



Positioning for Growth

Investor Presentation | November 2016

Disclaimer



Exploration Results and Mineral Resources

The information in this report that relates to Exploration Results and Mineral Resources of the Company has been reviewed by Malcolm Castle, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Castle has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which they are undertaking to qualify as an Expert and Competent Person as defined under the VALMIN Code and in the 2015 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Castle consents to the inclusion in this report of the matters based on the information in the form and context in which they appear.

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Executive Summary



- ✓ **Strategic Interest in Cyprus Copper and Gold Project**
 - ✓ 30% free carried interest in Treasure Project in Cyprus
 - ✓ Cyprus Copper Company responsible for advancing project
- ✓ **Corporate strategy to Invest in Growth Opportunities**
 - ✓ Targeting advanced opportunities in the resources and non-resources sectors
 - ✓ Cash-flow or near-term cash flow potential
 - ✓ Australian and offshore jurisdictions
- ✓ **BMG capital raising**
 - ✓ 5 for 1 renounceable rights issue @\$0.008 with 1 free attaching Option for every 2 shares subscribed to raise \$2.56m
 - ✓ Rights Issue to be underwritten
 - ✓ Rights Issue to clear debt and accruals and to position the Company to act decisively on investment opportunities
 - ✓ Transcontinental Group and Directors setting off amounts owed by way of entitlements subscription and sub-underwriting

Company Snapshot



Capital Structure (22 November 2016)

| | |
|-------------------|----------------|
| ASX Code | BMG |
| Issues Shares | 63,922,852 |
| Market cap | \$639,229 (1¢) |
| Debt and accruals | \$1.2m |
| Cash | \$0 |



Experienced Board and Management

| | |
|------------------|------------------------|
| Anthony Trevisan | Chairman |
| Bruce McCracken | Managing Director |
| Simon Trevisan | Non-Executive Director |
| Malcolm Castle | Non-Executive Director |

Major Shareholders

| | |
|---------------------------------------|--------|
| Transcontinental Resources Group 2013 | 13.77% |
| Transcontinental Equity Investments | 7.67% |
| Cheyne Dunford | 6.60% |
| Jasper Hill Resources | 5.35% |
| Top 20 | 64.08 |
| Number of Shareholders | 775 |

BMG Directors and Management



Anthony Trevisan | Chairman

- Chairman of the Transcontinental Group, including TRG Properties Pty Ltd. He has played major roles in a large number of corporate scenarios involving financing mergers and acquisitions, the restructuring of property and petroleum and mineral resources based public companies and the establishment of substantial operating businesses
- Has had extensive experience in raising and structuring financial instruments to fund the development of a number of significant projects in Australia and overseas



Bruce McCracken | Managing Director

- Experienced Business Executive with a legal and investment banking background in corporate finance and mergers and acquisitions, and the corporate sector. Currently the Managing Director of BMG Resources Limited



Simon Trevisan | Non-Executive Director

- Significant experience in public and private investments, corporate finance and management of large public and private businesses. Currently Managing Director of the Transcontinental Group



Malcolm Castle | Non-Executive

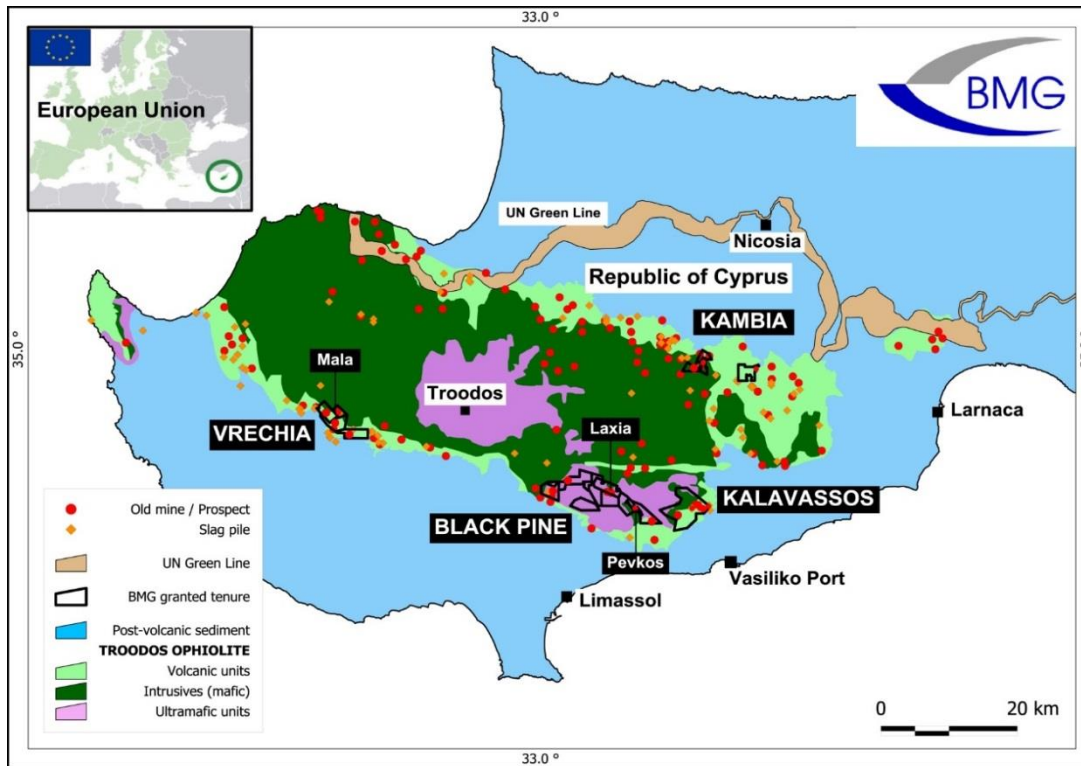
- Chief Geologist for the Transcontinental Group with over 40 years' experience in exploration geology and property evaluation. He has wide experience in a number of commodities including iron ore, gold, base metals, uranium and mineral sands. He has been responsible for project discovery through to feasibility study and development in Indonesia and the Pilbara in Western Australia and technical audits in many countries
- Founding member of Fortescue Metals Group as Technical Services Manager for expansion projects and was an integral member of the team developing the definitive feasibility study for start-up projects at Cloudbreak and Christmas Creek

