



DIAMONDS

Superkolong Diamond Operations – South Africa



Between October 2014 and January 2015, three special fancy yellow diamonds weighing a total of 78.7 carats with a combined sales value of USD \$1.1m.

Nine-month production through 31 December 2014

Time period	Production (tons)	Carats sold
Q1 (end June)	457 643	17 102
Q2 (end Sept)	629 306	30 987
Q3 (end Dec)	513 506	25 916
9 months (end Dec)	1 600 455	74 005

- Average price per carat USD \$102.60. Recovered carats (9 months) 80 731.
- Following Batla Minerals' buy-out of its partner Emu's 50% shares of the Superkolong Diamond Operations, Batla purchased an additional 9% of the shares in Kimberley Miners Forum; for a current holding of 39.4%.
- To date, Batla has made four payments to Emu as specified in the exit agreement (May 2014). AUD 1m remains to be paid in equal instalments at ends of April and June 2015. Against this liability Batla has an amount equivalent to AUD 1m on deposit with the escrow attorneys.
- Major improvements in plant availability led to increased production; achieved by installing new earth moving fleet and investment in key areas of plant.
- Year-to-date costs are in line with budget expectations.
- Successful three-year wage deal concluded in 2014.

Letšeng Mine – Lesotho

- Alluvial Ventures (AV) will make a € 550k investment to upgrade its crushing plant and to install a third crushing circuit, due for completion March 2015.
- AV's two current plants continue to operate at full production capacity.
- AV exceeded ore processing and carat recovery targets year-to-date.

Q1 (tons)	Q2 (tons)	Q3 (tons)
262 117	259 662	220 852

- 93 811 tons of ore were processed in January 2015 (best month year-to-date).
- Ten tenders were held in CY2014.
- Costs and revenue for the year are in line with budgets.



Kolo Mine – Lesotho

- Project development budget has been approved for the 60 000 tons trial mining phase.
- Site preparation has begun with equipment arrival expected in February 2015.
- Contractors for site civils and water reticulation have been appointed and will begin work in February.
- The first diamond production is expected in late March to early April.

ADMINISTRATIVE

Batla Minerals SA AGM held 18 September 2014

- Batla Minerals SA held its annual general meeting on 18 September 2014 in Aix en Provence, France.
- All recommendations from the Board of Directors were accepted and approved as proposed.
- Financial information is posted on our website on the Investor Information page.

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