

**anvil**mining



**TRAFIGURA**

**Strategic Alliance  
between  
Anvil and Trafigura**

*August 10, 2009  
10:00 am Toronto Time*

*Bill Turner, President & CEO*

*Peter Bradford, Independent  
Director - Anvil Board*



This presentation contains forward looking statements which are based on assumptions and judgments of management regarding future events and results. Such forward-looking statements, include, but are not limited to, information regarding the proposed transactions between Anvil and Trafigura; mineral resources and reserves; the development of a Stage II SXEW plant at Kinsevere; and the Company's financial condition. Forward looking statements appearing in this presentation represent management's current estimates and these may change significantly as new information comes to hand. Readers/participants are cautioned that actual results, performance or achievements of the Company may be materially different from those expressed or implied by such forward-looking statements and information due to known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, among others, the actual market price of copper, the actual results of exploration, the volatility currently being experienced in global financial markets, the actual results of future mining, processing and development activities, changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in the Company's Annual Information Form (AIF March'09) under the heading "Risk Factors". The Company's Annual Information Form is available under the Company's profile on SEDAR at [www.sedar.com](http://www.sedar.com).

There can be no assurance that the Stage II expansion of the Kinsevere copper mine will proceed as planned or that the transactions proposed with Trafigura will be successfully completed within expected time limits and budgets or that, when completed, the expanded production facility will operate as anticipated.

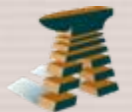
The information contained in this presentation has been obtained by Anvil from its own records and from other sources believed to be reliable, however no representation or warranty is made as to its accuracy or completeness.

**All amounts are in US\$ unless otherwise stated**



- Anvil and Trafigura enter into long term strategic alliance
  - Trafigura to provide \$200mm financing package for Kinsevere Stage II
  - \$100mm equity investment resulting in Trafigura owning a 36%<sup>(1)</sup> (undiluted) equity interest in Anvil
  - \$100mm committed debt facility
- Anvil and Trafigura to work together closely to complete construction of Kinsevere Stage II
  - Anvil will have access to Trafigura's financial and technical expertise
- Common vision to build a leading copper producer in the DRC

1. Trafigura currently owns 4.9 mm shares of Anvil, representing 4.8% of outstanding shares.



## \$200 Million Financing Package

- \$100 mm equity private placement to Trafigura at C\$2.20 per unit, representing a 16% premium to the 30-day VWAP<sup>(1)</sup>
  - Each unit is comprised of 1 common share and 0.232 share purchase warrants<sup>(2)</sup>
  - Tranche one: 15.6 mm Units, raising \$32mm<sup>(3)</sup>
  - Tranche two: raising \$68mm
- \$100 mm Loan Facility at LIBOR + 4%<sup>(4)</sup>

## Board Representation

- Trafigura may nominate 3 of 7 board members

## Other Agreements

- Off-take agreement negotiated at arm's length for 100% of Kinsevere life of mine production
- Trafigura to provide technical support for Kinsevere Stage II development on arm's length terms

## Timing

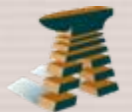
- First tranche expected to be completed during the week ending August 21, 2009
- Second tranche is subject to approval by Anvil shareholders
  - A special meeting of Anvil's shareholders is expected in October 2009

