

28 November 2012

Australian Securities Exchange  
Level 5, 20 Bridge Street  
SYDNEY NSW 2000

**ASX ANNOUNCEMENT**  
**INVESTOR PRESENTATION**

The directors of Stonewall Resources Limited (**the 'Company'**) are pleased to release the attached presentation which will be delivered following completion of official business at the Company's Annual General Meeting being held at 12:00noon on 28 November 2012.

On behalf of the board



**Nathan Taylor**  
**Chairman**  
Stonewall Resources Limited



## Annual General Meeting Presentation

Building South Africa's  
New Gold Mining Powerhouse

**November 2012**

Trevor Fourie Director



**STONEWALL**  
RESOURCES

# Competent Person's Statement



The information in this Presentation that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Charles Muller, who is a Member or Fellow of the South African Council for Natural Scientific Professions, which is a Recognised Overseas Professional Organisation' (ROPO) included in a list promulgated by the ASX from time to time. Charles Muller is employed by Minxcon and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Charles Muller consents to the inclusion in this Presentation of the matters based on his information in the form and context in which it appears.

## Forward-looking Statements

Statements in this presentation regarding the Company's plans with respect to its mineral properties are or may be forward-looking statements. There can be no assurance that the plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that the Company will be able to convert Inferred resources to Indicated resources or Indicated resources to Measured resources, that any mineralisation will prove to be economic, or that a mine will successfully be developed on any of the Company's mineral properties. The potential quantity and grade of exploration targets is conceptual in nature at this stage as there has been insufficient exploration to define a Mineral Resource under the JORC code. Further, it is uncertain if future exploration will result in the determination of a Mineral Resource

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# Stonewall Resources Summary and Track Record



## Stonewall Resources - a world class investment opportunity:

- Operating in favourable gold market conditions
- Well funded – raised in excess of \$16m year to date
- Large existing mineral resource of 2.79m oz defined in accordance with the JORC code
- Significant exploration target of an additional 0.34m - 3.07m oz identified by Competent Person\*\*
- Historically producing mines with existing infrastructure
- Years of permitting work completed by previous owners
- Current small scale production from tailings and surface projects
- Targeting production of 40,000 oz p.a. by end 2013; 155,000 oz p.a. by end 2014; and 205,000 oz p.a. by end 2016\*
- Well understood metallurgy
- Strong Board and Management
- Attractive valuation
- Interests aligned with community and workforce through BEE structure

\* Refer to forward looking statement on page 2

\*\*The potential quantity and grade of the exploration target is conceptual in nature, there has been insufficient exploration to define the Exploration Target as a Mineral Resource and that it is uncertain if further exploration will result in the determination of the Exploration Target as a Mineral Resource. Refer to slide 15 for detailed breakdown of the Exploration Target.

# Stonewall Resources Philosophy



## **Stonewall Resources - a world class investment opportunity:**

- Targeting low **Capital to Gold** opportunities to maximise return
- Investing in low **total cost\*** (<\$900) and targeting high IRR (+30%) projects
- Optimisation of large existing Mineral Resource with historically producing mines (low discovery cost) and significant existing infrastructure and mining development (low capital to gold)
- Prudent governance and risk management – experienced team, with focus on effective utilisation of capital and control of cash
- Corporate responsibility, embracing long-term mutually beneficial relationships through our unique community, employees and BEE structures as well as other stakeholder involvement

\* Total Cost defined as exploration – acquisition, all capital, operating costs, group costs and royalties

# Key Achievements



<b>Acquisition Agreement Bosveld Mines</b>	April 2010 completed March 2012
<b>Acquisition Agreement TGME</b>	August 2010 completed June 2012 (including Ministerial approval)
<b>Meridien/Stonewall Transaction</b>	January 2012 completed November 2012
<b>Mining Rights</b>	5 New Order Mining Rights granted with 3 in progress
<b>Prospecting Rights</b>	6 New Order Prospecting Rights
<b>Commenced TGME Tailings Project</b>	April 2011 Successful gold extraction fine grind 6000 oz p.a.
<b>First Gold Pour</b>	April 2011
<b>Commission Bosveld Tailings</b>	August 2012 targeting 5000oz p.a.*
<b>Competent Persons Report</b>	February 2012 2.97m oz targeting additional 3.07m oz**
<b>Funding and Investors</b>	Raised in excess of \$16m year to date from existing, founding and new shareholders

\* Refer to forward looking statement on page 2

\*\*The potential quantity and grade of the exploration target is conceptual in nature, there has been insufficient exploration to define the Exploration Target as a Mineral Resource and that it is uncertain if further exploration will result in the determination of the Exploration Target as a Mineral Resource. Refer to slide 15 for detailed breakdown of the Exploration Target.

