

March 2011



APAC PRESENTATION



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About APAC



APAC Resources Limited (“APAC”) is an established natural resources investment and commodities trading company listed on the Hong Kong Stock Exchange (stock code: 1104).

Focused on natural resources, our business lines comprise primary investments; trading and investment in listed securities; and commodity trading.



Company Overview

Corporate:

Stock code: 1104.HK (HK Ex)

Market Capital: HK\$3,460 million
(share price of HK\$0.50 on 03/12/2010 close)

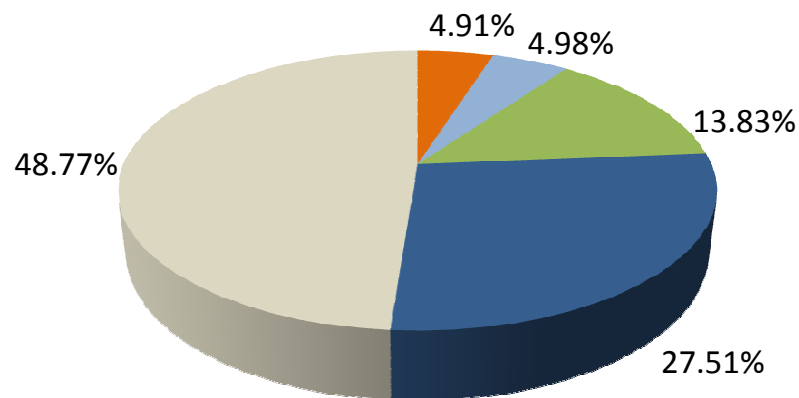
Issued Shares: 6,910,567,990
(4 March 2011)

Share Options: 567 million share options
(4 May 2010 - exercise price HK\$1 per share)

Financials:

Net Profit: HK\$1,104 million
(31 December 2010)

NAV/Share: HK\$1.05
(31 January 2011)

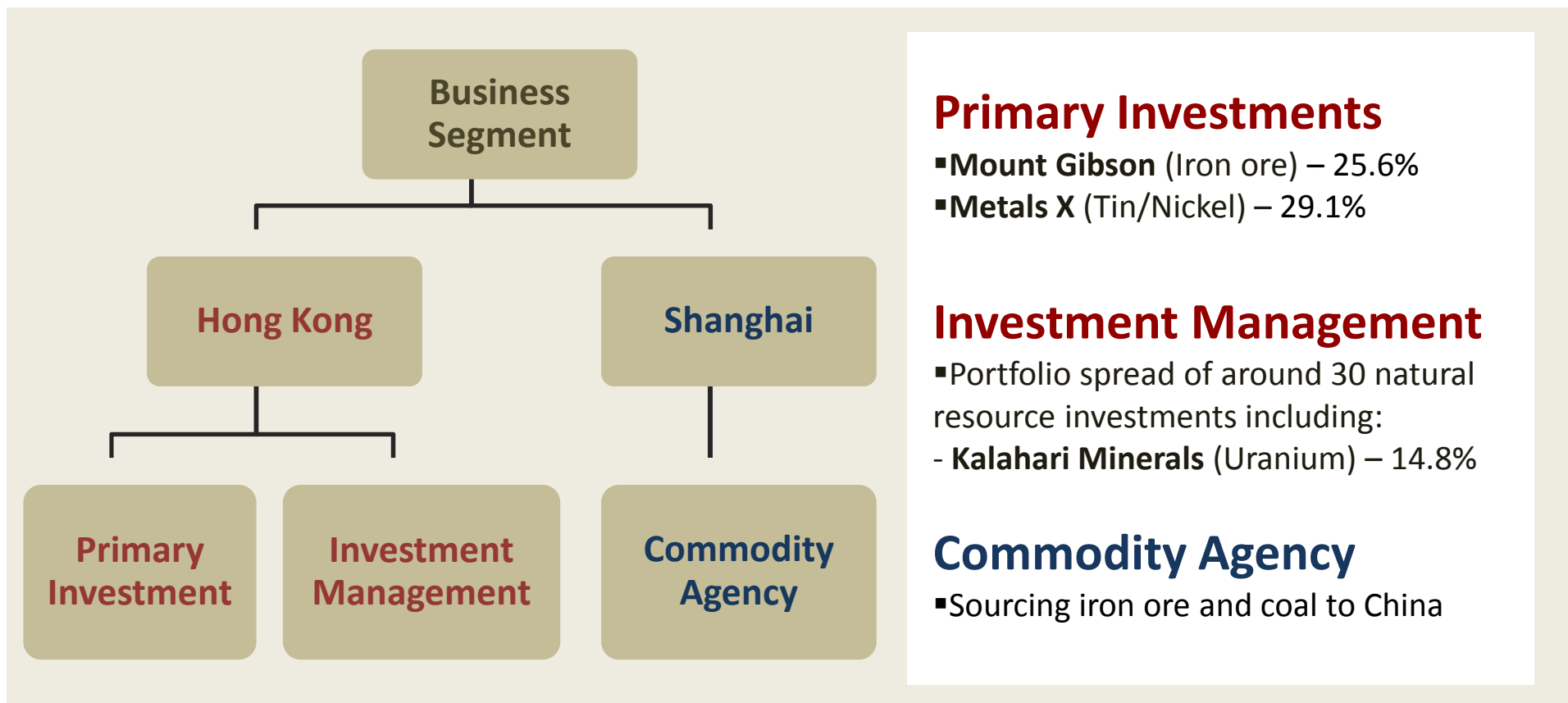


Shareholder Structure:

- COL Capital
- Fushan International Energy
- Penta Investment Advisers*
- CCB International AM*
- Others

