



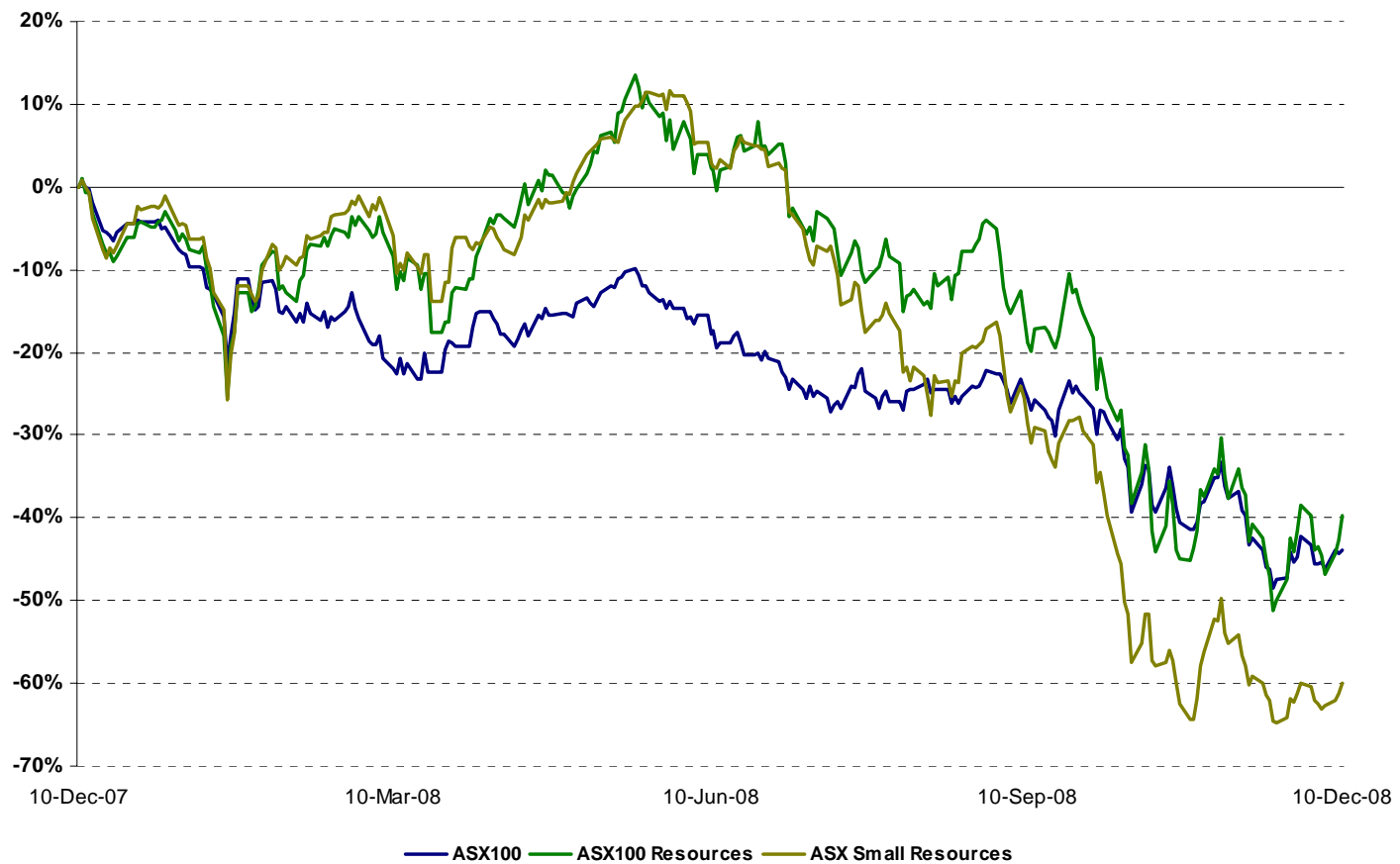
End of 1997-2008 Cycle
New Cycle – Lion Starts Again
Annual General Meeting

