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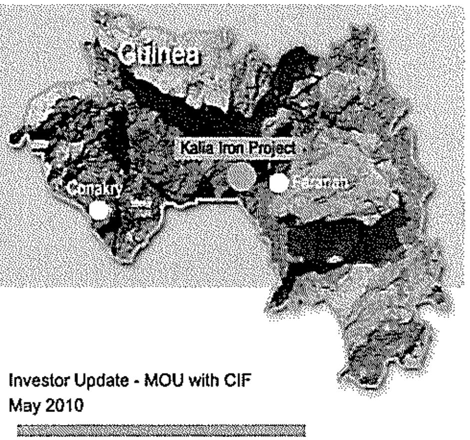
BELLZONE

Kalia Iron Project



Investor Update - MOU with CIF
May 2010

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Announcement

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- Binding MOU signed with the China International Fund – 21 May 2010
- China International Fund Limited (CIF)
  - Hong Kong based
  - Lengthy experience in Africa
  - Track record in Infrastructure development
  - Have funds to complete all works required
- Financed Infrastructure requirements, which include;
  - Rail System
  - Rolling stock
  - Port, Port loading
  - Port services
  - Stockyards and bulk materials handling
  - Infrastructure power
  - Infrastructure support services
- Estimated CAPEX reduction US$2.7billion
- MOU and development plan supported by the Guinea Government
- Definitive agreements for the Infrastructure company, joint venture agreement and off-take agreement on or before 30 June 2010.

Binding MOU

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Highlights of Binding MOU

- CIF shall fund the entire infrastructure required for the Kalia Iron Project. The infrastructure will include the rail system (including rolling stock), bulk storage facilities, port, port loading facilities, port services and power development required to produce and transport a minimum of 50 million tonnes per annum of iron ore from the Kalia Iron Project.
- Bellzone shall transfer to CIF, with the agreement of the Guinean Minister of Mines and Geology of the Republic of Guinea, an area equal to approximately 50% of the Kalia II Prospect and 100% of the Faranah Permit.
- CIF shall incorporate a new company by no later than 6 June 2010, dedicated for the development of the infrastructure (the "Newco"). US$40 million shall be paid by CIF to Newco within 5 business days of incorporation of Newco, which will be used solely to fund the feasibility study for the infrastructure required to transport and export production from the Kalia Prospect. On incorporation Newco will be owned 100% by CIF.
- On finalisation and execution of the definitive agreements CIF will retain 90% of the issued share capital of Newco and Bellzone will be issued shares representing 10% of the enlarged issued share capital which shareholding shall be non-dilutable without the prior written consent of Bellzone (the "Carried Interest").
- Bellzone shall retain the Carried Interest for the duration of the feasibility studies, construction and operation of the infrastructure without any obligation to finance the infrastructure.
- Bellzone and its subsidiaries will be guaranteed a perpetual priority access right to the use of the infrastructure for the transport and export of the production from the Kalia Iron Project on terms to be agreed between the parties.

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Binding MOU

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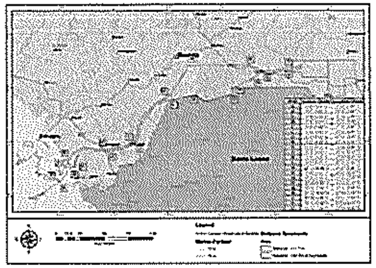
Highlights of Binding MOU cont

- Bellzone and CIF agree to create a 50:50 joint venture to finance, develop, produce, transport, export and sell iron ore from the Forecariah Permits held by a subsidiary of CIF in south west Guinea.
- Bellzone agrees that CIF has rights to purchase 100% of the off- take from the Kalia Prospect at market price.
- Bellzone will provide expertise to the Newco in connection with the design, construction and implementation of the infrastructure and agree to provide expertise and knowledge, and assist CIF where possible with the development and implementation of the Forecariah iron ore resources.