*Bloomberg 25/2/2011

APAC Business



2010 Results

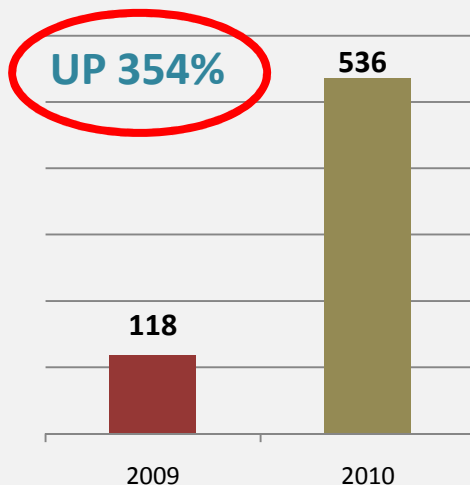
(HK\$m)	2010	2009	Change
Commodity trading revenue	849	301	+182%
Commodity trading profit	126	46	+173%
Securities trading and investments profit	350	125	+181%
Share of profit from principal associated companies	536	118	+354%
Net profit attributable to owners	1,104	373	+196%
Earnings per share (HK cents)	16.81	7.15	+135%

Primary Investments

APAC's primary investments are related to the growing demand from China and the supply deficit in the market...



Share of profit of associates
(after tax)
(HK\$ millions)



Mount Gibson (ASX:MGX) – 25.6%

“Fourth largest Iron Ore Producer in Australia”

Iron ore price is forecasted to remain high with China's growing demand and continued deficit over next few years

- 100% of Mount Gibson's high grade iron ore is delivered to China
- China is the largest consumer of iron ore accounting for 50% of global demand
- China consumes 800mtpa of iron ore importing 619mt in 2010 even though being the second largest producer in the world

Metals X (ASX:MLX) – 29.1%

“Largest Tin Producer in Australia”

Tin price strengthens as supply weakens from major tin producers while demand for tin increases due to replacement of lead in solder for health and safety

- Joint venture with the world's largest tin producer in China, Yunnan Tin
- Europe and US have replaced lead with tin in solder
- China and other Asian countries to follow suit creating a new world metal for tin

Primary Investment – Mount Gibson

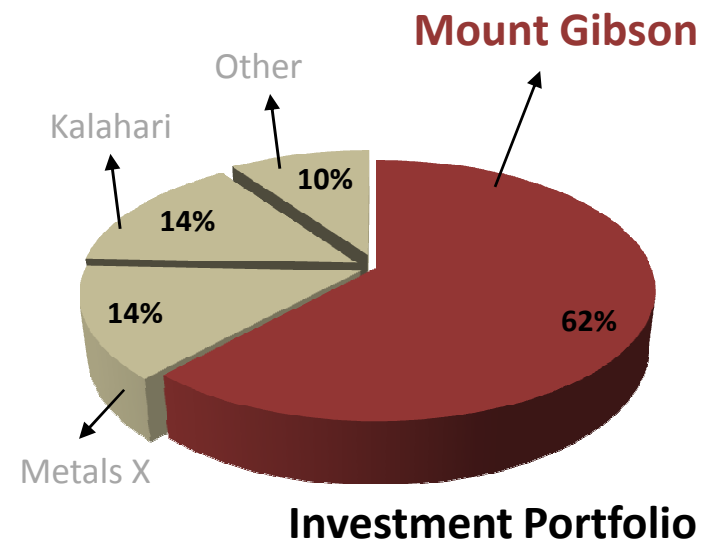
Mount Gibson (MGX) – 25.6%

Fourth largest Iron Ore Producer in Australia

- Current production circa 7mtpa, ramping up to circa 10mtpa by 2012
 - Koolan Island producing circa 4mtpa
 - The Talling Peak mines producing circa 3mtpa
 - Extension Hill coming to production in mid 2011 to produce circa 3mtpa
- High grade hematite resource of 109mt @ 62.1% Fe
- Contracted off-take agreement with APAC for life of mine at Koolan Island and the Talling Peak mines