17 December 2008

Year in Review

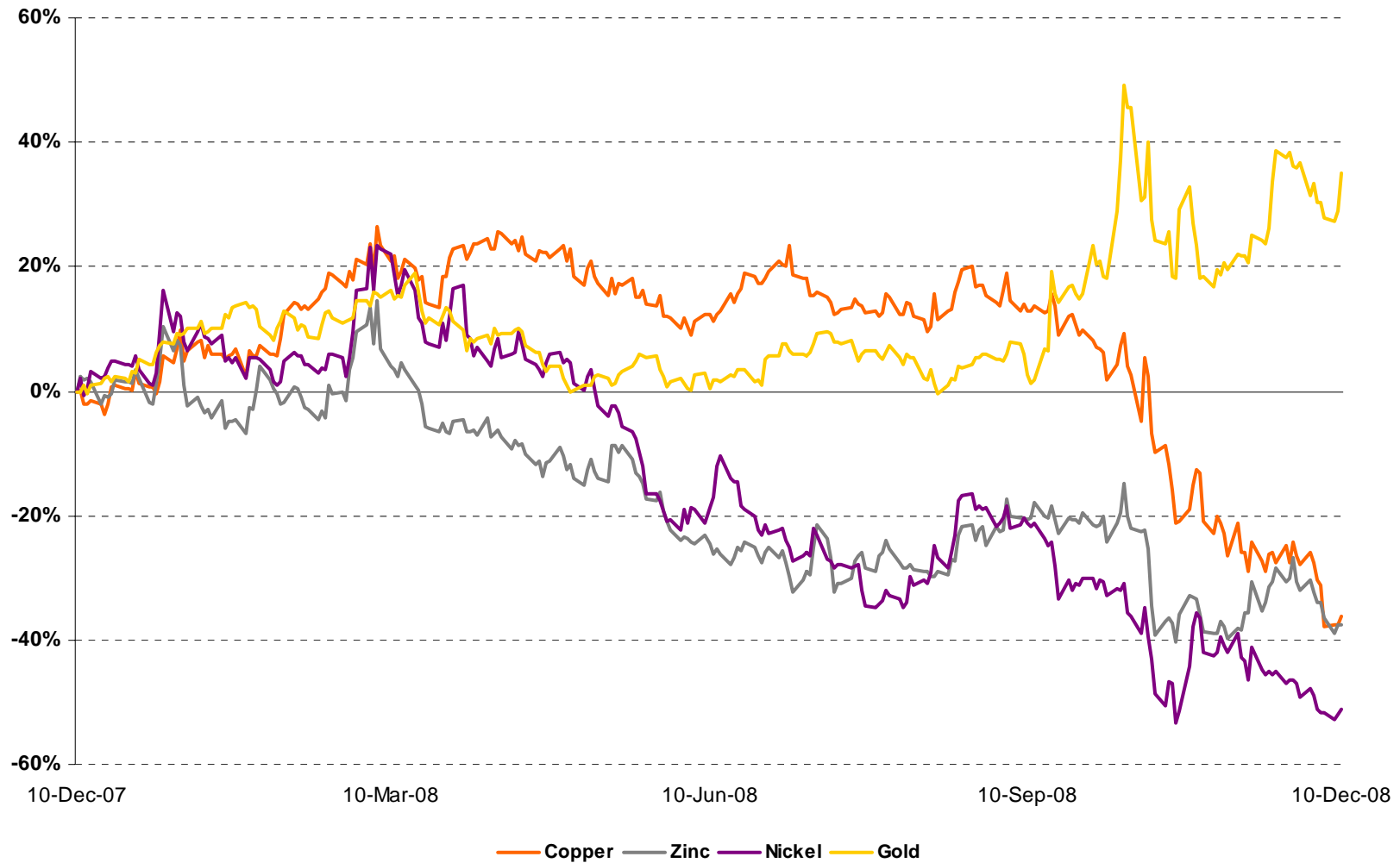


Australian Market Indices 12 Months Relative Performance



Year in Review (continued)

