrimental impact on the Company will occur if one or more of these employees leaves the Company.

## Failure to Execute Growth Strategies

Almonty's growth strategies include optimising its current portfolio of tungsten mines and bringing its development projects on-line with a view to having four operating mines under its control. There is no guarantee that all or any of Almonty's growth strategies will be successfully implemented, and deliver the expected returns or ultimately be profitable.

## Disruption or Failure of Technology and Data Security Breaches

There is a risk that Almonty's technology platform may experience downtime or interruption from system failures, service outages, corruption of information technology network or information systems as a result of computer viruses, bugs, worms, cyberattacks or human error, as well as natural disasters, fire, power outages or other events outside the control of Almonty. Cyber-attacks, data theft, data loss, human error or malfeasance may also result in data breaches resulting from unauthorised access to, or disclosure of information, including sensitive and/or confidential information, whether malicious or inadvertent.

## Damage to brand or reputation

Almonty relies on its reputation in day-to-day business activities to attract and retain clients and manage funding arrangements. Almonty's brand, image or reputation may be impacted through negative publicity which could lead to heightened regulatory focus or negative client experience. Actions or failures by other market participants could also negatively impact the reputation of the industry and/or Almonty. Any factors which diminish Almonty's brand and reputation may reduce Almonty's ability to execute its growth strategy and any adverse perception on the part of investors, clients, or regulators could have a materially adverse impact on Almonty's business, operating and financial performance, and/or growth.

## **Risks from Competition**

The tungsten industry that Almonty is involved in is subject to competition, particularly from China, due to its historical dominance in the industry. Although the Company will undertake all reasonable due diligence in its business decisions and operations, it will have no influence or control over the activities or actions of its competitors, which activities or actions may positively or negatively affect the operating and financial performance of the Company's projects and business.

## **Economic Dependency**

Almonty's subsidiaries, together with Almonty, are parties to certain supply agreements with one customer, being GTP. There is no guarantee that Almonty would be able to find an alternative customer or customers on terms similar to its existing supply agreements should the customer cease operations or become unable to pay Almonty under the supply agreements.

## **Macroeconomic Conditions and Cyclical Nature of the Resource Sector**

The resource sector, being the sector in which Almonty operates, is particularly susceptible to macroeconomic conditions such as the pricing of commodities (and factors influencing pricing) and volatility of the commodity market, interest rates, and political climate and government policies.

## **Currency and Foreign Exchange Risk**

The proceeds of the Offer will be received in Australian dollars, while Almonty's functional currency is Canadian dollars. Almonty does not currently hedge against exchange rate risk, and consequently movements in different exchange rates could affect the exchange rate until such time as proceeds are exchanged for Canadian dollars.

## **Future Capital Requirements**

Almonty has certain project financing arrangements in place under which it must satisfy certain matching obligations. Failure to satisfy these matching obligations may result in Almonty having insufficient capital to satisfy its capital expenditure requirements for their operational mine.

## **Project Financing Risk**

Almonty has certain project financing arrangements in place, including the Sangdong Facility Agreement, under which it must satisfy certain obligations. The construction of the Sangdong Mine is dependent on these project financing arrangements and the proceeds raised under the Offer.

## **Counterparty Risk**

Almonty's operations require the involvement of a number of third parties, including suppliers and contractors. Financial failure, default or contractual non-performance on the part of such third parties, including late payment of amounts owing to Almonty or failure to pay such amounts, may have a material impact on the operations and performance of Almonty.

## **Environmental Risk**

The operations and proposed activities of Almonty are subject to various state and federal laws and regulations concerning the environment. As with most exploration projects and mining operations, the Company's activities are expected to have an impact on the environment, particularly if advanced exploration or field development proceeds.

## **Project Development Risk**

Direct project investments tend to be at different stages of development and each stage within the mining exploration and development cycle can carry its own risks.

## **Resource Estimates**

Resource estimates are judgements based on knowledge, experience and industry practice. Estimates valid when originally calculated may alter significantly if/when new information or techniques become available. In addition, resource estimates are by their very nature imprecise and depend to some extent on interpretations that may prove inaccurate.

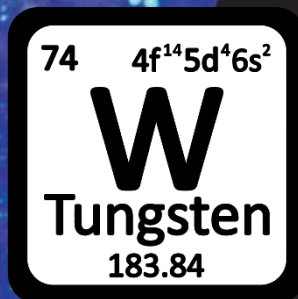
## **Tungsten Market**

There is no assurance that a profitable market will continue to exist for the sale of tungsten. Tungsten prices have experienced significant movement over short periods of time and are affected by numerous factors beyond the Company's control.

## **General Risks**

Almonty is also subject to general risks such as: Price of CDIs; Trading in CDIs may not be liquid; Acquisition and Shareholder dilution; Australian taxation; Force Majeure events; Risks affecting the general economy and share market; COVID-19 and future pandemics; Speculative nature of the investment; and Insurance risk.

- ▲ I. Investment Highlights
- ▲ II. A New Paradigm In the Tungsten Industry
- ▲ III. The “*Pride of Korea*” is Returning – Sangdong Mine
- ▲ IV. Existing Production & Additional growth projects
- ▲ V. Tungsten – An ‘Endangered Species’
- ▲ VI. Conclusion



# I. Investment Highlights & Corporate Snapshot

# Investment Highlights

## Fully funded for construction of the Worlds Largest Tungsten Mine outside of China

The Leader in Tungsten



**GLOBAL LEADER IN TUNGSTEN**

Almonty is a global leading Tungsten producer with a diversified portfolio of Tungsten assets. Currently developing Sangdong, the largest tungsten mine outside of China.

Almonty is expected to produce 30% of all tungsten outside of China and 7-10% of global supply once Sangdong in production in mid-2022.

Tungsten is a “critical raw material” and used in key strategic old and new world markets.



**SANGDONG – LARGEST TUNGSTEN MINE OUTSIDE OF CHINA**

Strategically important, high grade, high margin, long life asset:

- Potential 90 year mine life based on Resources of 58 Mt at 0.44% WO<sub>3</sub> at production rate of 640kt p.a
- Fully permitted and ready to finalize construction following ASX IPO and capital raising
- Production from mid-2022
- Upside from molybdenum deposit at Sangdong, potentially one of the worlds most significant high grade molybdenum deposits. Drilling & studies commenced.



**FINANCING AGREEMENT & OFFTAKE CONTRACT SIGNED WITH TIER 1 PARTNERS**

US\$75M senior secured loan signed with Germany’s state bank KfW, guaranteed by Austrian development bank OeKB.

ASX IPO and A\$15m capital raising has fully funded Sangdong into production

15 year offtake with Plansee GTP, global leaders in production of tungsten powders and high performance end products from tungsten and molybdenum, includes unprecedented floor price.



**GLOBAL TEAM OF TUNGSTEN EXPERTS**

Strong, unrivalled in-house operational and tungsten market expertise.

Board consists of global tungsten experts and South Korean business leaders.



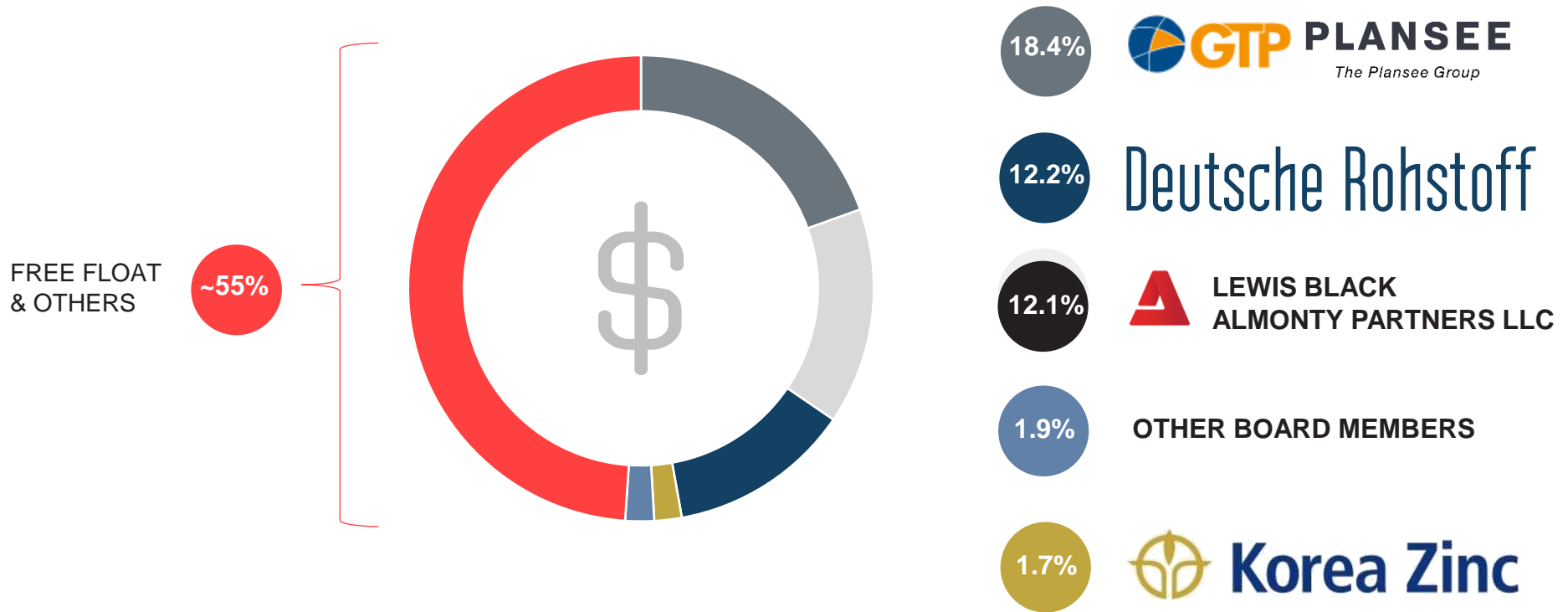
**ENVIRONMENTAL ASPECTS**

Strong focus on ESG - all new facilities are designed and will be built in compliance with IFC/ Equatorial Principle standards. Sangdong power to be sourced from 100% renewable energy – targeting carbon neutrality

# Shareholder Structure

Strategic tie-up & shareholder support with long-term commitments

The Leader in Tungsten



## SHAREHOLDER INFORMATION

Listed on the **TSX, ASX, Frankfurt & OTC**

ASX: AII / TSX: AII / OTCQX: ALMTF / Frankfurt: ALI.F



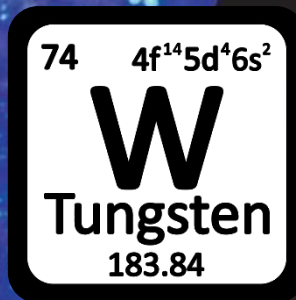
Note: Dr Thomas Gutschlag, Director of Almonty is CEO of Deutsche Rohstoff



		A\$	C\$
Shares / CDI's on issue post ASX IPO	m	207.7	207.7
<b>Market cap at A\$1 per CDI/sh</b>	<b>\$m</b>	<b>\$207.7</b>	<b>\$194.1</b>
Current cash on hand (est.) post ASX IPO <sup>1</sup>	\$m	\$26.7	\$24.9
Debt – 2, 3, 4,	\$m	\$67.9	\$63.5
<b>Pro-forma Enterprise Valuation</b>	<b>\$m</b>	<b>\$249.0</b>	<b>\$232.7</b>

Notes:

1. Calculated as the total Pro-forma cash on hand pre-IPO (per Prospectus) plus the Gross Proceeds from ASX IPO
2. Pre-drawdown KfW-IPEX Bank project finance
3. Refer to Appendix 2 for a summary of debt
4. A\$3.8m current / A\$64.1m non-current Interest-bearing debt