Infrastructure Concession Area

Rail Infrastructure Potential

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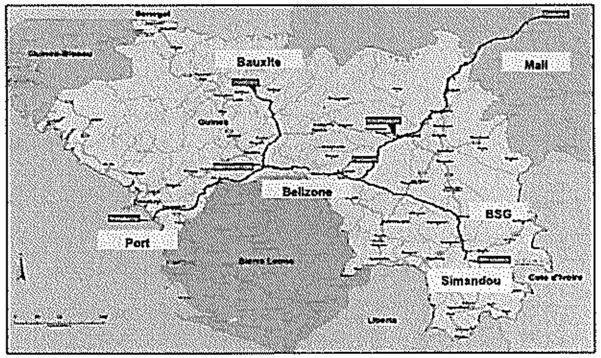

Bellzone will hold a 10% carried interest in the Infrastructure Company that has the capacity and ability to realise this potential.

Guinean Mining Sector

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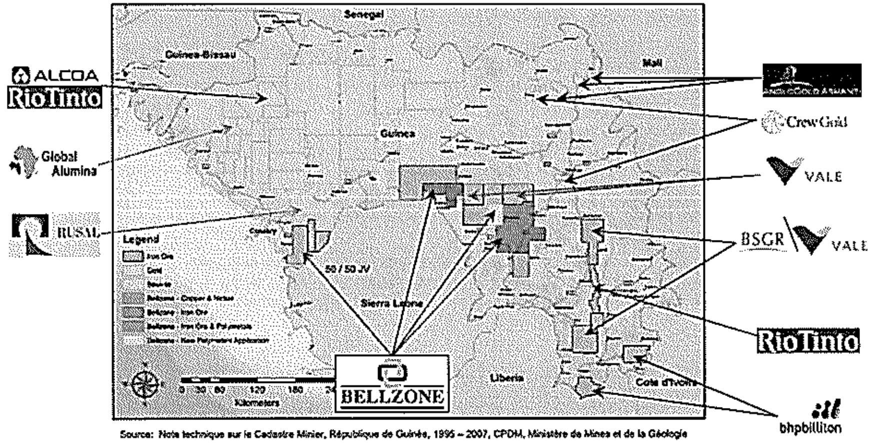

Source: Note technique sur le Cadastre Minier, République de Guinée, 1995 – 2007, CPDM, Ministère de Mines et de la Géologie

Bellzone Tenements

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Kalia I deposit and Kalia II prospect, 573km²

- 360km east of Conakry via a bitumen road and 5km off the main highway
- 100% of Kalia I retained
- Approximately 50% of Kalia II relinquished to CIF

Forecariah Permits

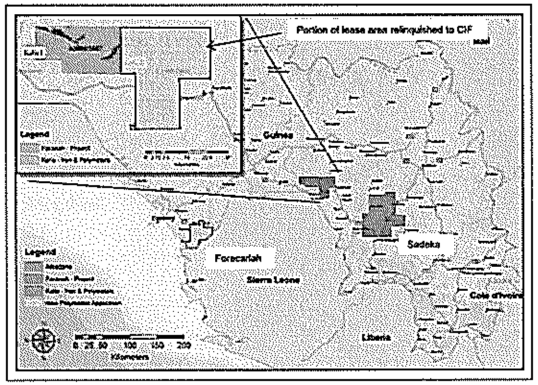
- Held by CIF
- 50 : 50 JV to develop

Faranah Prospecting Permit, 808km²

- Relinquished to CIF

Sadeka Prospecting Permit, 4,383km²

- Prospecting permit for base metals - excludes iron ore
- Application submitted for additional licence to cover extension to Ni/Cu Sulphide mineralisation



Source: Bellzone admission document

Kalia Magnetite Mineralisation

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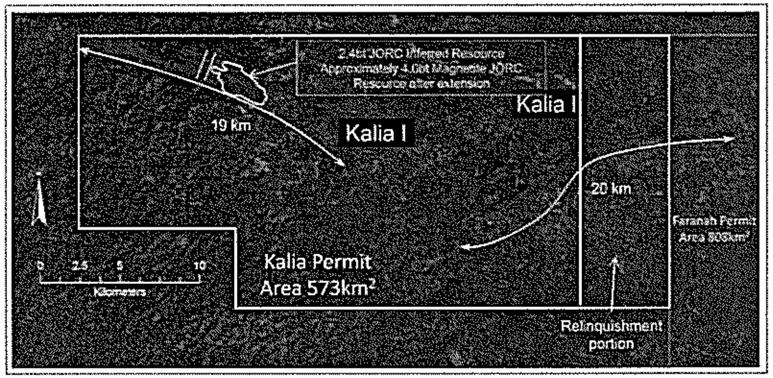