A\$ Commodities 12 Month Relative Performance



Lion Clock



**APRIL
QUARTER**



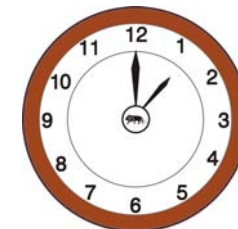
11.15

**SEPTEMBER
ANNUAL REPORT**



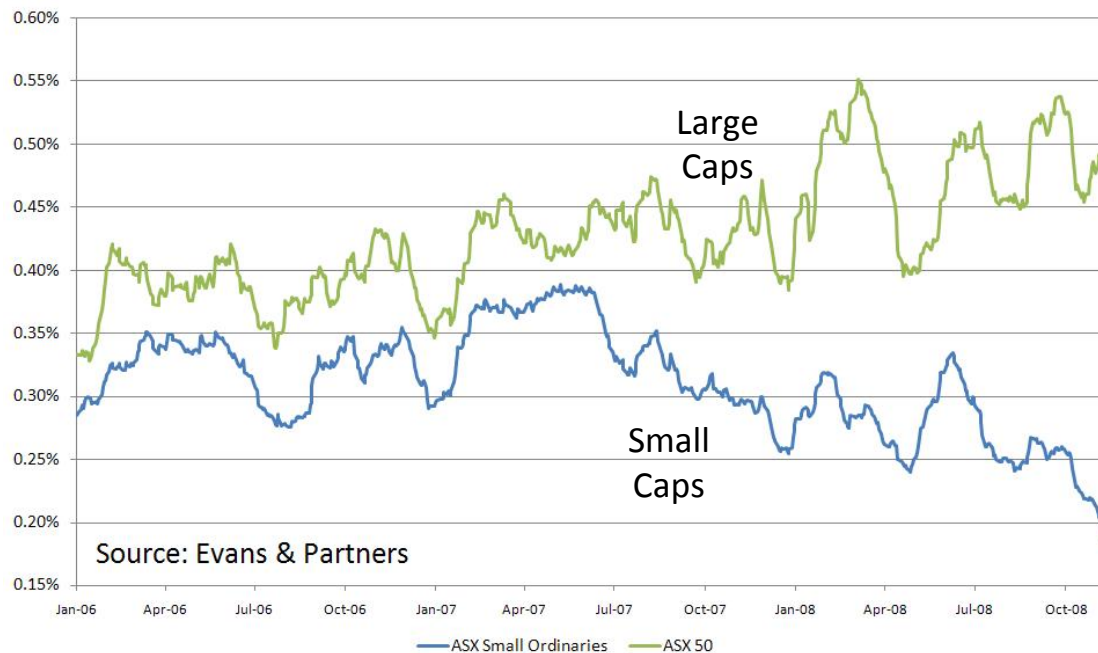
12.05

**DECEMBER
AGM**



1.00

% Liquidity in Large & Small Australian Listed Firms - Daily Turnover (% Market Cap)



Source: Evans & Partners

Turnover & Size Fall

Lion 2007/2008 Report Card

Corporate & Market

➤ Market

- Downturn picked early: GOOD

➤ Corporate

- Confusing year for shareholders: BAD
- Large part of year wasted fighting off Indophil: HAPPY ACCIDENT