1. Volume weighted average price based on TSX trading volume up to August 7, 2009.

2. Each whole share purchase warrant is exercisable at C\$2.75.

3. First tranche takes Trafigura's ownership to 19.9% if warrants are exercised.

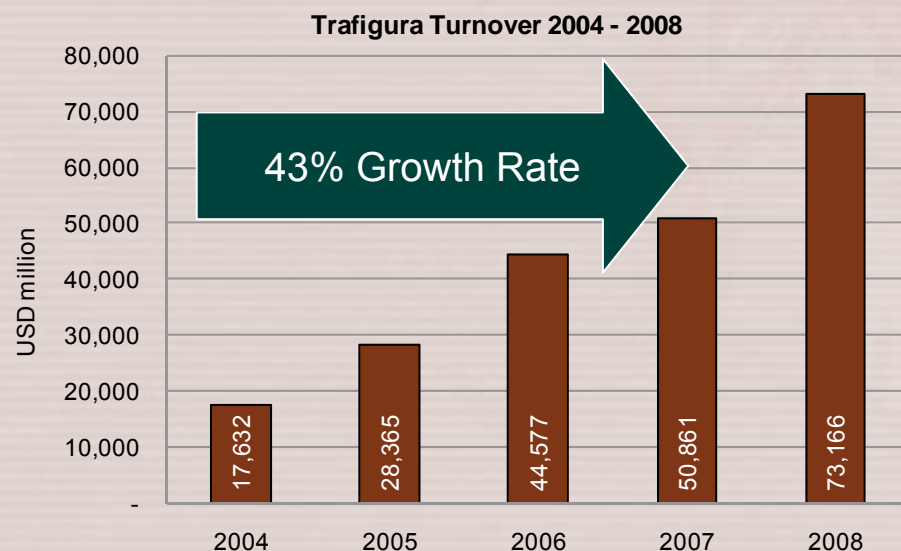
4. Plus cost of Political Risk Insurance (PRI) estimated at 1.5%.



# Introduction to Trafigura

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- Trafigura is one of the largest independent commodity trading companies in the world, purchasing, transporting, storing and delivering commodities as principal, and selling to industrial consumers
- Trafigura ranks as:
  - The second largest independent trader in non-ferrous metals
  - The third largest independent trader in oil
- Recognised global presence, maintaining 60 offices in 42 countries. Trafigura employs over 1,900 people directly and indirectly employs a further 1,500 people in its industrial operations on a contractor basis
- The Group has been profitable every year since it was formed. Between 2004 and 2008, the Group's turnover has grown at a compound annual growth rate of 43%
- Trafigura owns a significant portfolio of assets related to its core physical trading businesses. These assets are consolidated as two stand-alone industrial groups: Puma Energy Group for oil logistics assets and Trafigura's Mining Group



# Fast Tracking Kinsevere Stage II

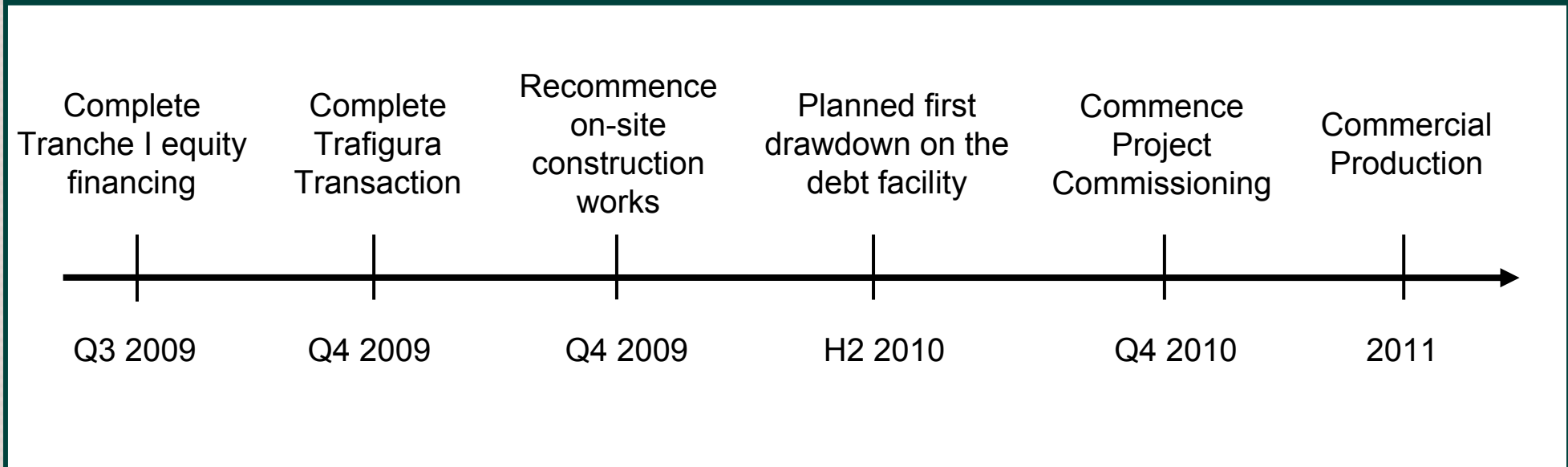
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- Detailed engineering work underway with Ausenco – 80% completed
- Key government approvals in place, mining review completed successfully
- Project development will be fully funded on closing of this transaction