# Key Focus Areas 2013



<b>Production/Revenue generation</b>	Producing Gold Revenue from TGME and Bosveld Tailings – targeting 11 000 ounces p.a.*
<b>Commissioning New Underground Mining Production Project</b>	Completed Feasibility and Commencing Frankfurt Project – targeting 21 000 ounces p.a.*
<b>New Surface Production Project</b>	Completing feasibility in order to commence with the construction of Glynn’s Heap Leach – targeting 8 000 ounces p.a.*
<b>Exploration and Drilling Programs</b>	Drilling Program at Beta commenced targeting upgrade of 666 000 ounces Inferred to Measured and Indicated and overall additional 3 070 000 ounces**
<b>Feasibility Studies</b>	Commence with Feasibility Studies for Beta, Vaalhoek and Rietfontein Mines

\* Refer to forward looking statement on page 2

\*\*The potential quantity and grade of the exploration target is conceptual in nature, there has been insufficient exploration to define the Exploration Target as a Mineral Resource and that it is uncertain if further exploration will result in the determination of the Exploration Target as a Mineral Resource. Refer to slide 15 for detailed breakdown of the Exploration Target.

# Board and Senior Executives



Our Vision is to become a multi-source 200,000 ounce p.a. producer by end 2016

Our mission is to develop our mines at TGME, Sabie and Bosveld while discovering new gold resources and mining targets across our 6 prospecting areas and our 40 historical mines

**Dave Murray**  
– Non Executive Chairman

**Danny Jacobs**  
– General Manager TGME

**Trevor Fourie**  
– Non Executive Director

**Steve Venn**  
– General Manager Sabie Mines

**Nathan Taylor**  
– Non Executive Director

**Uwe Engelmann**  
– Geologist

**Lloyd Birrell**  
– Chief Executive Officer

**Dario Clemente**  
– Metallurgist

**Chris Todd**  
– Financial Manager

**Andre Visagie**  
– Mining Engineer

**Mario Ruygrok**  
-- Group Geologist

**Donald Liston**  
– Metallurgist

# Drivers of success



- Compelling capital to gold ratio (High ROI)
- Speed to production
- Shallow underground mines - low cash cost
- Significant information on 43 mines/ore bodies providing numerous and exciting additional exploration opportunities.
- Drilling campaign to enhance current mining plans, complete feasibility studies increase resource (targeting reserves) and extend life of mining operations\*\*
- Producing revenue - commenced production through TGME bulk testing – production (20k tpm, 6k oz p.a.) and Bosveld Tailings (20k tpm 5k oz p.a.); in addition comprehensive testing of metallurgy
- Legal processes complete ie. Mining can commence
- Additional near-term production options\* - 40,000 oz p.a.
- 3 immediate large production options\* - 165,000 oz p.a.
- **Total** - **205,000 oz p.a.**

\* Refer to forward looking statement on page 2

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# The value proposition



- Stonewall at a value of \$31/oz based on 2.97m oz resource (before increase of up to 3.07m oz)\*\*
- Explorer transitioning to producer - producing 6K oz p.a. ramping up to 40K oz p.a. by 2013\*
- Targeting 205,000 oz p.a. by end 2016\*
- Stonewall already has:
  - Plant, Laboratories and equipment
  - Power
  - Deposition
  - Profitable production/bulk testing of metallurgical processes
  - Approved mining rights, which include approved:
    - Mine work programmes
    - Social and labour plans
    - EMPR (Environmental Management Programmes)
    - Water use licenses
    - EIA (Environmental Impact Assessments)
    - Detailed Resource & Reserve enhancement programme
    - Inclusive BEE Structures