## II. A New Paradigm In the Tungsten Industry

# Almonty at a glance

## Huge growth potential in a well-diversified portfolio



The Leader in Tungsten

### ALMONTY IS ONE OF THE LARGEST TUNGSTEN MINERS OUTSIDE OF CHINA

- ▲ Building the largest tungsten mine outside of China, supplements one existing production mine and two development projects
- ▲ Becoming one of the most important producers due to the company's strong in-house operational experience and unrivalled expertise in the tungsten market
- ▲ Almonty's flagship project will be producing soon – Sangdong
- ▲ Anticipated production of ca. **78,000 MTU WO<sub>3</sub> in 2021** will be increased by more than 200% within the next 3 years to ca. **330,000 MTU WO<sub>3</sub>** once Sangdong starts production.
- ▲ Sangdong's ROM and capacity upgrade will push the production profile of Almonty by ca. 50% to around **650,000 mtu WO<sub>3</sub>**
- ▲ With Sangdong Almonty will produce 30% of all tungsten outside of China and 7-10% of global supply

### HIGHLY OPPORTUNISTIC PORTFOLIO

#### Producing Assets

- ▲ Panasqueira, Portugal

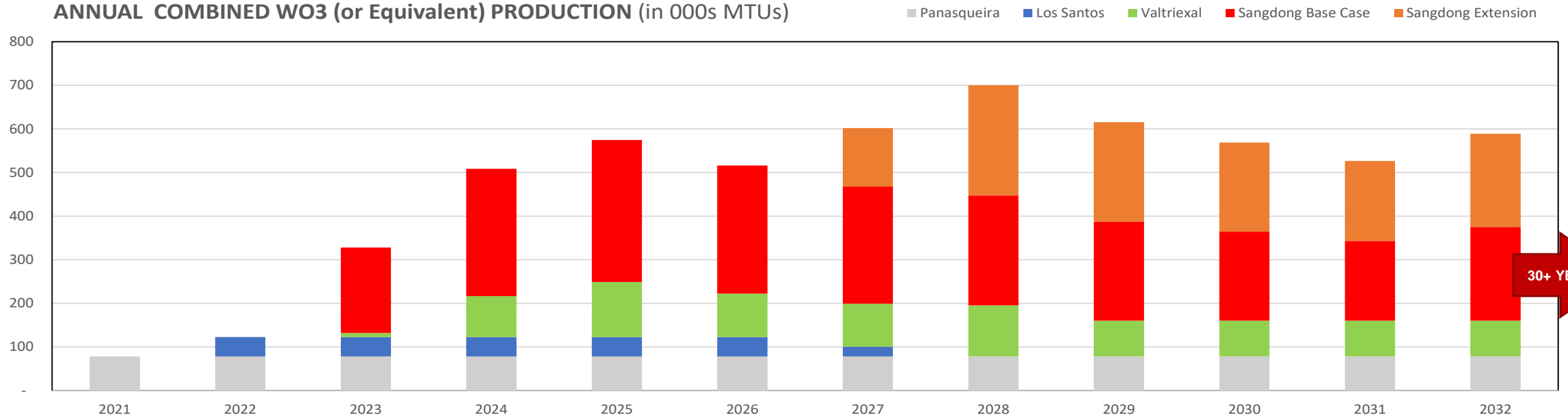
#### Near-Term Production

- ▲ Sangdong, South Korea
- ▲ Los Santos Tailings, Spain

#### Development

- ▲ Valtreixal, Spain

ANNUAL COMBINED WO<sub>3</sub> (or Equivalent) PRODUCTION (in 000s MTUs)



30+ YEARS

# Regional diversification

Established global tungsten chain in conflict-free regions

The Leader in Tungsten



### LOS SANTOS – SPAIN

ACQUIRED: 2011  
 STAGE: CARE & MAINTANCE  
 P&P: 3,767kt @ 0.13% WO<sub>3</sub>  
 M&I: 3,767kt @ 0.13% WO<sub>3</sub>  
 Inferred: 1,878kt @ 0.25% WO<sub>3</sub>

1

### VALTREIXAL - SPAIN

ACQUIRED: 2013 - 2016  
 STAGE: PRE-FEASIBILITY  
 P&P: 2,577kt @ 0.35% WO<sub>3</sub>-Equivalent  
 M&I: 2,833kt @ 0.36% WO<sub>3</sub>-Equivalent  
 Inferred: 16,755kt @ 0.18% WO<sub>3</sub>-Eq.

2

### PANASQUEIRA - PORTUGAL

ACQUIRED: 2016  
 STAGE: PRODUCTION  
 P&P: 3,056kt @ 0.21% WO<sub>3</sub>  
 M&I: 11,855kt @ 0.23% WO<sub>3</sub>  
 Inferred: 10,631kt @ 0.24% WO<sub>3</sub>

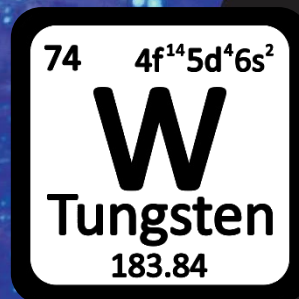
3

### ALMONTY TUNGSTEN – S.KOREA

ACQUIRED: 2015  
 STAGE: PILOT PLANT  
 P&P: 7,896kt @ 0.45% WO<sub>3</sub>  
 M&I: 8,029kt @ 0.51% WO<sub>3</sub>  
 Inferred: 50,686kt @ 0.43% WO<sub>3</sub>

4

Note: Reserves & Resources are based on the latest available NI43-101 information



### III. The “Pride of Korea” is Returning Sangdong Mine

# Almonty Korea Tungsten

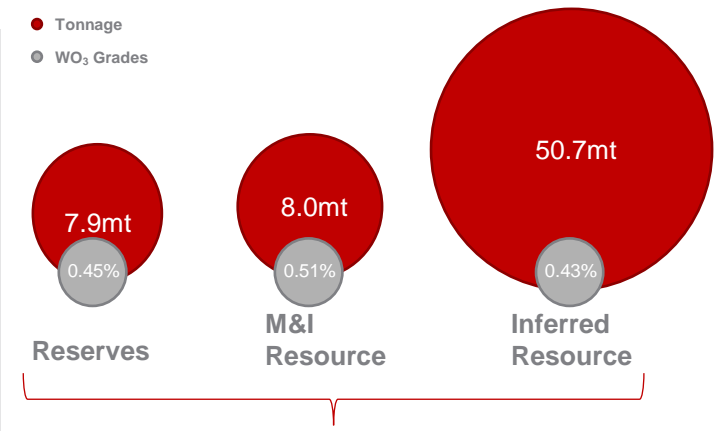
## Sangdong Mine – Almonty’s flagship project



The Leader in Tungsten

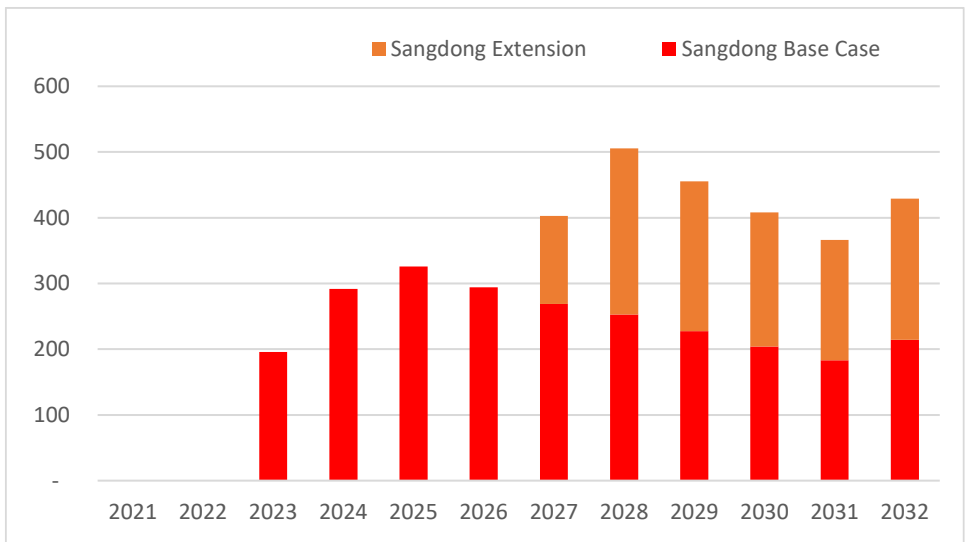
### KEY FACTS

- ▲ Located in South Korea, 187km SE of Seoul
- ▲ One of the largest tungsten resources in the world
- ▲ Anticipated production start from 2022
- ▲ Technical Report, 2020, Base Case:
  - ▲ Pre-production CAPEX: 80.3 US\$m
  - ▲ Cumulative after-Tax Cashflow of 290 US\$m
  - ▲ 13yr Life-of-Mine @ avg. 231,000 MTU WO<sub>3</sub> p.a.
  - ▲ Total Revenue 821 US\$m @ 350\$/MTU WO<sub>3</sub> (avg. 63US\$m p.a.)
- ▲ Extension Case, has mill expansion after 5 years, with conversion of Inferred to Reserves for extra ore Yrs 6+

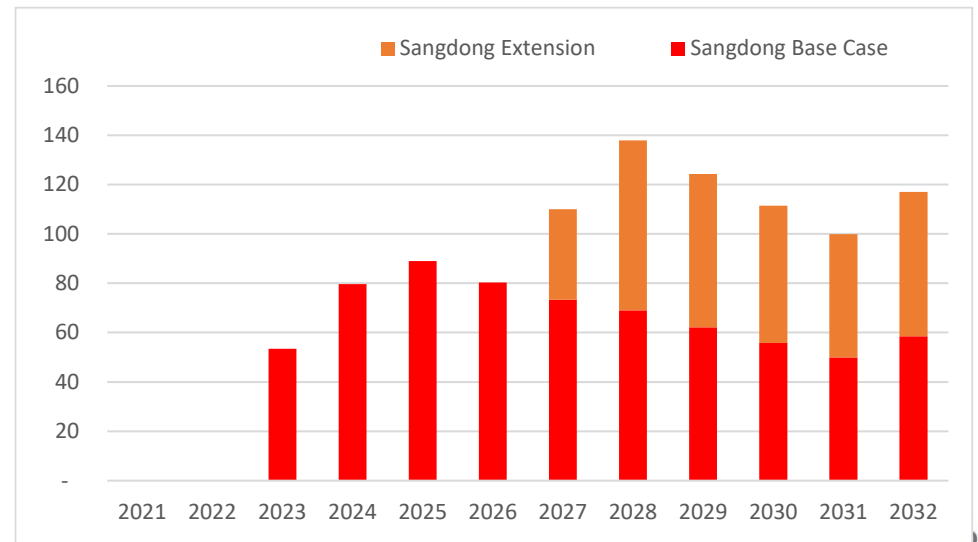


Total Reserves & Resource of 58,000kt  
 → Potential 90+ years LOM at 640kt p.a.

