

27 November 2019

Market Announcements
Australian Securities Exchange
Level 4, 20 Bridge Street
SYDNEY
NSW 2000

CHAIRMAN'S ADDRESS - 2019 ANNUAL GENERAL MEETING

On behalf of the Board of Bathurst Resources Limited (ASX: BRL) attached is the Chairman's address to be given at the 2019 Annual General Meeting being held at 10:00am (NZDT) on Wednesday 27 November 2019.

On behalf of Bathurst Resources Limited.



Bill Lyne, Company Secretary

CHAIRMAN'S ADDRESS

ANNUAL GENERAL MEETING 27 NOVEMBER 2019

BATHURST RESOURCES LIMITED

This year has been significant for a number of reasons.

2018 saw an ambitious change in our operations, with the investment in BT Mining and acquisition of our three largest mines. This year was focused on consolidating these operations within the Bathurst Group and harmonising the way the two entities operate, with extensive time and resources spent on several key projects, which include:

- Bringing the two company's financial reporting systems onto the same platform.
- Conducting a fraud and risk survey that examined both our risk management and corporate governance practices.
- Development of a health monitoring programme, which was a finalist for the Health and Safety award as part of the recent Minerals Forum.
- Extensive training programmes for leadership and supervision, targeting key areas for effectively managing people to bring improvement in Health, Safety and Environmental results.

Significant efforts were also focused on ensuring the long-term viability of our business. Our continued investment in the Crown Mountain project in Canada, of which the second investment tranche was completed in October, reflects the pleasing progress this project is making; we were very pleased that the presence of hard coking coal has been confirmed in both key pits of the project. Our new resource development at the Rotowaro mine, which extended these operations out for a further four years, is also progressing well.

A number of capital management strategies were also employed during the year. Notably, we approved our first dividend, which was paid out in October. We also completed an off-market share buyback of small shareholder parcels, and an on-market share buyback which saw us buyback 30.5m shares. Many of our shareholders have been with us on our journey for a number of years, and we thank you again for your continued support and hope these have been of benefit.

These capital management strategies were only made possible by the increase in the size of our business, reflected in record financial results: our consolidated EBITDA increased 14 percent to \$106.6m and our net profit after tax increased \$39.5m, to \$45.0m.

Our business at its core however remains simple. We have a reliable and repeatable domestic segment that services a number of key NZ business household names, and an export segment which enjoys longstanding customer relationships. Overarching this all is our incredibly talented people who work in and manage our mines. I'd also like to acknowledge our BT Mining joint venture partner, Talley's, with whom we have a strong relationship.

We are proud to have recorded another year with no significant injuries reported. This is a result of the continued efforts from board and management and the whole Bathurst workforce to embed a culture of safety above all else across all of our operations.

In closing, I would like to also acknowledge the efforts of my fellow directors, management and staff over the past year for all their hard work.