\* Refer to forward looking statement on page 2

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# Conclusion



## Building South Africa's New Gold Mining Powerhouse

- Stonewall is uniquely placed to take advantage of the attractive gold environment
- Strong Board and Management
- Large existing mineral resource with significant exploration upside\*
- Current and additional revenue producing small scale production
- Targeting production of 40,000 oz p.a. by end 2013; 155,000 oz p.a. by end 2014; and 205,000 oz p.a. by end 2016
- Historical mining, information, permitting work completed and existing infrastructure significantly de-risks operations
- Well understood metallurgy
- Attractive valuation
- Interests aligned with the community and employees through BEE structure

\* Refer forward looking statement disclaimer on page 2



## **APPENDIX – THE PROJECTS**

# Project location



- Tenements cover approx 62,000 Ha in the Eastern Goldfields of South Africa
- The projects in the Mpumalanga Province are split into TGME Mines in the north and Sabie Mines in the south
- Tenements include over 40 historical mines
- The Company has identified 4 key near term targets covering 46,241 Ha:

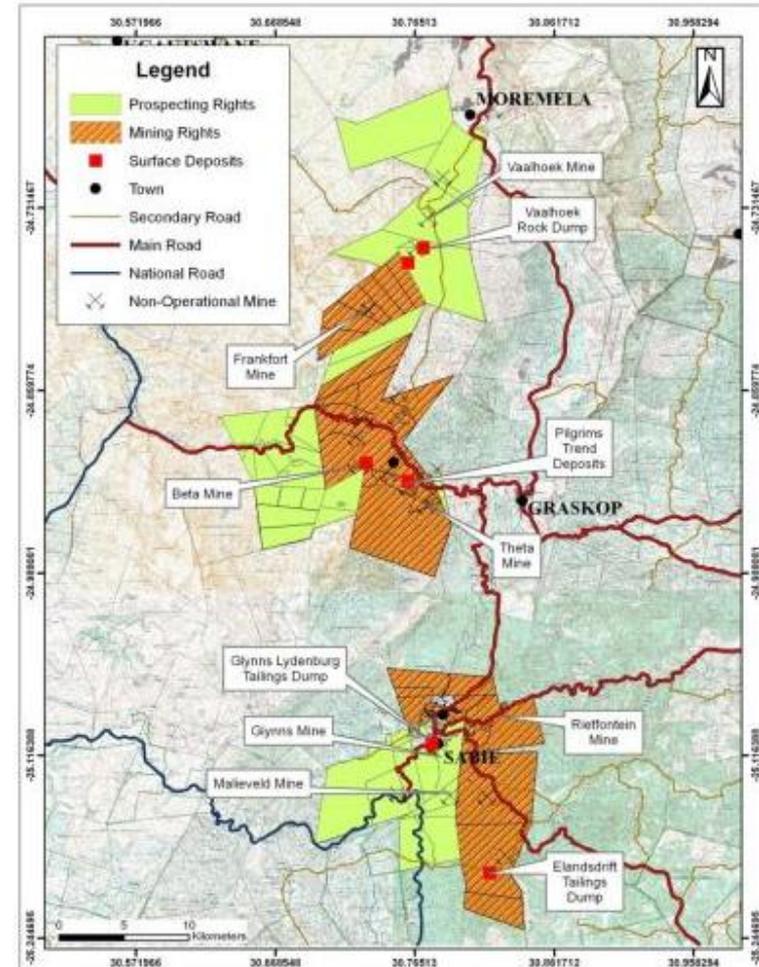


Mining rights in Mpumalanga

- Tenements include over 40 historical mines
- The Company has identified 4 key near term targets covering 46,241 Ha:

TGME Mines	Sabie Mines
Vaalhoek	Rietfontein
Beta	Glynn's

- The Company has current small scale production from additional tailings, surface and small mining projects
- The Company also owns Bosveld Mines in the Kwa-Zulu Natal province where Klipwal Mine is a near term project



# Production overview



- Stonewall is currently producing approx. 7,000 oz p.a. from the Pilgrim's Rest tailings project
- Near term projects target an increase in annual production to approx. 40,000 oz p.a. by the end of 2013
- Exploration and feasibility work will be undertaken in stages on the 4 key target projects in the coming 18 months as per the below schedule
- These projects are targeted to bring production to 155,000 oz p.a. by the end of 2014 and to 205,000 oz p.a. by the end of 2016

