



Fourth quarter report

1. Key production and sales indicators

Merafe's attributable ferrochrome production from the Glencore Merafe Chrome Venture (the Venture) for the fourth quarter of 2014 was 3% higher than the 2013 corresponding period, with production levels averaging 88% of operating capacity utilisation. Higher ferrochrome production was due to the start-up of Project Lion II which was partially offset by additional planned maintenance on other furnaces operated by the Venture. Full year ferrochrome production volumes for 2014 were 5% higher than the prior year, averaging 84% of operating capacity utilisation.

The ramp-up of Project Lion II is on track and is expected to reach full capacity by mid-2015.

Merafe's attributable ferrochrome sales volumes were 18% lower in the fourth quarter of 2014, compared to the 2013 corresponding period, as a result of weaker demand and logistical constraints. Full year ferrochrome sales volumes for 2014 was marginally higher than the prior year.

	Q4 2014	Q4 2013	Full year 2014	Full year 2013
Attributable ferrochrome production (kt)	92	89	334	319
Attributable ferrochrome sales (kt)	85	104	316	314
Average European benchmark ferrochrome price (USc/lb) (Metal Bulletin)	115.0	112.5	118.5	116.1
Average Rand / Dollar Exchange rate	11.2	10.2	10.8	9.6

2. Employee relations and safety

We are pleased to report that wage agreements were reached with the western mining employees in the fourth quarter of 2014.

The Venture's total recordable injury frequency rate (TRIFR) increased from 3,84 in 2013 to 4,59 in 2014. This increase was primarily attributable to eleven additional injuries. Safety remains a key focus area and the Venture continues to make every effort to ensure the highest standards of safety are in place at all its operations.

30 January 2015

Sandton

Sponsor:

Merrill Lynch South Africa Proprietary Limited