

Mantengu Mining Limited
(formerly Mine Restoration Investments Limited)
Incorporated in the Republic of South Africa
(Registration number 1987/004821/06)
Share Code: MTU
ISIN Code: ZAE000302360
("MTU" or "the Company")

REVIEWED INTERIM RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2021

The board of directors of MTU ("**the Board**") hereby present the reviewed interim financial results for the six months ended 31 August 2021 ("**Results**"). Shareholders are advised that for purposes of the Circular relating to the proposed transaction of Langpan Mining Co Proprietary Limited as announced on SENS on 22 April 2022, the interim financial results of MTU for the six months ended 31 August 2021 have been reviewed. These reviewed results differ from the unaudited interim results for the six months ended 31 August 2021 as published on SENS on 18 October 2021.

SUMMARISED STATEMENT OF COMPREHENSIVE INCOME

| | Reviewed 6-months to August 2021 | Unaudited 6-months to August 2020 | Audited 12-months to February 2021 |
|--|--|---|---|
| | R' 000 | R' 000 | R' 000 |
| Revenue | - | - | - |
| Other income | 266 | 386 | 956 |
| Impairment reversal | - | - | 3 705 |
| Administration and other operating expenses | (1 788) | (1 201) | (3 520) |
| Operating (Loss)/Profit | (1 522) | (815) | 1 141 |
| Finance costs | (1 430) | (1 540) | (2 635) |
| Gain on disposal of subsidiaries | - | - | 429 |
| Loss before Taxation | (2 952) | (2 355) | (1 065) |
| Taxation | - | - | - |
| Loss for the period | (2 952) | (2 355) | (1 065) |
| Other Comprehensive Income: | | | |
| Reversal of capital reserve | - | - | 5 000 |
| Total Comprehensive (Loss)/ Income for the period | (2 952) | (2 355) | 3 935 |
| Total Comprehensive (Loss)/ Income Attributable to: | | | |
| Owners of the parent | (2 952) | (2 355) | 3 935 |

| | | | |
|---|---------|---------|---------|
| Non-controlling interest | - | - | - |
| Basic (Loss)/Earnings per Share | (0.34) | (0.27) | 0.45 |
| Diluted (Loss)/Earnings per Share | (0.34) | (0.27) | 0.45 |
| Headline Loss per Share | (0.34) | (0.27) | (0.17) |
| Weighted average number of Shares in issue ('000) | 863 053 | 863 053 | 863 053 |
| Diluted weighted average number of Shares in issue ('000) | 863 053 | 863 053 | 863 053 |

SUMMARISED STATEMENT OF FINANCIAL POSITION

| | Reviewed as at 31 August 2021 R' 000 | Unaudited as at 31 August 2020 R' 000 | Audited as at 28 February 2021 R' 000 |
|---------------------------------------|--|---|---|
| Assets | | | |
| Current Assets | | | |
| Short-term loan | - | - | 1 085 |
| Trade and other receivables | 362 | 538 | 316 |
| Cash and cash equivalents | 5 | 27 | 4 |
| | 367 | 565 | 1 405 |
| Total Assets | 367 | 565 | 1 405 |
| Equity and Liabilities | | | |
| Equity | | | |
| Amount attributable to equity holders | (25 318) | (23 625) | (22 366) |
| Non-controlling interest | - | (31) | - |
| | (25 318) | (23 656) | (22 366) |
| Liabilities | | | |
| Current Liabilities | | | |
| Other financial liabilities | 19 856 | 18 532 | 18 404 |
| Trade and other payables | 5 829 | 5 689 | 5 367 |
| | 25 685 | 24 221 | 23 771 |
| Total Equity and Liabilities | 367 | 565 | 1 405 |

SUMMARISED STATEMENT OF CHANGES IN EQUITY

| | Share capital | Capital reserve | Equity due to change in ownership | Accumulated earnings (loss) | Amount attributable to Equity Holders | Non- controlling interest | Total equity |
|--|------------------|--------------------|--|-----------------------------------|--|---------------------------------|-----------------|
| | R' 000 | R' 000 | R' 000 | R' 000 | R' 000 | R' 000 | R' 000 |
| Balance at 29 February 2020 | 85 020 | 5 000 | (2 459) | (108 831) | (21 270) | (31) | (21 301) |
| Total comprehensive earnings/(loss) for the period | - | (5 000) | - | 3 935 | (1 065) | - | (1 065) |
| Disposal of subsidiaries recognised directly in equity | - | - | (2 459) | (2 490) | (31) | 31 | - |
| | - | - | - | - | - | - | - |
| Balance at 28 February 2021 | 85 020 | - | - | (107 386) | (22 366) | - | (22 366) |
| Total comprehensive earnings/(loss) for the period | - | - | - | (2 952) | (2 952) | - | (2 952) |
| Balance at 31 August 2021 | 85 020 | - | - | (110 338) | (25 318) | - | (25 318) |