		<b>Completion Date (Drilling and BFS)</b>	<b>Target Production Date</b>	<b>Resource In-situ Grade (g/t)</b>	<b>Mine Production Target (tpm)</b>	<b>Mine Production Target (oz p.a.)</b>
NEAR TERM PROD						40,000
<b>TGME</b>	Vaalhoek	May 2013	Q4 2014	5.74	40,000	70,000
	Beta	May 2013	Q2 2014	3.10 - 4.86	35,000	45,000
<b>SABIE</b>	Rietfontein	Feb 2014	2015/2016	7.23 – 7.92	40,000	50,000
	Glynn's*			3.51 – 3.84		
<b>Total</b>					<b>115,000</b>	<b>205,000</b>

\* Glynn's includes the South Werf, Malieveld and Compound Hill mines

\* Note: Due to the Hermansburg mining licence recently received the timings of the above have been accelerated and differ to those outlined in the CPR dated February 2012

# Large JORC Resource



- The 4 large scale target projects host a significant mineral resource of 2.79m oz defined in accordance with the JORC code
- An updated Technical Report was completed by Minxcon in February 2012

<b>Mineral Resource Category</b>	<b>Tonnes (Kt)</b>	<b>Grade (g/t)</b>	<b>Gold (Kg)</b>	<b>Gold (oz)</b>
Measured	2,615	1.08 (u/g4.77)	2,821	<b>90,000</b>
Indicated	5,940	3.20(u/g5.87)	19,002	<b>610,000</b>
<b>Total Measured and Indicated</b>	<b>8,555</b>		<b>21,823</b>	<b>700,000</b>
Inferred	17,949	3.63(u/g3.91)	65,204	<b>2,094,000</b>
<b>Grand total</b>	<b>26,504</b>		<b>87,027</b>	<b>2,794,000</b>

# Significant exploration upside



Minxcon has designed a near-term exploration plan for the target projects:

- Targeting up to an additional 3.07m oz by 2013\* (14 Months)
- Targeting upgrade of 600,000oz inferred to Measured & Indicated by 2013\*
- Drilling largely in-fill and extension drilling to existing resources and workings

Project	Min. g/t	Max. g/t	Min. Tons (Mt)	Max. Tons (Mt)	Min. Ounces (m)	Max. Ounces (m)
TGME Mines:						
Vaalhoek	1.00	4.00	3.5	10.9	0.12	1.41
Beta	0.95	3.50	3.5	3.5	0.11	0.40
Sabie Mines:						
Rietfontein	2.02	6.51	0.5	3.0	0.03	0.63
Glynn's**	1.00	3.00	2.5	6.5	0.08	0.64
<b>Total</b>			<b>10.0</b>	<b>23.9</b>	<b>0.34</b>	<b>3.07</b>