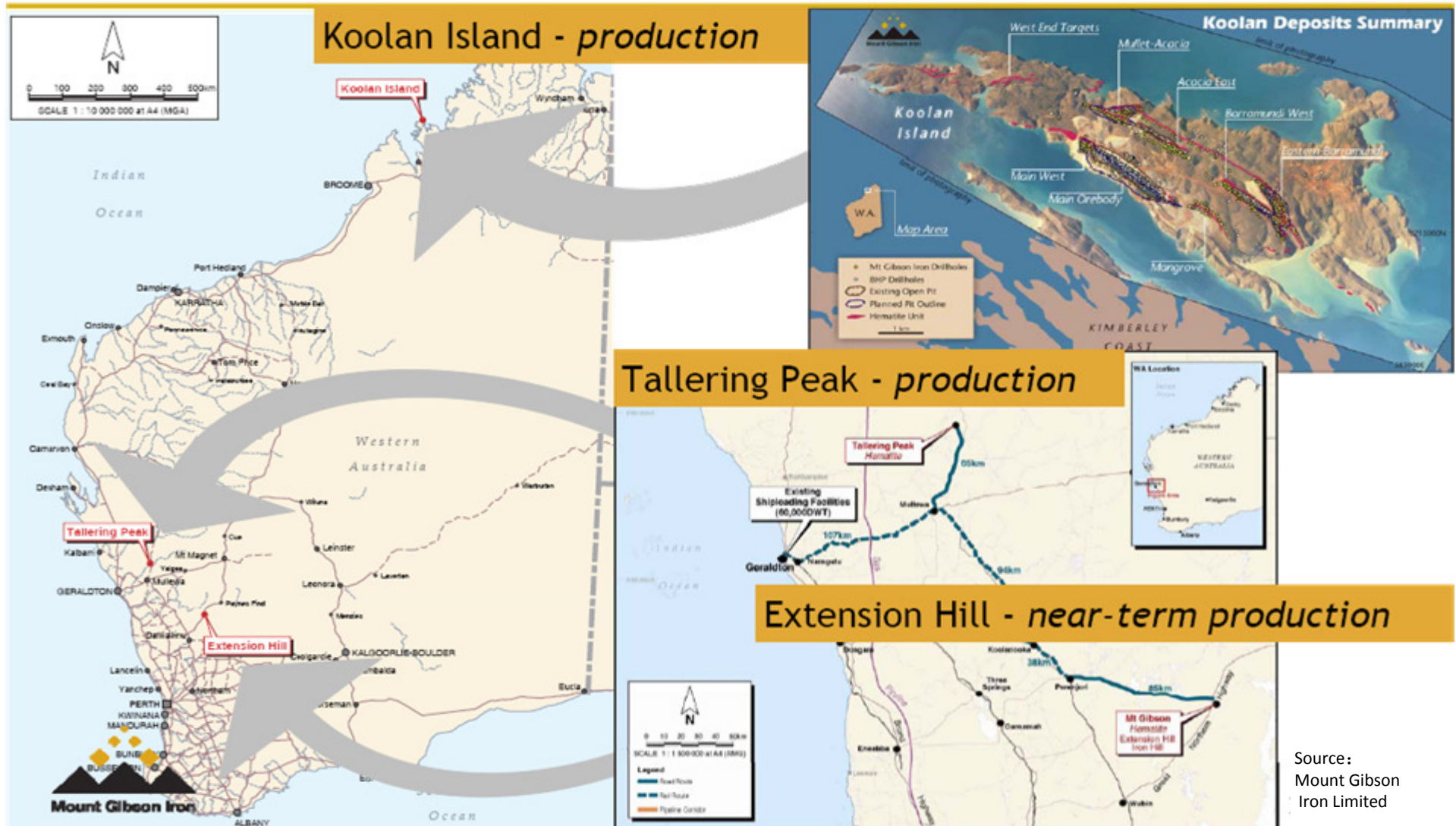
	2009	2010	2011E	2012E
Sales Revenue (A\$ MM)	425	536	908	1162
Net Profit After Tax (A\$ MM)	64	132	357	437
Net Assets (A\$ MM)	780	927	1284	1663
Earning per share (A cents) (reported)	4.0	12.3	33.1	40.5

Source: Actuals from Mount Gibson and estimates from RBC Capital Markets 18 October 2010
(Reporting fiscal year ending June 30)



Primary Investment- Mount Gibson

109 million tonnes of resource (Fe: 62.1%) producing circa 7mtpa (10mtpa by 2012)



