

Appendix 4E

PRELIMINARY FINAL REPORT 12 MONTHS ENDED 30 JUNE 2014

Details of the reporting period and the previous corresponding period

Name of entity

Aquarius Platinum Limited

ARBN	Reporting period	Previous corresponding period
087 577 893	Year ended 30/06/14	Year ended 30/06/13

Results for announcement to the market

Revenues from ordinary activities	Down	2%	to	\$US'000 233,056
Loss from ordinary activities after tax attributable to equity holders of Aquarius Platinum Limited				(13,048)
Dividends	Amount per security	Franked amount per security		
Interim dividend	-	- ¢		
Final dividend	-	- ¢		
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Refer to the results announcement released in conjunction with this Appendix 4E to the market on 7 August 2014.				

Statement of Comprehensive Income

	30/06/14 \$US'000	30/06/13 \$US'000 Restated *
Revenue	233,056	237,115
Cost of sales	(231,158)	(248,726)
Gross profit/(loss)	1,898	(11,611)
Other income	174	278
Administrative costs	(7,353)	(12,368)
Foreign exchange gain/(loss)	1,843	(19,323)
Finance costs	(28,091)	(26,669)
Impairment losses	(3,084)	(214,111)
Profit on repurchase of bonds	10,925	-
Profit on sale of assets	653	-
Closure, transition and rehabilitation reversal/(cost)	5,342	(54,538)
Share of profit/(loss) from joint venture entities	5,055	(2,698)
Loss before income tax	(12,638)	(341,040)
Income tax (expense)/benefit	(544)	53,127
Net loss for the year	(13,182)	(287,913)
Other comprehensive income that may be recycled to profit or loss		
Foreign currency translation adjustments	(15,979)	(93,697)
Total other comprehensive loss	(15,979)	(93,697)
Total comprehensive loss	(29,161)	(381,610)
Loss is attributable to:		
Equity holders of Aquarius Platinum Limited	(13,048)	(287,207)
Non-controlling interests	(134)	(706)
	(13,182)	(287,913)
Total comprehensive loss is attributable to:		
Equity holders of Aquarius Platinum Limited	(29,064)	(380,974)
Non-controlling interests	(97)	(636)
	(29,161)	(381,610)
Earnings per share (EPS) **		
Basic loss per share	(1.38) cents	(34.55) cents
Diluted loss per share	(1.38) cents	(34.55) cents

* Certain amounts shown here do not correspond to the 30 June 2013 annual report and reflect adjustments made as detailed in Note 11.

** Earnings per share for both the current and prior year reflect the impact of the bonus element of the rights issue undertaken in the year ended 30 June 2014.

Statement of Financial Position

	As at 30/06/14 \$US'000	As at 30/06/13 \$US'000 Restated *
Assets		
Non-current assets		
Receivables	9,180	9,605
Available-for-sale investments	451	476
Investments in joint venture entities	230,410	242,079
Property, plant and equipment	100,122	105,030
Mining assets	109,089	125,816
Deferred tax asset	14,652	16,875
Restricted cash in environmental trusts	16,902	16,712
Intangible asset	54,499	59,449
Total non-current assets	535,305	576,042
Current assets		
Cash and cash equivalents	136,820	77,773
Trade and other receivables	30,104	34,622
Inventories	15,246	15,237
Total current assets	182,170	127,632
Total assets	717,475	703,674
Equity and liabilities		
Capital and reserves		
Issued capital	73,216	24,343
Treasury shares	(26,239)	(26,526)
Reserves	781,692	639,881
Accumulated losses	(360,450)	(347,402)
Total equity attributable to equity holders of Aquarius Platinum Limited	468,219	290,296
Non-controlling interests	5,549	5,646
Total equity	473,768	295,942
Non-current liabilities		
Payables	2,065	2,665
Interest bearing loans and borrowings	117,704	268,788
Deferred tax liabilities	16,837	19,112
Provisions	65,763	74,322
Total non-current liabilities	202,369	364,887
Current liabilities		
Trade and other payables	34,189	33,687
Interest bearing loans and borrowings	2,577	4,298
Income tax payable	90	218
Provisions	4,482	4,642
Total current liabilities	41,338	42,845
Total liabilities	243,707	407,732
Total equity and liabilities	717,475	703,674

* Certain amounts shown here do not correspond to the 30 June 2013 annual report and reflect adjustments made as detailed in Note 11.

