



Lion Selection Group Limited Annual General Meeting

1 December 2011

Annual General Meeting

1 December 2011

Final Proxy Summary

Resolution	For	Against	Open
Resolution 1	5,622,424	543,996	336,625
Resolution 2	10,880,770	39,629	1,568,173
Resolution 3	10,976,678	68,013	1,443,881
Resolution 4	5,203,983	868,563	336,625

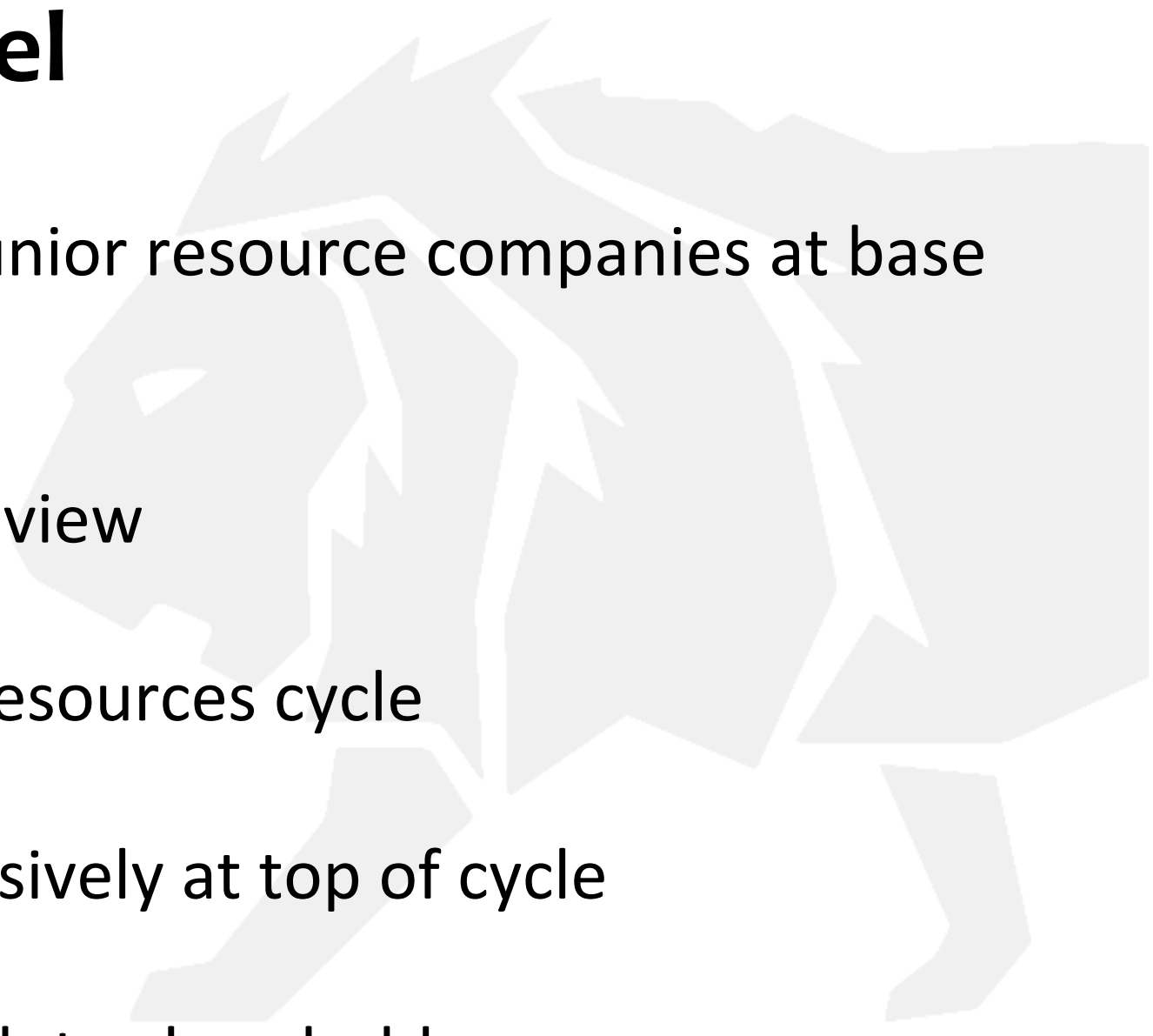


Fifteen Years Strong

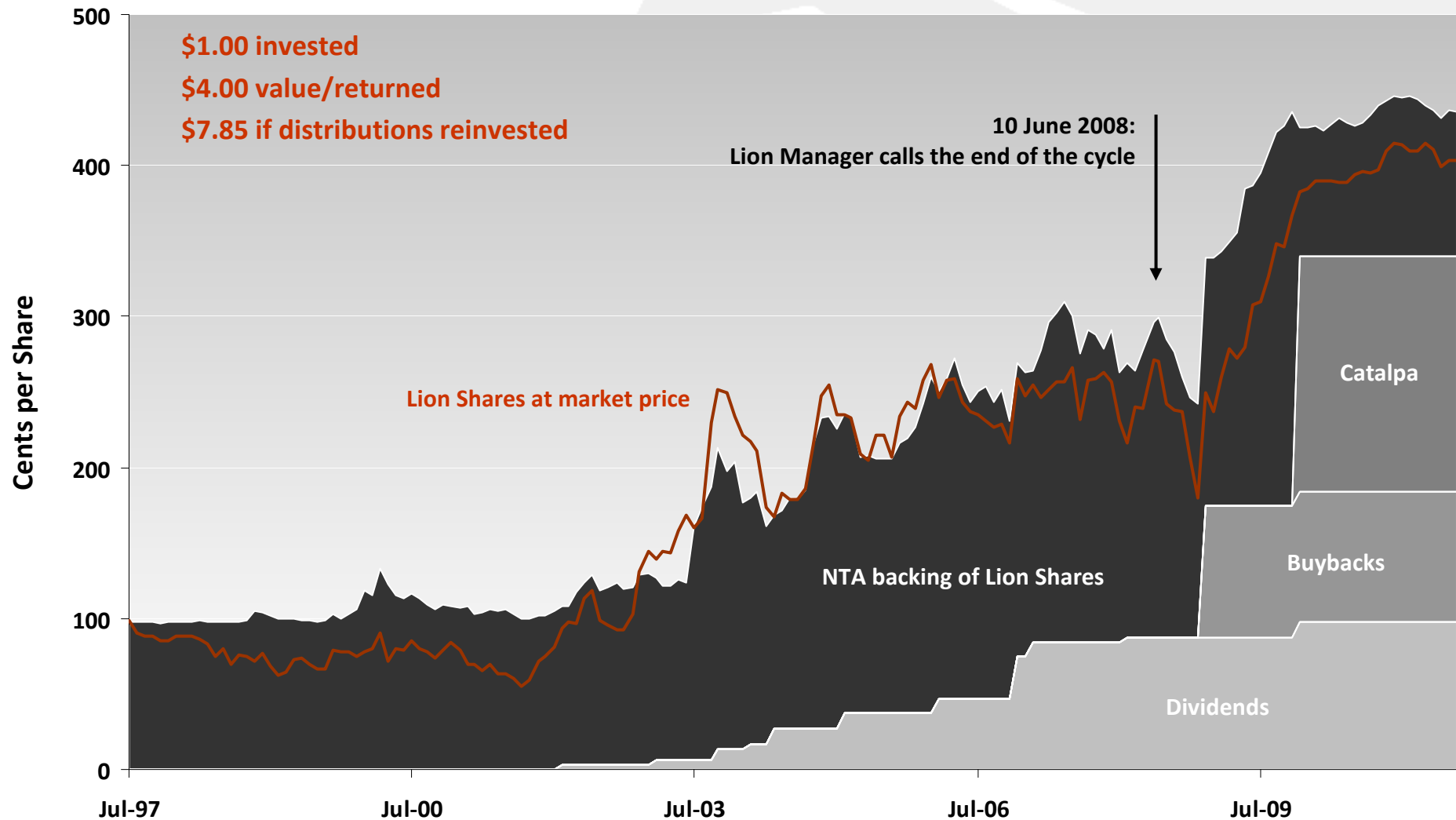
Annual General Meeting

1 December 2011

Lion Model

- Invest in junior resource companies at base of cycle
 - Long term view
 - Timed to resources cycle
 - Sell aggressively at top of cycle
 - Return cash to shareholders
- 