Source: Company generated image from ARCGIS database

Kalia Power Requirement

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- Estimated 180MW power supply required for 50mtpa operation
  - Thermal start-up power to meet construction and Stage 1 20mtpa DSO requirements (approx 30MW)
  - Progressively bringing hydro-power online to meet ramp up demands
  - World Bank hydro-power study 2006 – potential for multiple large scale hydropower sites within 85km of Kalia mine site

Project CAPEX Forecast

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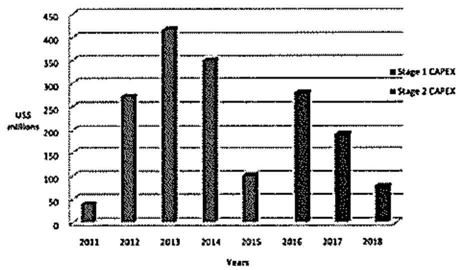
Kalia Iron Project Capex Forecast



CAPEX Summary

	Stage 1 US$M	Stage 2 US$M	TOTAL US$M
Mine			
Mine and Treatment Plant	805	438	1,243
Support Infrastructure	111	36	147
Power	263	78	342
TOTAL - Kalia Iron Project	1,179	552	1,732

Stage 1 Capex – Externally funded

Stage 2 Capex – Internally (cash flows) funded

May 2010 update

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Bellzone Mining

- Company founded in 2007, with 100% owned assets in Guinea, West Africa
- Kalia project: 2.4 billion tonne ("bt") JORC magnetite resource
- Admitted to AIM 1 April 2010 (ticker: BZM) raising £33.6 million
- Company estimates 13bt of magnetite ore and 2.9bt of oxide at surface

Kalia Iron Project

- Targeting significant iron ore production: 50mtpa by 2018 (30mtpa by 2015)
  - High quality concentrate and low cost producer potential
- Infrastructure – Binding MOU with China International Fund Limited (CIF) to finance Infrastructure from feasibility study to operations

Current Activities:

- Commencement of EIA /SEIA contracts for bankable feasibility study
- Significant drilling underway to increase and upgrade magnetite resource and establish JORC oxide resource

News flow and progress

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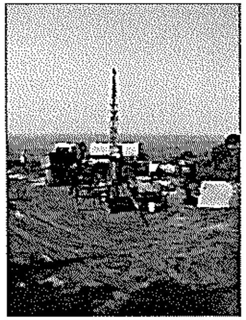
Kalia

- Base Mining Convention lodged 20th April. Approval expected July 2010
- EIA/SEIA contract awarded to SGS Environment and studies commenced
- Down-hole survey commenced by Surtron Technologies for extension and upgrade of 2.4bt magnetite JORC
- Guinea based licensed surveyors "Service De Topographie et D'Ingenierie" contracted to support the down-hole survey
- Magnetite resource expected to be upgraded to approximately 4bt in June 2010. Further upgrade expected Oct 2010.
- Magnetite JORC upgrade – Expect an increase in the Measured/Indicated & Inferred JORC in Q3 2010
- Magnetite Bulk test work due to start in June 2010 (Currently approximately 20 tonnes of samples on hand)
- Oxide JORC drilling commenced May 2010
- Kalia II drilling due to start Oct 2010



Resource drilling at Kalia Iron Project, May 2010

News flow and progress

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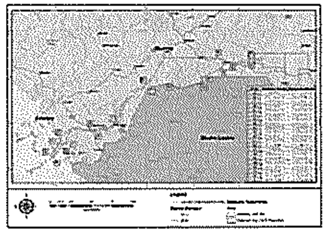
Infrastructure (Rail & Port)

- Binding MOU signed with CIF to finance and develop all Transport Infrastructure requirements
- Infrastructure company to be created by 6 June 2010 and US$40 million funding provided by CIF for Infrastructure feasibility study
- Concession Alignment application submitted. Approval expected end Q2 2010
- Appointment of advisors underway
- Tender for EIS/SEIA for the Port and Rail to be released July 2010



