

Audited Provisional consolidated Financial Results for the year ended 28 February 2009

COMMENTARY

By Bongani Mbindwane, Chief Executive Officer

Financial Review

As an exploration group Platfields has not yet earned any revenue and is not expected to earn any revenue from exploration activities until mines are established. The group made a net loss for the year of R47,4 million compared to a loss of R3,2 million for 2008. Continued exploration on existing projects amounted to R5,8 million. Administration expenditure increased to R11 million mainly due to costs incurred in preparing the company for a possible listing and capital raising. Additional costs absorbed for the first time includes the fair value of the BEE transaction amounting to R18,2 million and the other share based payments to directors for past and present services valued at R17,6 million.

No dividends are paid or proposed for the year.

Currently there is no basis for reporting segmentally due to the fact that the Group is still in the exploration phase of its operations.

Funding and going concern

As the group is not yet in a cash generating position, its exploration programme is still funded by equity.

The directors are of the opinion that the company's cash resources are adequate to fund its operations for the next twelve months.

Share Capital

During the year under review the company increased its authorised share capital from R6,000, divided in to 600 million ordinary shares of R0,00001 each, to R10,000, divided into 925 million ordinary shares of R0,00001 each and 75 million BEE-class ordinary shares of R0,00001 each.

56,8 million shares were issued for cash and 80,2 million shares were issued as share based payments for the acquisition of exploration and evaluation assets.

Directors

The directors in office during the financial year under review were:

James Thokoana Motlatsi	Chairman	
Derrick Bongani Mbindwane	Chief Executive Officer	
Joshua Philip Hattingh	Operations Director	
Annelise Cilliers	Financial Director	Appointed 1 August 2008
Neville Hawthorne Cornish	Non-Executive Director	
Sheldon Charles Erasmus	Non-Executive Director	
Roy Stavely Traviss	Non-Executive Director	Appointed 7 August 2008
Sibongile Cynthia Twala	Non-Executive Director	Appointed 7 August 2008

The following directors resigned subsequent to year end:

Sibongile Cynthia Twala	2 March 2009
Sheldon Charles Erasmus	20 March 2009

The secretary of the company is Probity Business Services (Pty) Ltd who was appointed on 1 February 2009.

Subsequent events

Special resolutions were passed subsequent to the year end including :

- General authority to effect share repurchases;
- Authority to convert 100 000 000 ordinary shares into BEE ordinary shares;
- Specific authority to acquire up to 175 000 000 BEE ordinary shares from BEE shareholders;
- Authority to amend the articles of association (replacement of article 52 relating to the BEE shares);
- Authority to allot and issue 200 000 ordinary shares to RS Traviss (non-executive director);
- Authority to allot and issue shares to non-executive directors in terms of the Platfields 2009 Restricted Share and Share Option Scheme.

Prospects

Platfields is confident that it will generate sufficient cash to complete its exploration programme.

FINANCIAL RESULTS :

Audited condensed group provisional results for the year ended 28 February 2009 :

**CONSOLIDATED BALANCE SHEET as at
28 February 2009**
Figures in Rand

	Notes	Audited 2009	Audited 2008
ASSETS			
Non-current assets			
Exploration assets	2	141,942,316	128,485,897
		141,942,316	128,485,897
Current Assets			
Trade and other receivables		773,522	108,323
Cash and cash equivalents		64,242,852	5,637,510
		65,016,374	5,745,833
TOTAL ASSETS		206,958,690	134,231,730
EQUITY AND LIABILITIES			
Equity			
Share capital		4,545	3,175
Share premium		236,012,629	154,958,697
Share based payments reserve		35,809,739	-
Accumulated loss		(68,574,422)	(21,163,014)
		203,252,491	133,798,858
Current Liabilities			
Trade and other payables		3,706,199	432,872
TOTAL EQUITY AND LIABILITIES		206,958,690	134,231,730

CONSOLIDATED INCOME STATEMENT	Audited	Audited
Figures in Rand	2009	2008
Exploration expenditure	(5,787,373)	(583,892)
Administration expenditure	(10,988,497)	(2,651,770)
Interest received	5,174,201	
BEE share transaction (at fair value)	(18,195,427)	
Share based payments (at fair value)	(17,614,312)	
Loss for the year	(47,411,408)	(3,235,662)
Loss per ordinary share (cents)	12.29	1.04
Headline loss per ordinary share (cents)	12.29	1.04
Diluted loss per ordinary share (cents)	10.85	1.04