## Capital Expenditures

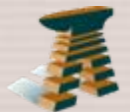
- funds spent or committed: \$200 million
- estimated cash required to complete: \$200 million <sup>(1)</sup>

### Expected Timetable <sup>(2)</sup>



1. Includes contingencies

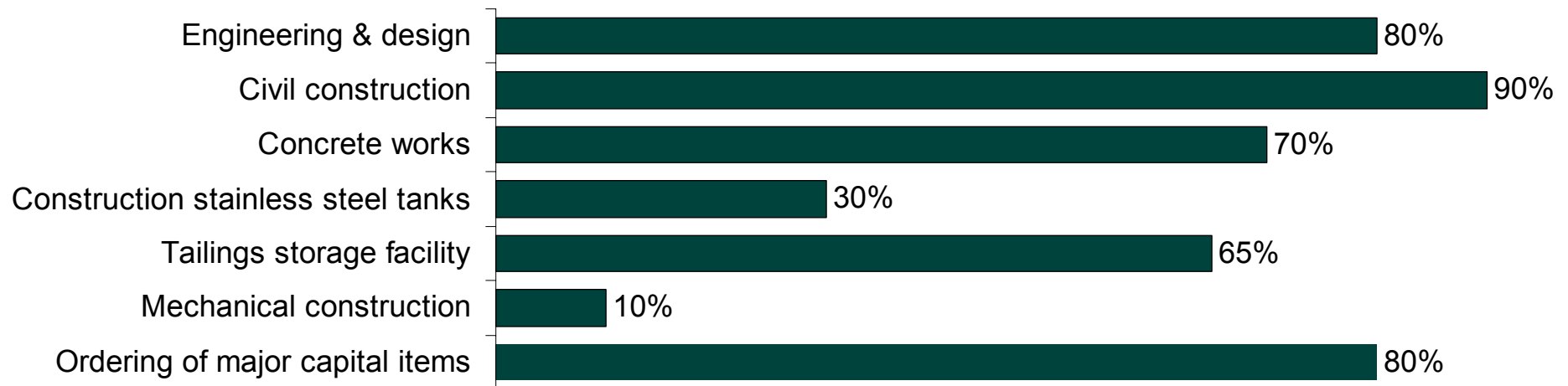
2. Subject to review by technical committee following its establishment



# Kinsevere Stage II Construction

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## Project status – End of Q2 2009



## Plant and equipment on site

- Complete 2.55 MW ball mill
- Crusher and apron feeder
- 50% of electro-winning cells
- 50% of cathode plates and anodes
- Tailings dam liner

## Plant and equipment in transit to site

- Cathode stripping machine
- 50% of cathode plates and anodes
- Pin bed clarifier
- All transformers and rectifiers



# Kinsevere Stage II Overview

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- High quality open pit copper project
  - 95% ownership with remaining 5% owned by Mining Company of Katanga (MCK)
  - 25 year lease agreement with Gécamines
- Amendment Agreement with Gécamines finalised January 2009
- Expected operating parameters <sup>(1)</sup>:
  - annual production 60kt Cu cathode (SX-EW)
  - C1 cash cost of \$0.89/lb copper (mine gate + transportation & marketing)
  - mine life of 10+ years



Note: Resources based on Cu tonnes at December 31, 2009  
 1. Once Kinsevere Stage II SX-EW plant is operational

## Reserves and Resources

Category	Ore	Grade		Contained Metal	
	Mt	Cu (%)	Co (%)	Cu (kt)	Co (kt)
P & P	20.2	3.8%	--	770	--
Additional M & I <sup>(2)</sup>	9.6	3.7%	0.2%	355	19
Inferred	14.1	3.6%	0.2%	506	25