Submitted Concession Alignment

Corporate

- New office in Conakry for expanded activity
- New site manager appointed
- New Corporate Profile
  - New investor focused website
  - Recruiting Investor Relations Manager
  - Recruiting IT Manager

New head office in Conakry, Guinea

Oxide at Surface - DSO

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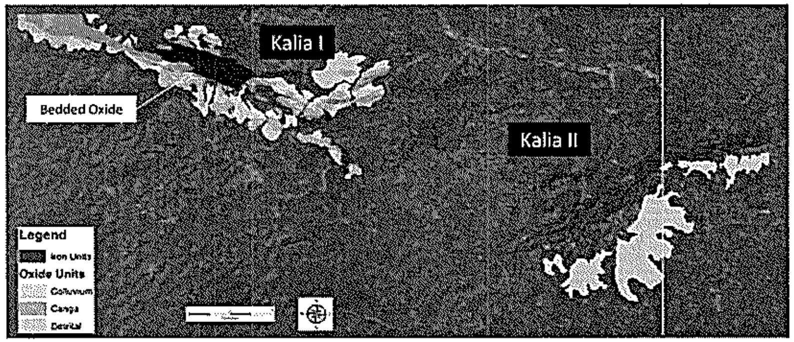
- 59km² surface oxide – Pilbara style, near zero strip ratio
- Company estimate of 2.9bt of oxide at surface
- Simple open pit extraction process and low cost – crush, screen and ship
- Anticipated early cash flow from magnetite pre-strip DSO
- 60,292m drilling programme planned to develop JORC resource by July 2011



Sadeka Potential

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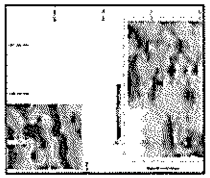
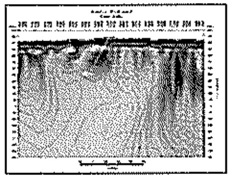
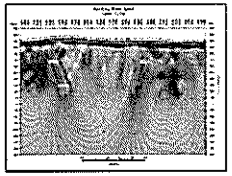
Sadeka

- Additional Ni/Cu targets identified
- Application submitted for additional licence to cover extension of mineralisation.
- Geology mapping, Soil Geochemistry and Geophysics (Ground Magnetics, Electrical Ground-Geophysics) have identified high quality drilling targets.
- Drilling to commence in Oct 2010







Conclusion

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- Binding MOU signed with CIF to fund Infrastructure requirements
- 100% off-take agreement in place for all Kalia production
- Company to be established to implement Infrastructure project and US$40 million funding provided by CIF to conduct Infrastructure feasibility studies
- Shareholding of Infrastructure company to be 90 : 10 CIF : Bellzone
- Bellzone to relinquish 50% of Kalia II and Faranah leases to CIF
- 50 / 50 JV agreed to develop iron ore potential of Forecariah leases
- 2.4bt magnetite JORC inferred resource with a Company estimate of 13bt upside potential
  - Magnetite resource expected to be increased to approximately 4bt in June 2010
  - Increase in the Inferred status to Measured/Indicated & Inferred for the magnetite expected Q3 2010
  - Establishment of a maiden JORC resource for the oxide Q4 2010
- Company estimates 2.9bt oxide potential for DSO, early cash flow from low cost operations
- High quality concentrate with low production costs
- First production planned at 20mtpa in 2014 ramping up to 50mtpa in 2018
- Experienced management team focused on delivery of mine

Guinea

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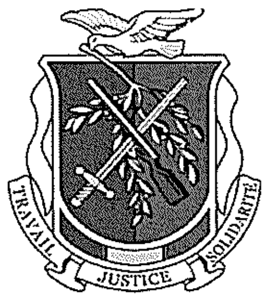
- CIF / Bellzone Rail/Port infrastructure development strategic link in developing a multi-user Transport Network for minerals in Guinea
- Second largest exporter of bauxite globally
- Majors (BHP, Rio Tinto, Rusal) have mined bauxite in Guinea since the 1970s, with targeted foreign investment of US$13.2bn (BHP Global Alumina Corp accounts for US$5.6bn)
- Rio Tinto/Chinalco JV, US$1.3bn for 49%
- Vale/BSG Joint Venture announced 30 April 2010:
  - Vale purchase 51% of BSGR for US$2.5bn
  - Only producer to transport iron ore through Liberia
  - Upgrade of Conakry to Kankan Railway – compensation for right to transport through Liberia.
  - Vale plan 50mtpa from Simandou by 2014
- Democratic elections expected to be held June 27th 2010
- US and EU financing and assisting in election process