Primary Investment – Metals X

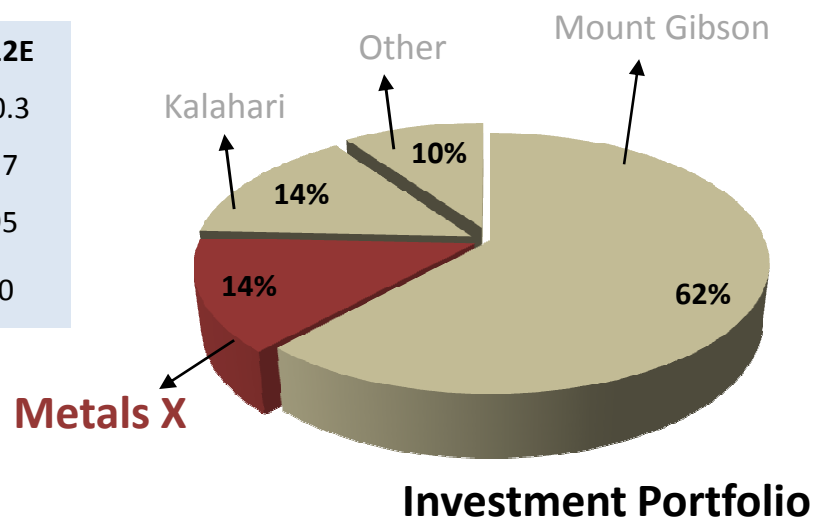
Metals X (MLX) – 29.1%

Largest Tin Producer in Australia

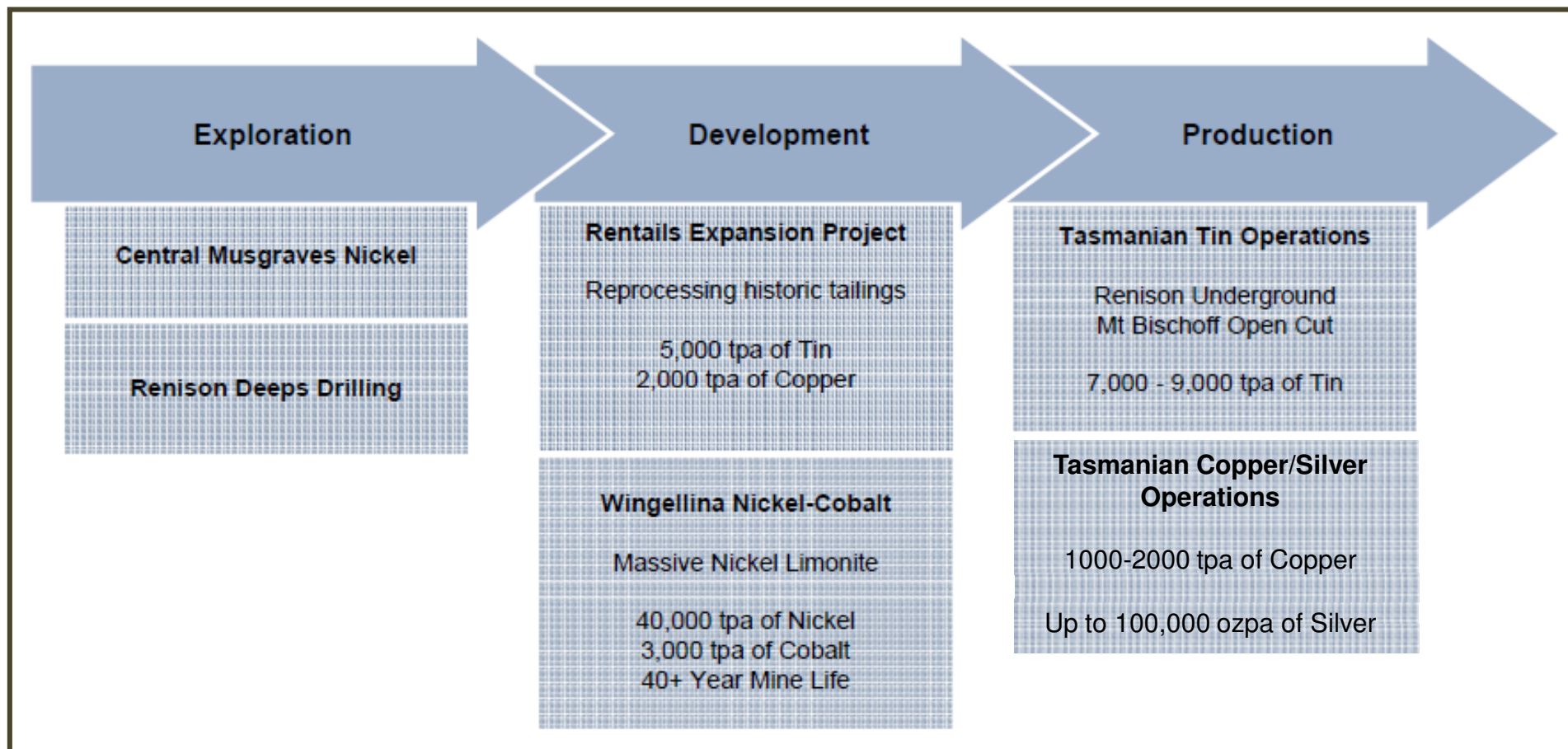
- Current production of circa 8,000tpa (MLX 50%/Yunnan Tin 50%)
- Developing a globally significant Wingellina nickel project ,with Jinchuan Group, containing over 183mt of 1% nickel and will produce 40,000tpa of nickel and 3,000tpa of cobalt for 40 years, contributing US\$3.4bn (DCF)
- Developing Portfolio of strategic investments including Westgold Resources (32%), Aragon Resources (28.5%) and Agaton Phosphate (75%) giving MLX significant exposure to copper, gold and zinc

	2009	2010	2011E	2012E
Sales Revenue (A\$ MM)	65.2	97.4	81.8	110.3
Net Profit/(Loss) After Tax (A\$ MM)	(57)	11.7	24	437
Net Assets (A\$ MM)	207	219	247	295
Earning/(Loss) per share (A cents) (reported)	(4.82)	0.92	1.8	3.0

Source: Actuals from MLX and estimates from Southern Cross 3 February 2011
(Reporting fiscal year ending June 30)



Primary Investment – Metals X



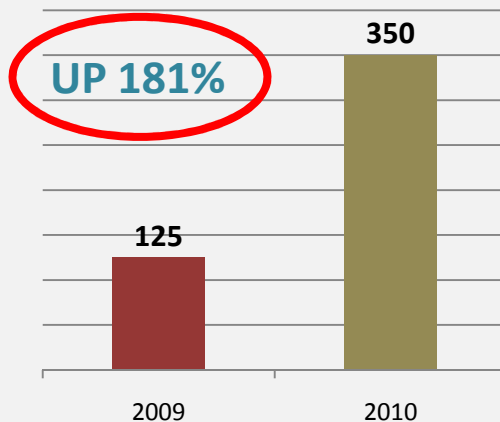
Source: Metals X

Investment Management

APAC's trading and investments are mostly related to growing demands from China and other emerging economies and supply deficit in market...



Securities trading and investment profit
(HK\$ millions)



Investment and Trading

Portfolio of natural resources

- Global listed investments with commodity diversification
- Includes significant stake in Kalahari Minerals

Kalahari Minerals (AIM:KAH) – 14.8%

“With the world’s fifth largest uranium resource through Extract Resources”

Uranium deficit has been fast tracked from forecasted 2012/13 to present driving uranium price from US\$45/lb to nearly US\$70/lb in 2010

- China’s population is 1.3 billion
- 2009 saw 46.6% of China’s population residing in the urban areas

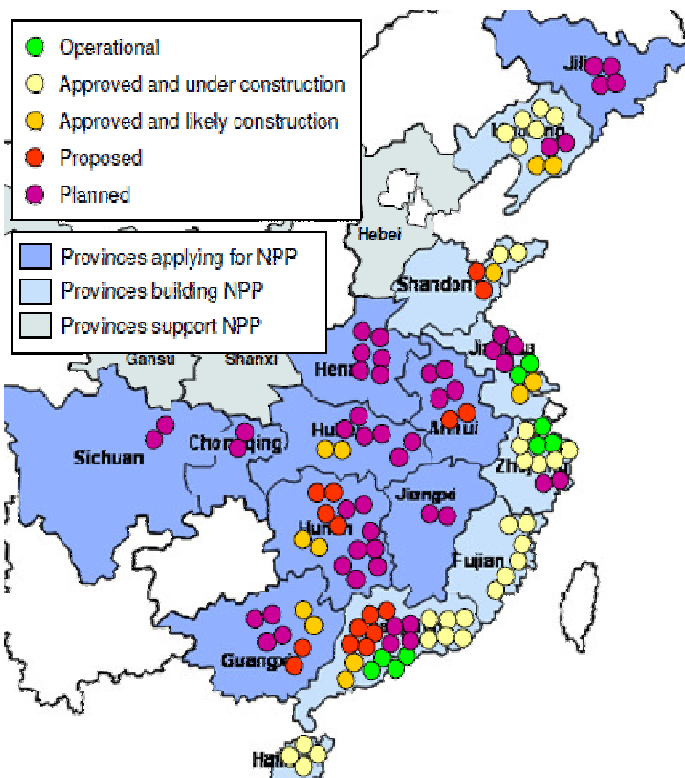
By 2025

- China's urban population is expected to rise to 926 million from 572 million in 2005. By 2030 that number will increase to a billion
- 5 billion square metres will be paved

Investment Management

(continued...)