Performance – 15 Years



As at 31 August 2011

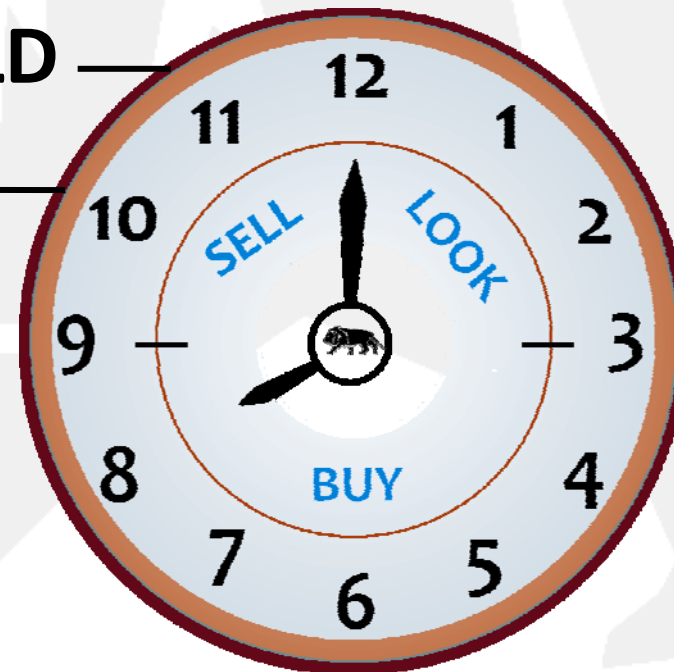
Timing of the Cycle

2008 Allegiance SOLD
2008/09 Indophil SOLD
2009 Catalpa DIVESTED

2008
1997
Lion IPO

2007 Platmin SOLD

2006 Gallery SOLD



2003
2011

Winners & Losers

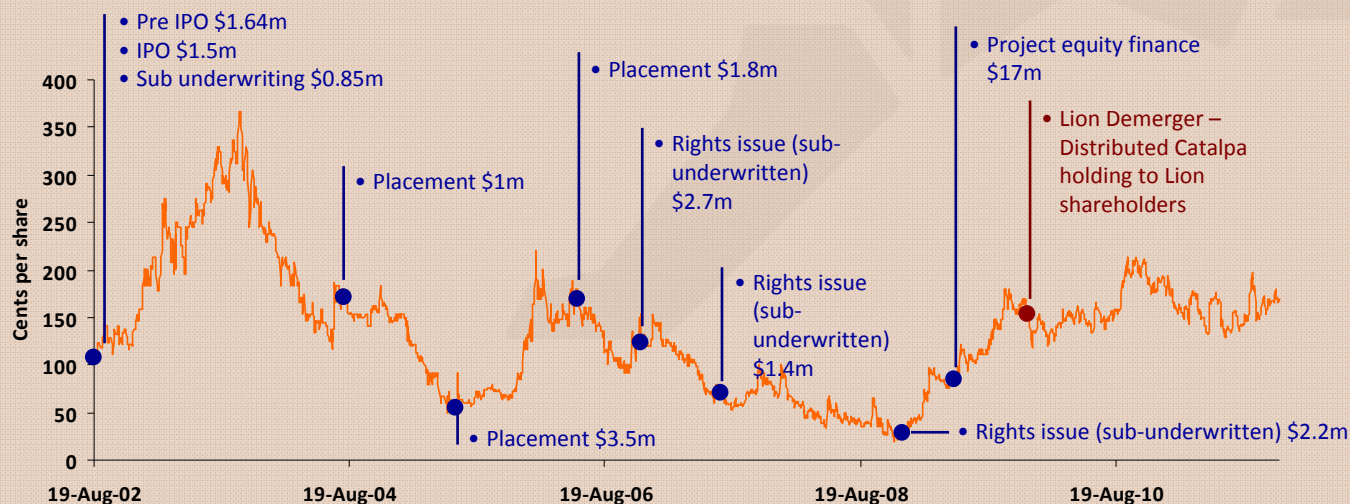
TOP 5 Winners

Indophil	\$92m
Platmin	\$90m
Catalpa	\$54m
Allegiance	\$42m
Gallery	\$31m

Losers

Lafayette	\$15m
Austindo	\$12m
View	\$9m
Albidon	\$8m
De Grey	\$3m

The Lion Westonia/Catalpa Story

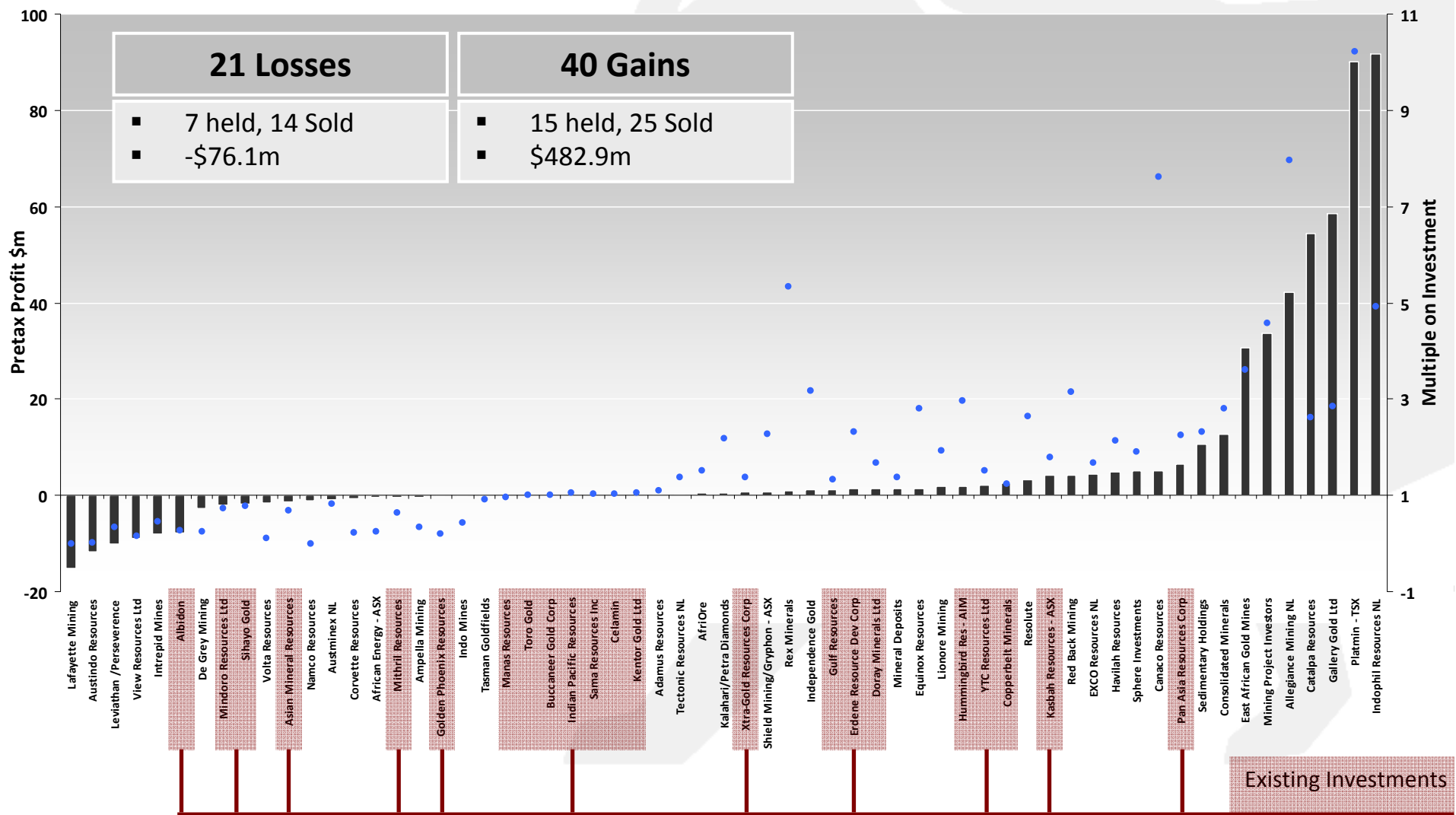


- Total Investment
- Value distributed*

\$33.7m
\$88.0m

*At \$1.58/share

Winners & Losers – pretax profit



