

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Reviewed Six months ended 31 December		Audited Year ended 30 June
	2011 R'000	2010 R'000	2011 R'000
<b>Revenue</b>	-	-	-
Other income	4	21	-
Operating expenditure	(327)	(5 345)	(3 872)
General and administrative expenses	(4 579)	(5 687)	(10 421)
Reverse asset acquisition cost	-	(25 913)	(25 913)
Finance charges	(7)	(1 081)	(157)
Interest received	951	111	138
Dividend income	-	1 958	4 160
<b>Loss before taxation</b>	<b>(3 957)</b>	<b>(35 936)</b>	<b>(36 065)</b>
Taxation	-	-	(29)
<b>Loss for the period from continuing operations</b>	<b>(3 957)</b>	<b>(35 936)</b>	<b>(36 094)</b>
<b>Discontinued operations</b>			
(Loss)/profit for the period from discontinued operations	(253)	4 914	(19 616)
<b>Loss for the period</b>	<b>(4 210)</b>	<b>(31 022)</b>	<b>(55 710)</b>
<b>Other comprehensive loss</b>			
Impairment of financial assets held for sale	-	-	(12 416)
<b>Comprehensive loss for the period</b>	<b>(4 210)</b>	<b>(31 022)</b>	<b>(68 126)</b>
<b>Loss for the period – attributable to:</b>	<b>(4 210)</b>	<b>(31 022)</b>	<b>(55 710)</b>
– Equity holders of the company	(4 075)	(31 022)	(54 723)
– Non-controlling interest	(135)	-	(987)
<b>Headline loss reconciliation</b>			
Loss for the period	(4 210)	(31 022)	(55 710)
Fair value gain/(loss) on assets held for sale	440	-	(16 917)
<b>Headline loss for the period</b>	<b>(4 650)</b>	<b>(31 022)</b>	<b>(38 973)</b>
<b>Undiluted and diluted earnings per share</b>			
Loss per share (cents)	(3.5)	(33.1)	(59.9)
Loss per share – continued operations (cents)	(3.3)	(38.3)	(38.8)
(Loss)/Profit per share – discontinued operations (cents)	(0.2)	5.2	(21.1)
<b>Undiluted and diluted headline earnings per share</b>			
Headline loss per share (cents)	(3.9)	(33.1)	(59.9)
Headline loss per share (cents) – continued operations	(3.3)	(38.3)	(38.8)
Headline (loss)/gain per share (cents) – discontinued operations	(0.6)	5.2	(21.1)
Weighted average number of shares in issue (000's)	118 936	93 737	93 044
Total number of shares in issue at the end of the period	123 724	90 509	94 065

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Reviewed As at 31 December		Audited As at 30 June
	2011 R'000	2010 R'000	2011 R'000
<b>ASSETS</b>			
<b>Non-current assets</b>	<b>13 209</b>	<b>7 274</b>	<b>7 941</b>
Mineral rights	12 702	6 110	7 450
Property, plant and equipment	507	1 164	491
<b>Current assets</b>	<b>35 719</b>	<b>4 294</b>	<b>4 803</b>
Trade and other receivables	1 124	1 787	633
Short-term loan receivable	-	3	-
Cash and cash equivalents	34 595	2 504	4 170
<b>Assets classified as held for sale</b>	<b>24 264</b>	<b>55 372</b>	<b>23 604</b>
<b>Total assets</b>	<b>73 192</b>	<b>66 940</b>	<b>36 348</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>	<b>46 007</b>	<b>37 112</b>	<b>284</b>
Share capital	123 274	90 510	94 065
Share premium	276 376	259 116	255 653
Reverse acquisition reserve	(282 988)	(280 871)	(282 988)
Retained loss	(69 789)	(31 643)	(65 714)
Non-controlling interest	(867)	-	(732)
<b>Current liabilities</b>	<b>2 922</b>	<b>5 715</b>	<b>12 460</b>
Trade and other payables	2 922	5 715	12 460
<b>Liabilities classified as held for sale</b>	<b>24 264</b>	<b>24 113</b>	<b>23 604</b>
<b>Total equity and liabilities</b>	<b>73 192</b>	<b>66 940</b>	<b>36 348</b>

### CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed Six months ended 31 December		Audited Year ended 30 June
	2011 R'000	2010 R'000	2011 R'000
<b>Net cash flow from operating activities</b>	<b>(14 144)</b>	<b>(24 124)</b>	<b>(11 083)</b>
<b>Net cash (outflow)/inflow from investing activities</b>	<b>(5 363)</b>	<b>23 974</b>	<b>(5 882)</b>
<b>Net cash inflow from financing activities</b>	<b>49 932</b>	<b>-</b>	<b>18 481</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>30 425</b>	<b>(150)</b>	<b>1 516</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>4 170</b>	<b>2 654</b>	<b>2 654</b>
<b>Cash and cash equivalents at end of the period</b>	<b>34 595</b>	<b>2 504</b>	<b>4 170</b>

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Retained loss	Non-controlling interest	Reverse acquisition reserve	Total
	R'000	R'000	R'000	R'000	R'000	R'000
<b>Balance at 31 December 2010</b>	<b>90 510</b>	<b>259 116</b>	<b>(31 643)</b>	<b>-</b>	<b>(280 871)</b>	<b>37 112</b>
Shares issued	3 555	(3 463)	-	-	-	92
Reverse acquisition adjustment	-	-	-	255	(2 117)	(1 862)
Comprehensive loss for the period	-	-	(34 071)	(987)	-	(35 058)
<b>Balance at 30 June 2011</b>	<b>94 065</b>	<b>255 653</b>	<b>(65 714)</b>	<b>(732)</b>	<b>(282 988)</b>	<b>284</b>
Shares issued	29 209	20 723	-	-	-	49 932
Comprehensive loss for the period	-	-	(4 075)	(135)	-	(4 210)
<b>Balance at 31 December 2011</b>	<b>123 274</b>	<b>276 376</b>	<b>(69 789)</b>	<b>(867)</b>	<b>(282 988)</b>	<b>46 007</b>

### SEGMENTAL ANALYSIS

	Assets held for sale	Corporate	Exploration	Total
	R'000	R'000	R'000	R'000
<b>31 December 2011</b>				
External revenues	-	4	-	4
External interest received	-	951	-	951
External finance expense	-	(7)	-	(7)
Depreciation and amortisation	-	(23)	(71)	(94)
Results from operating activities	(693)	(4 579)	(327)	(5 599)
Total segment assets	24 264	34 936	13 992	73 192
Total segment liabilities	(24 264)	(1 838)	(1 084)	(27 186)
<b>31 December 2010</b>				
External revenues	-	21	-	21
Interest expense	-	(1 081)	-	(1 081)
Depreciation and amortisation	-	(16)	-	(16)
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)

### COMMENTARY

#### Results

The main focus of the Group during the period under review has been the ongoing exploration of its platinum assets. These financial statements reflect the successful raising of R50 million in support of the exploration programme. The Group's cost structures are representative of the Group's current stage of development with R5 million being spent on exploration activities which has been capitalised in line with the Group's accounting policies. With more drilling activities being commissioned, the exploration costs should increase in the next six months compared to the six months ended 31 December 2011.

The Group has continued with its stated strategy of disposing of its non-core assets in an orderly fashion. As previously announced and during the period under review, the investment in Qinesele Resources (Pty) Limited was successfully disposed of. The remainder of the non-core assets should be disposed of by 30 June 2012.

#### Exploration

Exploration has been progressed on the Southern and Central Clusters of the Group's Platinum Group Metals prospects on the Bushveld Complex Eastern Limb.