**CONSOLIDATED STATEMENT OF
CHANGES IN EQUITY**

Figures in Rand

	Share capital	Share premium	Share based payments reserve	Accumulated Loss	Total attributable to equity holders
Balance as at 28 February 2007	3,061	146,149,375		(17,927,352)	128,225,084
Change in equity:					
Issue of shares for cash	105	8,696,311			8,696,416
Share issue expenses		(21,986)			(21,986)
Share-based payments	9	134,997			135,006
Loss for the year				(3,235,662)	(3,235,662)
Total changes	114	8,809,322		(3,235,662)	5,573,774
Balance at 29 February 2008	3,175	154,958,697		(21,163,014)	133,798,858
Change in equity:					
Issue of shares for cash	568	68,664,040			68,664,608
Share issue expenses		(5,600)			(5,600)
BEE share scheme (<i>fair value</i>)			18,195,427		18,195,427
Share-based payments (<i>fair value</i>)			17,614,312		17,614,312
Share-based payments - actual (note 13)	802	12,395,492			12,396,294
Loss for the year				(47,411,408)	(47,411,408)
Total changes	1,370	81,053,932	35,809,739	(47,411,408)	69,453,633
Balance at 28 February 2009	4,545	236,012,629	35,809,739	(68,574,422)	203,252,491

CONSOLIDATED CASH FLOW STATEMENT		Audited	Audited
Figures in Rand	Notes	2009	2008
Operating activities		(8,509,961)	(3,210,469)
Cash used in operations	4	(13,684,162)	(3,210,469)
Finance income		5,174,201	
Investing activities		(1,543,705)	(447,397)
Acquisition of prospecting rights		(1,543,705)	(447,397)
Purchase of companies			
Loans advanced to subsidiaries			
Financing activities			
Proceeds from share issues		68,659,008	8,674,430
Total cash movement		58,605,342	5,016,564
Cash at the beginning of the year		5,637,510	620,946
Total cash at end of the year		64,242,852	5,637,510

NOTES TO THE AUDITED CONDENSED GROUP PROVISIONAL RESULTS FOR THE YEAR ENDED 28 FEBRUARY 2009 :

1. Basis for preparation and accounting policies

The Consolidated Annual Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS), and the Companies Act of South Africa, 1973. The Consolidated Annual Financial Statements have been prepared on the historical cost basis.

The accounting policies are consistent with the previous year. The Group has adopted all of the new Standards and Interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of the IASB that are relevant to its operations and effective for all annual reporting periods beginning on 1 March 2006.

2. Exploration assets

Exploration assets consist of capitalised exploration expenditure on projects.

3. Loss per share

The loss per share and headline loss per share are based on 385,814,313 (2008 : 310,932,116) weighted number of ordinary shares in issue and a loss for the year of R47,4 million (2008 : R3,2 million)

The diluted loss per share is based on 436,989,335 (2008 : 310,932,116) weighted number of ordinary shares in issue and a loss for the year of R47,4 million (2008 : R3,2 million)

4. Cash used in operations

Loss before interest and taxation	(52,585,609)	(3,235,662)
Adjustments for :		
Depreciation and amortisation	-	1,854
Loss on disposal of property, plant & equipment	-	12,011
Prospecting rights written off to exploration costs	87,956	
Share-based payments (<i>fair value</i>)	35,809,739	
Share-based payments – (<i>actual</i>)	395,623	135,006
Changes in working capital		
Trade and other receivables	(665,199)	(54,938)
Trade and other payables	3,273,328	(68,740)
	(13,684,162)	(3,210,469)

5. Contingencies and commitments

Platinum Mile Investments 359 (Pty) Ltd		
Prospecting fees	5,500,000	4,800,000

The amount becomes due and payable on the listing of Platfields on the JSE

Platinum Mile Investments 359 transferred its prospecting rights to Platfields without the prior consent of the minister. Should the minister not agree to the transfer, the agreement will not be of any force or effect and the status quo ante has to be restored.

In terms of the same agreement Platfields also warranted that it would arrange for the listing of Platfields shares before 30 June 2009. Should the listing not be achieved by that date, Platfields is obliged to pay EUR 10 690 602 to the sellers of the agreement.

De Denne (Pty) Ltd

Prospecting fees		
On obtaining the permit	-	44,200
Six bi-annual payments (the three years thereafter)	-	132,600
Two bi-annual payments (in the fourth year)	-	132,600

Supreme court judgement

The company has recently been made aware of a judgement for R750,000. Details are being investigated and legal steps are underway to have the judgement rescinded

The judgement was obtained by default in the absence of an Entry of Appearance to Defend. Platfields was unaware of the judgement or the process leading up to it, as the summons commencing the action was served to an incorrect address which Platfields does not occupy. Application for the rescinding of this judgement is underway and the attorneys are of the opinion that the judgement will be set aside with success.

6. Independent auditors' report

Grant Thornton has audited the results of Platfields Limited as at 28 February 2009 and has expressed an unqualified audit report. Their report is available for inspection at the registered office of Platfields.

Signed on behalf of the board :

T J Motlatsi
Chairman

DB Mbindwane
Chief Executive Officer

Johannesburg
11 May 2009

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