



# **Platmin Limited**

*(A development stage company)*

**Condensed Consolidated Interim Financial Statements**  
**for the three month periods ended March 31, 2010 and February 28, 2009**  
*(Unaudited, expressed in United States dollars, unless otherwise stated)*

# Platmin Limited

(A development stage company)



## Condensed consolidated interim statement of financial position as on Mar 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

	Notes	Mar 31, 2010 \$ 000	Dec 31, 2009 \$ 000	Feb 28, 2009 \$ 000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Mining assets		44,135	43,454	30,097
Intangible assets		9,472	9,348	5,630
Property, plant and equipment	5	455,404	422,471	187,843
Loans receivable		52	50	35
Cash investments and guarantees		7,788	7,163	2,497
<b>Total non-current assets</b>		<b>516,851</b>	<b>482,486</b>	<b>226,102</b>
<b>Current assets</b>				
Inventories	6	9,031	9,849	6,943
Accounts and other receivables		32,798	28,452	8,506
Cash and cash equivalents	7	17,892	29,375	127,950
<b>Total current assets</b>		<b>59,721</b>	<b>67,676</b>	<b>143,399</b>
<b>TOTAL ASSETS</b>		<b>576,572</b>	<b>550,162</b>	<b>369,501</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity attributable to owners of the parent</b>				
Share capital		425,535	425,535	366,180
Accumulated deficit		(38,599)	(35,002)	(27,360)
Other components of equity		85,692	82,587	(29,939)
		472,628	473,120	308,881
<b>Non-controlling interests</b>		<b>(21,675)</b>	<b>(20,091)</b>	<b>(16,618)</b>
<b>Total equity</b>		<b>450,953</b>	<b>453,029</b>	<b>292,263</b>
<b>Non-current liabilities</b>				
Long-term borrowings		3,940	3,817	2,121
Finance lease liability	8	9,085	12,282	-
Decommissioning and rehabilitation provision	9	64,985	52,744	12,791
<b>Total non-current liabilities</b>		<b>78,010</b>	<b>68,843</b>	<b>14,912</b>
<b>Current liabilities</b>				
Trade payables and accrued liabilities		22,926	22,144	23,574
Revolving commodity facility	10	11,400	5,854	-
Current portion of finance lease liability	8	177	292	-
Current portion of long-term borrowings	11	13,106	-	38,752
<b>Total current liabilities</b>		<b>47,609</b>	<b>28,290</b>	<b>62,326</b>
<b>Total liabilities</b>		<b>125,619</b>	<b>97,133</b>	<b>77,238</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>576,572</b>	<b>550,162</b>	<b>369,501</b>

### NATURE OF OPERATIONS AND GOING CONCERN

1

The accompanying notes are an integral part of the condensed consolidated interim financial statements

# Platmin Limited

(A development stage company)



## Condensed consolidated interim statement of income for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

	Notes	For the three months ended	
		Mar 31, 2010 \$ 000	Feb 28, 2009 \$ 000
General expenses	12	(4,393)	(12,716)
Other income / (expenses)	12	(9)	1,508
Finance costs		(779)	(1,282)
<b>Loss before taxation</b>		<b>(5,181)</b>	<b>(12,490)</b>
Income tax expense		-	-
<b>LOSS FOR THE PERIOD</b>		<b>(5,181)</b>	<b>(12,490)</b>
<i>(Loss) / income attributable to:</i>			
Owners of the parent		(3,597)	(11,494)
Non-controlling interest		(1,584)	(996)
		<b>(5,181)</b>	<b>(12,490)</b>
<i>Loss per share (in currency units) attributable to owners of the parent:</i>			
Basic and diluted	13	(0.01)	(0.07)

The accompanying notes are an integral part of the condensed consolidated interim financial statements