China



- Over the next two decades China will build 20,000 to 50,00 new skyscrapers equivalent to 10 New York Cities
- 40 billion square metres of office space will be built

China's Nuclear Reactors

- China operates 13 nuclear reactors, constructing 27, planning 50 and proposing 110 by 2025 in efforts to meet its decarbonisation program
- China's nuclear capacity will increase from 9GWe in 2009 to 70-80GWe by 2020 with a potential capacity to reach 120GWe

2010

- China stockpiles heavily in 2010 by importing 45mlb of U3O8 equating to 24% of world supply at 186mlb
- Russia takes strategic positions in uranium companies
- Other countries now acting more aggressively to secure uranium

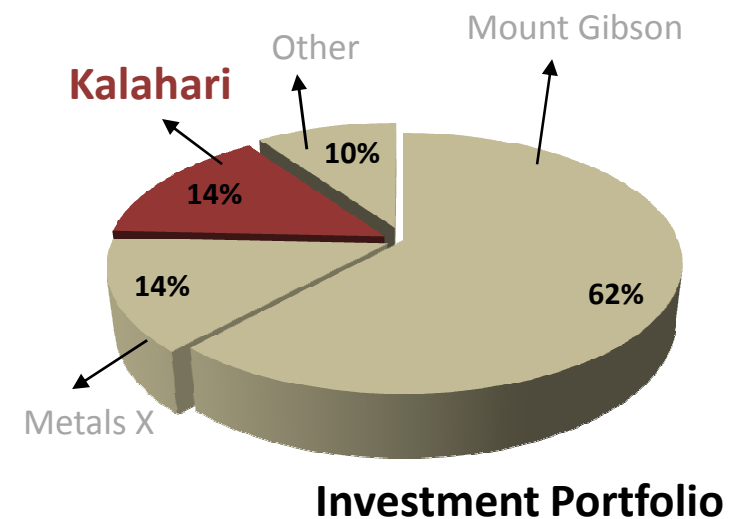
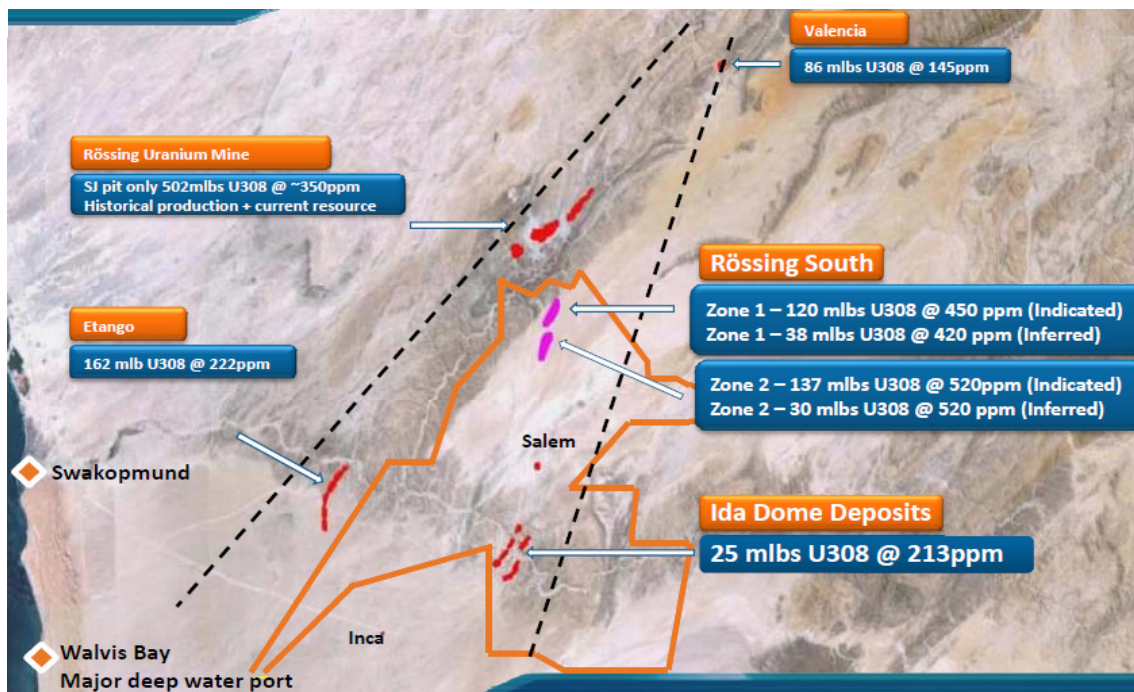
(Source: McKinsey)

Investment Management - Kalahari

Kalahari Minerals (KAH) – 14.8%

“With the world’s fifth largest uranium resource through Extract Resources”

- Key assets include 42.79% in Extract Resources and 45% in North River Resources
- Extract developing the Husab uranium project, world’s fifth largest deposit of resource with 367Mlbs of undeveloped U3O8, in mining friendly Namibia
- Mine life of 15 years to produce an estimated 15Mlbpa of U3O8
- Currently finalising DFS to receive mining license and enter into production in 2014



