

Rubicon in Mozambique

Servicing an Awakening Resources Giant



AFUNGI – PROPOSED LOCATION OF ANADARKO LNG PARK



RUBICON
Resources Limited



Disclaimer

Important Notice and Disclaimer

The information contained in this document is disclosed to you by Rubicon Resources Limited (ACN 115 857 988) (the "**Company**").

Nothing in this document shall form the basis of any contract or commitment, or constitutes investment, financial product, legal, tax or other advice. The information in this document does not take into account your investment objectives, financial situation or particular needs.

The Company has prepared this document and is not aware of any errors in this document, but does not make any recommendations or warranty, express or implied concerning the accuracy of any forward looking statements or the likelihood of achievement or reasonableness of any assumptions, forecasts, prospects or returns contained in the information. Such assumptions, forecasts, prospects or returns are by their nature subject to significant uncertainties and contingencies.

This document is intended to provide background information only and does not purport to make any recommendation upon which you may reasonably rely without taking further and more specific advice. Potential investors should make their own decision whether to purchase any share in the Company based on their own enquiries. Potential investors are advised to seek appropriate independent advice, if necessary, to determine the suitability of the investment. An investment in the Company should be considered speculative.

This document is not a prospectus or other disclosure document.



Corporate Structure

Directors

- ✓ **Ian Macpherson** (Executive Chairman) – Chartered Accountant.
- ✓ **Peter Eaton** (Non-Executive Director) – Geologist.
- ✓ **Ian Buchhorn** (Non-Executive Director) – Geologist.

Management

- ✓ **Richard Carcenac** (CEO Nominee) – Civil Engineer (Ex BHP) with extensive mining management experience in Australia and Southern Africa.
- ✓ **Andrew Ford** (Chief Operating Officer) – Exploration & mining geologist with 26 years experience.
- ✓ **Sam Middlemas** (CFO & Company Secretary).

In-Country Advisor

- ✓ **Athol Emerton** – (Major Shareholder and PacMoz Director) - 30 Years in maritime and transport logistics industries in Southern Africa. Specialist in terminal development and operations.



3 year
price
chart

Top Ten Shareholders

Shareholder	Listed Ordinary Shares	
	Shares Held	Percentage Quoted
A EMERTON	27,500,000	11.08%
HSBC CUSTODY NOM	27,238,000	10.97%
COLIN IKIN	21,000,000	8.46%
FATS / MACPHERSON	17,542,389	7.06%
KURANA / BUCHHORN	14,859,777	5.98%
R CARCENAC	5,000,000	2.01%
CVRD AUST EA PL	4,000,000	1.61%
ADAPTIVE MGNT PL	4,000,000	1.61%
PRINCE RAYMOND JOHN R J PRINCE RETIRE	3,700,000	1.49%
R S MIDDLEMAS & ASSOCIATES	3,256,368	1.31%
	128,096,534	51.59%
Issued shares	248,304,498	
Performance Shares Subject to Milestones	60,000,000	
*Issued Shares including Performance Shares	308,304,498	



Rubicon Mozambique

“Development of a fully integrated service provider to the mining, energy and construction sectors”

- Acquisition of established profitable business registration, licencing and administration company, PacMoz – complete*.
**60% purchased – option to purchase balance 40%*
- PacMoz to provide ongoing and growing services to entities in Mozambique’s burgeoning resource sector, including:
 - Logistical support;
 - Training;
 - Medical screening of Mozambican nationals;
 - Camp accommodation.
- PacMoz to partner with global labour group to provide the full range of support services for expatriate specialists.
- PacMoz to assess resource asset acquisition and investment opportunities.





Rubicon's Structure



Labour Services

- Labour Services JV with a global leader in the industry;
- Permitting, visas & registrations;
- Medical centre;
- Training centre.

Logistics

- Three companies focused on the provision of logistical services to the resources industry in Mozambique:
 - Logistics consulting;
 - Aviation;
 - Marine – launch operations.

Project Generation

- Asset acquisition & investment;
- Capital growth.