**Condensed consolidated interim statement of comprehensive income**  
*for the three months ended March 31, 2010*

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

	Notes	For the three months ended	
		Mar 31, 2010 \$ 000	Feb 28, 2009 \$ 000
Loss for the period		(5,181)	(12,490)
<b>Other comprehensive income (net of tax)</b>		(2,592)	(1,017)
Exchange differences on translation from functional to presentation currency		(2,592)	(1,017)
Income tax relating to components of other comprehensive income		-	-
<b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD</b>		<b>(7,773)</b>	<b>(13,507)</b>
<i>Total comprehensive (loss) / income attributable to:</i>			
Owners of the parent		(6,189)	(12,511)
Non-controlling interest		(1,584)	(996)
		<b>(7,773)</b>	<b>(13,507)</b>

*The accompanying notes are an integral part of the condensed consolidated interim financial statements*

# Platmin Limited

(A development stage company)



## Condensed consolidated interim statement of changes in shareholders' equity for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

	Equity attributable to the shareholders							Non-controlling interest	Total Equity
	Share Capital	Deficit	Share Based Payment Reserve	Warrants	Foreign Currency Translation Reserve	Subtotal			
	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000		
<b>Balance at February 28, 2009</b>	<b>366,180</b>	<b>(27,360)</b>	<b>7,329</b>	<b>846</b>	<b>(38,114)</b>	<b>308,881</b>	<b>(16,618)</b>	<b>292,263</b>	
Shares issued	59,355	-	-	-	-	59,355	-	59,355	
Loss for the period	-	(7,642)	-	-	-	(7,642)	(3,473)	(11,115)	
Stock based compensation	-	-	2,838	-	-	2,838	-	2,838	
<b>Other comprehensive income:</b>									
Currency translation adjustment	-	-	-	-	109,688	109,688	-	109,688	
<b>Balance at December 31, 2009</b>	<b>425,535</b>	<b>(35,002)</b>	<b>10,167</b>	<b>846</b>	<b>71,574</b>	<b>473,120</b>	<b>(20,091)</b>	<b>453,029</b>	
Shares issued	-	-	-	-	-	-	-	-	
Loss for the period	-	(3,597)	-	-	-	(3,597)	(1,584)	(5,181)	
Stock based compensation	-	-	513	-	-	513	-	513	
<b>Other comprehensive income:</b>									
Currency translation adjustment	-	-	-	-	2,592	2,592	-	2,592	
<b>Balance at March 31, 2010</b>	<b>425,535</b>	<b>(38,599)</b>	<b>10,680</b>	<b>846</b>	<b>74,166</b>	<b>472,628</b>	<b>(21,675)</b>	<b>450,953</b>	

The accompanying notes are an integral part of the condensed consolidated interim financial statements

# Platmin Limited

(A development stage company)



## Condensed consolidated interim statement of cashflows for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

	Notes	For the three months ended	
		Mar 31, 2010 \$ 000	Feb 28, 2009 \$ 000
<b>Cash flows from operating activities</b>			
Cash receipts from customers		15,708	-
Cash paid to suppliers and employees		(42,167)	(7,755)
<i>Cash (utilized in) / generated from operations</i>		(26,459)	(7,755)
Interest paid		(56)	(4,501)
Income taxes paid		-	-
<i>Net cash (used in) / generated from operating activities</i>		<b>(26,515)</b>	<b>(12,256)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(1,217)	(35,480)
Proceeds from sale of property, plant and equipment		-	-
Additions to intangible assets		(98)	(5,644)
Increase in rehabilitation investment		(492)	(1,074)
Increase in deferred exploration expenses		(413)	(1,224)
<i>Net cash used in investing activities</i>		<b>(2,220)</b>	<b>(43,422)</b>
<b>Cash flows from financing activities</b>			
Increase in loans payable		12,824	545
(Decrease) in finance lease liability		(460)	-
Increase in revolving commodity facility		4,964	-
Realised foreign exchange gains on settlement of FEC's		(1)	-
Increase in loans receivable		-	12
Proceeds from issue of shares		-	172,618
<i>Net cash generated from financing activities</i>		<b>17,327</b>	<b>173,175</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>			
Net foreign exchange differences		(75)	(164)
<b>Cash and cash equivalents at the beginning of the period</b>	7	29,375	10,617
<b>Cash and cash equivalents at the end of the period</b>	7	<b>17,892</b>	<b>127,950</b>