Exploration drilling in the Southern Cluster has been suspended pending the outcome of a review application regarding the Group's prospecting rights in respect of the Southern Cluster farms. To date four boreholes have been completed in this area and a detailed report on the results of these will be released in the near future.

Exploration drilling commenced on the Central Cluster properties. One borehole has been complete and a further two are in progress. Results of the first borehole are mixed. Merensky and UG2 reefs are present, and intersection depths are considerably shallower than initially anticipated. However, the Merensky reef is poorly developed and mineralised.

Further drill rigs are being mobilised and exploration drilling will commence on the Northern Cluster prospects in the third quarter of this year.

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### Basis of preparation

The directors present the reviewed interim results for the six months ended 31 December 2011 in accordance with IAS 34 Interim Financial Reporting, the requirements of the South African Companies Act, 71 of 2008, as amended, the AC 500 standards as issued by the Accounting Practices Board or its successor and in compliance with the Listings Requirements of JSE Limited. The report has been prepared using accounting policies which are based on reasonable estimates and judgements that comply with IFRS which are consistent with those applied in the financial statements for the financial year ended 30 June 2010.

The interim financial results for the six months ended 31 December 2011 have been reviewed by the Company's auditors, BDO South Africa Incorporated. A copy of their review opinion is available for inspection at the registered office of the Company.

These interim financial results have been prepared under the supervision of Mr Willem Moolman, Financial director.

#### Segmental information

The Company has classified three 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; and (3) Corporate expenses, being overhead and corporate expenses incurred.

#### Capital raising

The Company successfully raised R50 million by way of issuing 27 777 778 shares for cash during July 2011 at an issue price of R1.80 per share. This cash generated, net of costs, triggered a number of debt payment obligations due to the conditions precedent of the asset for share transaction and these obligations have now been settled. The majority of the payments were directly related to the raising of capital and as a result are reflected as a cost against the share premium.

No dividend was declared by the Company during this reporting period.

#### Legal

There is currently a review application pending in the North Gauteng High Court of South Africa, Pretoria brought by Rustenburg Platinum Mines Limited and ARM Mining Consortium Limited against a decision of the Department of Mineral Resources to grant the prospecting rights in respect of Genokakop 285KT and Groot Vygenboom 284KT. The Company has taken legal advice on the matter.

#### Issue of shares

During the period under review, the Company placed 27 777 778 ordinary shares at R1.80 to fund exploration activities under the specific authorisation granted on 7 June 2010 and the general authority granted on 19 October 2010 to the Board.

#### Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business. As is common with many junior mining companies, the Group raises capital for exploration and other projects as and when required. Future work on the development of these projects may be adversely affected by factors outside of the control of the Group.

#### Subsequent events

The directors are not aware of any subsequent events that occurred between 31 December 2011 and the date of authorisation of these reviewed interim financial statements that require any adjustments or additional disclosure to the reviewed interim financial statements.

#### Directorate

There have been no changes to the Board during the period under review.

#### For and on behalf of the Board

J Best (Chairman)

GJ Pitt (Chief executive officer)

20 March 2012

Bauba Platinum Limited, Incorporated in the Republic of South Africa (Registration number 1986/004649/06) • Share code: BAU • ISIN: ZAE000145686 ("Bauba" or "the Company" or "the Group")

**Board of Directors:** Non-executive: Mr JG Best\* (Chairman), Mr KV Dicks\* Mr SM Dolamo\*, Ms KW Mzondeki\*, Dr NM Phosa, Mr D Smith, King TV Thulare (Alt to Dr NM Phosa) (\*Independent)

**Executive:** Mr GJ Pitt (Chief executive officer), Mr WA Moolman (Financial director)

**Sponsor:** Merchantec (Proprietary) Limited

**Company secretary and registered office:** Merchantec (Proprietary) Limited

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Hyde Park, 2196, PO Box 41480, Craighall, 2024

**Auditor:** BDO South Africa Incorporated