Kalia I Magnetite JORC Resource

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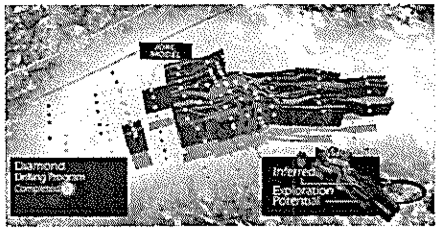
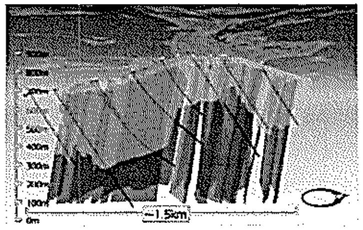
JORC Resource Class	Material	Btonnes	Fe %	S %	SiO_2 %	Al_2O_3 %	P %	L.o.I	Dry SG
Inferred	BIF	2.06	29.8	0.81	45.2	2.1	0.07	0.8	3.4
Inferred	Schist	0.33	8.9	0.13	47.0	7.7	0.04	8.4	2.9
Total		2.39	26.9	0.72	45.5	2.9	0.07	1.9	3.3
Exploration Potential	BIF + Schist	0.9	22	0.4	44	4	0.05	5	3

In its resource calculations CSA discounted ore recovery by 15% and excluded grades lower than 25% Fe and higher than 40% Fe.





CSA has indicated that a 3 to 4 fold increase in the quantity of the resource could be expected, supporting a Company estimated resource of 13bt of magnetite ore

Source: Table – CPR, Images Bellzone 3D fly through model

Kalia I Drilling Summary

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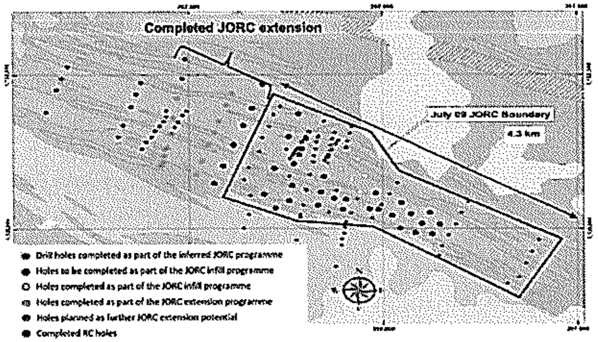
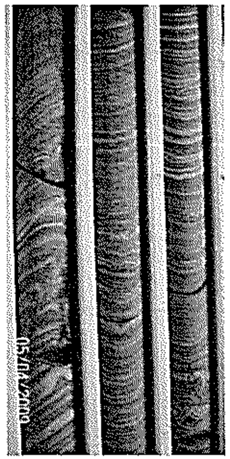
August – 2009 to June – 2011

- Objective is to increase inferred JORC to approximately 4bt and upgrade 700 million tonnes of existing inferred JORC to Measured in Kalia I, and start drilling Kalia II
- 39,990m of diamond drilling planned – over 15,700m already completed



Source: Company generated image from ARCGIS database



High Quality Concentrate

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Magnetite, which can be concentrated by traditional methods with low energy consumption

Bench Test Davis Tube Recovery Results					
Ore Type	Fe %	SiO_2 %	Al_2O_3 %	S %	P %
BIF - average grade	29.48	45.22	2.31	0.85	0.07
Concentrate - average grade	68.75	3.47	0.12	0.35	0.01

- Mass recovery – 35.3% → reduced ore feed required to produce 1t concentrate
- Grind size – P_{100} – 65 microns → less power requirements to liberate iron
- Magnetic iron recovery – 95% → high % of magnetic iron, lower operating costs
- Theoretical iron recovery – 82% → lower operating cost per tonne of concentrate

Blended Operating Costs - estimated at US$18.59/t product excluding transport
(DSO US$12.39/t and Concentrate US$29.09/t product excluding transport)