SUMMARISED STATEMENT OF CASH FLOWS

| | Reviewed 6-months to 31 August 2021 R' 000 | Unaudited 6-months to 31 August 2020 R' 000 | Audited 12-months to 28 February 2021 R' 000 |
|--|---|--|---|
| Cash flows from operating activities | (1 138) | (4) | (2 602) |
| Cash flows from investing activities | 1 139 | - | 3 233 |
| Cash flows from financing activities | - | 43 | (615) |
| Total cash movement for the period | 1 | 39 | 16 |
| Cash and cash equivalents at the beginning of the period | 4 | (12) | (12) |
| Cash and cash equivalents at end of the period | 5 | (27) | 4 |

COMMENTARY

1. BASIS OF PREPARATION

These condensed reviewed interim financial results have been prepared in accordance with IAS 34 - Interim Financial Reporting, the framework concepts and the recognition requirements of International Financial Reporting Standards ("**IFRS**"), the South African Institute of Chartered Accountants ("**SAICA**") Financial Reporting Guides, as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, International Financial Reporting Interpretations Committee ("**IFRIC**") and the requirements of the South African Companies Act (Act 71 of 2008), as amended, and the Listings Requirements of the JSE Limited ("**JSE**").

The interim results have been prepared using accounting policies that comply with IFRS and which are consistent with those applied in the preparation of the audited financial statements for the year ended 28 February 2021. These results have been prepared by the Financial Director, Mr TA Makgolane.

Notwithstanding the insolvency of the Company and the fact that it has limited activity, the directors are satisfied that the Company will still be able to settle its obligations and realise its assets as measured in terms of IFRS as applicable to a going concern.

Shareholders are advised that the information contained in the announcement is also available at:
<https://senspdf.jse.co.za/documents/2022/jse/isse/mtue/interim21.pdf>

2. FINANCIAL RESULTS AND FUTURE PROSPECTS

The Company previously published unaudited interim results for the six months ended 31 August 2021 on 18 October 2021. These interim results have since been reviewed by the Company's Auditor, Ngubane & Co (JHB) Inc as part of the Circular requirements relating to the Langpan acquisition. The reviewed interim financial results for the six months ended 31 August 2021 contain an increase of R0.7 million in admin and other operating expenses due to increased accruals. There were no other changes to the interim results published on 18 October 2021.

The Company operated as a cash shell throughout the period. The Board focused on reducing all corporate costs whilst continuing to pursue the acquisition of Langpan Mining Co Proprietary Limited ("**Langpan**").

The Board has satisfied itself that the Company is in a position to continue as a going concern and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements.

The Board is confident that the acquisition of Langpan will recapitalise the Company and allow for the Company's successful reinstatement on the Alternative Exchange of the JSE.

3. HEADLINE LOSS PER SHARE ("HLPS")

Reconciliation of losses to headline losses attributable to equity holders of the parent:

| | Reviewed 6-months to 31 August 2021 | Unaudited 6-months to 31 August 2020 | Audited 12-months to 31 August 2021 |
|---|--|---|--|
| (Loss)/Earnings per share (cents) | (0.34) | (0.27) | 0.45 |
| Diluted (loss)/earnings per share (cents) | (0.34) | (0.27) | 0.45 |
| Headline loss per share (cents) | (0.34) | (0.27) | (0.17) |
| Diluted headline loss per share | (0.34) | (0.27) | (0.17) |
| Headline loss Calculation | | | |
| (Loss)/Earnings for the period (R'000) | (2 952) | (2 355) | 3 935 |

| | | | |
|---|----------------|----------------|----------------|
| Reversal of capital reserve | - | - | (5 000) |
| Gain on disposal of subsidiaries | - | - | (429) |
| Headline loss | (2 952) | (2 355) | (1 494) |
| Weighted average number of shares in issue ('000) | 863 053 | 863 053 | 863 053 |
| Actual number of shares in issue ('000) | 863 053 | 863 053 | 863 053 |

4. CHANGES IN SHARE CAPITAL

Since the last reporting period there have been no changes in issued share capital.