Lion 2007/2008 Report Card

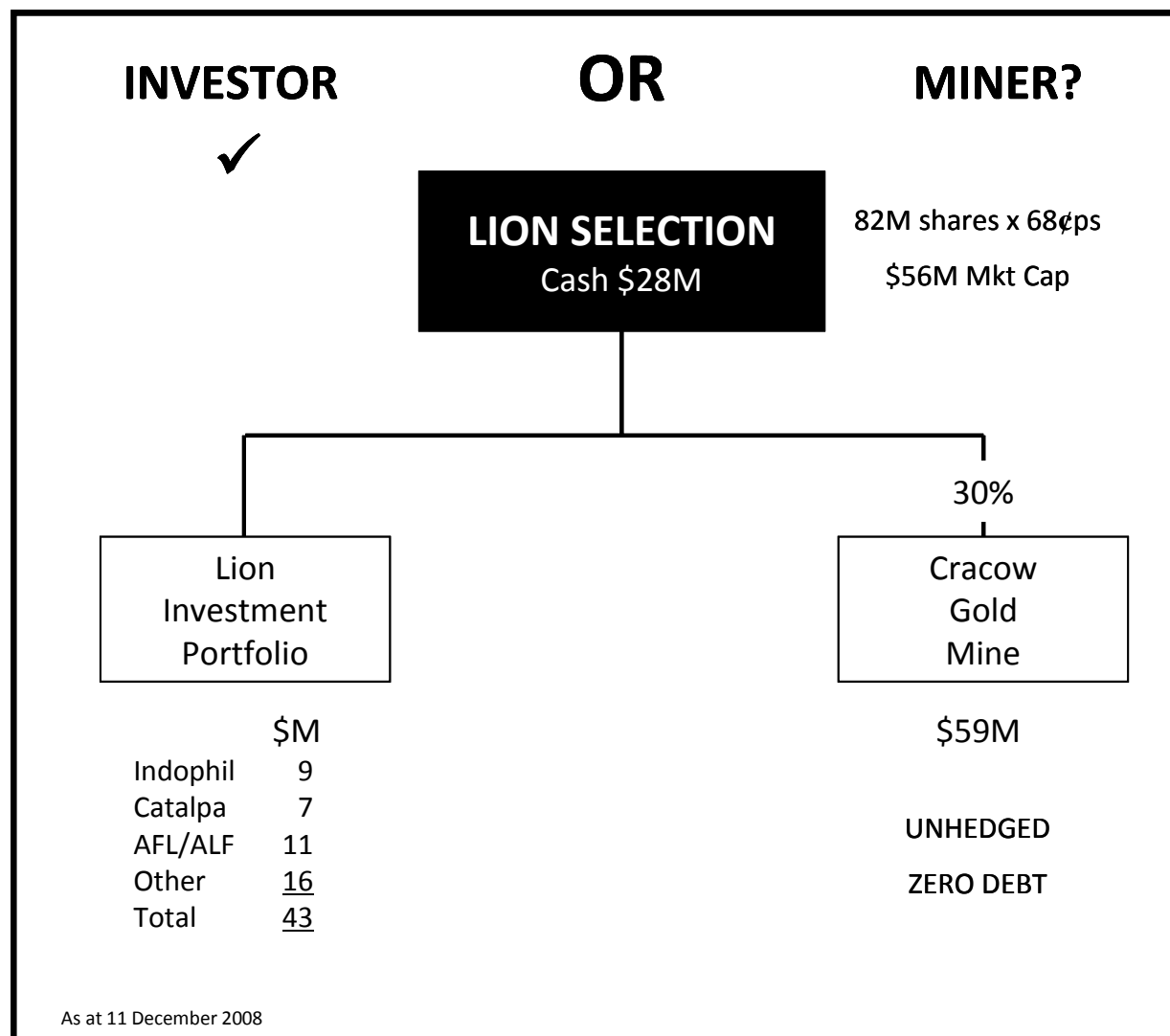


(continued)