\* Refer forward looking statement disclaimer on page 2

\*\* Glynn's includes the South Werf, Malieveld and Compound Hill mines

# Well understood metallurgy

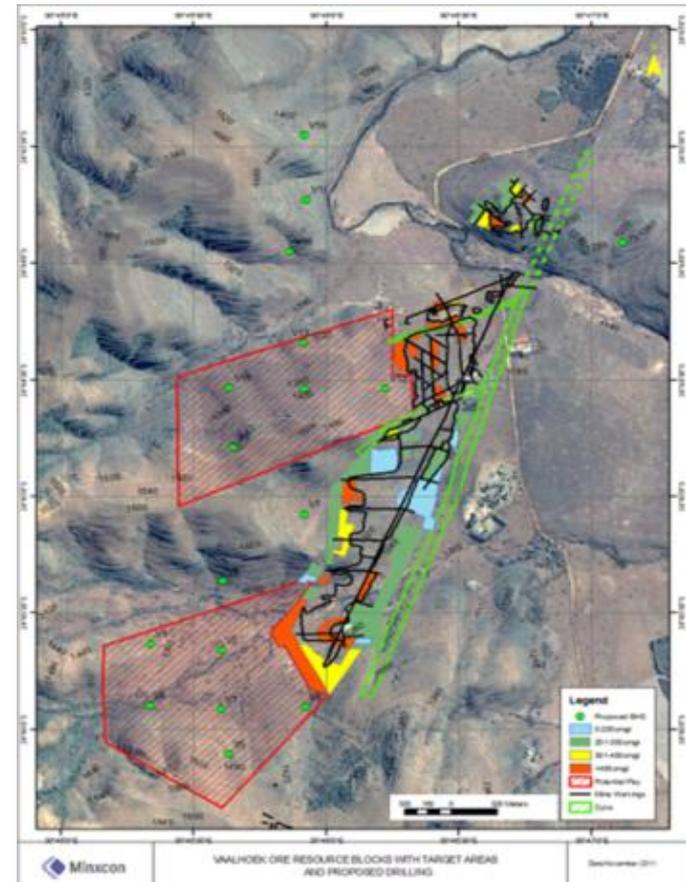


- The refractory nature of the material to be mined at the Company's projects is well understood and amenable to common processing technologies
- Roasting – has successfully been utilised for 50 years at Ergo Mines, Barberton Gold Mines and historically at Stonewall's TGME projects which generated recoveries of over 90%
- Bio-oxidation – has been successfully deployed at Barberton Gold Mines since 1995 and Agnes Gold Mines since 2009 with recoveries as high as 97%. The process is also heavily relied upon by South Africa's platinum industry. Bio-ox amenability has been successfully tested at several of the TGME and Sabie Mines projects
- Fine and Ultra-Fine Grind – has been successfully deployed at the TGME bulk test plant processing TGME tailings since 2011. The process is widely used in Australia and around the world

# Vaalhoek Mine



- Vaalhoek was first mined in 1910 and production ceased at the mine in 1956. It is estimated the mine produced 380,000 oz of gold during that time
- The mine has a current JORC resource of 248,000oz (inferred category) at a grade of 5.74 g/t
- The project is targeted to produce 40,000 t.p.m. For up to 70,000oz p.a. once fully operational from an average depth of between 120m and 250m below surface
- A new crushing and DMS plant, milling and flotation circuit will be built at the mine. Sulphur rich concentrate will either be sent for roasting or fine ground on site as per the existing test plant
- The current exploration program is targeting up to an additional 1.41m\*
  - 16 boreholes will be drilled for 3,028m at an expected total cost of approx. R5.94m
  - Drilling and BFS to be completed by May 2013