As at 31 August 2011

Note – assumes AUD:USD 1:1

Succession

Board

Chairman

Managing Director

Director

NED

1997

Ewen Tyler

Robin Widdup

John Craig

Malcolm McNaught

Current

Ewen Tyler

Craig Smyth

Robin Widdup

Peter Maloney

Post-AGM

Peter Maloney

Craig Smyth

Robin Widdup

Barry Sullivan

Lion Manager

Managing Director

Owners 1997

Robin Widdup

Chris Melloy

Howard Walker

Kevin Robinson

Owners 2009

Robin Widdup

Chris Melloy

Mike Brook

Peter Maloney

Current Owners

Robin Widdup

Mike Brook

Craig Smyth

Hedley Widdup

Tim Markwell

Damon Rhodes

Lion Manager

- 1997 – Lion Manager held < 1%
- Early 2010 – Lion Manager held 7%
- Lion Manager currently holds 19.8%
- Has been buying in trading window

Typical Lion Shareholder

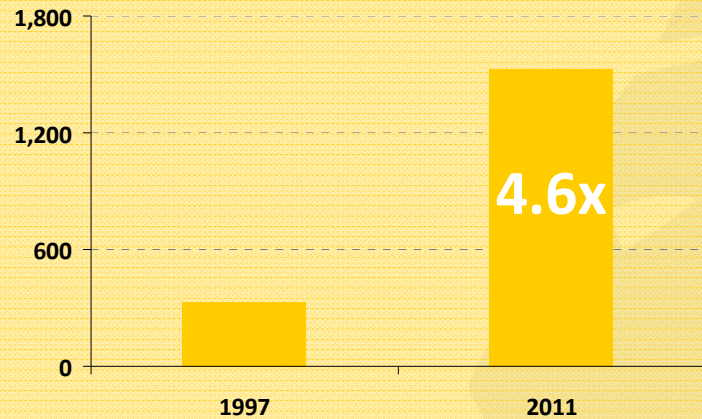
- Investment in junior miners is high risk – but can be very rewarding
- Success requires a long term view
 - **AND** dedicated team
 - **AND** investment process
- Lion shareholders need to be happy delegating this job to Lion and share investment philosophy

Why NSX ?

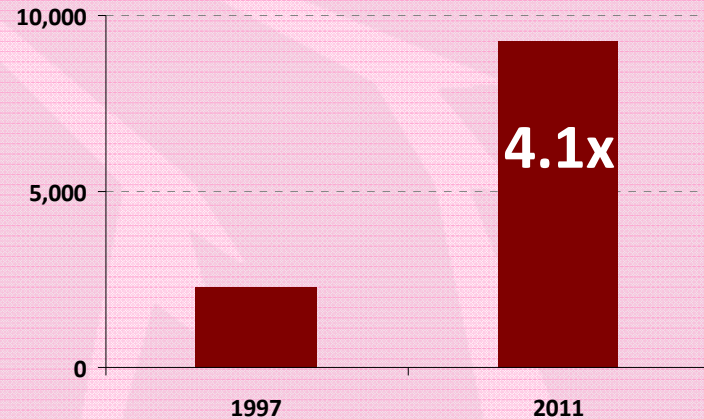
- Discount to NTA on either NSX or ASX
- Corporate raiders attracted to cash when selling of investments begins
- Cost savings
- New Chi-X arrangements may result in broader acceptance