Source: Competent Persons Report on the Mining Assets of Bellzone Mining PLC

Iron Ore Market Overview

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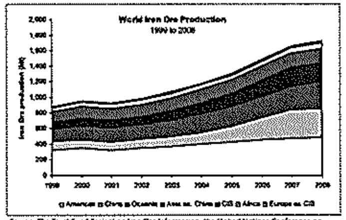
Supply and Demand

- China is largest consumer of iron ore and world's largest steel producer
- Chinese demand outstripping supply
- Indian market forecast to expand from a current consumption of approximately 55mtpa steel to 290mtpa steel by 2020

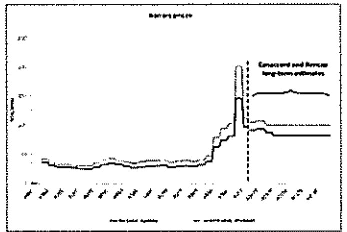
Pricing

- Tight market expected through to 2013-14. High prices set to continue.
- Chinese advise to plan for 300,000 dwt – 400,000dwt Bulk Carriers to reduce cost of seaborne iron ore transport from West Africa and Brazil

Source: AME Mineral Economics, February 2010 Iron Ore Outlook



Source: The Trust Fund Project on Iron Ore Information, the United Nations Conference on Trade and Development



Source: Consensus estimates

Mining Code of Guinea

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The Mining Code of Guinea was adopted on 30 June 1995:

- The State does not take a free share in the capital of the operating company for iron ore and bauxite interests
- Any purchase by the State is subject to agreement by the Company based on commercially accepted terms
- Prospecting permits give the holder exclusive rights to prospect for the mineral substances for which it is issued
- Owners have the right to freely dispose of all products extracted in the course of prospecting and assaying
- Prospecting permits can be renewed twice for maximum periods of 2 years each time

World Bank Hydro-Power Map

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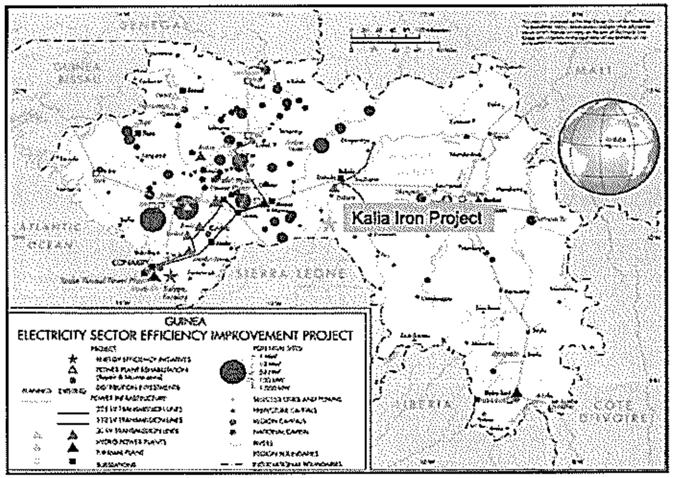

Market Statistics

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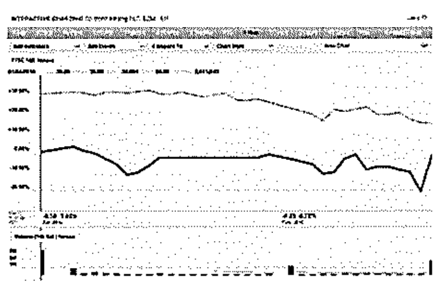
Company:	Bellzone Mining Plc
Listing:	London AIM Market
Listing Date:	1st April 2010
Shares in issue:	527,124,485
Ticker:	BZM
Market Cap:	£171m
Current Price (17th May 10):	32.5p

Major Sharholders

Moreau Mining Pty. Ltd / Nik Zuks	56.4%
Hanscon Holdings Pty. Ltd.	7.5%
Talbot Group Investment	3.8%
Other Shareholders	32.3%



BZM and FTSE 100 comparison since listing

Previous capital raises:

The Company raised AU$56.3m (US$50.8m) in 2007/8 for exploration, resource definition and project camp:

- AU$26.3m (US$23.7m) at AU$1.00 (US$0.90) per share in 2007
- AU$30.0m (US$27.1m) at AU$1.50 (US$1.42) per share in 2008