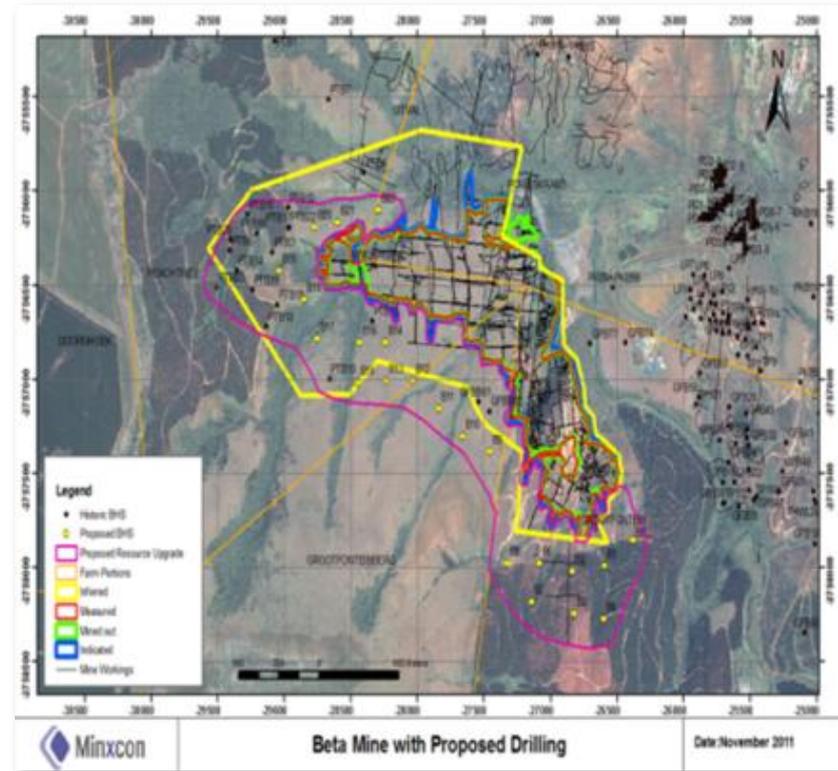


\* Refer forward looking statement disclaimer page 2

# Beta Mine



- Beta was first mined in 1940 and production ceased at the mine in 1972. It is estimated the mine produced 225,000 oz of gold during that time
- The mine has a current JORC resource of 531,000oz (69.1k oz indicated, 461.7k oz inferred) at a grade of between 3.10 - 4.86 g/t
- The project is targeted to produce 35,000 t.p.m. for up to 45,000oz p.a. once fully operational at an average depth of between 150m to 250m
- New plant will be constructed on existing plant footprint to process material via crushing and DMS circuit, milling and flotation circuit, fine grind and CIL
- The current exploration program is targeting an additional 0.40m oz at this mine\*
- 22 boreholes will be drilled for 7,976m at an expected cost of approx R15.63m
- Drilling and BFS to be completed by May 2013



\* Refer forward looking statement disclaimer page 2

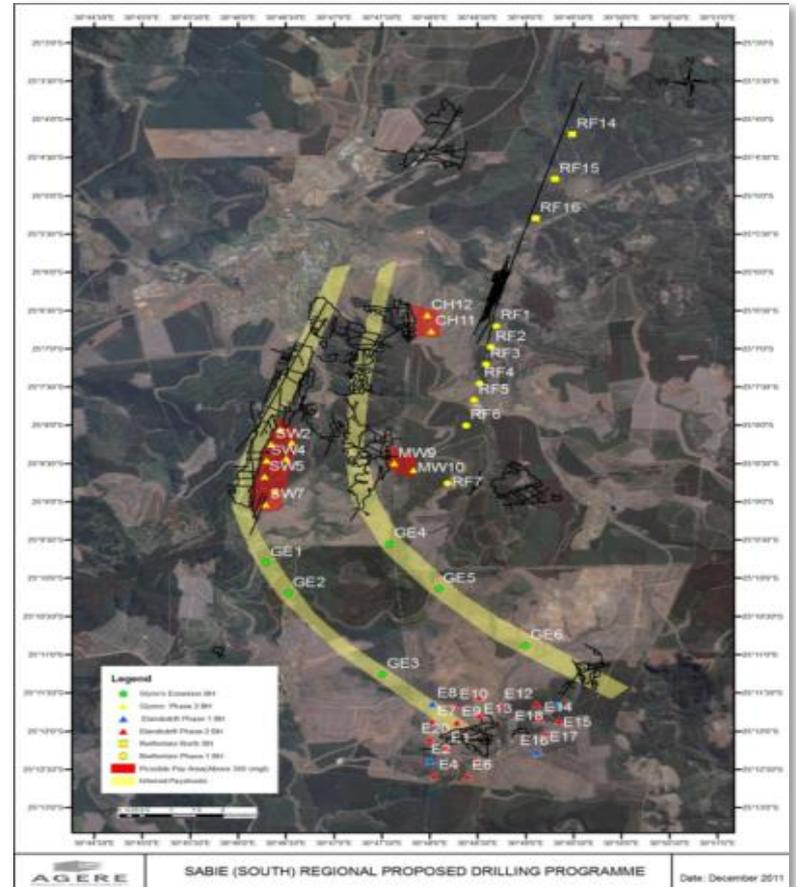
# Sabie Mines



- The Sabie Mine complex includes the Rietfontein and Glynn's\* mines. This area was extensively mined from 1895. Production ceased in the area in 1950. It is estimated the area produced 1.6m oz of gold during that time
- These mines have a current JORC resource of 1.136m oz (316.3k oz indicated, 818.5k oz inferred) at a grade of between 3.51 to 7.92 g/t
- The mines are targeted to produce a total of 40,000 t.p.m. for up to 50,000oz p.a. once fully operational at an average depth of between 400m to 600m
- It is proposed material from these mines will be crushed and milled on-site before being pumped to a centralised bio-ox plant near the township of Sabie
- The current exploration program is targeting an additional 1.27m oz in this area\*\*
  - 51 boreholes will be drilled for an expected cost of approx R27.26m
  - Drilling and BFS to be completed by Feb 2014

