

BAUBA PLATINUM LIMITED
(Formerly Absolute Holdings Limited)
(Incorporated in the Republic of South Africa)
(Registration number 1986/004649/06)
Share code: BAU, ISIN: ZAE000145686
("Bauba" or "the Company")

REVIEWED INTERIM RESULTS FOR THE SIX MONTH PERIOD ENDED
31 DECEMBER 2010

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2010

| | Reviewed | Restated | Restated |
|--|--------------------|-------------|-----------|
| | 31 December | Unaudited | Unaudited |
| | 2010 | 31 December | 30 June |
| | R 000's | 2009 | 2010 |
| | | R 000's | R 000's |
| ASSETS | | | |
| Non-current assets | 7 274 | 1 221 | 1 080 |
| Mineral Rights | 6 110 | - | - |
| Property, plant and equipment | 1 164 | 1 221 | 1 077 |
| Investments in associates | - | - | 3 |
| Loans to group companies | - | - | - |
| Current assets | 4 295 | 7 328 | 3 138 |
| Inventory | - | - | - |
| Trade and other receivables | 1 788 | 6 | 484 |
| Short term loan receivable | 3 | - | - |
| Cash and cash equivalents | 2 504 | 7 322 | 2 654 |
| Disposal group classified as held for sale | 55 372 | - | - |
| TOTAL ASSETS | 66 941 | 8 550 | 4 218 |
| EQUITY AND LIABILITIES | | | |
| Capital and reserves | 37 113 | 8 550 | 4 218 |
| Share capital | 90 510 | - | - |
| Share premium | 259 116 | 2 500 | 2 500 |
| Reverse asset acquisition reserve | (280 871) | - | - |
| Dividend declared | - | (6 151) | (6 151) |
| Accumulated (loss) | (31 643) | 12 201 | 7 869 |
| Non-current liabilities | - | - | - |
| Other financial liabilities | - | - | - |
| Rehabilitation liability | - | - | - |
| Current liabilities | 5 716 | - | - |

| | | | |
|--|---------------|--------------|--------------|
| Trade and other payables | 3 378 | - | - |
| Dividends for shareholders | 2 338 | - | - |
| Liabilities associated with disposal group classified as held for sale | 24 113 | - | - |
| TOTAL EQUITY AND LIABILITIES | 66 941 | 8 550 | 4 218 |

**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2010**

| | Reviewed | Restated | Restated |
|--|--------------------|--------------|----------------|
| | 31 December | Unaudited | Unaudited |
| | 2010 | 31 December | 30 June |
| | 2010 | 2009 | 2010 |
| | R 000's | R 000's | R 000's |
| Revenue | - | - | - |
| Other Income | 21 | 10 529 | 10 550 |
| Investment Revenue | - | - | 998 |
| Operating expenditure | (31 258) | (1 209) | (6 559) |
| General and administrative expenses | (5 687) | - | - |
| Profit/(loss) from operations for the period | (36 924) | 9 320 | 4 989 |
| Finance charges | (1 081) | - | - |
| Interest | 111 | - | - |
| Dividend income | 1 958 | - | - |
| Profit/(loss) before taxation for the period | (35 936) | 9 320 | 4 989 |
| Taxation | - | (615) | (615) |
| Profit/(loss) for the period after taxation | (35 936) | 8 704 | 4 374 |
| Dividend declared | - | (6 151) | (6 151) |
| Profit/(loss) for the period from operations held for sale | (804) | - | - |
| At acquisition elimination | 5 718 | - | - |
| Profit/(loss) for the period | (31 022) | 2 553 | (1 777) |
| Non-controlling interest | - | - | - |
| Fair value loss | - | - | - |
| (Loss)/Profit per share (cents) | (33) | 2 | (2) |
| <i>Weighted average shares in issue (000's)</i> | 93 787 | 113 541 | 113 541 |
| <i>Number of shares in issue at the end of the period</i> | 90 509 | 113 541 | 113 541 |

Note: Comparative per share figures have been restated to give effect to the share consolidation.

Headline loss per share

| | | | |
|--|----------|-------|---------|
| Net (loss)/earnings for the year | (31 022) | 2 553 | (1 777) |
| Less: Discontinued operations | - | - | - |
| Headline (loss)/earnings | (31 022) | 2 553 | (1 777) |
| Headline (loss)/earnings per share (cents) | (33) | 2 | (2) |

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX MONTH PERIOD ENDED 31 December 2010**

| | 31 December 2010 R 000's | 31 December 2009 R 000's | 30 June 2010 R 000's |
|---|-----------------------------------|-----------------------------------|----------------------------|
| Net decrease from operating activities | (24 124) | (9 982) | (16 664) |
| Net increase from investing activities | 23 974 | - | 9 357 |
| Net increase/(decrease) from financing activities | - | 1 006 | (3 654) |
| Total cash movement of the period | (150) | (8 976) | (10 961) |
| Cash and cash equivalents at beginning of period | 2 654 | 16 298 | 13 615 |
| Cash and cash equivalents at end of period | 2 504 | 7 322 | 2 654 |

