



Q1 Results Presentation 2021



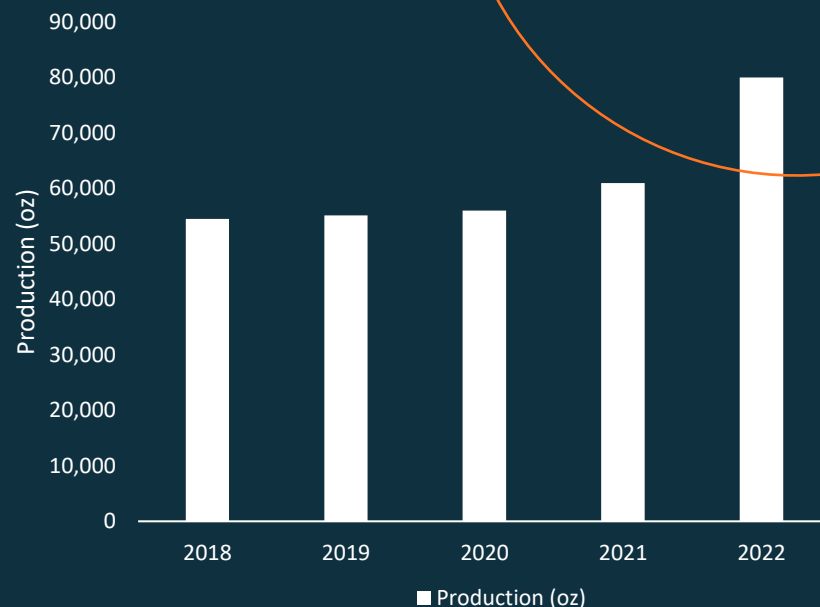
Results Summary

	Q1 2020	Q1 2021	Change (%)
Production (ounces)	14,233	13,197	-7%
Average gold price (\$ per ounce) ¹	1,566	1,738	11%
Revenue (\$'m)	23.6	25.7	9%
Gross Profit (\$'m) ²	10.6	10.4	-2%
EBITDA excluding net foreign exchange gain (\$'m)	10.0	9.7	-3%
AISC excluding export incentive credit (\$/oz) ¹	904	1,077	19%
Adjusted profit attributable to shareholders (\$'m) ¹	8.2	4.6	-44%
Adjusted earnings per share (cents) ¹	57.3	51.6	-10%
Dividends per share (cents)	7.5	11.0	47%

1. Non-IFRS measures such as “On-mine cost per ounce”, “AISC” and “average realised gold price” and “adjusted EPS” are used throughout this document. Refer to section 10 of the MD&As published on 13 May 2021 and 12 May 2020 for a discussion of non-IFRS measures
2. Gross profit is after deducting royalties, production costs and depreciation but before administrative expenses, other income, interest and finance charges and taxation.

Production

AN ESTABLISHED MINE WITH SUBSTANTIAL PLANNED PRODUCTION GROWTH AND COST REDUCTION



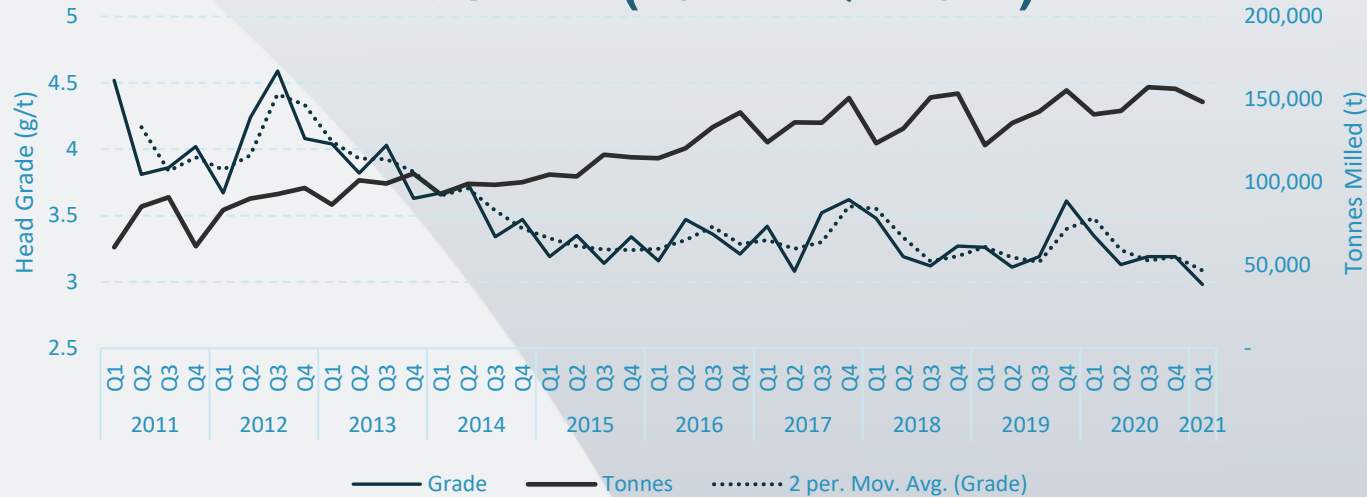
**Strong recovery in April production:
5,470 ounces were produced**