ANNUAL WO<sub>3</sub> PRODUCTION (in 000s MTUs)



ANNUAL REVENUE\* (in US\$m)



\* Based on 300\$/mtu tungsten prices

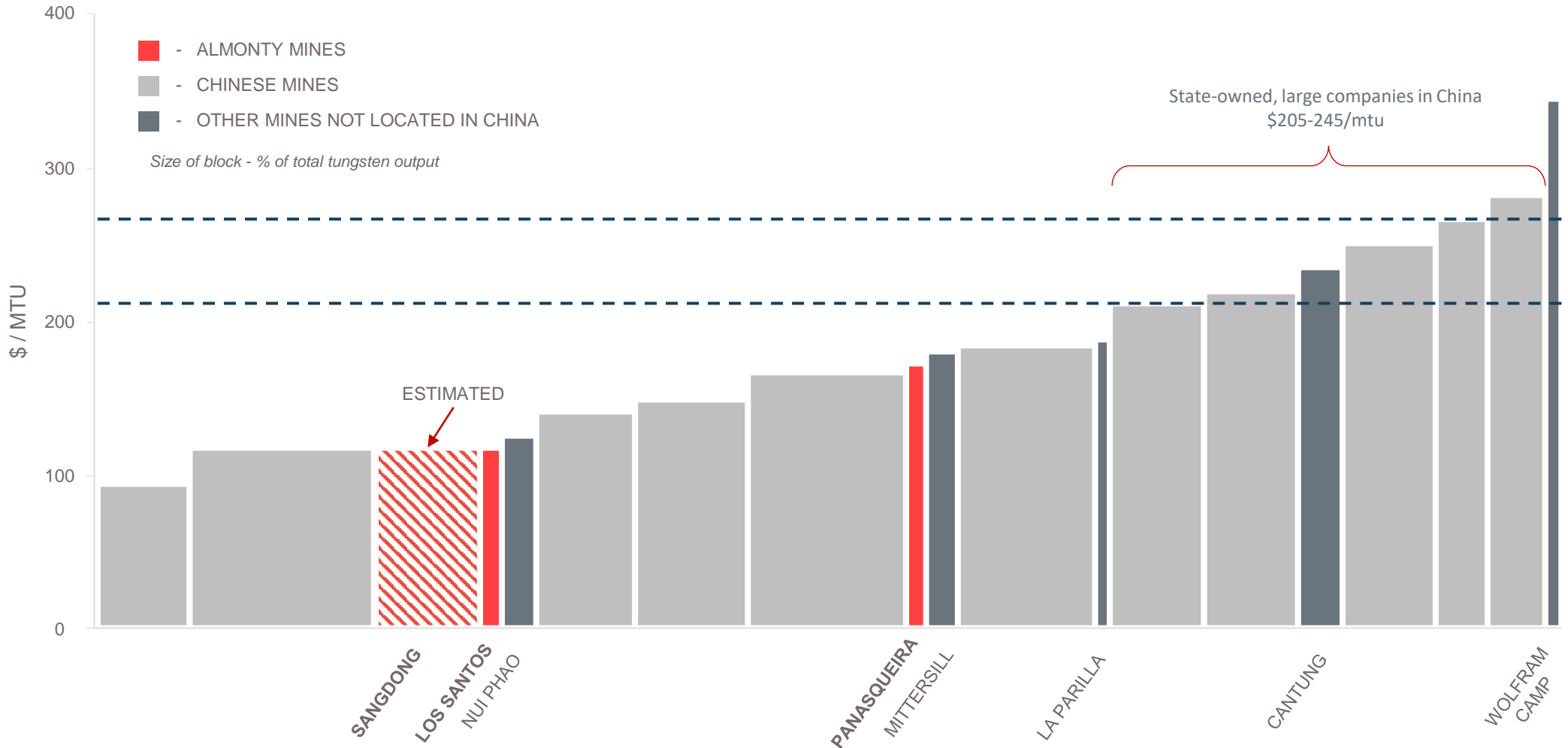
# Global Tungsten Production Cost Curve

## Sangdong expected to be amongst the lowest cost producers globally



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GLOBAL TUNGSTEN PRODUCTION COST CURVE



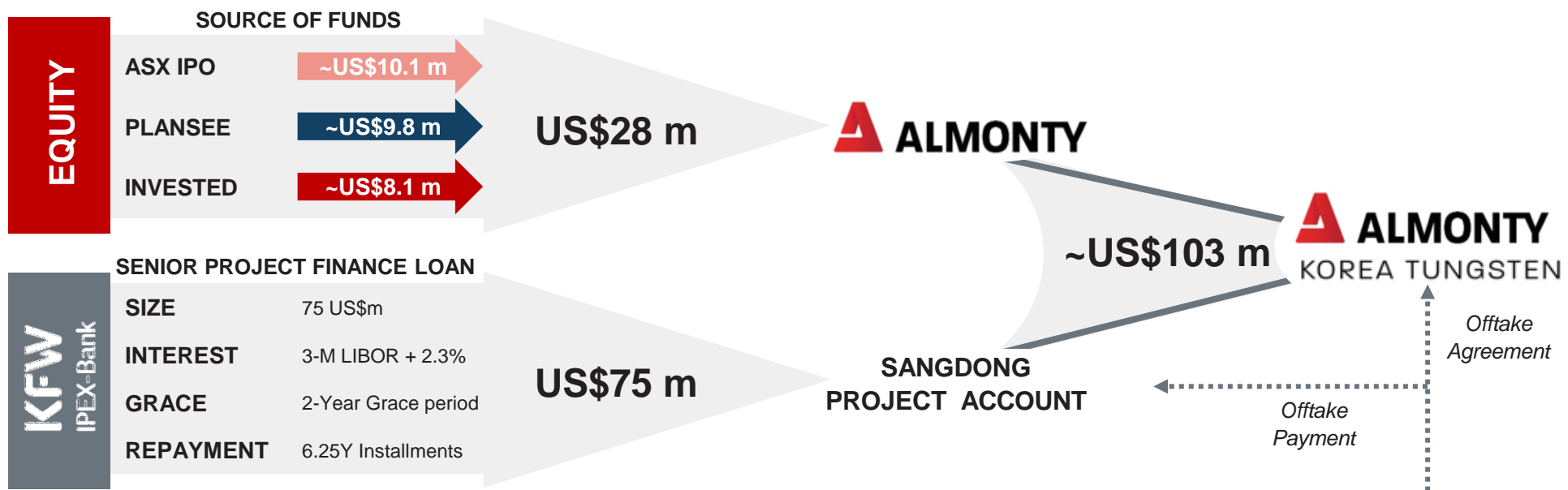
Source: Argus media

# Sangdong Mine – Project funding secured

## Further de-risking of a flagship project



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**75% OF CAPEX FINANCED**

- ▲ German 100% owned state development bank.
- ▲ Extremely high standards of environmental and commercial robustness for project
- ▲ Very low interest rate – all-in cost expected to be around 2-3%



**GOVERNMENT GUARANTEE**

- ▲ KFW project finance guaranteed by OeKB via Export Credit Agency (ECA) cover
- ▲ OeKB serves Austrian companies such as Plansee as a partner for export finance



**15 YEAR OFFTAKE WITH FLOOR PRICE**

- ▲ Plansee and its subsidiary GTP (Global Tungsten Powders) will take off material
- ▲ Unprecedented floor price guarantee underlines strategic importance of asset
- ▲ Plansee have also provided a US\$20m cost overrun facility and US\$10m guarantee for the DRSA, if required

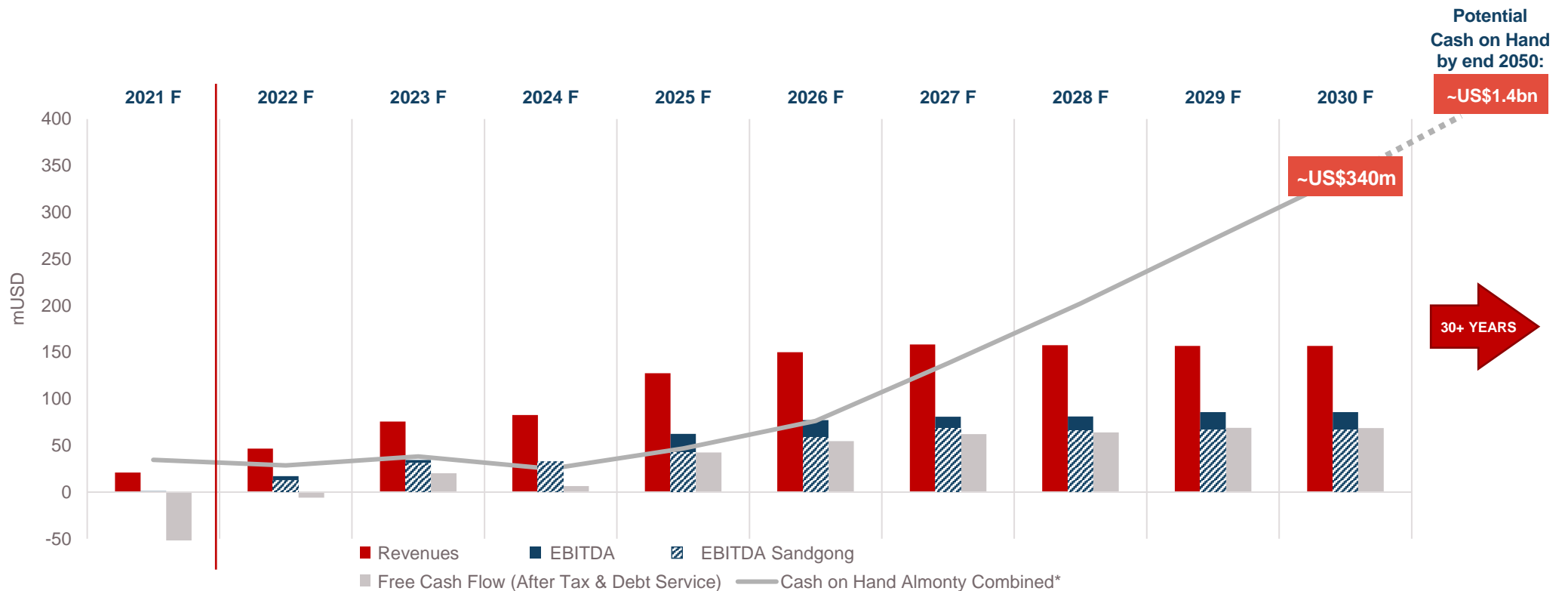


# Sangdong Project – Financial Projection

## Strong future cash flows and a 90+ year mine life

### 10 YEAR PRO FORMA – ALMONTY\* COMBINED

- ▲ Almonty is fully funded for the construction of Sangdong after the final 14.1US\$m equity raise
- ▲ Sangong’s high profitability will ensure a strong cash flow with an anticipated cash on hand position of ca. US\$ 340m by the end of 2030. With the potential Life-of-Mine extension, Almontys cash position could rise to US\$ 1.4bn by the end of 2050
- ▲ With the free cash flow, Almonty should be able to finance the expansion of the Sangdong processing facility and the development of Valtreixal



\*Unconsolidated Almonty Mine Facilities

# Sangdong Project Summary (I/II)

## What makes the Sangdong Project unique in the tungsten industry?



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### LONG MINE LIFE

Largest tungsten deposit in the world 'Inferred' based on extensive drilling by Korea Tungsten



### HIGHEST GRADE

One of the highest grades in the world. Over 2x that of China's and the global average



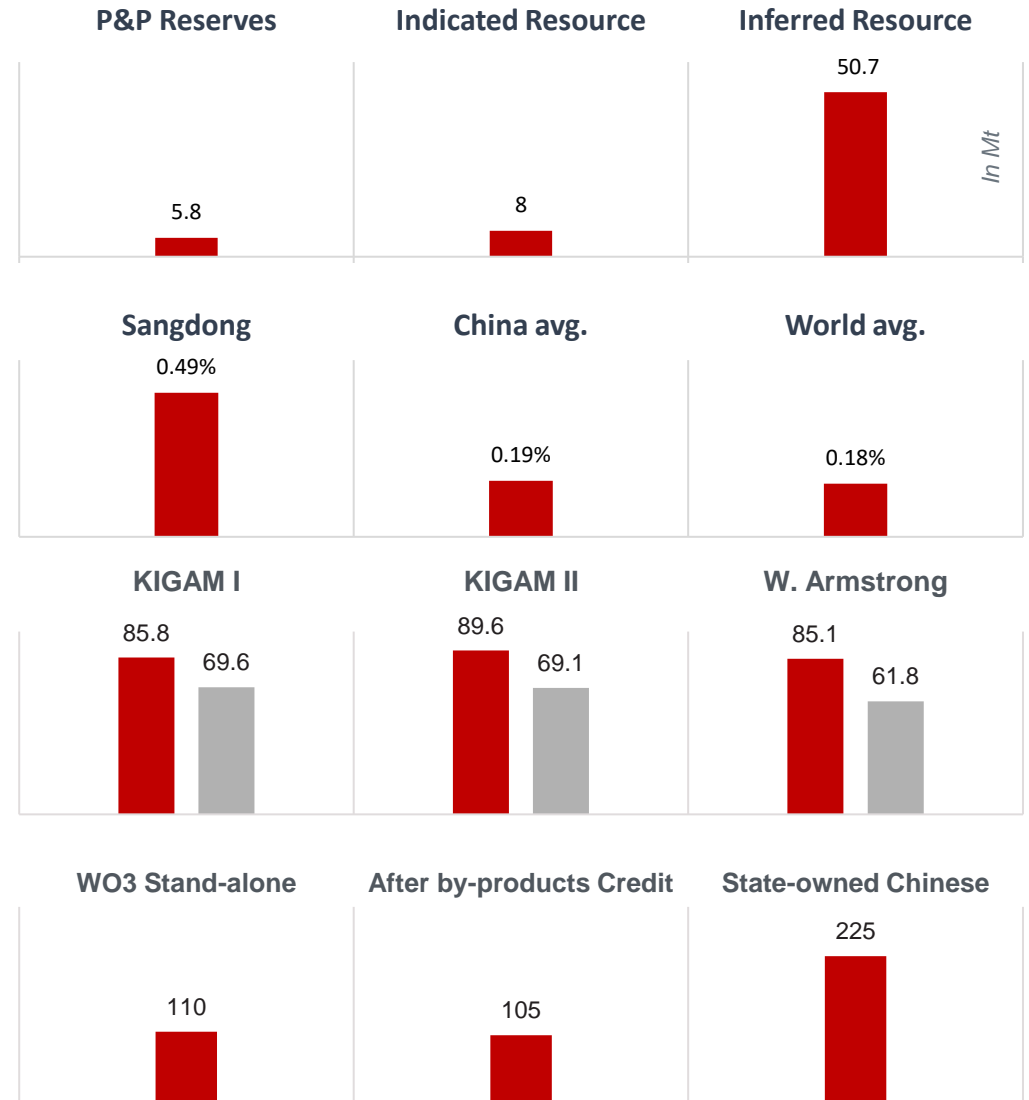
### HIGHEST RECOVERY

Highest recovery and WO<sub>3</sub> content in produced concentrate, proven by metallurgical tests conducted at a multitude of institutions