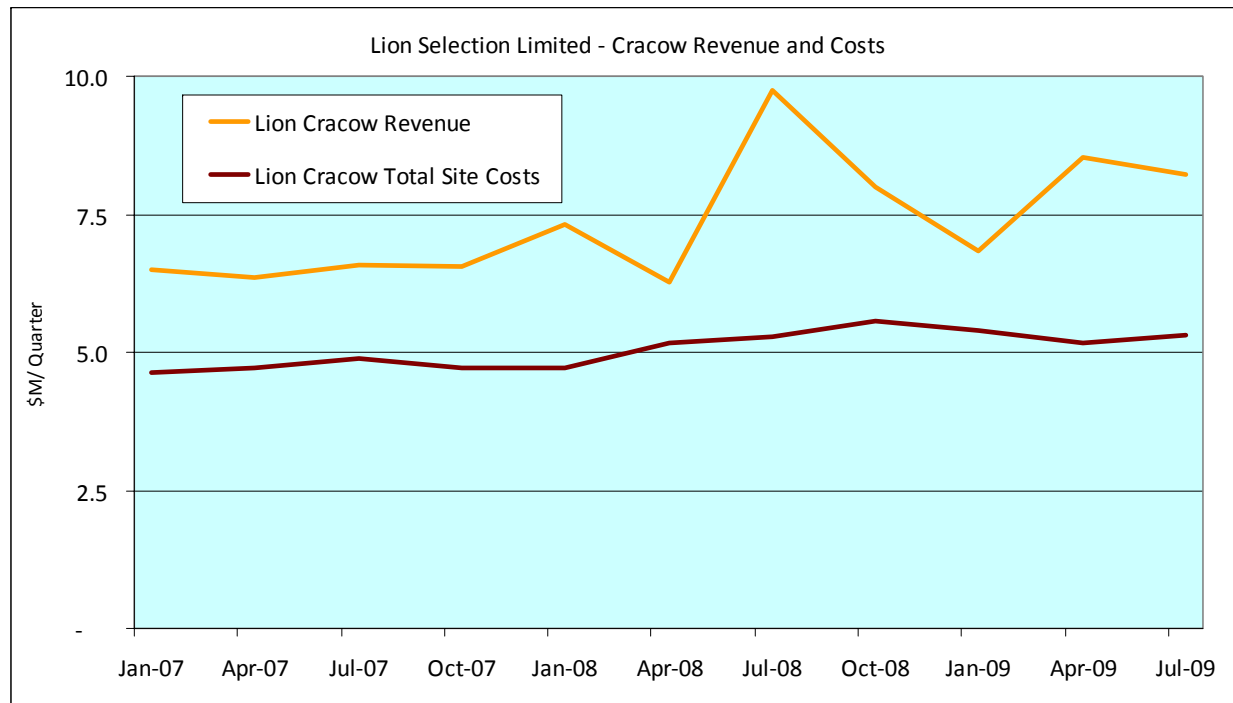
Lion Plan

- Platmin & Allegiance sold
- Indophil: \$82M sold
 - Job well done
- 30% Cracow: Sale prevented by Indophil
 - Good asset to hold \$8-\$10M pa cashflow
- Albidon: AFL should have sold
 - Poor execution
- \$160M returned to shareholders via buy-backs
 - Well done