The accompanying notes are an integral part of the condensed consolidated interim financial statements

**Notes to the condensed consolidated interim financial statements**  
**for the three months ended March 31, 2010**

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

**1. Nature of operations and going concern**

Platmin Limited (the "Company") and its subsidiaries (the "Group") is a development stage Natural Resources Group engaged in the acquisition, exploration and development of Platinum Group Elements ("PGE") properties in the Republic of South Africa.

The Company was incorporated under the Canada Business Corporation Act on May 29, 2003. The Company has continued as a company under the Business Corporations Act of British Columbia, Canada effective April 1, 2009. Its Common Shares are listed on the Toronto Stock Exchange ("TSX") and the Alternative Investment Market of the London Stock Exchange ("AIM"). The Company trades under the symbol "PPN" on both exchanges. On July 22, 2009, the Company listed on the Johannesburg Securities Exchange Limited ("JSE") with the symbol "PLN".

These condensed consolidated interim financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due.

The Group changed its financial year end from the last day of February in each calendar year to the last day of December, effective for the period ending December 31, 2009. As a result of the change in year end, the comparative amounts are not directly comparable with the current balances.

For the three months ended March 31, 2010 the Group incurred a loss of US\$5.181 million and as at March 31, 2010 had an accumulated deficit of US\$38.599 million. There are approximately US\$16.102 million (ZAR117.948 million) in existing development commitments for completion of the Pilaesberg project's Pilaesberg Platinum Mines ("PPM") as at March 31, 2010. The Group is dependent on the successful completion of PPM to generate cash flows in order to fund its operations and pay debt as it becomes due. Such circumstances may lead to substantial doubt as to the ability of the Group to meet its obligations as they become due and accordingly the appropriateness of the use of the accounting principles applicable to a going concern.

The Group raised US\$59.355 million in capital by way of a private placement during May 2009 and had US\$17.892 million in cash and cash equivalents at March 31, 2010 to fund development activities and meet its contractual obligations.

The Company's financing efforts to date, while substantial, may not be sufficient in and of themselves to enable the Company to fund all aspects of its operations when taking into consideration forecasted revenue streams based upon planned production. Management expects that the Company will be able to secure the necessary financing to meet the Company's requirements on an ongoing basis. Nevertheless, there is no assurance that these initiatives will be successful or sufficient. If the going concern assumption were not appropriate for these consolidated financial statements, then adjustments to the carrying values of the assets and liabilities, the reported expenses and the statement of financial position classifications, which could be material, may be necessary.

**2. Statement of compliance**

The unaudited condensed consolidated interim financial statements for the three months ended March 31, 2010 have been prepared in accordance with the recognition and measurement requirements of IFRS and the presentation and disclosure requirements of International Accounting Standard ("IAS") 34 *Interim Financial Reporting*. These interim results do not include all the information required for the full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the period ended December 31, 2009.

The unaudited condensed consolidated interim financial statements, which have been prepared on the going concern basis, were approved by the Board of Directors on May 11, 2010.

This set of unaudited condensed consolidated interim financial statements has not been audited by the Group's auditors and thus no audit report was issued.

The financial statements are presented in US dollars, rounded to the nearest thousand.

**Notes to the condensed consolidated interim financial statements**  
**for the three months ended March 31, 2010**

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

**3. Accounting policies**

The accounting policies applied by the Group in these unaudited condensed consolidated interim financial statements are consistent with those applied by the Group in its consolidated financial statements as at and for the period ended December 31, 2009.

**4. Segmented information**

Management has determined the operating segments based on the reports reviewed by the executive committee that are used to make strategic decisions.

The committee considers the business from an operating perspective. The Group operates in one geographic segment, the Republic of South Africa. The operating segments comprise the following:

Mining operation: PPM is currently in an advanced development and build-up stage. This mine is involved in the mining and processing of platinum group elements.