Mozambique: A Snapshot

- Since the end of the civil war in 1992 Mozambique has been growing rapidly amid sustained political stability.
- Population of c.24 million. (50% under the age of 17).
- GDP growth >7% for the past decade & latest IMF report forecasts this to continue out to 2019¹.
- One of the world's fastest growing economies & fastest in sub-Saharan Africa¹.
- Inflation was at 4.2% in 2013, down from above 10% in 2010/11.
- New discoveries of gas are world class.
- Major investment underway to allow exploitation of resources.



1) IMF World Economic Outlook Oct 2014



Mozambique: The Right Place at the Right Time

Major Growth Industries



Construction



Mining



LNG

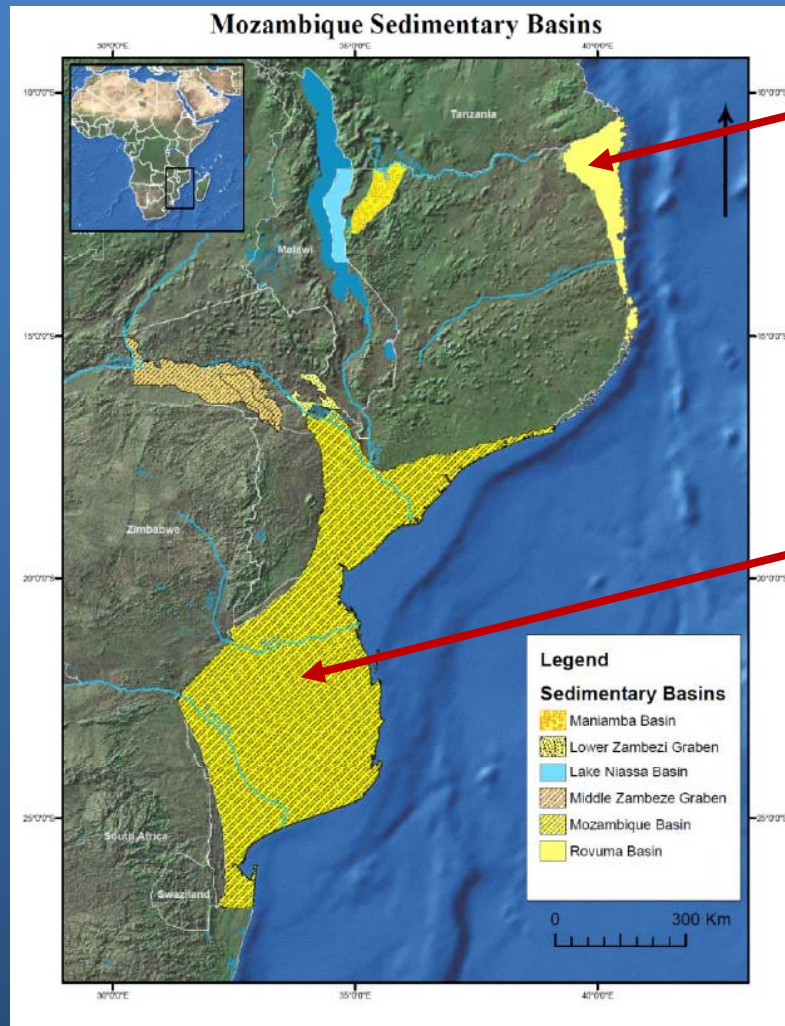


Mozambique: The right place at the right time

- Extreme shortage of skilled tradesmen and labourers due to limited recent major infrastructure investment following civil war (1975-1992).
- PacMoz will provide services to the logistics and rapidly growing resources industry (graphite, mineral sands).
- Successful design and construction of LNG infrastructure to meet timelines requires massive investment in recruitment and training (up to 50,000 people).
- PacMoz will look to provide basic employment training to Mozambique nationals for the LNG developments and other projects.
- Labour Hire JV will be strategically placed to provide the full range of support services for expatriate specialists.
- Proposed dual listing to ensure local content status & increase opportunities.



Mozambique: A developing LNG Giant



Source: INP

Rovuma Basin:

- 29,500km²;
- 17,000km² onshore;
- 12,500km² offshore;
- About 10 offshore discoveries;
- 15 new licences available*.

**PacMoz assessing*

Mozambique Basin:

- 500,000km²;
- 275,000km² onshore;
- 225,000km² offshore;
- Gas first discovered in 1961;
- Small quantities compared to Rovuma Basin.