Investment Management - Kalahari



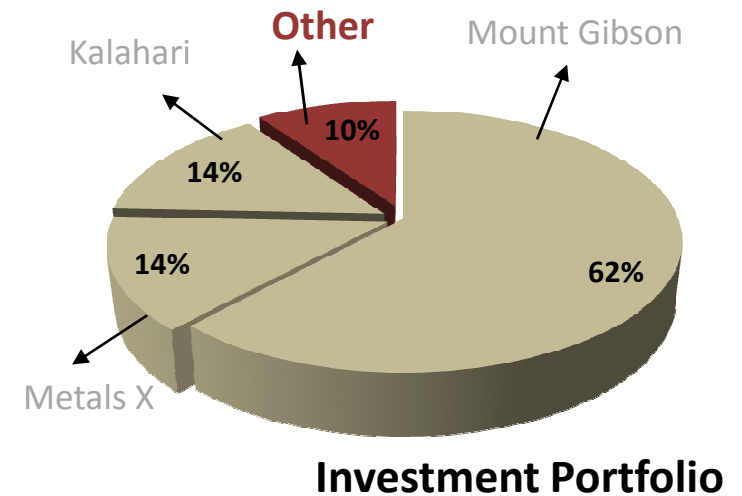
Source: Extract Resources

Investment Management - Other

Investment and Trading

Portfolio of natural resources

- Investment spread of ~25-30 minor positions in listed stocks on major exchanges including Australia, Canada, Hong Kong and United Kingdom
- In-house expertise with strong track record
- Closed end structure removes redemption risk to long term investments
- Strong network of industry and finance contacts to source opportunities
- Trading accounts established with most major global brokers



Investment Team

Mr Andrew Ferguson

Chief Executive Officer and Executive Director

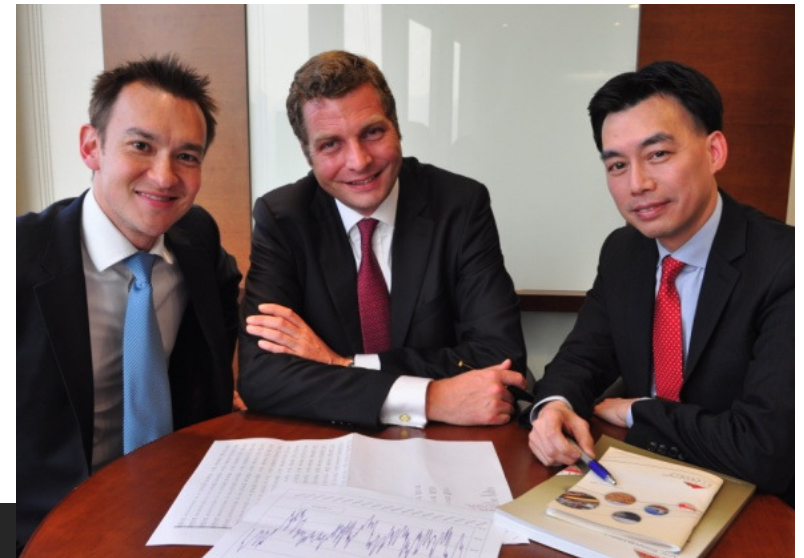
Mr Frederick Wong

Chief Financial Officer

Mr John Ellis

Investment Manager

(See profile on page 22)

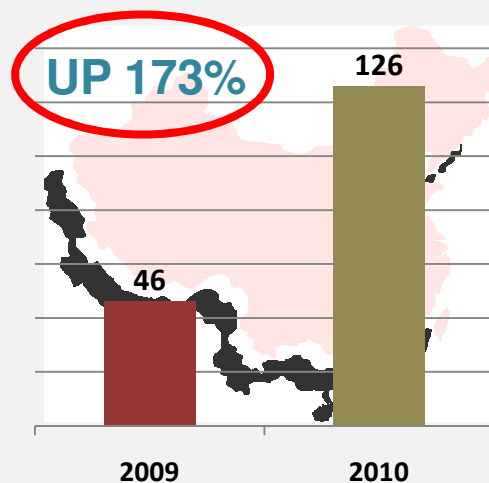


Commodity Agency – China Focus

Focused on sourcing commodities to China...



**Commodity Trading Profit
(HK\$ millions)**



Commodity Agency

- Experienced team of China traders based in Shanghai
- Strong established relationship in China
- Proven track record meeting off-take commitments
- Currently focused on iron ore and coal; aims to expand and diversify range
- Capturing value from the ground to the end buyer
- Backed by global resource investment team in HK