- 13,197 ounces of gold were produced during the Quarter
- Rainy season saw unprecedented rainfall causing flooding at the mine and resulted in several lost shifts during the period
- Temporary issues have now been rectified
- 2021 production guidance of between 61,000 - 67,000 ounces
- Remain on track to achieve our 80,000 ounce target in 2022.

Review of Operations

Tonnes Milled & Grade (2011 – Q1 2021)

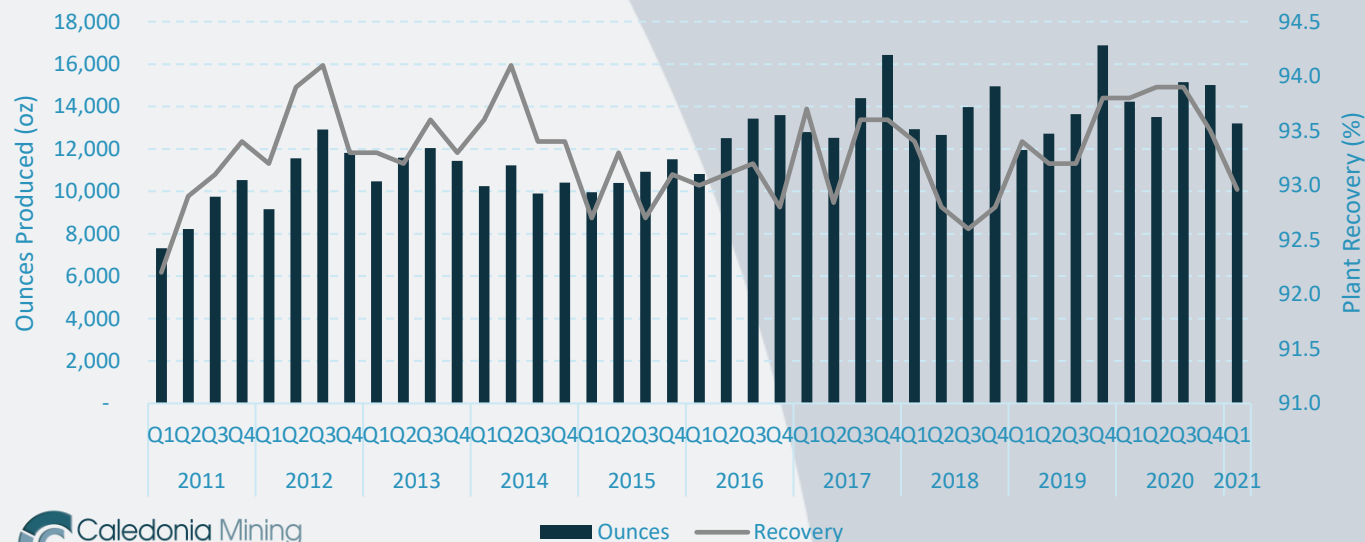


Achieved grade was 2.98g/t due to lost production in high grade area

Tonnes milled improved compared to Q1 2020 due to management initiatives e.g. the Nyanzvi initiative and revisions to the bonus structure.