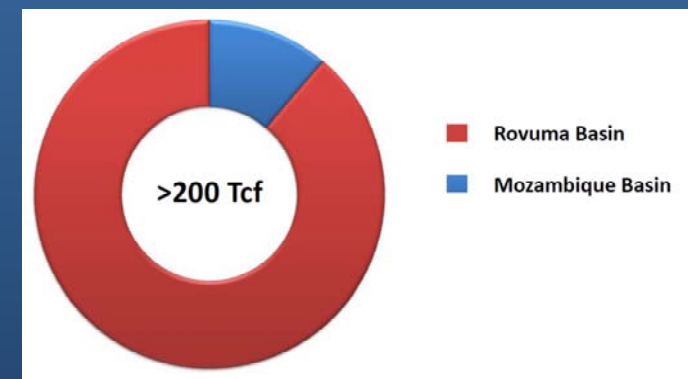


Mozambique: A developing LNG Giant

- Special Regime established by Government to attract investment in development areas.
- Anadarko (USA) and ENI (Italy) are developing the most advanced blocks in the Rovuma Basin.
- \$30 billion planned to be invested to build capacity to produce 20 million tonnes per year of LNG (ENH, Mozambique's state oil company 21 August 2014).
- Production is planned to be 22% larger than the \$54bn Gorgon project (Chevron) in northwest WA.
- Initial exports due from 2020.

Potential for over 200 tcf of gas estimated

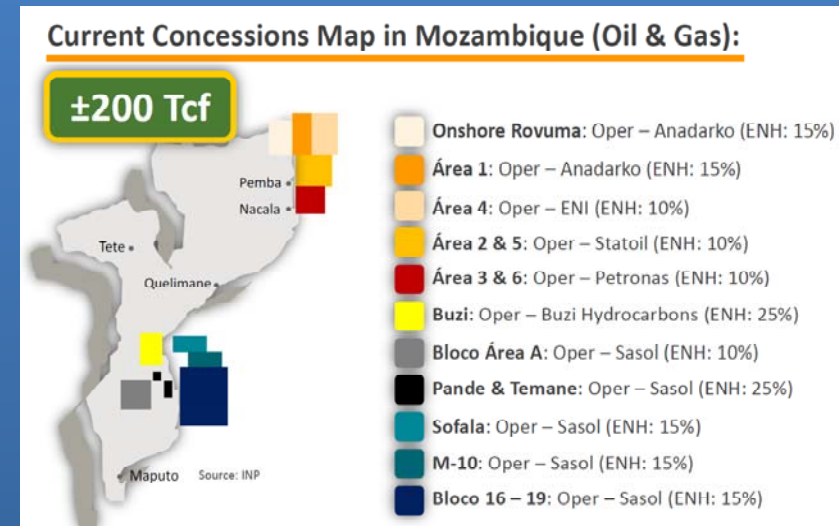
(Government of Mozambique).





Mozambique: A developing LNG Giant

- Anadarko has already discovered 50-70 TCF of recoverable resources:
 - \$4 billion already invested in the project;
 - Up to 1,500 Mozambicans working on the project;
 - Presence in 4 locations in the country;
 - Reserves support an initial phase development of 10 Mtpa – 2 trains;
 - Possible production in 2020;
 - Potential to expand to 50 Mtpa;
 - Onshore facility planned at Afungi.
- ENI has 85 TCF of recoverable resources, potentially more:
 - Multi-hub development plan, including onshore and floating LNG;
 - Initial phase 2.5 Mtpa FLNG. Possible first gas in 2019;
 - Onshore investment initially touted as 10 Mtpa with first gas in 2020;
 - Further gas monetization options include GTL and CNG to drive economic growth in Mozambique.