### LOWEST COST

Lowest production cost (USD110/MTU) by far; Almost 50% of China's cost\*. By-products (Moly, Bismuth, Au, Ag) to be extracted at no additional cost; Contributing 5~6% in additional revenue



\*Source: Argus

# Sangdong Project Summary (II/II)

## What makes the Sangdong Project unique in the tungsten industry?

The Leader in Tungsten



**LARGEST TUNGSTEN MINE OUTSIDE OF CHINA**

**Sangdong's** yearly base **production** of ca. 2.3kt WO<sub>3</sub> equals 1.2x South Korea's yearly WO<sub>3</sub>-Imports → Extension case covers ca. **2.8x yearly WO<sub>3</sub>-Imports\***



**FULLY PERMITTED**

Sangdong Flagship is **fully permitted** and ready to **finalize construction**



**FINANCING AGREEMENT SIGNED**

**Germany's state bank** KfW granted a senior secured loan of 75 US\$m in order to finance initial capital expenditures – Signed in December 2020



**CREATION OF MORE THAN 1,100 JOBS**

**Strong employer** in the Region creates more than 1,100 jobs

**220** direct employees



**900** indirect employees



**POTENTIAL 90Y OF WO<sub>3</sub> PRODUCTION**

Base mineplan includes only 5.8 million tons Reserves at 640kt p.a.  
→ Total Resource of **58 million tons** could extend **life-of-mine to 90 years**



**TAX PAYMENTS**

Anticipated **yearly** tax payments in South Korea of **6-9 US\$m**.  
Further opportunities such as tax holidays or tax reductions under discussion



**ENVIRONMENTAL ASPECTS**

All facilities are to be built within the area classified as the Industrial Zone and are designed in compliance with **IFC/Equatorial Principle standards**

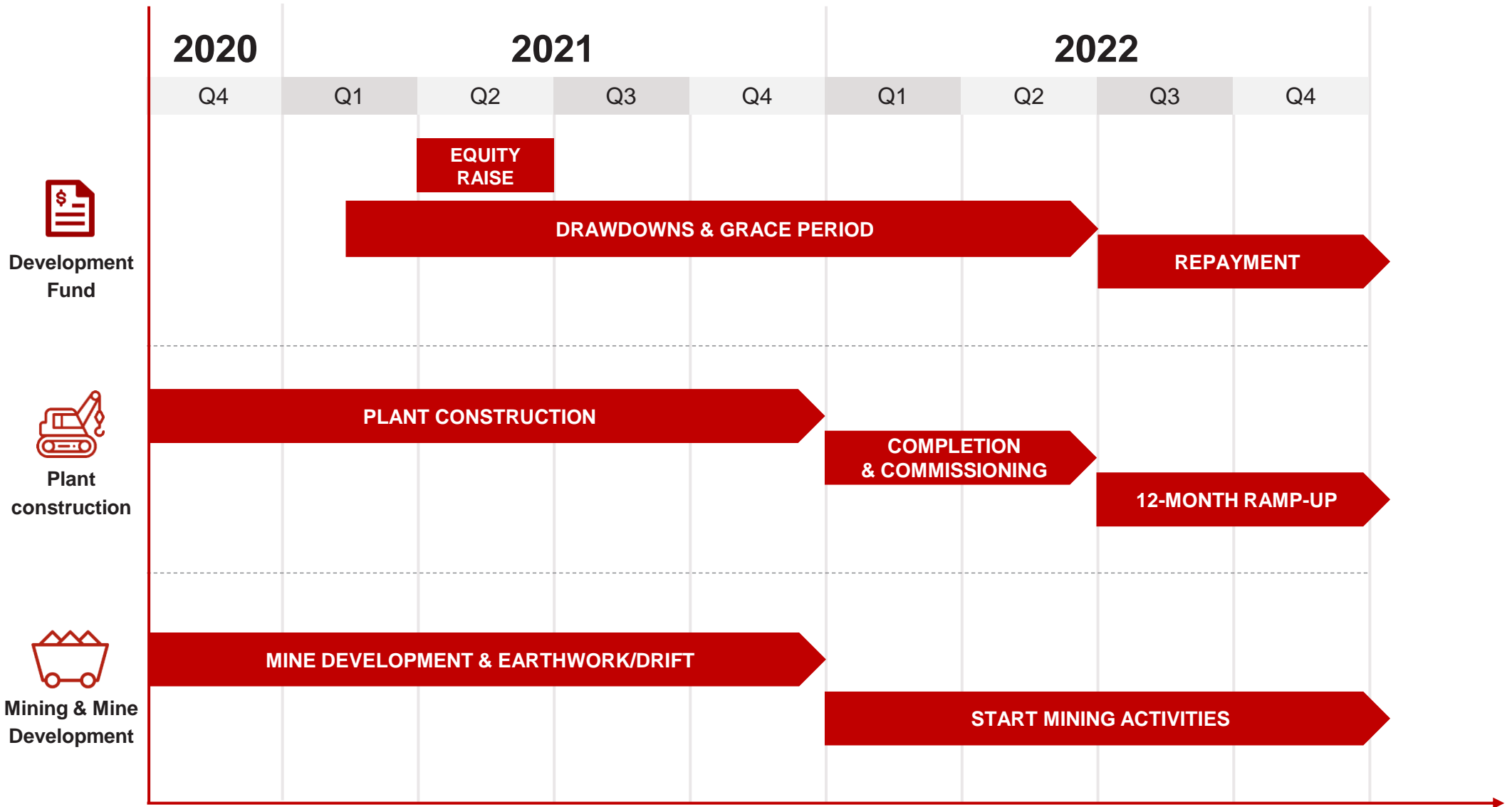
\*Based on import of 1,990 metric tons WO<sub>3</sub> in 2018



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**ALMONTY**

# Sangdong Project – Outlook

## Key milestones ahead



# Sangdong ESG (I/II)

## Equatorial Principles and beyond



**Assessment of environmental and social risks** of major projects based on **10 principles**, including **regular monitoring** by independent third parties and intensive dialogues with the local population and their organizations.

**Almonty has agreed to develop the Sangdong mine** in accordance with the **Equator Principles**. These are standards defined by the International Finance Corporation (subsidiary of the World Bank Group). [www.equator-principles.com/](http://www.equator-principles.com/)

Further, the **Sangdong Mine will be CO2-neutral** during its operation, obtaining its electricity requirements from **renewable energy sources**.

**Extensive plans** exist to **minimize** the mine's **impact** on air quality, flora and fauna, groundwater, surface water and biodiversity. **Baseline study** on these issues has **already** been **conducted**.

Almonty, local authorities and non-governmental organizations expect that the positive effects of the Sangdong mining operation will by far outweigh any negative impacts.

Since the development in 2006 no complaints or conflicts with local groups with respect to the project have been reported. On the contrary, Sangdong Municipality and all stakeholders have welcomed the project and support it unreservedly.

# Sangdong ESG (II/II)

## Environmental Impact Assessment and Mitigation



### HEALTH & SAFETY

Employees complete a Job Safety Analysis (JSA) prior to starting a new task, wear Personal Protective Equipment (PPE) and use the correct tools for the job



### IMPACT ON LAND & BIODIVERSITY

Progressive rehabilitation leading to a reduction in water erosion and dust emissions. The impact on the biodiversity “would be insignificant”



### GROUND WATER

Monitoring of groundwater levels and quality, immediate clean-up of any process water or chemicals spills and preventing any spills within plant by bounding of all areas



### SURFACE WATER

Reduction of sediment volume with settling dams and diversion of storm water around operations. Any water that contacts with the plant will be collected and treated appropriately



### WASTE ROCK

Potential acid-forming material accounts for only 10% of total waste. No acid rock drainage occurred historically. If potential acid forming material is present it will be encapsulated to reduce likelihood of acid rock drainage



### NOISE & VIBRATIONS

While still meeting Korean noise standards, Almonty will adopt mitigation strategies: Purchase noise-reduced mining and facility equipment, which will be maintained in good conditions to prevent unnecessary noise

# Sangdong Project Management Team

## Strong & experienced team with capability to build a mine

The Leader in Tungsten



### **Lewis Black – Director, President and CEO**

Over 16 years experience in the tungsten mining industry  
Former Chairman and CEO of Primary Metals  
Former Vice President of the International Tungsten Industry Association (ITIA)



### **Emil Corfu – Director of Plant Management**

20+ years experience in mine plant construction and operation; ex-Metso  
Responsible for engineering, construction and operation of processing plants



### **John Yi – President, Almonty Korea Tungsten**

Former President of Raytheon Korea, the international sales and marketing arm of US defense contractor Raytheon Company.  
Former Vice President of Rolls Royce Korea.



### **Eduardo Crespo – Director of Metallurgy**

15+ years experience in scheelite floatation  
Professor of Metallurgy at university  
Orchestration of Metallurgy/Processing



### **Antonio Correa de Sa – Vice Chairman**

47 years experience in mining with 24 years in tungsten mines  
CEO, Panasqueira Mine (Beralt)  
Project Supervisor



### **Paulo Ferraz – Director of Geology**

20+ years experience in geology  
Supervision of Sangdong exploration and resource modeling



### **Nuno Alves – Director of Mining**

Mining Engineer with 20+ years experience in underground and open pit operations  
Orchestration and supervision of mining plans