Development and exploration operations: The Group is engaged in a number of other development and exploration projects within the Republic of South Africa.

Administrative operations: The Group administration is done at the local corporate office based in Centurion, the Metropolitan City of Tshwane in the Republic of South Africa.

Although the development and exploration as well as administrative operations do not meet the quantitative thresholds required by IFRS 8 – Segment reporting, management has concluded that these segments should be reported, as it is closely monitored by the executive committee. The development and exploration segment is earmarked as the growth area for the Group.

The segment information provided to the committee for the reportable segments for the three month periods ended is as follows:

Amounts in \$ '000	Mining		Development and exploration		Administration		Consolidated	
	Mar 31, 2010	Feb 28, 2009	Mar 31, 2010	Feb 28, 2009	Mar 31, 2010	Feb 28, 2009	Mar 31, 2010	Feb 28, 2009
<b>Reportable items in the Statement of Comprehensive Income</b>								
External revenues	18,503	-	-	-	-	-	18,503	-
Intersegment revenue	-	-	-	-	-	-	-	-
Adjusted EBITDA	(19,320)	(289)	-	(1)	(2,457)	(12,332)	(21,777)	(12,622)
<b>Reportable items in the Statement of Financial Position</b>								
Total assets	513,140	221,459	37,292	11,241	26,140	136,801	576,572	369,501
Additions to non-current assets	1,217	35,480	905	2,299	98	5,644	2,220	43,423
Total liabilities	118,932	71,554	4,039	2,208	2,646	3,476	125,617	77,238

The amounts provided to the committee with respect to total assets and total liabilities are measured in a manner consistent with that of the financial statements. These assets and liabilities are allocated based on the operations of the segment. There were no impairments during the current or prior reportable periods.

Additions to non-current assets include all additions to Mining assets, Intangible assets and Property, Plant and Equipment.

# Platmin Limited

(A development stage company)



## Notes to the condensed consolidated interim financial statements for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

### 4. Segmented information (continued)

A reconciliation of adjusted EBITDA to total comprehensive (loss)/income for the period is provided as follows:

	Consolidated Mar 31, 2010 \$'000	Feb 28, 2009 \$'000
Total EBITDA for reportable segments	(21,777)	(12,622)
Revenues offset against the cost of the plant construction	(18,503)	-
Mining costs offset against the cost of the plant construction	36,023	-
Total EBITDA per Consolidated statement of income and comprehensive income	(4,257)	(12,622)
Foreign exchange gains	(9)	1,507
Depreciation	(136)	(93)
Finance costs (net)	(779)	(1,282)
<b>Loss before taxation</b>	<b>(5,181)</b>	<b>(12,490)</b>
Income tax expense	-	-
Exchange differences on translating from functional currency to presentation currency	(2,592)	(1,017)
<b>Total comprehensive (loss)/income for the period</b>	<b>(7,773)</b>	<b>(13,507)</b>

### 5. Property, plant and equipment

	Plant construction and mine development \$ 000	Land and buildings \$ 000	Other \$ 000	Leased assets \$ 000	TOTAL \$ 000
<b>COST</b>					
<b>Balance as at February 28, 2009</b>	<b>186,379</b>	<b>721</b>	<b>1,099</b>	<b>-</b>	<b>188,199</b>
Additions	155,246	48	410	12,031	167,735
Foreign exchange movement	66,164	256	390	960	67,770
<b>Balance as at December 31, 2009</b>	<b>407,789</b>	<b>1,025</b>	<b>1,899</b>	<b>12,991</b>	<b>423,704</b>
Additions	30,599	-	131	-	30,730
Foreign exchange movement	2,427	6	11	77	2,521
<b>Balance as at March 31, 2010</b>	<b>440,815</b>	<b>1,031</b>	<b>2,041</b>	<b>13,068</b>	<b>456,955</b>
<b>ACCUMULATED DEPRECIATION</b>					
<b>Balance as at February 28, 2009</b>	<b>-</b>	<b>-</b>	<b>356</b>	<b>-</b>	<b>356</b>
Depreciation for the period	-	-	237	428	665
Foreign exchange movement	-	-	166	46	212
<b>Balance as at December 31, 2009</b>	<b>-</b>	<b>-</b>	<b>759</b>	<b>474</b>	<b>1,233</b>
Depreciation for the period	-	-	104	200	304
Foreign exchange movement	-	-	7	7	14
<b>Balance as at March 31, 2010</b>	<b>-</b>	<b>-</b>	<b>870</b>	<b>681</b>	<b>1,551</b>