The world has changed

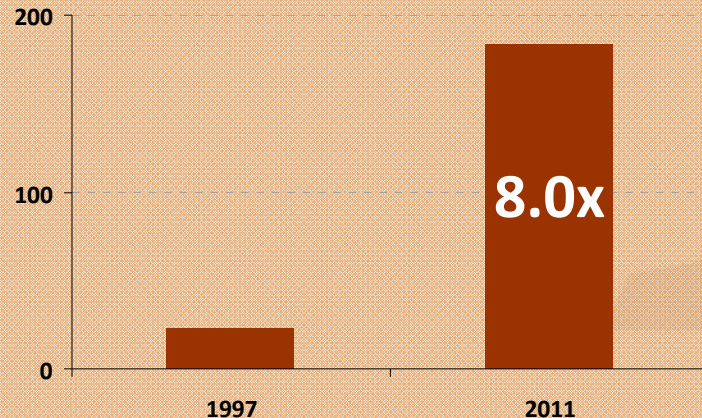
Gold – Money that can't be printed



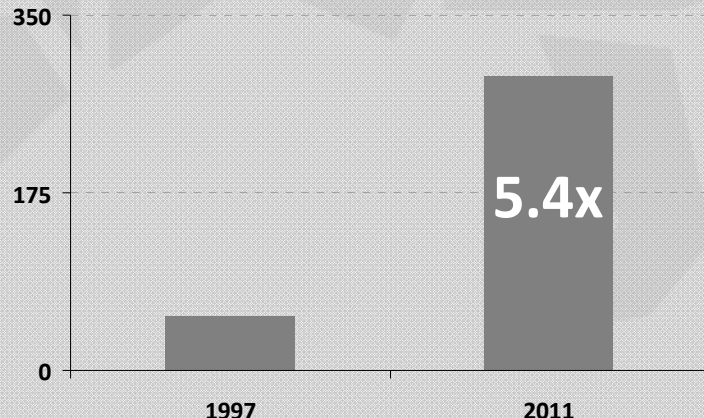
Copper – Power & communication



Iron Ore – Steel making



Coking Coal – Steel making



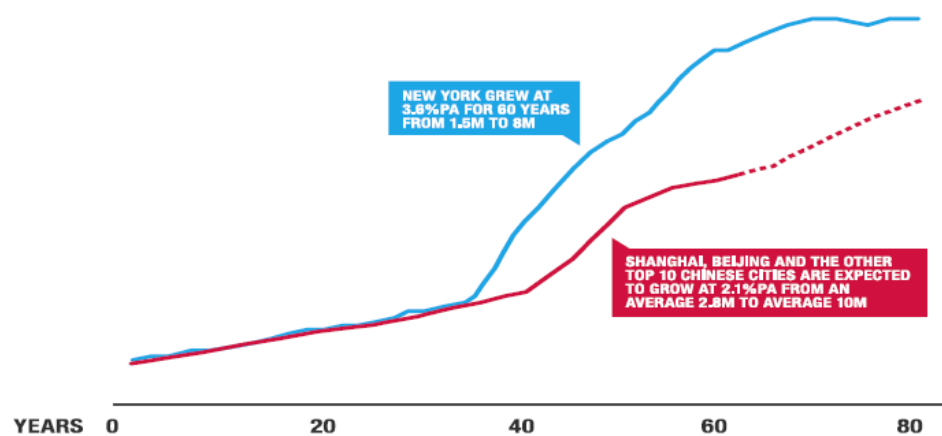
Shanghai 1990 versus 2010