**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2010**

| Group | Share capital R 000's | Share premium R 000's | Retained Earnings R 000's | Reserve Adjustment | Total R 000's |
|--------------------------------|-----------------------------|-----------------------------|---------------------------------|-----------------------|------------------|
| Balance at 31 December 2009 | - | 2 499 | 3 496 | - | 5 995 |
| Shares issued | - | - | - | - | - |
| Profit for 6 months | - | - | 4 373 | - | 4 373 |
| Dividends | - | - | (6 151) | - | (6 151) |
| Balance at 30 June 2010 | - | 2 499 | 1 718 | - | 4 218 |
| Shares issued | 90 510 | - | - | (68 125) | 22 385 |
| Share premium on issued shares | - | 256 617 | - | (212 746) | 43 871 |
| Net loss for the year | - | - | (33 361) | - | (33 361) |
| Balance at 31 December 2010 | 90 510 | 259116 | (31 643) | (280 871) | (37 113) |

SEGMENTAL ANALYSIS
Segmental Information

| 2010 R'000s | Assets held for sale | Corporate | Exploration | Total |
|--------------------------------------|-------------------------|-----------|-------------|----------|
| External revenue | - | 21 | - | 21 |
| External finance expense | - | (1 081) | - | (1 081) |
| Results from operating activities | (804) | (5 666) | (31 258) | (37 728) |
| Total segment assets | 55 372 | 921 | 10 648 | 66 941 |
| Total segment liabilities | (24 113) | (3 377) | (2 338) | (29 828) |
| Depreciation and amortisation | - | 16 | - | 16 |

| 2009 R'000s | Assets held for sale | Corporate | Exploration | Total |
|--------------------------------------|-------------------------|-----------|-------------|--------|
| External revenue | - | - | 10 529 | 10 529 |
| External finance expense | - | - | - | - |
| Results from operating activities | - | - | 9 320 | 9 320 |
| Total segment assets | - | - | 8 550 | 8 550 |
| Total segment liabilities | - | - | - | - |
| Capital expenditure | - | - | - | - |
| Depreciation and amortisation | - | - | 144 | 144 |

Commentary

The main focus of the Group during the period under review was the development of the platinum assets ("Bauba Project") acquired through the Asset for Shares Transaction, which was concluded during the period under review. This transaction is accounted for as a reverse asset acquisition. These financial statements reflect the acquisition of the Bauba Project as well as the activities related to developing the project. The increased losses reflected in these results were mainly as a result of the costs associated with the reverse listing and a lower fair value ascribed to the assets held for sale in the consolidated group.

The Group is continuing with its stated strategy of disposing of its non-core assets in an orderly fashion as previously announced, however there was no disposal during this period.

The acquisition of an effective 60% interest in the Houtbosch prospecting right is still subject to the notarial execution and registration and has not been concluded, as such it has not been accounted for by the Company in these interim financial results. As at 31 December 2010 Highland Trading Investments Limited held 51.4% of the equity of Bauba Platinum.

Exploration

As mentioned above in Section 1, the Group has concentrated its focus on developing the newly acquired platinum group metal (PGM) assets. To this effect the Group has continued the exploration drilling programme on the Southern Cluster properties. A further 2 boreholes, BAU-006 and BAU-012, have been drilled to the expected depths, both of which have intersected the Merensky and UG 2 reefs. The core recovered from these holes is in the process of being logged, sampled and assayed and the results of this work will be shared with all stakeholders as soon as they are available. This brings to four the total number of boreholes drilled on the property since April 2010. To date the grades received have been greater than those reported to Shareholders in the Circular dated 17 May 2010. Additionally, geophysical surveys have conducted and data analysis and modelling has led to improved interpretation of structural features over the property. The interpretation of the structure as well as the depth of intersection of the reefs is consistent with that found on the neighbouring properties.

Notes to the Interim consolidated financial statements:

1. Summary of significant accounting policies

The Group is currently involved in exploration activities and has not yet begun mining operations. On 29 July 2010, Bauba Platinum Limited ("Bauba Platinum") acquired a majority holding of the issued ordinary shares in Ndarama Mineral Resources (PTY) Ltd ("Ndarama") and Bauba A Hlabirwa Mining Investments (PTY) Ltd ("Hlabirwa"). This transaction is accounted for as a reverse asset acquisition. The principle accounting policies adopted in the preparation of the interim financial statements are set out below.

2. Basis of preparation

The directors present the reviewed results for the six month period ended 31 December 2010 in accordance with IAS 34 Interim Financial Reporting. The accounting policies adopted for purposes of this report comply, and have been consistently applied in all material respects with International Financial Reporting Standards ("IFRS") and the Companies Act No 61 of 1973 as amended and the JSE Listings Requirements. These interim results were reviewed by the Company's auditors, namely TAG Incorporated. The unmodified review report is available for inspection at the Company's registered office.