Lion Model

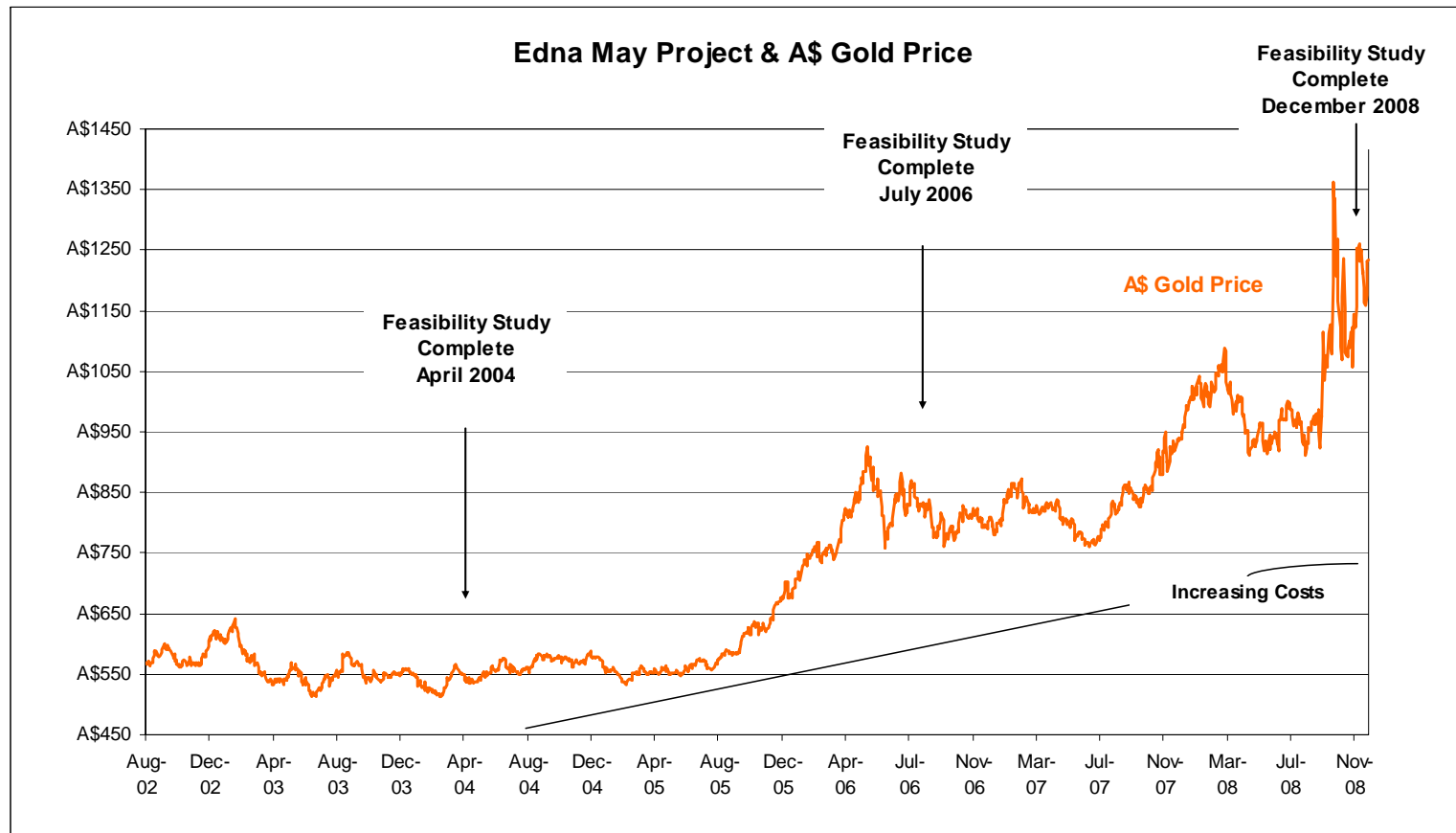


Cracow Gold Mine



	Actual 2007/2008	Lion Forecast 2008/2009
Gold Price A\$/oz	928	1,000 – 1,200
Gold Grade g/t	8.6	7 – 7.5
Gold: ounces	31,749	26,000 – 28,000
Cash Cost: A\$/oz	453	550 – 560
EBITDA/Cashflow \$M	9.9	8-10

Catalpa (51.4%)



➤ Increased:

- Reserve 544koz to 738koz
- Production 2.2mtpa to 2.8mtpa
- Target 100kozpa >A\$400/oz margin

Lion Shareholders

50 / 50 SPLIT

Institutional

/

Private Investors



**Want sale of
assets and cash
back**



**Want Lion to
invest**

Outlook

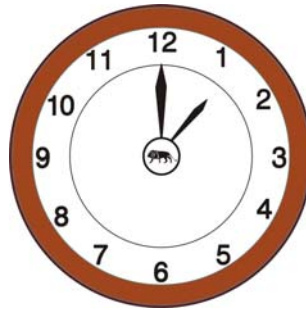
- Time of Opportunity
 - Massive changes occurring globally
 - Multiple operating and early stage investments available

- Can split Investments from Operations
 - When time is right

- Cracow income \$8M-\$10M pa
 - Plan to invest in new opportunities
 - But could pay dividend: >10% yield (at 75¢ Lion)

Summary

- Time to invest
 - Not sell



- African Lion & Asian Lion well funded (US\$80M + US\$35M)
 - Lion \$28M cash
 - 26.9M Indophil shares to sell >\$1.00



- Cracow generating \$8M to \$10M pa free cash



Lion – Zero Debt & Greatly Undervalued