**Notes to the condensed consolidated interim financial statements**  
*for the three months ended March 31, 2010*

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

**5. Property, plant and equipment (continued)**

	Plant construction and mine development \$ 000	Land and buildings \$ 000	Other \$ 000	Leased assets \$ 000	TOTAL \$ 000
<b>CARRYING AMOUNTS</b>					
At February 28, 2009	186,379	721	743	-	187,843
At December 31, 2009	407,789	1,025	1,140	12,517	422,471
At March 31, 2010	440,815	1,031	1,171	12,387	455,404

Included in the plant construction and mine development is a total of US\$100.165 million (Dec 31, 2009: US\$78.491 million; Feb 28, 2009: US\$14.657 million) relating to stripping costs which are capitalized as part of the mine development at PPM.

**6. Inventories**

	As at Mar 31, 2010 \$ 000	As at Dec 31, 2009 \$ 000	As at Feb 28, 2009 \$ 000
Ore stockpiled at cost	3,741	4,323	6,943
Work in progress at cost	2,523	3,154	-
Consumables at cost	2,767	2,372	-
<b>Balance at the end of the period</b>	<b>9,031</b>	<b>9,849</b>	<b>6,943</b>

**7. Cash and cash equivalents**

	As at Mar 31, 2010 \$ 000	As at Dec 31, 2009 \$ 000	As at Feb 28, 2009 \$ 000
Cash at bank and on hand	17,892	29,375	88,883
Restricted cash – cash on collateral	-	-	39,067
<b>Total cash and cash equivalents</b>	<b>17,892</b>	<b>29,375</b>	<b>127,950</b>

Cash at banks earns interest at a floating rate based on daily bank deposit rates. Cash is deposited at highly reputable financial institutions of a high quality credit standing within the Republic of South Africa and their foreign affiliates in the United Kingdom. The fair value of cash and cash equivalents equates the values as disclosed in this note.

For the purpose of the condensed consolidated interim statement of cash flows, cash and cash equivalents comprise only the cash at bank and on hand line-item is disclosed for each period end above.

**8. Finance lease liability**

ESKOM Holdings Limited (“ESKOM”, the South African state utility supplier) designed and built an electrical installation adjacent to the Pilanesberg Mine to produce the required electricity and ESKOM maintains ownership and control over all significant aspects of operating the facility. Each month, PPM will pay a fixed capacity charge and a variable charge based on actual electricity consumed. These payments attract interest at the South African prime overdraft rate plus 2%.

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## Notes to the condensed consolidated interim financial statements for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

### 8. Finance lease liability (continued)

The arrangement with ESKOM, entered into during the period under review meet these requirements of IFRIC 4 – Arrangements containing a lease, and therefore constitutes a lease and falls within the scope of IAS 17 – Leases and is further classified as a finance lease due to the sub-station being constructed exclusively for the use of PPM. An asset (the electrical installation) is explicitly identified in the arrangement and fulfilment of the arrangement is dependent on the electrical installation.