Recoveries adversely affected by lower grade: tail grade remains low

Ounces Produced & Recovery (2011 – Q1 2021)



Review of Results

Profit and loss

	(\$'m)	Q1 2020	Q1 2021	Change (%)	
Revenue		23.6	25.7	9%	11% increase in gold price; 2% fall in gold sales
Royalty		(1.2)	(1.3)	9%	
Production costs		(10.7)	(12.8)	20%	4% increase in cost per tonne; higher cost per ounce due to lower grade
Depreciation		(1.2)	(1.2)	0%	
Gross Profit (\$'m)		10.5	10.4	-1%	
G&A		(1.5)	(1.6)	7%	Lower travel costs; higher Rand and Sterling costs due to USD devaluation
Net foreign exchange gain		2.2	0.3	-86%	Slower rate of RTGS\$ devaluation
Net other income/(expense)		1.7	(0.3)	-118%	2020 includes \$1.9m of gold support price revenues
Other		(0.3)	(0.4)	33%	
Profit before tax		12.6	8.4	-33%	
Tax expense		(2.9)	(3.0)	3%	Zimbabwe taxes calculated using RTGS\$ denominated accounts
Profit for the period		9.7	5.4	-44%	
NCI		(1.5)	(0.9)	-40%	
Attributable profit		8.2	4.5	-45%	
Adjusted eps (cents) ¹		57.3	51.6	-10%	Excludes FX gains/loss, deferred tax etc.

Review of Results

Production Costs

	(\$'m)	Q1 2020	Q1 2021	Change (%)	
Wages and salaries ¹		3.9	5.6	43%	<i>16% increase in headcount; increased leave pay provision</i>
Consumables ¹		3.6	3.0	-17%	<i>Lower TMM costs; reduced cyanide consumption</i>
Covid consumables ¹		0.0	0.1	n/a	
Electricity - ZESA ²		1.5	1.5	0%	
Electricity – Diesel ²		0.3	0.6	100%	<i>Increase due to higher usage of diesel generators</i>
Work in progress		0.4	1.1	175%	<i>1,584 ounces; 2020: 823 ounces</i>
Safety ¹		0.2	0.2	0%	
On-mine administration ¹		0.7	0.4	-42%	<i>Devaluation of local currency-denominated costs</i>
Share-based payment expense (LTIP) ¹		0.0	0.2	n/a	<i>Non-cash item</i>
Pre-feasibility expenses ¹		0.1	0.1	0%	
Total IFRS production costs ¹		10.7	12.8	20%	
I/Co Adjustments and WIP ³		(0.5)	(1.6)	110%	
On-mine cost incurred in the Quarter ⁴		10.2	11.2	10%	
On mine cost per tonne milled (\$/t)		72.38	75.32	4%	

1. Source: note 6 to the Unaudited Condensed Consolidated Interim Financial Statements published on May 13, 2021.

2. Aggregate of the ZESA and diesel electricity cost per note 6 to the Unaudited Condensed Consolidated Interim Financial Statements published on May 13, 2021; cost of diesel-generated power per section 4.6 of the MD&A published on May 13, 2021.

3. Aggregate of adjustments IFRS production costs to arrive at on-mine production cost set out in 10.3 of the MD&A and WIP cost set out in 4.6 of the MD&A

4. Source: section 4.6 of the MD&A

Review of Results

Cost per ounce

	(\$/Oz)	Q1 2020	Q1 2021	Change (%)	
On-mine cost ¹		702	836	19%	<i>4% increase in cost per tonne; other increase due to lower grade</i>
All-in sustaining cost before export incentive ¹		904	1,077	19%	<i>Higher royalty due to higher gold price and higher sustaining capex</i>
All-in sustaining cost after export incentive ¹		777	1,077	39%	<i>2020 includes \$1.9m of export credit incentive; no corresponding income in Q1 2021</i>

- From time-to-time in recent years, Blanket received government grants (initially the “Export Credit Incentive” and latterly the “Gold Support Price”). These grants, which were paid at different rates and on varying bases, were intended by the Zimbabwe government to stimulate increased gold production. The revenues arising from such grants was recognised in the P&L as “Other Income – Government Grants” and was taken as a deduction of costs for the purposes of calculating all-in sustaining costs.
- There was no income from this source in Q1 2021.