### **Miguel Pinto – Construction Supervision**

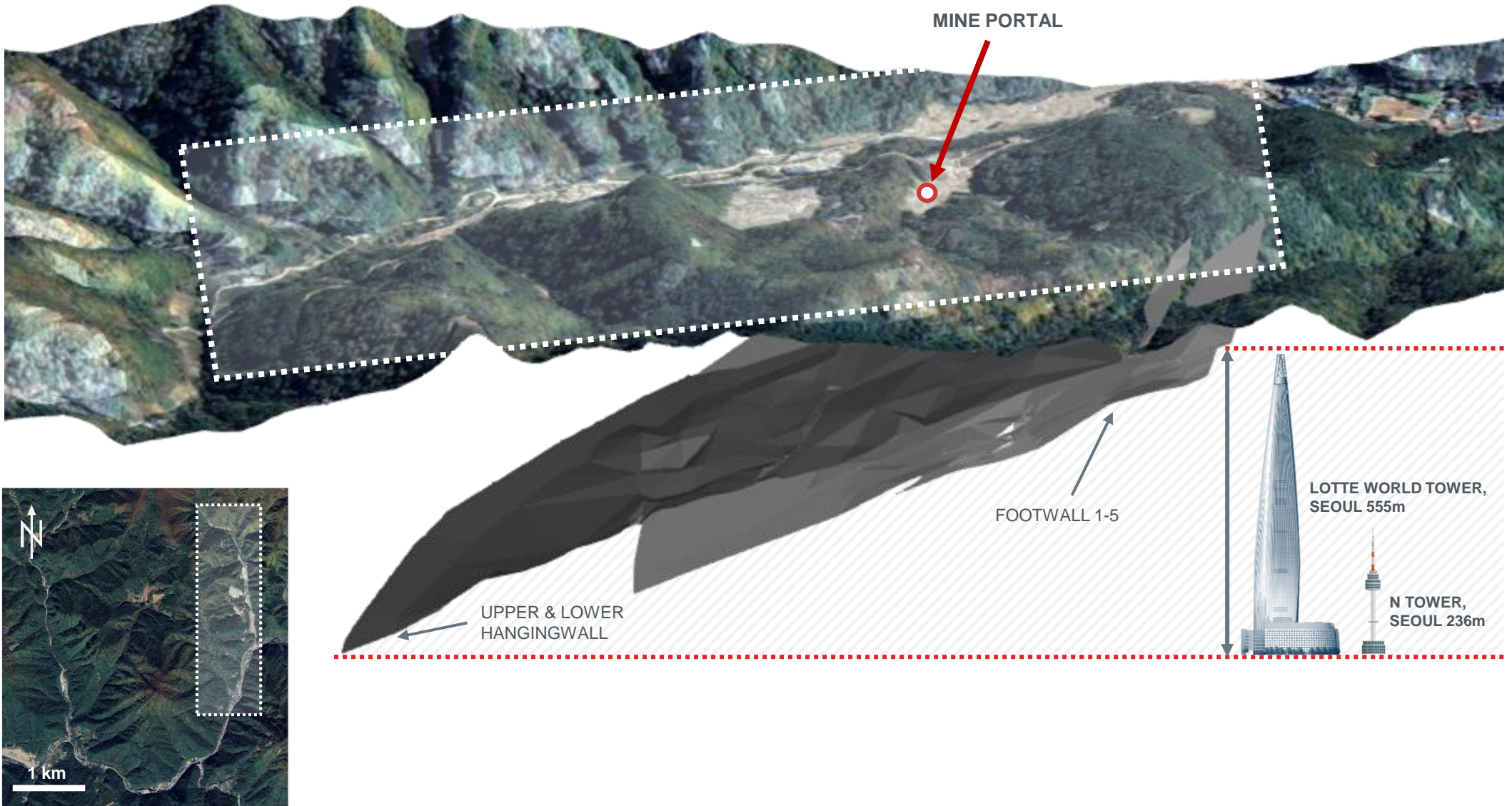
15 years of experience in mining, engineering and construction. Operation and project management experience.  
Site management of Sangdong / Los Santos/ Panasqueira

# Sangdong Orebody dimensions

Massive orebody 187km SE of Seoul

N

S



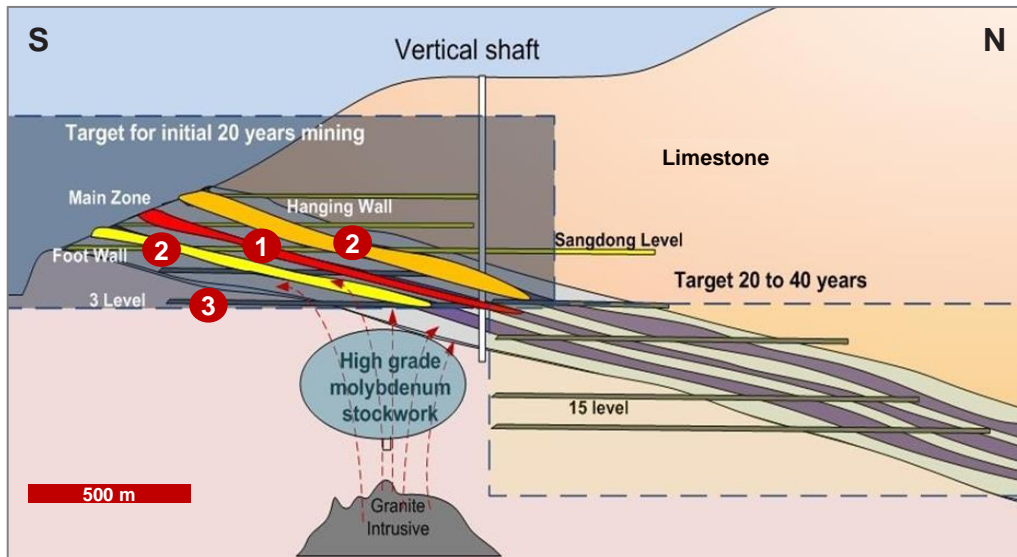


# Sangdong - Project Risks & Mitigation (I/III)

## Mineralisation Risk

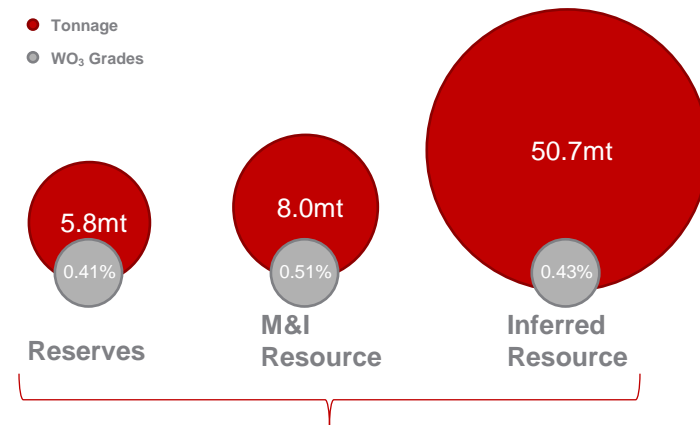
The Leader in Tungsten

LESS THAN 1/3 OF THE TUNGSTEN DEPOSIT IDENTIFIED HAD BEEN MINED OUT AT THE TIME OF CLOSURE IN 1992



- 1 Only the central part of the Main Vein had been exploited at a cut-off grade of 0.5% + Test mining of HW & FW in the last several years before closure
- 2 Much thicker Hanging Wall (20~40m true width) and Foot Wall (avg. 13m true width) remain virtually untouched
- 3 One of a few underground tungsten mines that can employ cost-efficient modern mining methods (Cut & Fill, etc.)

LARGEST TUNGSTEN MINE OUTSIDE OF CHINA



Total Reserves & Resource of 58,000kt  
→ Potential 90+ years LOM at 640kt p.a.

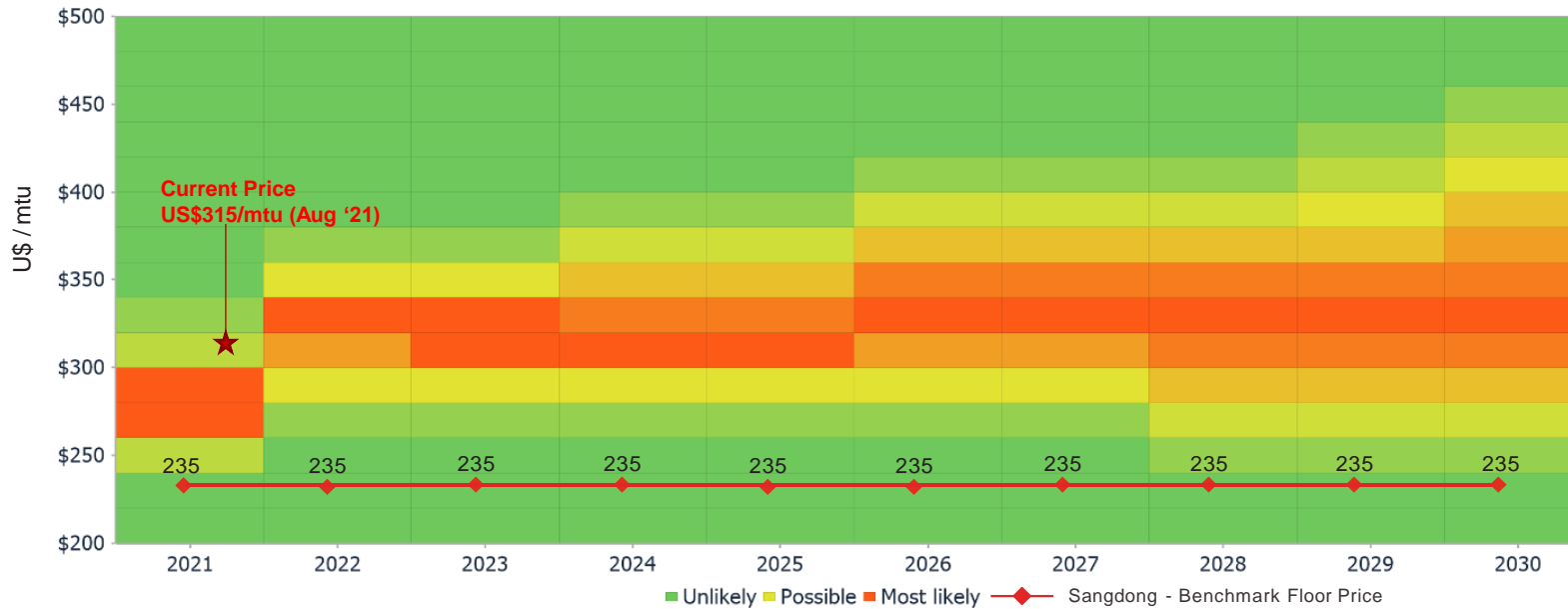
- ▲ Conservative 12.5y mine plan of 2018 only contains 5.8mt ore
- ▲ However, **58 mt at 0.43~0.51% grade ore** are being classified as 'Indicated & Inferred' – **potential 90 years of LOM at 640K tpa**
- ▲ **0.43~0.51% WO<sub>3</sub> grade is one of the highest in the world** (cf. 0.23~0.28% cut-off grade of Sangdong vs. 0.19% average grade of Chinese tungsten mines)
- ▲ Stable supply of conflict-free material to offtaker(s) for generations to come
- ▲ Current stockpiles at surface could be processed for >1 year and therefore, reduce the projects early production risks

# Sangdong - Project Risks & Mitigation (II/III)

## Price risk

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### APT Price Outlook - 2021 - 2030

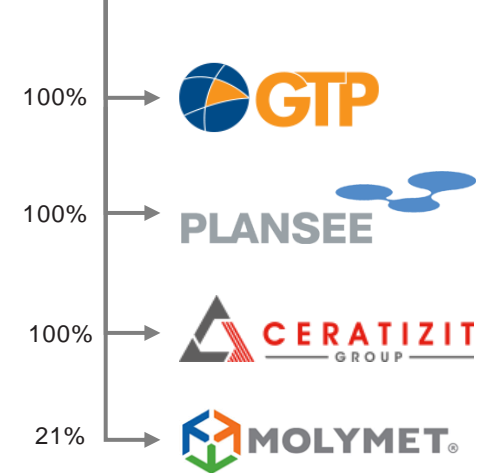


Source: Rosskill - European APT price outlook in real terms, 2021 - 2030

### OFFTAKER GROUP STRUCTURE

## PLANSEE

The Plansee Group



### Floor Price (USD235/MTU, APT) Guarantee by a Global Tungsten Major – Plansee Group

- Translates to USD183/MTU, WO<sub>3</sub> 65% concentrate price
- Locked-in profits over USD106/MTU cash cost
- Equivalent to approx. 580 US\$m over 15 years at the prevailing price and with minimum offtake volume guaranteed – 750 C\$m
- Importantly, Almonty enjoys all pricing upside (i.e. cap to downside, no cap to upside)



### Factors behind the 'Unprecedented' Floor Price Guarantee

- Almonty's track record of honouring existing offtake agreements
- Market insiders' insight into tungsten prices and the understanding of the distorted LMB tungsten pricing caused by 'China's spoil' in the past

# Sangdong - Project Risks & Mitigation (III/III)

## Social, political and construction risks

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### ENVIRONMENTAL ASPECTS

- ▲ Free from all Korea Tungsten legacy liabilities, e.g. old tailings dams (in the hands of Mine Reclamation Corp)
- ▲ All facilities are to be built within the area classified as the Industrial Zone
- ▲ EIA completed despite the confirmation of the Ministry of Environment for 'No EIA requirement' for the Project
- ▲ Plant and facilities were designed and built in conformance with IFC/Equatorial Principle standards

**FULLY PERMITTED**



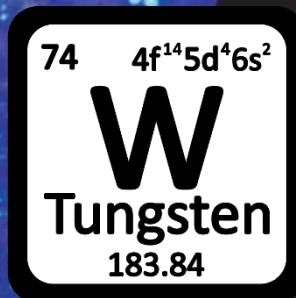
### LICENSES & PERMITS

- ▲ Mining concessions and exploration permits including exclusive use permit for mountainous areas
- ▲ Permit for development activities
- ▲ Permit for diversion of waterway and road and use of public water
- ▲ Clearance on archaeological or cultural heritage obstructions



### CONSTRUCTION RISKS

- ▲ Installation & Commissioning guaranteed by equipment suppliers (Metso & DH Tech)
- ▲ Construction will be done by Metso Outotec, a high-end equipment supplier and a frontrunner in sustainable technologies, end-to-end solutions and services for the aggregates, minerals processing, metals refining and recycling industries globally.