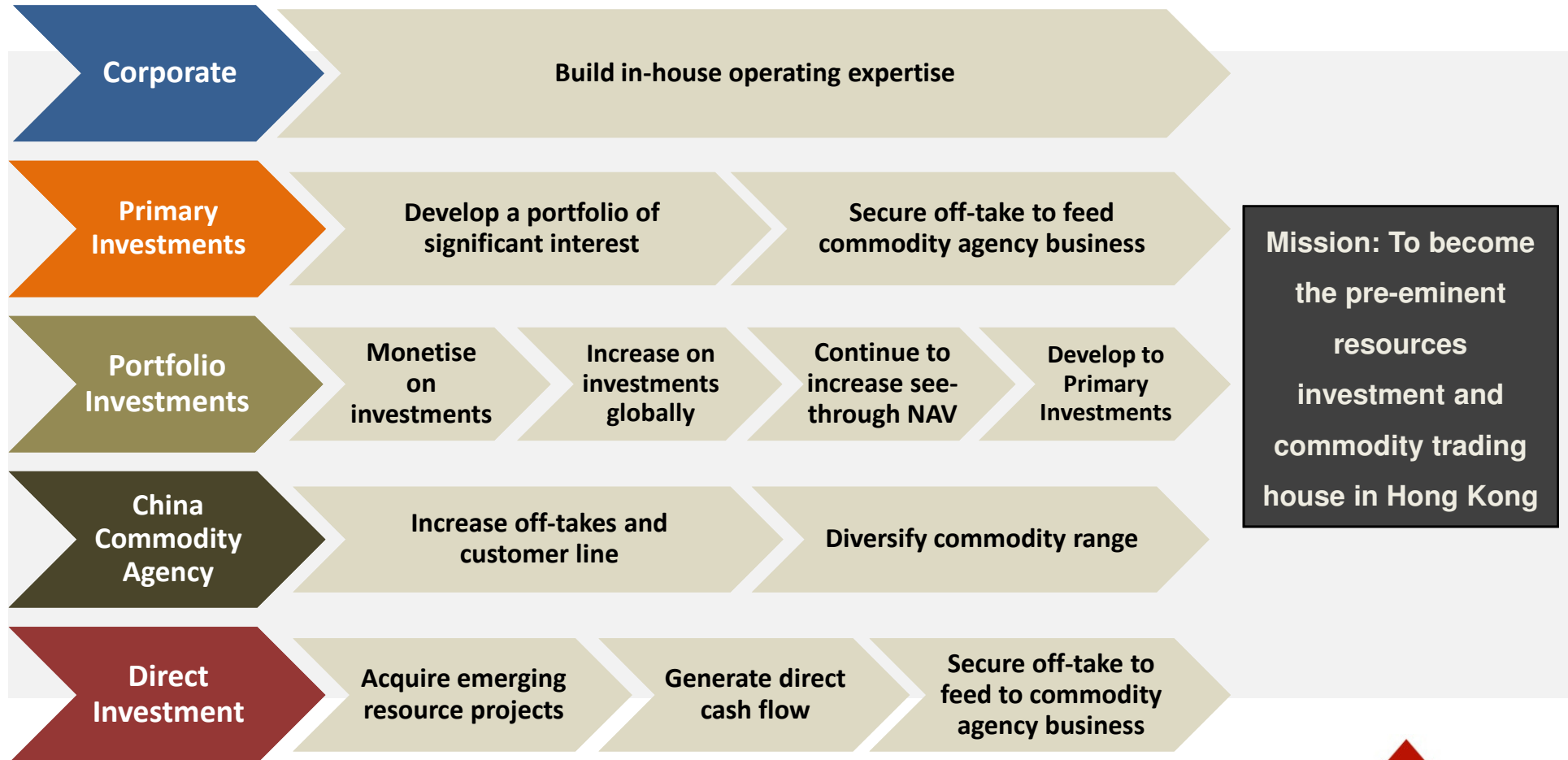
Reliable Counterparty

- Western governance and shareholder support
- Ability to provide financial support at times of stress
- Risk management

Market Intelligence

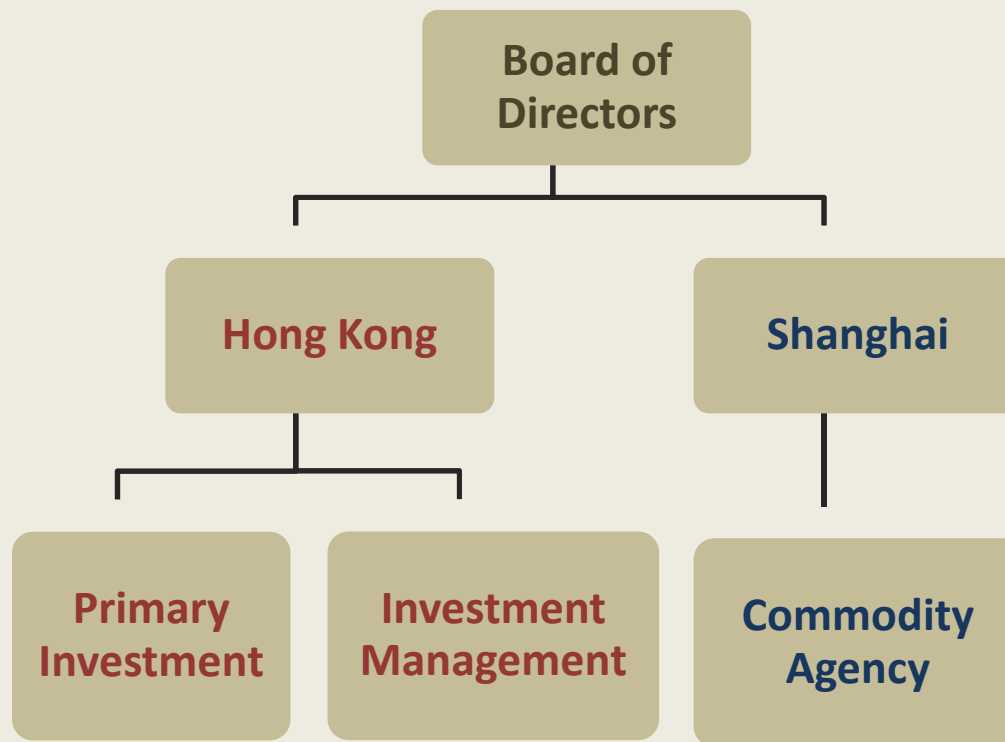
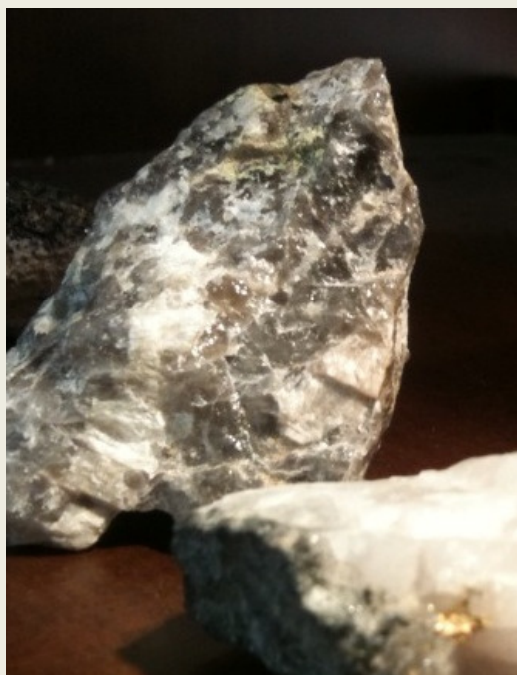
- Well connected with end users and traders
- Regular marketing trips/industry conferences
- Access to broker and industry research
- Local and overseas knowledge

Five Year Strategy



Adding long term value to our shareholders....