*Reconciliation between the total minimum lease payments and their present value:*

	Up to 1 year \$ 000	1 to 5 years \$ 000	More than 5 years \$ 000	Total \$ 000
Minimum lease payments	1,009	5,382	13,767	20,158
Finance cost	(832)	(4,118)	(5,946)	(10,896)
<b>Present value</b>	<b>177</b>	<b>1,264</b>	<b>7,821</b>	<b>9,262</b>

### 9. Decommissioning and rehabilitation provision

	As at Mar 31, 2010 \$ 000	As at Dec 31, 2009 \$ 000	As at Feb 28, 2009 \$ 000
Balance at the beginning of the period	52,744	12,791	1,461
Increase in liability for the period	11,581	36,272	11,629
Unwinding of interest (Accretion)	338	426	65
	64,663	49,489	13,155
Effect of exchange rate changes	322	3,255	(364)
<b>Balance at the end of the period</b>	<b>64,985</b>	<b>52,744</b>	<b>12,791</b>

PPM is currently in the commissioning phase and the estimate represents the current cost of environmental liabilities as at the respective period end. An annual estimate of the quantum of closure costs is necessary in order to fulfil the requirements of the DMR, as well as meeting specific closure objectives outlined in the mine's Environmental Management Programme.

Although the ultimate amount of the asset retirement obligation is uncertain, the fair value of the obligation is based on information that is currently available. The estimated undiscounted liability for the asset retirement obligation at March 31, 2010 is US\$86.7 million (December 31, 2009: US\$70.8 million, February 28, 2009: US\$17.5 million). This estimate includes costs for the removal of all current mine infrastructure and the rehabilitation of all disturbed areas to a condition as described in the mine's Environmental Management Programme. The asset retirement obligation has been determined using a discount rate of 8.6% and an inflation rate of 6% over a period of 12 years.

**Notes to the condensed consolidated interim financial statements**  
**for the three months ended March 31, 2010**

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

**10. Revolving commodity facility**

On October 9, 2009, the Company signed a definitive agreement with Investec Bank Limited ("Investec") to provide a twelve month renewable revolving commodity finance facility of up to ZAR400 million (US\$54.420 million at an exchange rate of ZAR7.35: US\$1.00) for working capital purposes.

In terms of this facility Investec will finance up to 91% of PPM's platinum, palladium, gold, copper and nickel deliveries to Northam Platinum Limited. This facility bears interest at the Johannesburg Interbank Lending Rate ("JIBAR") plus 3.0% and is repaid within 2 to 3 months upon which the funds are again available for draw-down.

	As at Mar 31, 2010 \$ 000	As at Dec 31, 2009 \$ 000	As at Feb 28, 2009 \$ 000
Balance at the beginning of the period	5,854	-	-
Increase in liability for the period	16,149	5,913	-
Repayment of amounts owing	(10,722)	-	-
Interest accrued	(112)	(53)	-
	11,169	5,860	-
Effect of exchange rate changes	231	(6)	-
<b>Balance at the end of the period</b>	<b>11,400</b>	<b>5,854</b>	<b>-</b>

**11. Current portion of long-term borrowings**

	As at Mar 31, 2010 \$ 000	As at Dec 31, 2009 \$ 000	As at Feb 28, 2009 \$ 000
Balance at the beginning of the period	-	38,752	-
- Bridge loan facility	-	-	45,518
- Pallinghurst short-term facility	13,106	-	-
Interest on borrowings	-	2,053	4,243
Settlement of bridge loan facility	-	(51,987)	-
	13,106	(11,182)	49,761
Effect of exchange rate changes	-	11,182	(11,009)
<b>Balance at the end of the period</b>	<b>13,106</b>	<b>-</b>	<b>38,752</b>

On May 14, 2008, PPM signed a US\$35 million (ZAR350 million) bridge financing facility with Standard Bank of South Africa Limited ("Standard Bank"). The term of the bridge loan facility was initially for the period of four months to August 2008 and was subsequently extended to August 31, 2009. At the outset, the facility incurred interest at the JIBAR plus 3.0%. From March 1, 2009 to August 31, 2009, PPM provided cash collateral to Standard Bank of US\$49.870 million (ZAR387.800 million) as security against the loan. This resulted in a reduction in the interest rate to JIBAR plus 0.5%. The Company earned interest at JIBAR plus 0.1% on cash collateral, bringing the net finance cost on the loan to 0.4%.