## IV. Existing Production & Additional growth projects

# Panasqueira

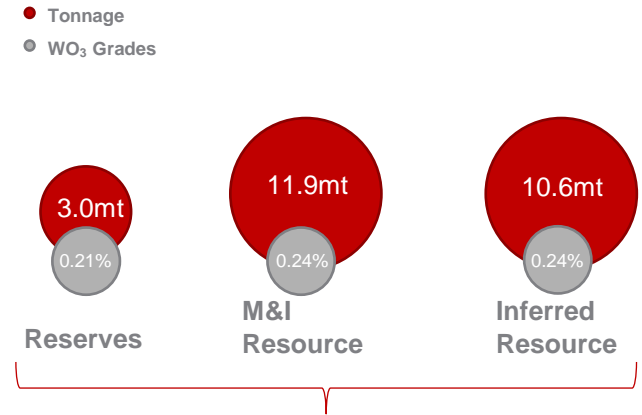
## WO<sub>3</sub> production for more than a century



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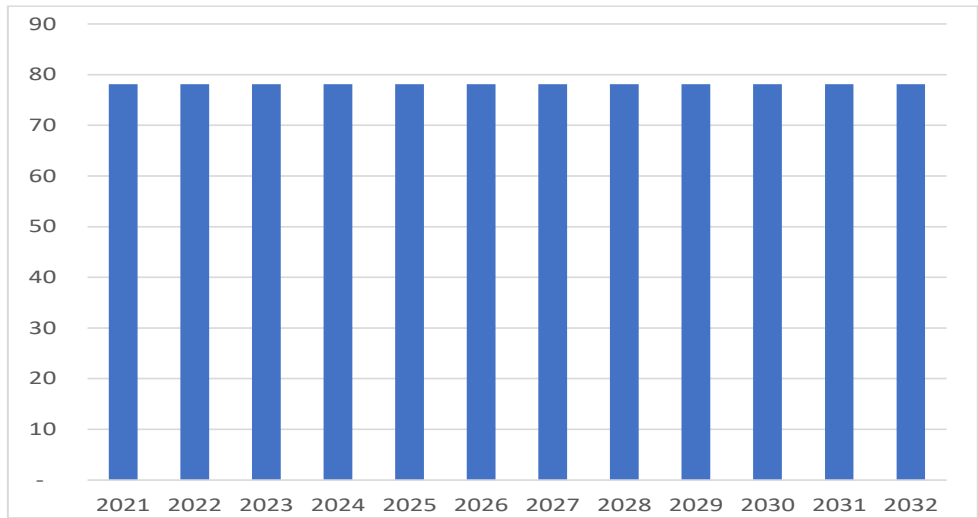
### KEY FACTS

- ▲ Located in Covilha, Portugal
- ▲ Historical production since the early 1900s
- ▲ Current Status - Production
- ▲ Production anticipated to last more than 10 years
- ▲ Forecasted yearly production of ca. 78,100 MTU WO<sub>3</sub>, (67,600MTU WO<sub>3</sub> and 10,500 MTU Equivalent WO<sub>3</sub> from by-products)
- ▲ Panasqueira Deep is rich in Tin
- ▲ The possibility of recovering several metals contained in the slime dams, especially tungsten, tin and copper is currently being investigated.

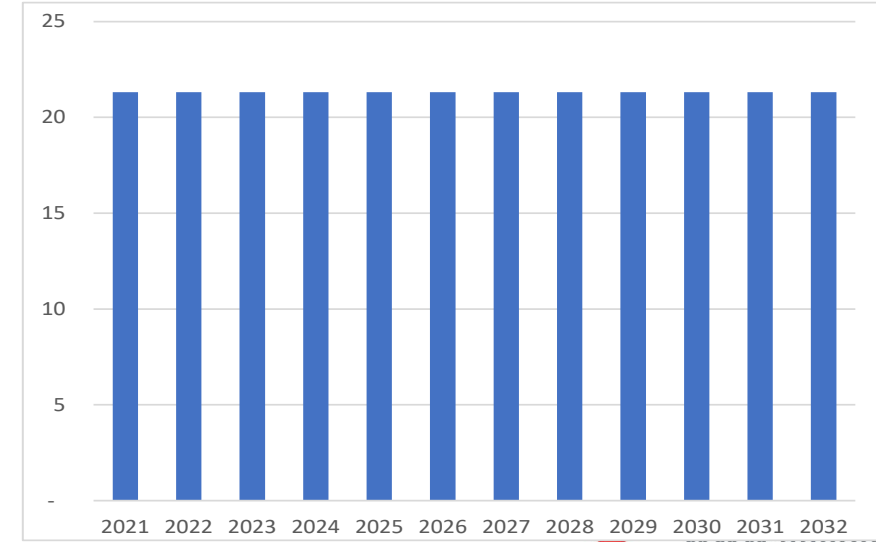


Total Reserves & Resource of 22.5 mt

### ANNUAL WO<sub>3</sub> (and Equivalent) PRODUCTION (in 000s MTUs)



### ANNUAL REVENUE (in US\$m)



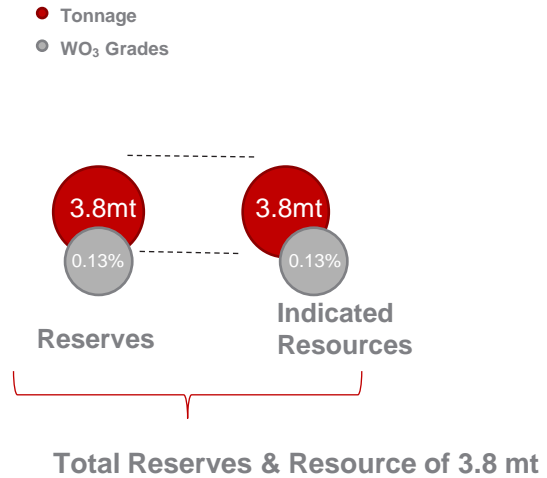
# Los Santos

## WO<sub>3</sub> production from reprocessed tailings

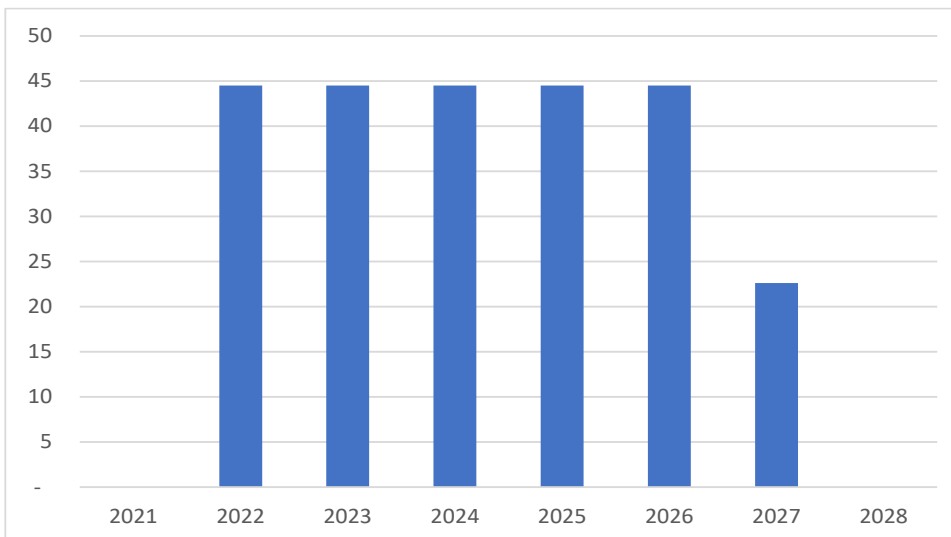
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### KEY FACTS

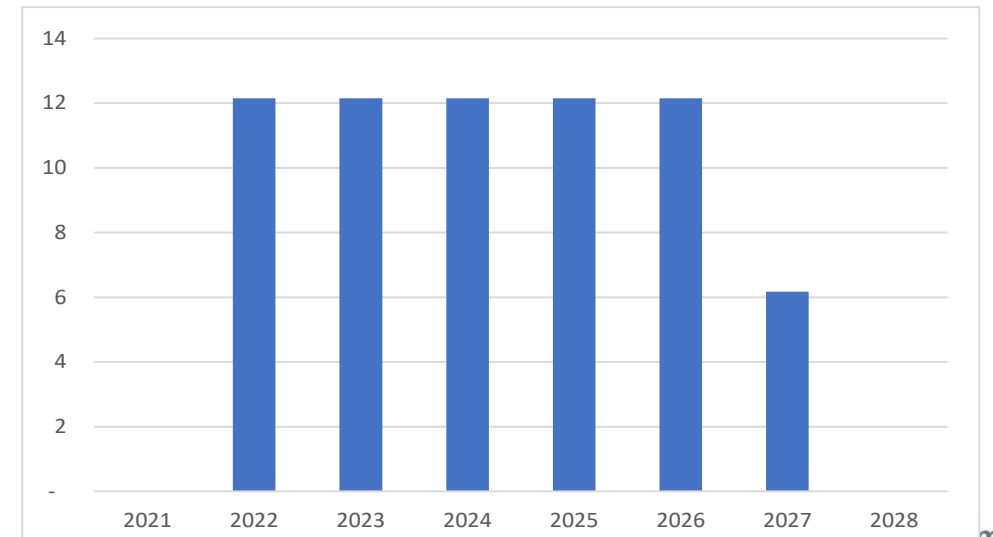
- ▲ Located near Salamanca, Spain
- ▲ Historical open pit production from 2008 to 2019
- ▲ Current Status – temporarily suspended for planned upgrade
- ▲ Production from reprocessed tailings anticipated for 2022 – 2027
- ▲ Forecasted yearly production of ca. 45,000 MTU WO<sub>3</sub>
- ▲ Expected processing recovery of 50%



ANNUAL WO<sub>3</sub> PRODUCTION (in 000s MTUs)



ANNUAL REVENUE (in US\$m)



# Valtreixal

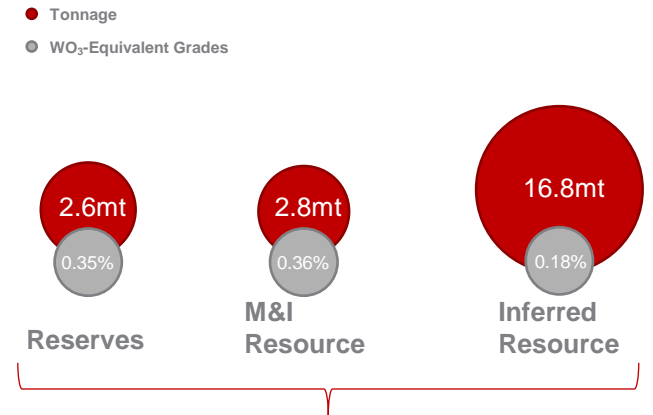
## Almonty's well-located development target



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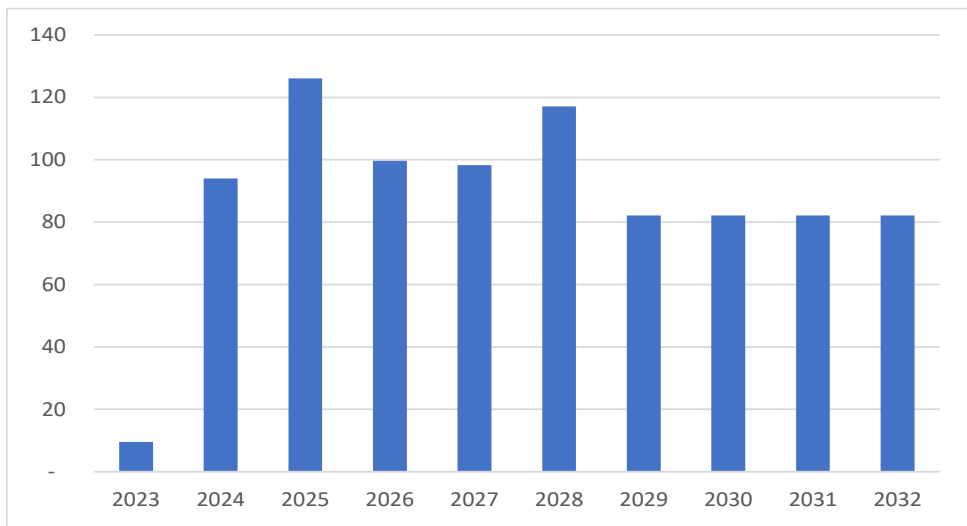
### KEY FACTS

- ▲ Located in north western Spain, 250km from the Los Santos Mine
- ▲ Almonty acquired the project from SIEMCALSA, the same group that was involved in the historical development of Los Santos
- ▲ Almonty has 100% of the mining rights.
- ▲ Current Status – Pre-Feasibility completed in October 2015
- ▲ Expected start of production in 2023; anticipated 20+ years life of mine
- ▲ Producing WO<sub>3</sub> and Tin
- ▲ Forecast based on 5 years of production from reserves, followed 4 years of Inferred resources which are within the PFS design pit.