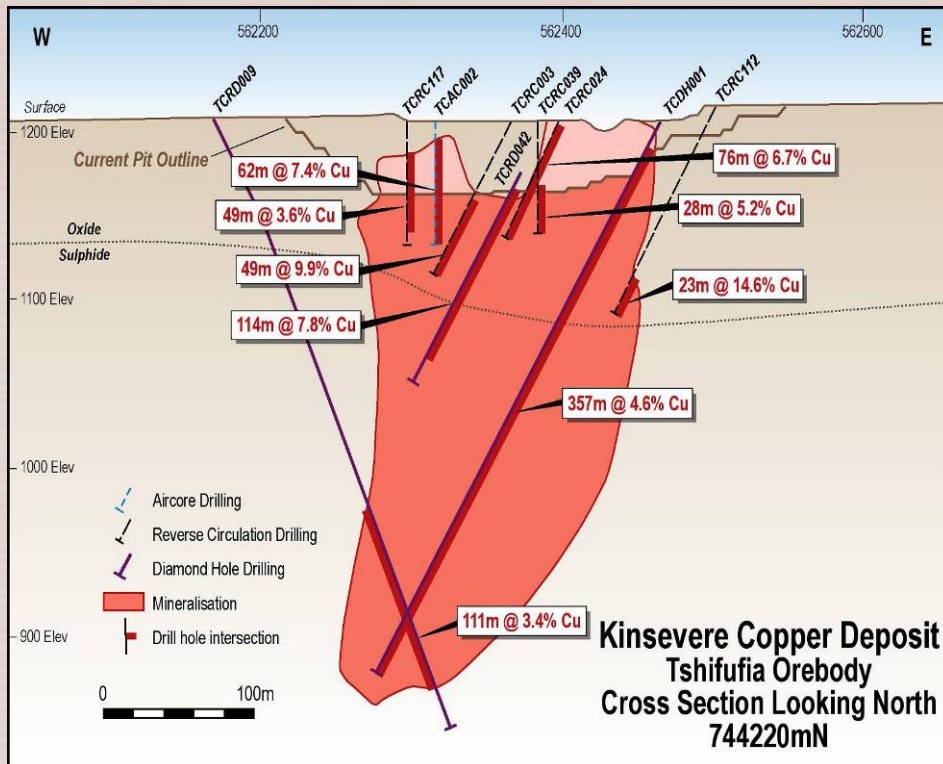
2. Additional M&I is not included in the P&P figures provided



# High Quality Deposit

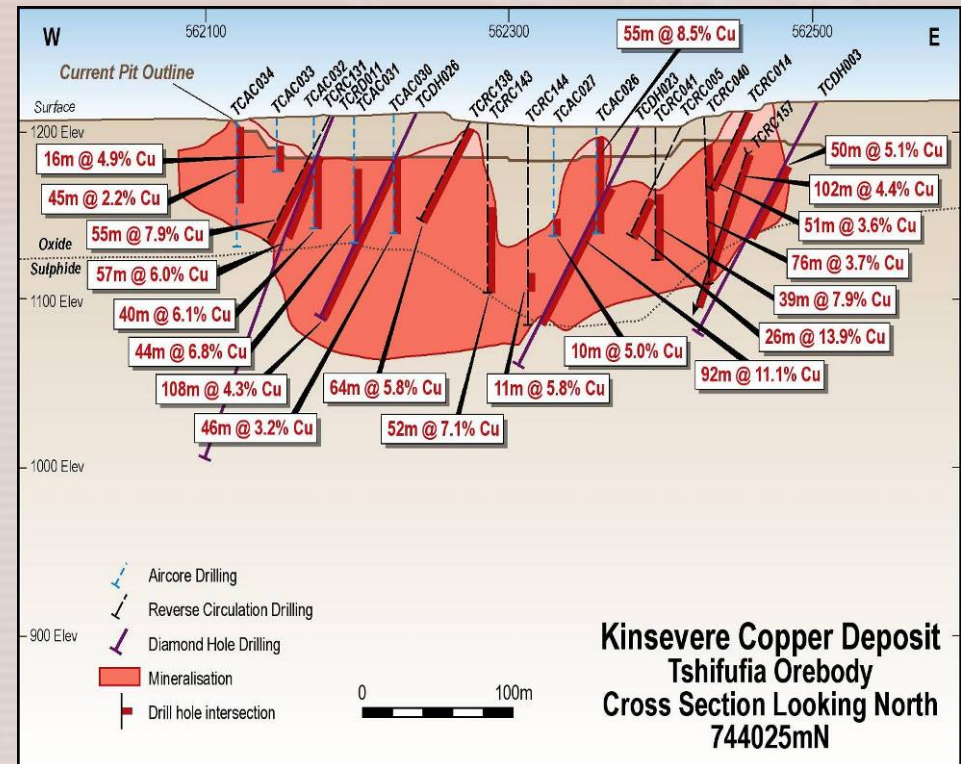
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## High Grade



