

Merafe Resources Limited

(Incorporated in the Republic of South Africa)

(Registration number: 1987/003452/06)

JSE share code: MRF

ISIN: ZAE000060000

(“**Merafe**” or the “**Company**”)

IMPACT OF ESKOM LOAD CURTAILMENT ON THE COMPANY’S OPERATIONS AND TRADING UPDATE

Shareholders of the Company (“**Shareholders**”) are advised that the decision by Eskom to initiate stage 4 (four) and 6 (six) load shedding, alongside the challenging economic environment, is expected to have a negative impact on the future economic viability of some of the Company’s operations and the wider ferroalloys sector in South Africa.

The Company, via the Glencore Merafe Chrome Venture (“**Business**”), has made major investments over the last 10 (ten) years to modernise the operations in the face of rising operating and employment costs, exacerbated by the recent introduction of the carbon tax.

The Business continues to engage with all stakeholders to determine what measures can be implemented to help alleviate the significant external pressures facing the industry.

Further updates will be provided to Shareholders, as appropriate.

Sandton

10 December 2019

Sponsor

One Capital