New York versus top 10 Chinese cities

New York population 1870-1950, versus index of top 10 Chinese cities, 1950-2025

— New York — China top 10 cities



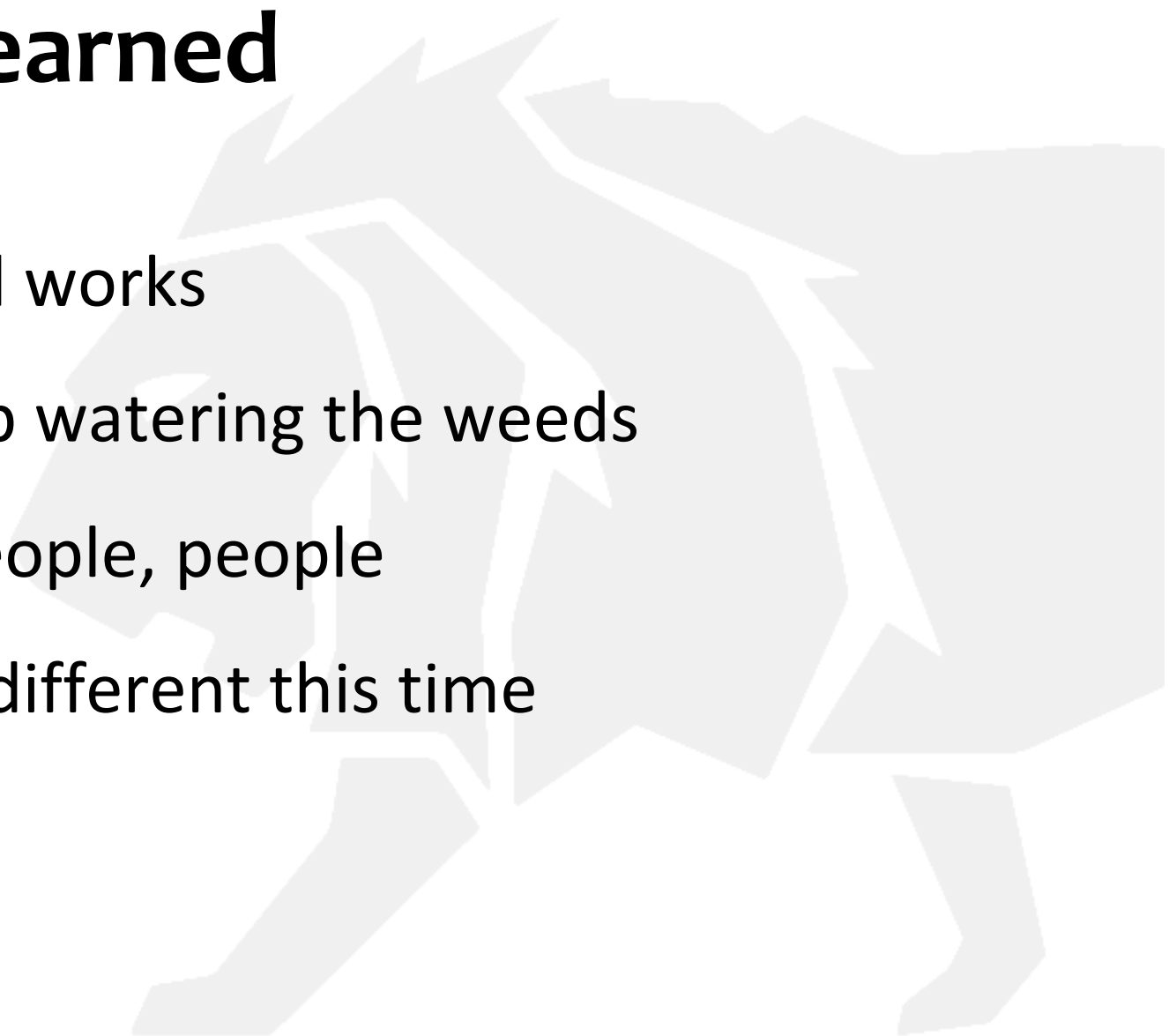
Source: New York = US Census Bureau, China = 'Preparing for China's Urban Billion', McKinsey Global Institute, March 2009.