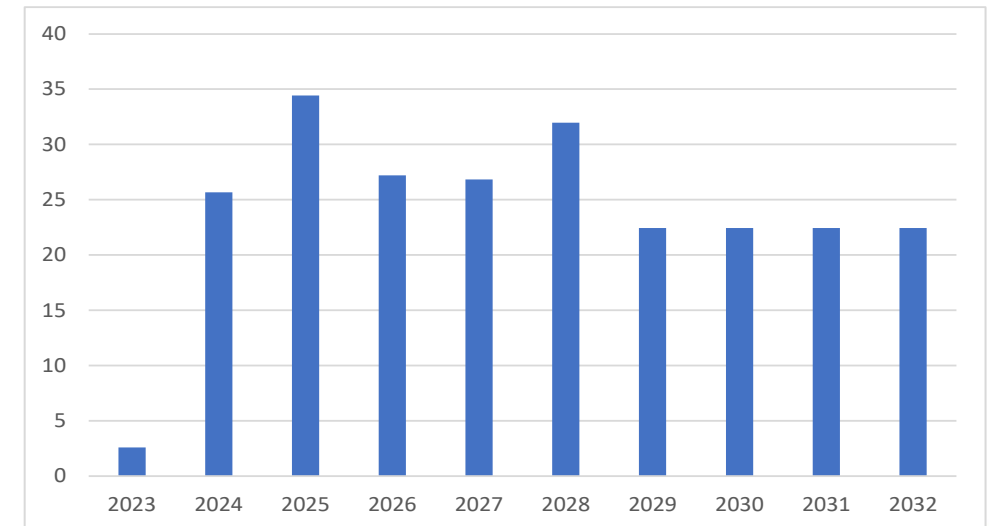


**Total Reserves & Resource of 19.6 mt**  
 → Production anticipated to last until 2030+

ANNUAL WO<sub>3</sub> (Equivalent with Sn) PRODUCTION (in 000s MTUs)



ANNUAL REVENUE (in US\$m)



Revenue & EBITDA are inclusive Sn Production



74  $4f^{14}5d^46s^2$   
**W**  
Tungsten  
183.84

## V. Tungsten – An ‘Endangered Species

Defined by the EU as a ‘Critical Raw Material’

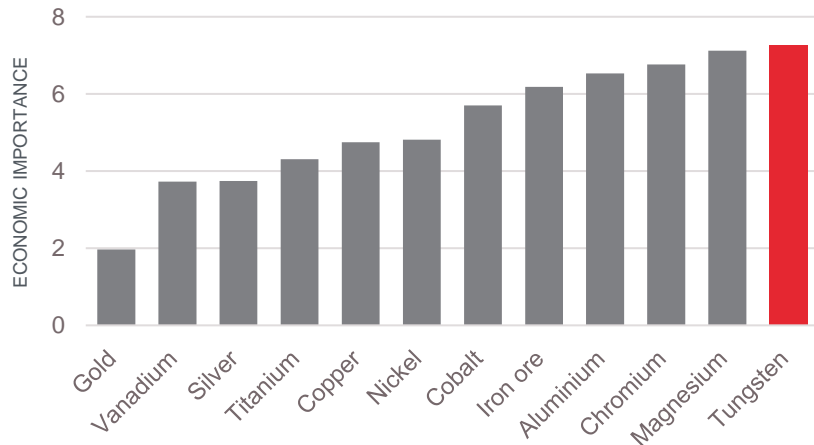


# Tungsten Market

## Critical material for all economies

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### THE MOST IMPORTANT AMONG ALL RAW MATERIALS



- 30% → AUTOMOTIVE 🚗
- 13% → MINING ⚒️
- 11% → INDUSTRIAL 🏭
- 10% → ENERGY ⚡
- 8,5% → CONSTRUCTION 🏠
- 8% → AEROSPACE ✈️
- 6% → CONSUMER 👤
- 14% → OTHER ⚙️

### DEMAND DRIVERS

**Electric vehicles boom** Mills Watches  
 Mining Crushing Irradiation equipment  
 Drilling **EV charging stations**  
 Heating components Locks Smartphones

74  
4f<sup>14</sup>5d<sup>4</sup>6s<sup>2</sup>

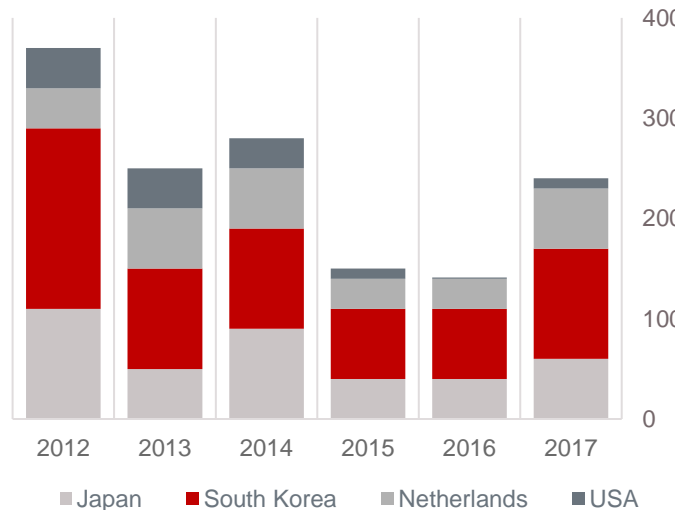
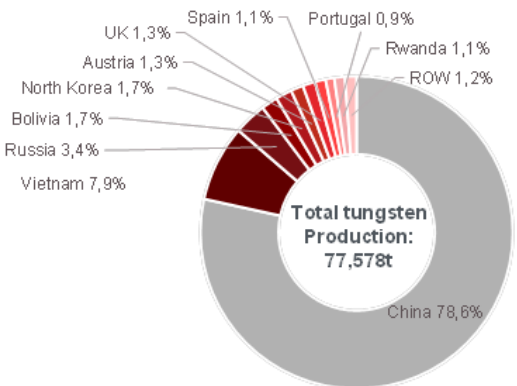
# W

Tungsten  
183.84

Source: Study on the review of the list of Critical Raw Materials, European Commission 2017

### CHINA PRODUCES OVER 80 PERCENT OF THE WORLD'S TUNGSTEN

### DIVISION OF CHINESE EXPORT



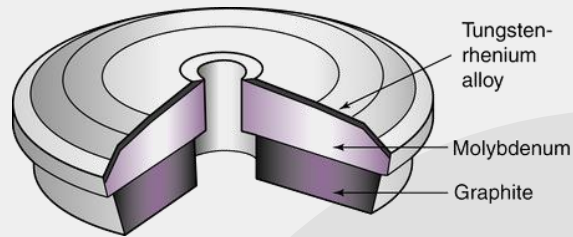
Source: U.S. Geological Survey, Mineral Commodity Summaries: Tungsten, January 2016–2019

### KEY FACTS ON TUNGSTEN

- ▲ Declared by EU to be a “critical raw material” as a result of high supply-risk and high economic importance
- ▲ U.K. Geological Survey ranks tungsten at the top of the Supply Risk List (2012)
- ▲ On March 7, 2018, U.S. Congress passed the “National Strategic and Critical Minerals Production Act” (H.R. 520) defining and including tungsten as a “critical mineral”
- ▲ South Korea is the largest consumer of tungsten in the world, replicating its dominance in the Semiconductor/LED/LCD Industries.
- ▲ Roskill recently designated Tungsten a technology material, a function of its high importance in new technologies such as semi-conductors, batteries and 5G for example.

# Tungsten Uses I/II – Main uses of tungsten

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X-ray beam

Inserts for aircraft



Automotive market

5G network infrastructure



Ballistic equipment

Defense



Semiconductors



74  $4f^{14}5d^46s^2$

**W**

Tungsten  
183.84

# Tungsten Uses II/II – specific uses in the High-Tech World

Abrasion resistant metal for numerous of applications

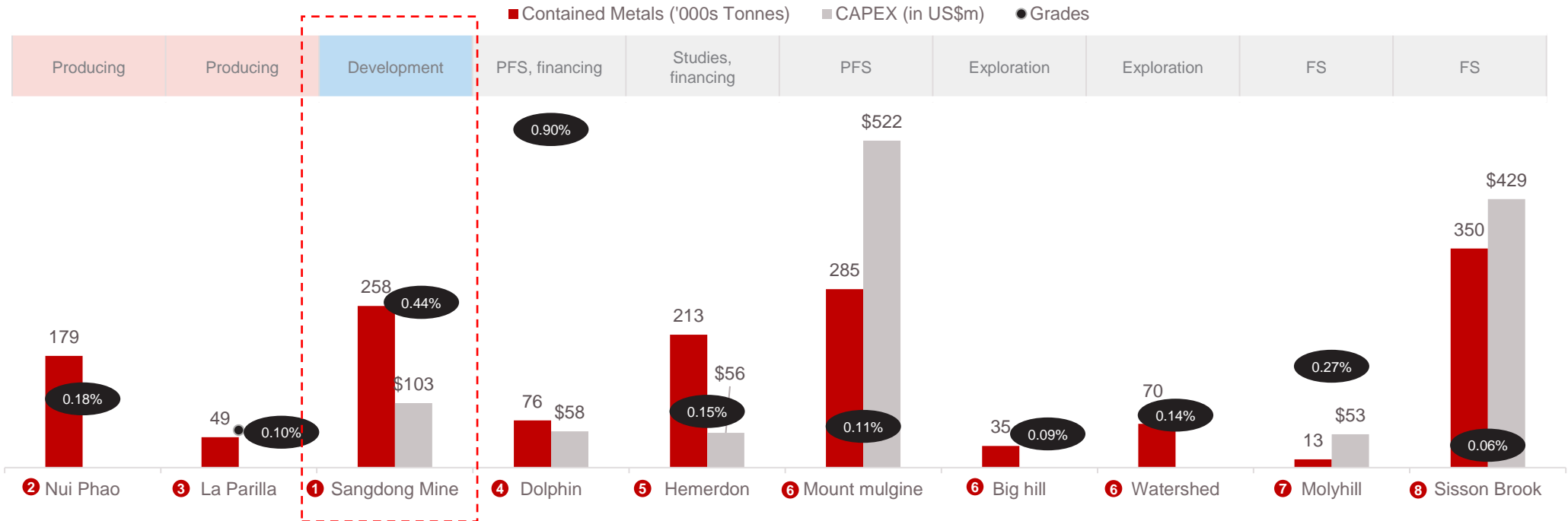
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# Peer Group