Corporate Structure



Directors

Experienced Executive Directors - Asset builders with proven track record

Ms Chong Sok Un – Chairman

- Chairman of COL Capital Limited - 0383.HK
 - Directorships held in listed companies:
 - Non Executive Director, ChinaVision Media Group Limited - 1060.HK (2007-2009)
 - Director & CEO, Shenyin Wanguo (HK) Limited – 0218.HK (1992 - 2000)
 - MBA
-

Mr Kong Muk Yin – Executive Director

- Bachelor degree in Business Studies
- Chartered accountant, certified public accountant and Chartered Financial Analyst
- Director of COL Capital Limited and ChinaVision Media Group Limited

Mr Andrew Ferguson – CEO

- Extensive experience in the finance industry, specialising in global natural resources
- Co-founder and director of New City Investment Manager, one of the United Kingdom's largest and most successful specialist natural resources fund managers

Mr Yue Jialin - Executive Director

- Professor of the school of business administration of Changhun Industrial University
- Judge in the Economic Court of People's Court in Luowu District, Shenzhen, PRC (1989 ~ 1992)

Directors

Non-Executive Directors

Mr Lee Seng Hui

- Law L/C School graduated (University of Sydney)
- Chief executive of Allied Group Limited
- Non-executive director of Mount Gibson Iron Limited and Tanami Gold NL

Mr So Kwok Hoo

- Bachelor degree of Applied Science
- Executive director of Fushan International Energy Group Limited
- Extensive experience in marketing of electrochemical and industrial products sales

Mr Liu Yongshun

- Bachelor degree in Iron Making; EMBA
- Deputy general manager of Baosteel Trading Co., Ltd (2006 ~ 2007)
- Leading representative for iron ore negotiation on behalf of Baosteel (2004 ~ 2006)

Mr Peter Curry

- Chartered accountant and barrister (non-practising)
- Extensive corporate advisory experience in resources sector
- Executive director and Group Chief Financial Officer of Sun Hung Kai Financial
- Non-executive director of two other Australian listed companies

Independent Non-Executive Directors

Mr Wong Wing Kuen, Albert

- Member of the Institute of Chartered Secretaries and Administrators
- Member of the HK Institute of Company Secretaries
- Member of the Taxation Institute of Hong Kong

Mr Chang Chu Fai, Johnson Francis

- B.Comm (Concordia University)
- MBA (York University)
- Registered person under Hong Kong Security & Future Ordinance

Mr Robert Moyse Willcocks

- M. Law (Sydney University)
- Ex-partner of Mallesons Stephen Jaques
- Non-Executive Director of CBH Resources Limited

The Team

Mr Andrew Ferguson – Chief Executive Officer

- Extensive experience in the finance industry, specialising in global natural resources
- See Investment Team – page 22

Mr Frederick Wong – Chief Financial Officer

- Over 30 years of finance experience with international CPA firm and listed companies in the UK, New Zealand, Hong Kong and Thailand
- Fellow member of the Institute of Chartered Accountants in England and Wales; and Hong Kong Institute of Certified Public Accountants
- See Investment Team – page 22

Mr John Ellis – Investments

- Extensive experience in the finance industry, specialising in global natural resources
- Holds numerous industry accreditations
- See Investment Team – page 22

Mr Louis Joe (Zhou, Luyong) – General Manager, Shanghai Commodity Agency

- Over 20 years with Baosteel Group

Ms Samantha Fung – Company Secretary

- Associate member of The Institute of Chartered Secretaries and Administrators

Mr Kenneth To – Financial Controller

- Fellow member of The Association of Chartered Certified Accountants
- Member of the Hong Kong Institute of Certified Public Accountants
- Extensive experience in corporate finance, financial management, accounting and auditing

Ms Frances Tse – Investor Relations

- Extensive network with institutional brokers and fund managers

Investment Team

Andrew Ferguson

2008-2009 Chief Investment Officer/Fund Manager
CQS – Hong Kong
Following NCIM acquisition in 2007

2003-2007 Founder/Co-fund Manager
New City Investment Managers - London
Three natural resource centric investment portfolios
AUM US\$650M

1995-1998 Mining Engineer
Junction/Norseman Western Australia

Frederick Wong

2001-2011 Chief Financial Officer/ Company Secretary
CIG Yangtze Ports – Hong Kong
(listed on GEM of HKEx)

1994-1999 Executive Director
China Solar Energy
(prev. *Hwa Kay Thai Holdings*)
(listed on Main Board of HKEx)

1979-1994 Auditor
Deloitte Touche Tohmatsu UK/New Zealand/Hong Kong

John Ellis

2008-2009 Portfolio Manager, Global Resources
Colonial First State - Sydney

2002-2008 Director- Global Mining Research Sales
Royal Bank of Canada Capital Markets - Sydney

1999 - 2000 Global Mining Sales Trader
Royal Bank of Canada Capital Markets – London/Sydney

Contacts

For more information:

Chief Executive Officer
Andrew Ferguson

Chief Financial Officer
Frederick Wong

Investor Relations
Frances Tse

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