

Evraz Highveld Steel and Vanadium Limited  
(Incorporated in the Republic of South Africa)  
(Registration No: 1960/001900/06)  
Share code: EHS      ISIN: ZAE000146171  
("Highveld")

NOTICE OF APPLICATION FOR BUSINESS RESCUE OF MAPOCHS MINE PROPRIETARY LIMITED AND CAUTIONARY ANNOUNCEMENT

Resolution to commence voluntary business rescue proceedings and cautionary announcement

Shareholders of Highveld are hereby advised that, on 17 April 2015, the board of directors of Mapochs Mine Proprietary Limited ("Mapochs"), a subsidiary of Highveld, resolved that Mapochs does not have adequate funding to meet its obligations in the short term. This is as a result of, *inter alia*, historical operational difficulties at the Steelworks at Highveld, Mapochs' main customer; the filing by Highveld for business rescue (which places in doubt Mapochs' ability to source funding that it historically obtained from Highveld); and the effect of the onerous supply agreement concluded with Vanchem Vanadium Products (Pty) Ltd.

The board of Mapochs has accordingly resolved that it will be in the best interests of the company and its stakeholders to commence with voluntary business rescue proceedings in terms of section 129 of the Companies Act, 2008. The resolution to this effect has been filed with the Companies and Intellectual Property Commission ("CIPC").

The board of Mapochs has further resolved to appoint Messers John Evans and John Lightfoot as its joint business rescue practitioners. The relevant forms relating to, and necessary to formalise the appointment of the business rescue practitioners, as contemplated in section 129 of the Companies Act, 2008, have been filed with CIPC.

The board of Mapochs believes that the implementation of voluntary business rescue proceedings will afford the business rescue practitioners the opportunity to consider the continued implementation of the operational turnaround plan already applied to Mapochs' and successfully re-establish its operations.

Shareholders are advised that Mapochs' business rescue may have a material effect on the price of Highveld's securities. Accordingly, shareholders are advised to continue to exercise caution when dealing in Highveld's securities.

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30 April 2015

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J.P. Morgan Equities South Africa Proprietary Limited