## Almonty's Sangdong Mine with outstanding economics

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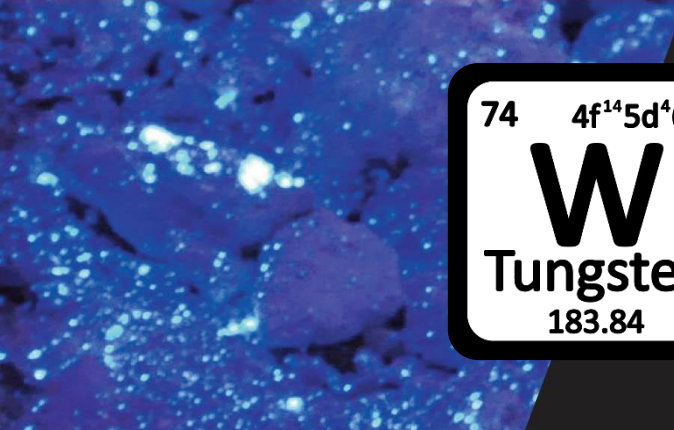


COMPANY	M.CAP US\$m*
1 Almonty Industries	180
2 Masan Group	5,870
3 W Resources	12
4 King Island Scheelite	58
5 Tungsten West	Private
6 Tungsten Mining	81
7 Thor Mining	17
8 Northcliff Resources	7

### COMPARISON OF SANGDONG

- ▲ Almonty's Sangdong mine is the only development mine which is anticipated to produce soon
- ▲ Sangdong has low Capex compared to the overall contained metals
- ▲ Almonty's Sangdong perfectly combines
  - ▲ Low Capex
  - ▲ Large Resource
  - ▲ High Grades

\*Source: IRESS / Yahoo Finance, as at August 9, 2021



74  $4f^{14}5d^46s^2$   
**W**  
Tungsten  
183.84

# VI. Conclusion

# Investment Highlights

## 5 reasons to invest in Almonty Industries

### **Largest non-Chinese producer**

Almonty will become the largest tungsten producer outside of China with the completion of the Sangdong Mine and will therefore have enormous strategic importance as reflected in the financing structure and government guarantees

### **Elite team of tungsten miners**

Mining and processing tungsten is highly complex. Almonty's key to successfully operating several mines is a unique team of miners, geologists and metallurgists that have built and operated tungsten mines and combined have hundreds of years of tungsten experience

### **Sangdong Mine**

Building the largest mine outside of China with a potential mine life of 90+ years. Mine plan includes only 5.8 Mt Reserves → Potential 90 years of LOM at 640K tpa – approx. 58 million tons of 0.43~0.51% grade ore identified by Korea Tungsten are classified as 'Indicated & Inferred'

### **Tier 1 Project Finance**

Senior Project Finance Loan (US\$75.1m) secured with German KfW-Ipex Bank. KfW is a high quality mining financier of exclusively world class projects with exceptional environmental, technical & commercial characteristics

### **Strong partnership & shareholder support**

Total additional commitment by Plansee Group of 30 million USD – 9.8 million USD equity and 20 million COG (Cost Overrun Guarantee)

Unprecedented 15 Year Floor Price Offtake Guarantee for APT price of 235 USD/mtu

# Appendix 1 – Board of Directors

Director	Experience
<b>Lewis Black</b> (Executive Director, President and Chief Executive Officer)	<ul style="list-style-type: none"> <li>• Currently a Partner of Almonty Partners LLC, a privately-held company specialising in tungsten mining investments and has over 16 years of experience in the tungsten mining industry.</li> <li>• Formerly Chairman and CEO of Primary Metals Inc. (PMI), a former TSX-V listed tungsten mining company.</li> <li>• Formerly served as head of sales and marketing for SC Mining Tungsten, Thailand.</li> <li>• Former VP of the International Tungsten Industry Association (ITIA)</li> </ul>
<b>Daniel D'Amato</b> (Executive Director)	<ul style="list-style-type: none"> <li>• Currently a Partner of Almonty Partners LLC and has extensive experience in the finance industry specialising in portfolio management and private equity.</li> <li>• Formerly MD of Bear Stearns.</li> <li>• In 2005, with business partner Lewis Black, Mr. D'Amato co-founded Almonty.</li> <li>• Formerly a director of Primary Metals Inc., a TSX Venture Exchange listed tungsten mining company, of which Almonty was the majority owner.</li> </ul>
<b>Mark Trachuk (Non-Executive Director)</b>	<ul style="list-style-type: none"> <li>• Formerly the General Counsel and Corporate Secretary of Entertainment One Ltd. which is a global entertainment studio. Entertainment One was listed on the Premium List of the London Stock Exchange (LSE:ETO) and was a member of the FTSE 250 prior to being acquired by Hasbro Inc. in December 2019.</li> <li>• Formerly a Senior Partner in the Business Law Group at Osler, Hoskin &amp; Harcourt LLP in Toronto where he practiced corporate and securities law with an emphasis on mergers, acquisitions and strategic alliances.</li> <li>• Mr Trachuk holds a B.A. in Economics from Carleton University, an LL.B. from the University of Ottawa and an LL.M. from the London School of Economics. He also holds the ICD.D designation from the Institute of Corporate Directors. Mr Trachuk is called to the bar in Ontario and British Columbia and is a solicitor in England and Wales.</li> </ul>
<b>Dr Thomas Gutschlag</b> (Non-Executive Director)	<ul style="list-style-type: none"> <li>• CEO of Deutsche Rohstoff AG (<b>DRAG</b>), a public company listed on the Frankfurt Stock Exchange.</li> <li>• Qualified economist with a degree in economics from the University of Heidelberg and a doctorate from the University of Mannheim.</li> </ul>
<b>Michael Costa (Non-Executive Director)</b>	<ul style="list-style-type: none"> <li>• VP and Portfolio Manager at Goldman &amp; Company Investment Counsel Inc.</li> <li>• Formerly a director with UBS (Canada), managing the Fundamental Investment Group's Canadian investment portfolio.</li> <li>• Prior to joining UBS, VP at Goldman Sachs &amp; Co. (NY and Toronto)</li> <li>• Graduated cum laude with honours in Economics from Colgate University in Hamilton, New York. Mr Costa is currently an independent director of the Company.</li> </ul>
<b>James Kim (Non-Executive Director)</b>	<ul style="list-style-type: none"> <li>• Current Chairman and CEO of the American Chamber of Commerce Korea (AMCHAM)</li> <li>• Formerly Head of Operations for General Motors Korea, managing some 17,000 employees</li> <li>• Formerly CEO of Microsoft Korea.</li> </ul>
<b>Andrew Frazer (Non-Executive Director)</b>	<ul style="list-style-type: none"> <li>• Over 30 years of capital markets experience and is the founder and managing director of Lazarus Corporate Finance Pty Ltd</li> <li>• Formerly held senior roles at Morgan Stanley, Patersons Securities, Hartleys, Azure Capital, focused on equity capital market transactions with clients both locally and internationally.</li> <li>• Graduated from the University of Western Australia with a Bachelor of Commerce – Honours, Bachelor of Jurisprudence and a Bachelor of Laws. Andrew also has obtained his CFA Charter, along with a Diploma from the Securities Institute of the Australian Stock Exchange.</li> </ul>

# Appendix 2 – Summary of pro-forma debt currently drawn

The Leader in Tungsten

Instrument	Counter-party	A\$m	C\$m	Notes
Term loans (EUR & USD)	Unicredit Bank AG, Plansee, Daytal	A\$41.0	C\$38.3	i/r LIBOR+1.5% to 2.64%; maturity Jun '23
Convertible Notes / Debentures / Bonds (CAD, EUR & USD)	Deutsche Rohstoff AG, Senator Alfonse D'Amato, Dundee Capital, Quercus GmbH	A\$25.3	C\$23.6	i/r 4.0% - 10.0%; maturity Jul '22 – Feb -24, convertible at C\$0.50 – C\$1.45/sh.
Promissory Notes (CAD & USD), lease, derivatives	Deutsche Rohstoff AG	A\$1.6	C\$1.5	i/r 6.0%; maturity Oct '23
<b>Total</b>		<b>A\$67.9</b>	<b>C\$63.4</b>	
Current		A\$3.8	C\$3.6	
Non current		A\$64.1	C\$59.9	
<b>Total</b>		<b>A\$67.9</b>	<b>C\$63.4</b>	

Notes:

1. Figures sourced from prospectus and convert to A\$ at A\$1.07:C\$1.00
2. Totals may not add up due to rounding.

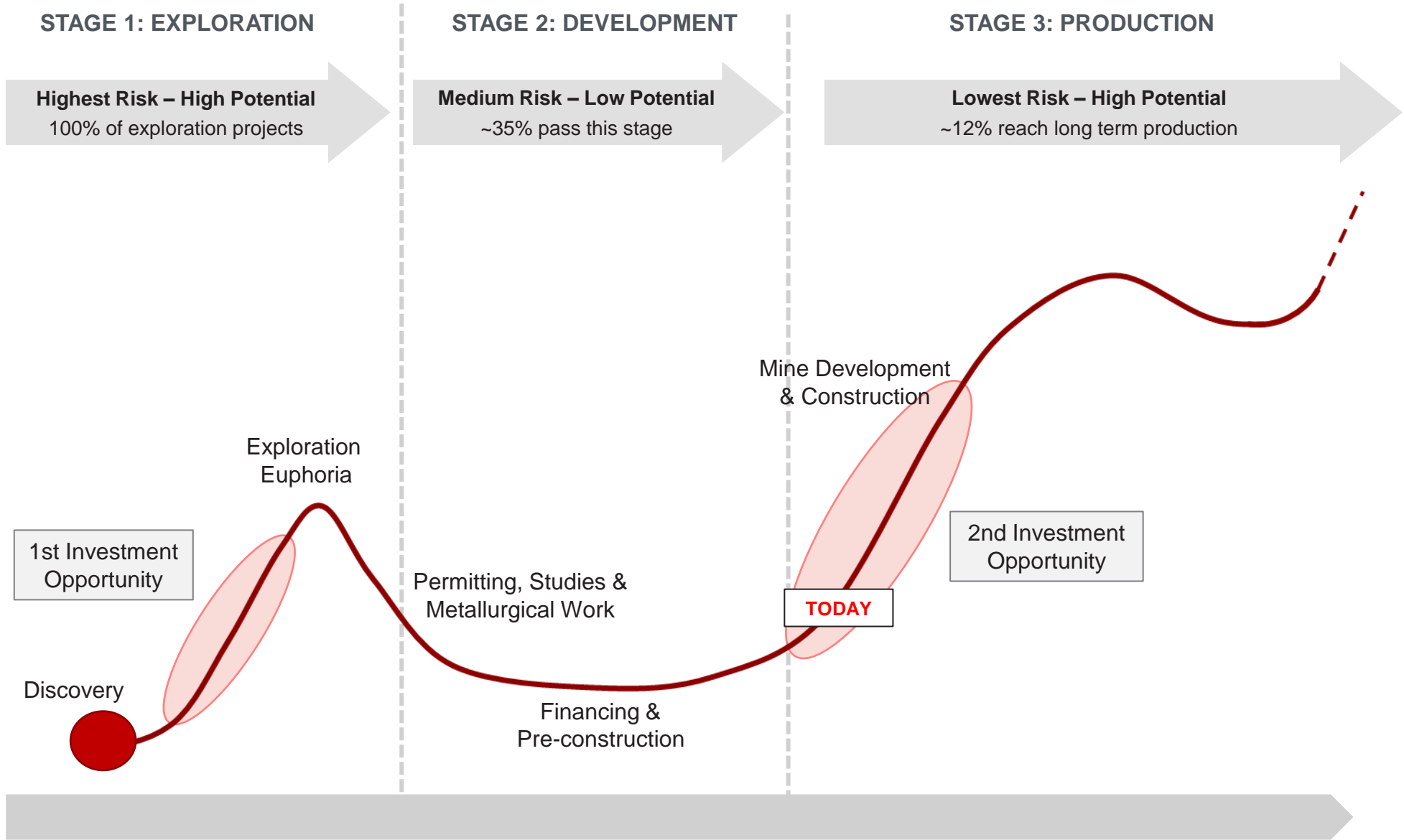


# Appendix 3 - Share price potential

## Classic pattern of mining stocks



The Leader in Tungsten





The Leader in Tungsten

TSX & ASX: AII / OTCQX: ALMTF / Frankfurt: ALI.F

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