3. Reverse asset acquisition

During the year Bauba Platinum acquired 100% of Ndarama Mineral Resources (Proprietary) Limited ("Ndarama") and 25.6% of Hlabirwa Mining Investments (Proprietary) Limited ("Hlabirwa") giving Bauba Platinum an effective ownership interest of 60% in Hlabirwa (the Reverse asset acquisition). Hlabirwa has prospecting rights over numerous properties in the eastern limb of the Bushveld. In settlement of the acquisition Bauba Platinum issued shares for the reverse asset acquisition, which resulted in a change of control and a reverse listing of the new structure.

The substance of the transaction represents a reverse asset acquisition that is accounted for in terms of IFRS 2, Share-based payments. The effect of the accounting treatment, as a result of the reverse asset acquisition, is that even though the consolidated financial statements are issued under the name of Bauba Platinum, it represents a continuation of Ndarama and Hlabirwa, except for its capital structure. As a result, the comparative information presented for the group represents that of the combined Bauba Project.

For the purposes of consolidation at 29 July 2010 the value attributed to Bauba Platinum under the reverse asset acquisition was R47 715 325, part of which is a non-recurring asset acquisition and reverse listing expense. The consideration in a reverse asset acquisition is deemed to have been incurred by the legal subsidiary, Hlabirwa in the form of equity instruments issued to the shareholders of the legal parent, Bauba Platinum.

The acquisition-date fair value of the consideration transferred has been determined by reference to the fair value of the assets acquired in the reverse asset acquisition.

No dividends were declared by the Company during this reporting period.

4. Issue of shares

The Company placed the following shares during the period under review:

- 68 124 600 shares issued for the reverse asset acquisition
- 6 005 062 shares issued to public shareholders in August 2010 under the directors' specific authority to issue shares for cash at an average price of R3.10;
- 234 480 shares issued to related parties at an issue price of R3.14; and
- 133 592 issued to public shareholders in November 2010 under the directors' specific authority to issue shares for cash at an average price of R3.21;

5. Segmental information

The company as has classified 3 segments namely,(1) Exploration, being activities associated with the Bauba Project and platinum exploration, (2) Assets held for sale, being all the non-core, non-platinum assets that are currently held for sale as described in the 2010 Annual Report and (3) corporate expenses, being overhead and corporate expenses incurred.

6. Going concern

The directors have continued to adopt the 'going concern' basis for the preparation of the financial statements. As is common with many junior mining companies, the company raises money resources for exploration and capital projects as and when required. There can be no assurance that the Group's projects will be fully developed in accordance with current plans or completed on time or to budget. Future work on the development of these projects may be adversely affected by factors outside the control of the Group.

As announced with the conclusion of the Reinstatement Agreement the company has recently raised R8.0 million cash and has a R3.0 million credit facility. The directors have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future.

7. Subsequent events

On the 17 December 2010 the Company published an announcement in which shareholders were advised that Bauba had received a written notice from the vendors that were party to the establishment of the Company ("Vendors") in its current form through a reverse listing ("the Reverse Listing"). The notice alleged that the Asset for Shares Agreement relating to the Reverse Listing ("Asset for Shares Agreement") had not become unconditional because of a suspensive condition not having been fulfilled within the stipulated period as was required. Shareholders were further advised that the Company and the Vendors had entered into a memorandum of understanding ("MOU") to re-instate the Asset for Shares Agreement.

On 8 February 2011 the Company announced that it had not been able to reach agreement with the Vendors on entering into and implementing the Reinstatement Agreement on materially the same terms and conditions as contained in the MOU. The Company therefore requested a voluntary suspension of trading in its shares on the JSE.

The Company and the Vendors subsequently reached agreement as per the Reinstatement Agreement, which became unconditional on the 25 March 2011 in accordance with the terms contained therein and that the Asset for Shares Agreement has consequently been reinstated.

As part of the reinstatement the Company has raised R8.0 million in cash and has secured a credit facility of R3.0 million. The cash investment was made at R2.25 per share through the issue of 3 555 556 shares.

Mr G Pitt was appointed as acting chief executive officer as of 8 February 2011 and was subsequently appointed to the board as an executive director on 22 March 2011. Dr M Phosa was reappointed to the board as a non-executive director effective 28 March 2011. Mr M Rosslee resigned as director of the company effective 24 February 2011.

On behalf of the Board

J Best
Chairman

GJ Pitt
Act. Chief executive officer

Johannesburg
18 April 2011

Company Secretary and Registered Office

Arcay Client Support (Proprietary) Limited (Registration number 1998/025284/07)
Arcay House, 3 Anerley Road, Parktown, Johannesburg (PO Box 62397, Marshalltown, 2107)

Directors

J Best# (*Chairman*), GJ Pitt (*Acting CEO*), K Dicks#, Dr NM Phosa*, S Dolamo#, D Smith#

- Independent non-executive

* - Non-executive

Sponsor

Arcay Moela Sponsors
(Proprietary) Limited

Transfer Office

Computershare Investor Services
(Proprietary) Limited