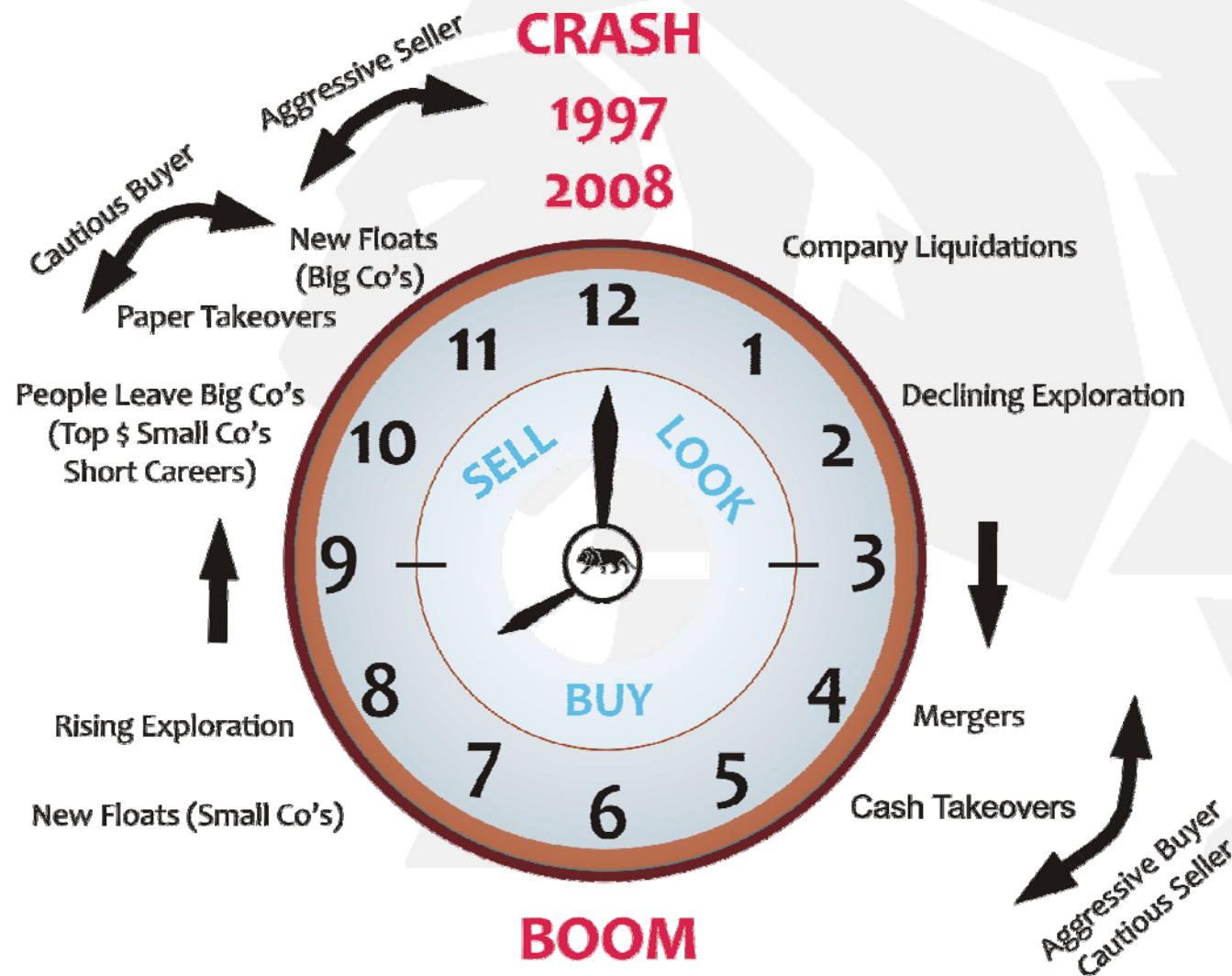
TEN NEW YORKS IN THE NEXT 20 YEARS?

Lessons learned

- The model works
- Don't keep watering the weeds
- People, people, people
- It's never different this time



Outlook - Market



Outlook - Lion

- Lion has strong position

- cash
- portfolio

\$35m

\$45m

NTA \$80M

market

90cps v 60cps

- Ready for market to adjust **UP**

– NTA x multiple gain

- Model steps next
 - shareholder returns

**– distributed \$400m
historically**