The bridge loan facility has been used to fund the development and construction of the Pilanesberg Mine. The bridge loan facility was repaid in full on August 31, 2009.

In connection with this facility, the Company issued 300,000 warrants exercisable at \$6.95 per common share from September 15, 2008 until expiry of the warrants on May 14, 2011.

# Platmin Limited

(A development stage company)



## Notes to the condensed consolidated interim financial statements for the three months ended March 31, 2010

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

### 11. Current portion of long-term borrowings (continued)

The Company has classified this facility as held to maturity and the fair value of the warrants of US\$846,238 has been treated as a cost of the loan transaction and has been amortized to net income using the effective interest method over the facility term.

On March 22, 2010, a subsidiary of Platmin entered into a ZAR191 million short term lending facility (the equivalent of US\$26 million at an exchange rate of ZAR7.38 to the US dollar) with Pallinghurst Resources Limited ("Pallinghurst"). As at March 30, 2009, the first tranche of ZAR95.5 million had been drawn against this facility.

Funds raised will be used by the Company for working capital, to complete the build-up to full production at the Pilanesberg Platinum Mine (PPM), to pursue a number of growth and acquisition opportunities, and to further develop the company's Eastern Limb projects.

### 12. Loss before taxation

	For the three months ended	
	Mar 31, 2010 \$ 000	Feb 28, 2009 \$ 000
<i>Included in the general expenses are the following:</i>		
Loss on disposal of fixed assets	-	5
Share based payments expense	(512)	(2,155)
Employee expenses	(2,103)	(2,321)
Audit fees	(180)	(45)
Consulting and professional fees	(172)	(7,061)
Depreciation	(136)	(93)
General and administration expenses	(1,290)	(1,046)
	<b>(4,393)</b>	<b>(12,716)</b>
<i>Included in other income are the following:</i>		
Other income	-	1
Foreign exchange gain / (loss)	(9)	1,507
	<b>(9)</b>	<b>1,508</b>

**Notes to the condensed consolidated interim financial statements**  
*for the three months ended March 31, 2010*

(Unaudited, expressed in U.S. dollars, unless otherwise stated)

**13. (Loss) / earnings per share attributable to owners of the parent**

	<b>For the three months ended</b>	
	<b>Mar 31, 2010 \$ 000</b>	<b>Feb 28, 2009 \$ 000</b>
Basic (loss) / earnings per share	(0.01)	(0.07)
Basic (loss) / earnings per share is calculated by dividing the net (loss) / profit for the period/ year attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period/ year		
<i>Reconciliations:</i>		
Net (loss) / profit used in calculating basic earnings per share attributable to owners of the parent (USD'000)	(3,597)	(11,494)
Weighted average number of shares used in the calculation of basic earnings per share ('000)	445,018	159,845

There are no reconciling items between (loss) / earnings and headline (loss) / earnings and therefore (loss) / earnings per share and headline (loss) / earnings per share is the same.

Due to the Group reporting a loss for the period ending March 31, 2010 the diluted (loss) / earnings per share is equal to the basic (loss) / earnings per share.

**14. Events after the reporting period**

On May 5, 2010, following a marketing period, the Company agreed to issue 205,761,317 new common shares at a price of US\$1.215 per common share for a total consideration of US\$250 million. An aggregate of 95,358,025 common shares are being underwritten by RBC Capital Markets and Investec Bank Limited for gross proceeds of US\$115,860 million with the balance of US\$134.140 million to be acquired directly from Platmin by Ridgewood Investments (Mauritius) Pte Ltd, an indirect subsidiary of Temasek Holdings (Private) Limited, Algemene Pensioen Groep N.V., and Platmin's largest shareholder, Pallinghurst Investor Consortium (Lux) S.a.r.l. The issuance was successfully completed on May 13, 2010. As part of the funds-raising process US\$135 million of convertible debentures have been placed. The total funding from the prospectus offering and private placement is US\$385 million.