**Best intersection (sulphide + oxide)  
357m @ 4.6% Cu.**

## Long Life



**Large deposit supporting 10+ year  
mine life**



# Kinsevere Stage II as at Q2 2009

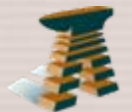
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- **Trafigura to provide \$200mm financing package for Kinsevere Stage II**
  - Fully funds the development costs of the project
- **Anvil and Trafigura to work together closely to complete construction of Kinsevere Stage II**
  - Anvil will have access to Trafigura's financial and technical expertise
- **Anvil and Trafigura share a common vision to build a leading copper producer in the DRC**

## Timing

- **First tranche expected to be completed during the week ending August 21, 2009**
- **Second tranche is subject to approval by Anvil shareholders**
  - A special meeting of Anvil's shareholders is expected in October 2009



**Please Visit us**  
**[www.anvilmining.com](http://www.anvilmining.com)**

## **Anvil Contact**

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### **Bill Turner - President & CEO**

Telephone: +61 8 9481 4700  
Email: [billt@anvil.com.au](mailto:billt@anvil.com.au)  
Fax: +61 8 9481 4800

### **Robert LaVallière - Vice President Corporate Affairs**

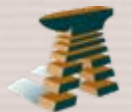
Telephone: +1 (514) 448 6664  
Email: [robertl@anvilmining.com](mailto:robertl@anvilmining.com)  
Mobile: +1 (514) 944 9036

## **Trafigura Contact**

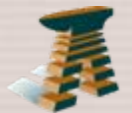
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### **Jeremy Weir – Executive Director**

Telephone: +41 22 594 6904  
Email: [jeremy.weir@trafigura.com](mailto:jeremy.weir@trafigura.com)  
Fax: +41 22 594 6901



# Appendix

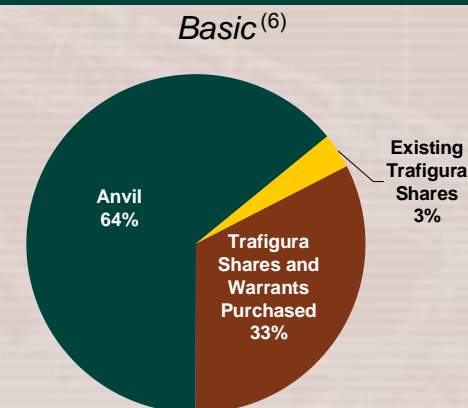


# Capitalization Summary

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Stock exchange listings & symbols	TSX: <b>AVM</b>	ASX: <b>AVM</b>
Shares issued and outstanding	<i>Current:</i>	102 million
	<i>Pro forma Basic:</i>	151 million <sup>(1)</sup>
52-week share price range		C\$0.59-C\$8.12
Recent share price – August 7, 2009		C\$2.38
Market capitalization	<i>Current:</i>	\$224 million
Debt	<i>Current:</i>	\$0.7 million <sup>(2)</sup>
	<i>Pro forma:</i>	\$0.7 million <sup>(3)</sup>
Cash and cash equivalents	<i>Current:</i>	\$41.0 million <sup>(4)</sup>
	<i>Pro forma:</i>	\$141.0 million <sup>(5)</sup>
Average 2009 daily trading volume - shares		1.7 million

## Pro Forma Ownership



1. Does not include exercise of Trafigura warrants
2. As at June 30, 2009
3. Debt facility of \$100 million available, but not drawn until cash proceeds from equity placement are spent
4. As at August 7, 2009
5. Includes \$100 million from equity placement
6. Total Trafigura ownership increases to 39% on a fully diluted basis