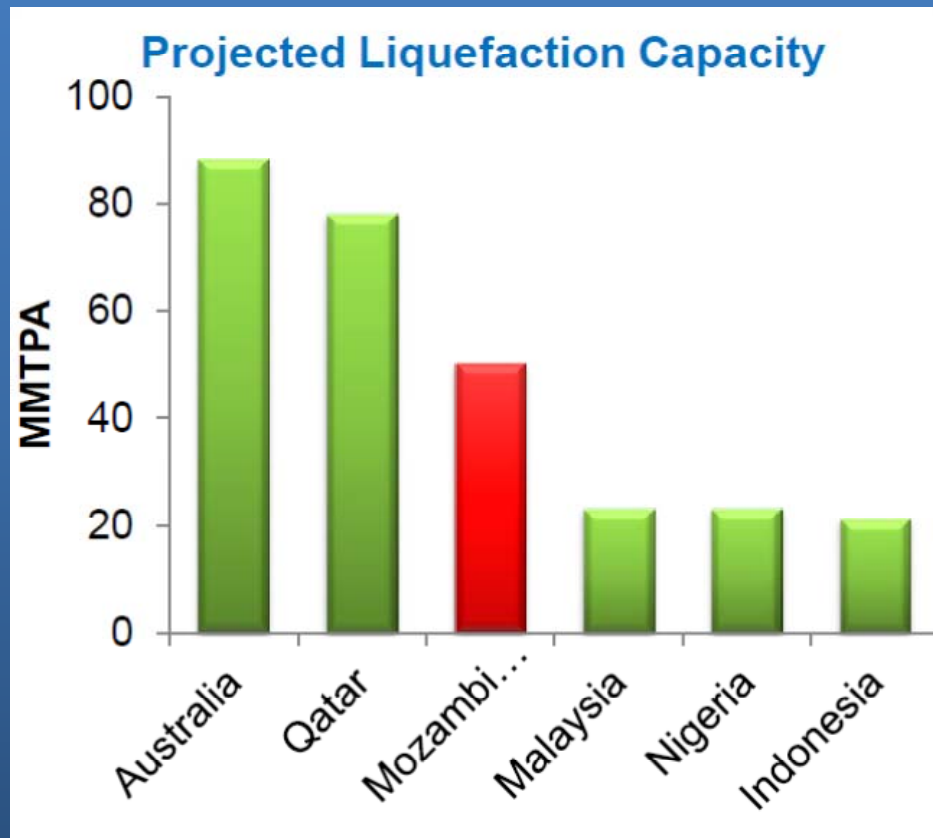
Afungi - Conceptual LNG Park Layout



Source: Anadarko



Mozambique: The Size of the Prize



- Mozambique could become the world's third largest producer of LNG;
- Typically requires 5,000 people to build a single train;
- About 700,000 new jobs created in next 10-15 years;
- Significant skills gap;
- 6 LNG trains would boost GDP by about 50% over forecast.

Source: Anadarko



Industry Revenue Streams - Expat Labour

- A single stick-built LNG train requires at least 5,000 people, of which expats will comprise at least 10%;
- Typical salary is US\$300,000 pa;
- Typical margin for payrolling is 10%, but probably higher in Mozambique, i.e. at least \$30,000 plus expenses;
- Revenue available for labour management companies, for one LNG train, is therefore at least \$15 million pa for expats alone, excluding:
 - All expenses (travel, accommodation, food) at another 5% margin;
 - Visas, permits, etc;
 - Multiples for additional LNG trains;
 - All labour required for front-end work, i.e. building infrastructure, establishing support services and companies, etc.

Expat-related revenues for construction of a single LNG train should exceed \$15 million annually.



Industry Revenue Streams - Local Labour

- Current legislation requires the employment of 19 locals for every expat;
- Very low literacy and skill level amongst locals in Northern Mozambique;
- Locals will need to be medically screened, trained, and (to a large extent) accommodated while working;
- Expat margin model not applicable in the case of locals;
- Revenue will be earned by labour management companies on local labour, in the following manner:
 - Charge out at fixed daily rate with a \$20/day margin;
 - Rate includes ensuring medical fitness, correct attire and appropriate training;
 - Accommodation and food will be extra.

Mozambican local labour revenues, after costs, for construction of a single LNG train should exceed \$20 million annually.



Summary

- Mozambique is the growth story of Africa with world class discoveries of natural gas and minerals.
- The acquisition by Rubicon of PacMoz, with its already strong business network in Mozambique, will significantly bolster Rubicon's ability to identify & secure any attractive resource projects in the region in the future.
- PacMoz/Mozambique = transformational opportunity for Rubicon.





The End