*Glynn's includes the South Werf, Malieveld and Compound Hill mines*

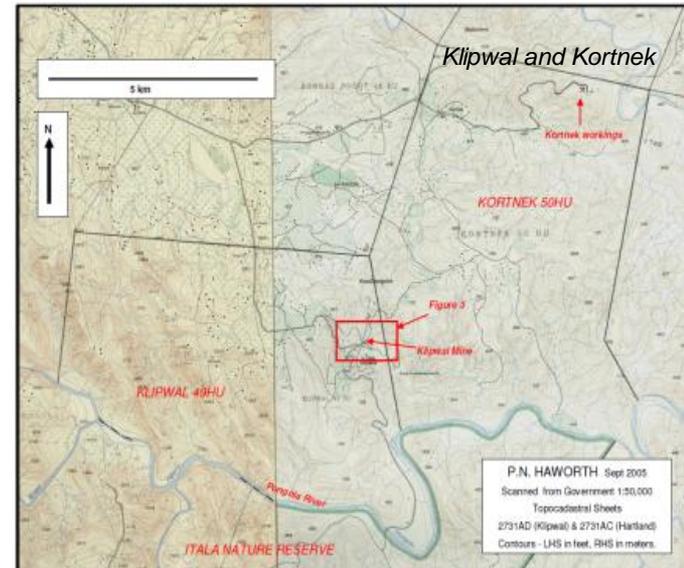
*\*\* Refer forward looking statement disclaimer page 2*



# Bosveld Mines



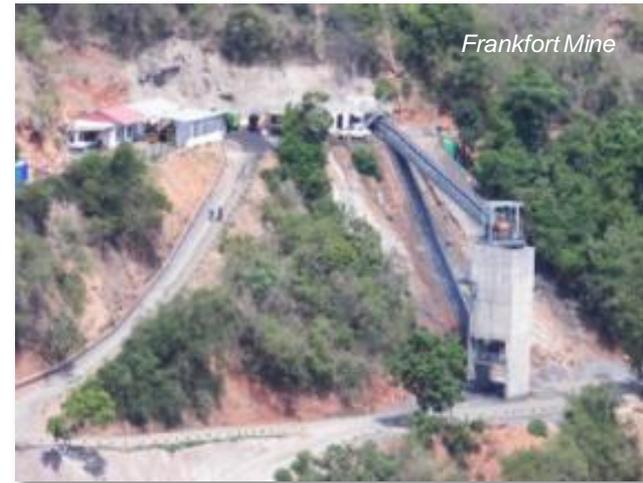
- Two areas of gold mineralization:
  - Klipwal Mine
  - Kortnek Mine
- Already identified excellent surface and underground exploration targets at both prospects
- Klipwal has been mined since 1898 with estimated historical production of 250,000 ounces
- In addition, artisanal mining is currently taking place at Kortnek
- Significant existing infrastructure exists at Klipwal including shafts, adits, carbon-in-pulp leach metallurgical plant, workshops, housing and offices
- Plant for small scale production from tailings and surface projects to be commissioned by end July 2012



# Near term production



- Stonewall is currently producing approx. 7,000 oz p.a. from a tailings dam at TGME
- The Company has several other tailings and surface projects namely
  - Bosveld Mines Tailings
  - Pilgrims Trend Deposits
  - Glynns Heap Leach
- In addition, the previously operating Frankfort Mine at TGME can be brought back online quickly for minimal expenditure. Material from the Frankfort mine can be treated at the existing plant currently processing TGME tailings.
- Near term projects are targeted to produce a consistent 40,000oz p.a.



# Target key project production

(based on current JORC Resource)



- The Company's key target mines are scheduled to be brought into production in stages by 2016
- Once all 4 are producing, the Company is targeting production of 205,000 oz p.a\*.
- The Company's current mineral resource defined in accordance with the JORC code provides a significant production profile which is expected to be enhanced by the upcoming exploration program targeting an additional 0.34m - 3.07m oz\*\*
- Having multiple sources of production reduces the risk of production being affected by unforeseen circumstances or plant maintenance
- Once production at the 4 key target mines has been established, the Company has 40 additional historic mines on its tenements that can be assessed and explored

\* Refer to forward looking statement on page 2

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