

KINBAURI GOLD CORP.

ACQUISITION

EXPLORATION

DEVELOPMENT

NSR vs. Equity Offering Comparison

Assumptions

General:

Gold:	US\$800/ oz.	Cu grade:	0.52%
Copper:	US\$2.00/ lb	Smelting cost (per tonne)	US\$400
Tonnes of ore mined (per yr.):	700,000	Mine life:	15 years
Au grade (g/t):	4.95	Tax rate:	30%

Equity Offering:

Offering:	\$7.5mm
Offering price:	\$0.70
Shares issued:	10.71mm
Warrants issued:	5.36mm
Shares O/S (basic)	55.13m
Shares O/S (FD)	84.23mm

NSR:

NSR:	2.5%
Warrants issued:	1.5mm
Shares O/S (basic)	44.42mm
Shares O/S (FD)	69.66mm

NSR vs. Equity Offering

	Anglo NSR		Equity Offering		% Increase in EPS (NSR vs Equity)	
	Basic	FD	Basic	FD	Basic	FD
EPS						
2010	\$0.51	\$0.33	\$0.43	\$0.28	19%	16%
2011	\$0.74	\$0.47	\$0.61	\$0.40	21%	17%
2012	\$0.84	\$0.53	\$0.69	\$0.45	21%	18%

➤ NSR will improve EPS (basic) by an estimated 19-21% (16-18% FD) versus an equity offering

➤ Estimated NSR payment per year: \$2.034mm

➤ Anglo-Pacific IRR: 21.1%