5. EVENTS AFTER THE END OF THE REPORTING PERIOD

Directorate change:

On 15 October 2021 Alistair Collins tendered his resignation as an independent non-executive director of the Company with effect from 3 November 2021, post the Company's Annual General Meeting. The Board is in the process of identifying suitable replacements to fill the vacancy and reconstitute subcommittees accordingly.

The Company continues to evaluate the Board and its subcommittees, and following the AGM and the conclusion of the Langpan Transaction, will be looking to include additional independent members to strengthen the governance structures of the Company.

6. OTHER FINANCIAL LIABILITIES

In early 2017, an angel investor re-capitalised the Company through a subordinated debt facility in order to settle claims, cover working capital and transaction related costs for the Langpan Transaction, providing support so as to maintain the Company's solvency and to ensure that the Company is able to continue operating as a going concern. This support had been maintained throughout the period under review.

The remaining increase in other financial liabilities relates to trade payables in the ordinary course of business including interest charges.

7. OTHER FINANCIAL ASSETS

With respect to supporting the Langpan Transaction, on 1 September 2018, R3,71 million was provided on an unsecured short term debt

basis to Langpan to cover transactional related expenses. As at 31 August 2021, the full loan amount has been repaid.

8. GOING CONCERN

The financial period under review reflects a challenging financial period, with a net loss after tax of R2.9 million (28 February 2021: R1.0 million) and the Company's total liabilities exceeding its assets by R25.3 million (28 February 2021: R22.4 million). The Board is confident that the acquisition of Langpan will adequately recapitalise the Company and ensure the successful reinstatement of the Company's listing on the JSE Alternative Exchange. The Board remains confident that the Company retains the continued support of its major shareholders to provide additional funding should other sources not be forthcoming.

The Board has a reasonable expectation, having regard to the current status and the future strategy of the Company, that the Company will have sufficient resources to continue as a going concern and have therefore concluded that it is appropriate to prepare the financial statements on a going concern basis.

Accordingly, the reviewed interim results do not include the adjustments that would result if the Company was unable to continue as a going concern.

9. DIVIDENDS

No dividend was declared for the interim financial period ended 31 August 2021 (28 February 2021: Nil).

10. CHANGES TO THE BOARD

Mr Vincent Madlela was appointed to the Board as the Lead Independent Non-Executive Director of the Company with effect from 23 July 2021.

No forward looking statements in the announcement have been reviewed or reported on by the Company's auditor.

The condensed interim financial statements for the six months ended 31 August 2021 have been reviewed by the Company's auditor, Ngubane & Co (JHB) Inc., who expressed an unmodified opinion thereon.

A copy of the review opinion on the condensed interim financial statements is available for inspection at the Company's registered office, together with the interim financial statements identified in the report.

Ngubane & Co (JHB) Inc's unmodified review opinion does not necessarily report on all of the information contained in this reviewed condensed results announcement. Shareholders are therefore advised that in order

to obtain a full understanding of the nature of Ngubane & Co (JHB) Inc's engagement, they should obtain a copy of Ngubane & Co (JHB) Inc's unmodified review opinion together with the accompanying financial information from the Financial Director at the Company's registered office, which is also available on Mantengu's website at: www.mantengu.com.

CORPORATE INFORMATION

Postal address: PO Box 866, Rivonia, 2128

Registered and Physical address: Lower Ground Floor Block F, Pinmill, 164 Katherine Street, Sandton, Gauteng, 2196

Tel no: +27 (0) 11 036 3100

Fax no: +27 (0) 86 654 6818

Web: www.minerestoration.co.za

Board of Directors: V Madlela*, A Collins*, MJ Miller# (Chairman), MM Movundlela (CEO), TA Makgolane (FD).
(#Non-Executive, *Independent Non-Executive)

Company Secretary: Neil Esterhuysen & Associates Inc

Transfer Secretaries: Computershare Investor Services Proprietary Limited, Rosebank Towers, 15 Biermann Avenue, Rosebank, 2196, PO Box 61763, Marshalltown 2107

Auditor: Ngubane & Co (JHB) Inc.

Johannesburg
20 May 2022

Designated Adviser
Merchantec Capital