1. Source: note 6 to the Unaudited Condensed Consolidated Interim Financial Statements published on May 13, 2021.

Review of Results

G&A

	(\$'000's)	Q1 2020	Q1 2021	Year on Year Change (%)	
Investor relations		96	90	-6%	
Audit fee		62	67	8%	
Advisory service fees		112	87	-22%	
Listing fees		110	99	-10%	
Directors fees		81	133	64%	<i>Fees payable to Caledonia NED's and Blanket's IZ directors</i>
Wages and salaries		821	1,061	29%	<i>Increased headcount; weaker USD increased Sterling and Rand-denominated employee costs</i>
Travel		89	13	-85%	
Other		176	60	-66%	
Total		1,547	1,610	4%	

Source: note 9 to the Unaudited Condensed Consolidated Interim Financial Statements published on May 13, 2021.

Review of Results

Taxation

(\$'000's)	Zimbabwe	South Africa	Total	
Income tax	803	12	815	<i>Zimbabwe income tax is calculated at 24.72% on taxable profit computed in RTGS\$</i>
Withholding tax				
- management fees	-	29	29	
- deemed dividend	64	-	64	
Deferred tax	2,105	(11)	2,094	<i>High deferred tax due to high capital expenditure (\$6.3m in the Quarter); deferred tax is calculated using RTGS\$</i>
Total Taxation charge	2,972	30	3,002	
Cash tax paid	464	-	464	

Source: Section 3 to the MD&A published on May 13, 2021.

Review of Results

Cash Flow

	(\$'m)	Q1 2020	Q1 2021	
Cash flow before working capital		11.7	9.8	<i>Reflects lower profit</i>
Working capital		(0.7)	(7.2)	<i>Outflow due to higher receivable for gold sales and prepayment for solar equipment offset by reduced inventories. Gold receivable received in full in April</i>
Net interest		(0.2)	(0.1)	
Tax paid		(0.7)	(0.5)	
Net cash from operating activities		10.1	2.0	
Investing		(3.8)	(6.2)	<i>High capital expenditure as planned incl. \$2.3m at Central Shaft</i>
Financing (incl. dividends)		(1.0)	(1.8)	<i>Increased dividend per share; more shares in issue</i>
Net change		5.3	(6.0)	
Foreign exchange		(0.4)	0.0	
Net cash b/fwd		8.9	19.0	<i>Cash b/fwd in 2021 includes proceeds of equity raise in 2020 for solar.</i>
Net cash c/fwd		13.8	13.0	

Review of Results

Balance Sheet

	(\$'m)	Dec 31, 2020	Mar 31, 2021	
Non-current assets		133.3	138.8	
Current assets (excl. cash)		23.9	29.7	<i>Increased trade receivables and deposit for solar panels</i>
Cash and equivalents		19.0	13.0	
Derivative financial assets		1.2	1.0	<i>Gold ETF – now realised; proceeds remitted to Jersey</i>
Assets held for sale		0.5	0.5	
Total assets		177.9	183.0	
Equity attrib. to shareholders		141.5	144.6	
Non-controlling interests		16.5	17.0	<i>Relates to 36% minority interest in Blanket</i>
Total equity		158.0	161.6	
Non-current liabilities		9.9	10.3	<i>Mainly deferred tax and closure provisions: no debt</i>
Current liabilities		10.0	11.1	<i>Mainly trade and tax payable: \$286k of borrowings</i>
Total equity and liabilities		177.9	183.0	