The Directors have a breath of experience and are well connected ensuring that a strong pipeline of opportunities can be accessed and assessed

Treasure Project, Cyprus



- BMG has a 30% free carried interest in the Treasure Project
- Cyprus Copper Company (CCC) managing and advancing the Project
- CCC earning up to 90% interest, with option to acquire balance for \$2m



- Exploration stage with strong discovery potential for high-grade massive sulphide deposits
- Drilling at Pevkos discovered very high-grade nickel-copper-cobalt-gold
- Drilling at Mala prospect discovered high-grade copper-gold-zinc-silver in volcanic-hosted massive sulphides

BMG Strategic Imperative



- Strategic imperative to secure value accretive opportunities
- Targeting advanced stage opportunities with near term Cash-flow Potential
 - Resources – JORC or near JORC; strong economics
 - Non-resources – Cash flow or near term cash flow
- Not sector specific, but resources preference
- Australian and overseas jurisdictions
- Stable legal and regulatory regime

Rights Issue



- BMG to undertake a renounceable Rights Issue
 - 5 new shares for every 1 share held at an issue price of 0.8¢ per new share with 1 free attaching option for every 2 new shares subscribed for
 - \$2.56m raising (before costs)
 - Options are exercisable at 2¢ and expire on 30 June 2019
 - Applications will be made to list the new shares and options on ASX
- Rights Issue is intended to be underwritten by Patersons Securities Limited
- Transcontinental Group and Directors setting off amounts owed by way of entitlements subscription and sub-underwriting
- Issue Price represents a 20% discount to last sale of 1¢. At last sale TERP is 0.83¢
- B & S value for the option using 2% interest and 70% volatility is 0.2¢ at last sale and 0.15¢ at the issue price

Rights Issue



| Indicative Timetable | 2016 |
|--|--------|
| Lodge Prospectus with ASIC | 24 Nov |
| Ex Rights – Rights Trading Commences | 29 Nov |
| Record Date | 30 Nov |
| Rights Trading Ends | 05 Dec |
| Closing Date | 12 Dec |
| Shortfall Notified | 13 Dec |
| Shortfall Settled | 16 Dec |
| New Shares and Options commence trading on ASX | 19 Dec |

| Use of Funds | |
|---------------------------------|--------------------|
| Retirement of debt and accruals | \$885,309 |
| Working capital/ costs | \$1,671,605 |
| Total | \$2,556,914 |

| Capital Structure | | | |
|-------------------|---------------|---------------|---------------|
| | Shares | Options | \$(m) |
| Existing | 63.9m | | |
| Rights Issue | 319.6m | 159.8m | \$2.56 |
| Total | 383.5m | 159.8m | \$2.56 |

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 - ✓ 30% free carried interest in Treasure Project, Cyprus
- ✓ **Corporate growth strategy**
 - ✓ Targeting advanced opportunities in the resources and non-resources sectors
 - ✓ Cash-flow or near-term cash flow potential
 - ✓ Australian and offshore jurisdictions
- ✓ **Experienced Management Team**
 - ✓ Strong background across resources and non-resources industries
 - ✓ Proven track record
- ✓ **Rights Issue**
 - ✓ 5 for 1 renounceable rights issue @\$0.008 with 1 free attaching Option for every 2 shares subscribed to raise \$2.56m
 - ✓ Rights Issue to be underwritten
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