Review of Results

Cash

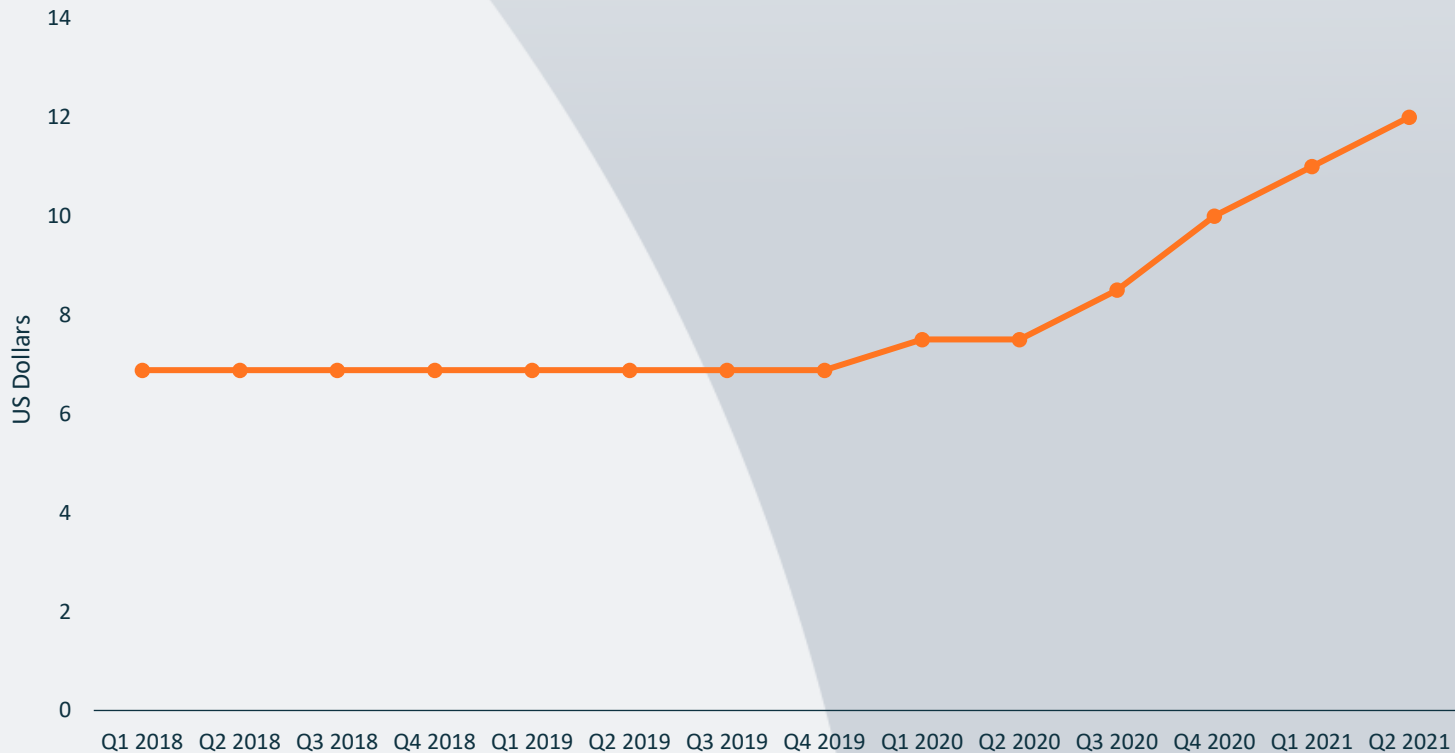
	(\$'m)	Mar 31, 2020	Dec 31, 2020	Mar 31, 2021	April 30, 2021
Zimbabwe		9.5	5.1	2.2	3.2
South Africa		3.0	2.7	1.7	4.0
UK/Jersey		1.3	11.2	9.1	9.1
Total net cash		13.8	19.0	13.0	16.3

- Cash at March 31, 2021 was adversely affected by a \$6.3 million increase in trade receivables and \$1.8 million prepayment for solar panels
- Cash increases to \$16.3m at the end of April following receipt of amounts due for gold deliveries. Note, Cash at April 30 is after \$1.5m CMC Plc dividend payment
- Cash in Zimbabwe comprises US\$ and RTGS\$: we are not accumulating unusable and unremittable RTGS\$
- Increased cash in South Africa in April due to intercompany payments from Blanket and realisation of the gold ETF of approx. \$1m (subsequently remitted to Jersey)

Dividend

COMMITTED TO RETURN MONEY TO SHAREHOLDERS

QUARTERLY DIVIDEND PAYMENTS



Quarterly dividend of
US\$0.12 (12c)

Annualised yield of
3.2%

Dividend payer since
2012

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