Statement of Changes in Equity

	Issued capital	Treasury shares	Share premium reserve	Foreign currency translation reserve	Equity benefits reserve	Ridge replacement options reserve	Equity reserve	Convertible note equity component	Accumulated losses	Owners of the parent	Non-controlling interest	Total
	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000
At 1 July 2013	24,343	(26,526)	1,030,810	(92,327)	466	92	(361,826)	62,666	(347,402)	290,296	5,646	295,942
Loss for the period	-	-	-	-	-	-	-	-	(13,048)	(13,048)	(134)	(13,182)
Other comprehensive income	-	-	-	(16,016)	-	-	-	-	-	(16,016)	37	(15,979)
Total comprehensive income for the period	-	-	-	(16,016)	-	-	-	-	(13,048)	(29,064)	(97)	(29,161)
Transactions with owners in their capacity as owners:												
Shares issued	48,810	-	169,584	-	-	-	-	-	-	218,394	-	218,394
Repurchase of convertible bonds	-	-	-	-	-	-	23,807	(36,296)	-	(12,489)	-	(12,489)
Equity benefits issued to employees	63	424	732	-	-	-	-	-	-	1,219	-	1,219
On market purchase of share plan shares	-	(889)	-	-	-	-	-	-	-	(889)	-	(889)
Consideration received by controlled entities from sale of equity rights in the parent entity	-	752	-	-	-	-	-	-	-	752	-	752
At 30 June 2014	73,216	(26,239)	1,201,126	(108,343)	466	92	(338,019)	26,370	(360,450)	468,219	5,549	473,768

Statement of Changes in Equity (continued)

	Issued capital	Unissued shares	Treasury shares	Share premium reserve	Foreign currency translation reserve	Equity benefits reserve	Ridge replacement options reserve	Equity reserve	Convertible note equity component	Accumulated losses	Owners of the parent	Non-controlling interest	Total
	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000	\$US'000
At 1 July 2012	23,516	2,436	(18,128)	1,019,896	1,440	466	92	(361,826)	62,666	(60,195)	670,363	6,282	676,645
Loss for the period	-	-	-	-	-	-	-	-	-	(287,207)	(287,207)	(706)	(287,913)
Other comprehensive income	-	-	-	-	(93,767)	-	-	-	-	-	(93,767)	70	(93,697)
Total comprehensive income for the period	-	-	-	-	(93,767)	-	-	-	-	(287,207)	(380,974)	(636)	(381,610)
Transactions with owners in their capacity as owners:													
Shares issued	700	-	-	8,605	-	-	-	-	-	-	9,305	-	9,305
Purchase of company shares by a controlled entity	-	-	(9,305)	-	-	-	-	-	-	-	(9,305)	-	(9,305)
Transfer to issued shares	127	(2,436)	-	2,309	-	-	-	-	-	-	-	-	-
Equity benefits provided to employees	-	-	907	-	-	-	-	-	-	-	907	-	907
At 30 June 2013	24,343	-	(26,526)	1,030,810	(92,327)	466	92	(361,826)	62,666	(347,402)	290,296	5,646	295,942

Statement of Cash Flows

	30/06/14 \$US'000	30/06/13 \$US'000 Restated *
Cash flows from operating activities		
Receipts from customers	231,520	253,927
Payments to suppliers and employees	(215,809)	(251,068)
Closure and transition costs	-	(27,582)
Interest received	5,714	5,466
Other income	398	252
Income taxes paid	(581)	(1,387)
Net cash from/(used in) operating activities	21,242	(20,392)
Cash flows from investing activities		
Payments for property, plant and equipment and mine development costs	(28,073)	(36,268)
Proceeds from sale of property, plant and equipment	849	638
Refund of deposit for mineral acquisition	-	15,000
Net cash used in investing activities	(27,224)	(20,630)
Cash flows from financing activities		
Interest and other finance costs paid	(12,709)	(13,441)
Payment for repurchase of bonds including transaction costs	(162,429)	-
Proceeds from rights issue	226,142	-
Transaction costs relating to rights issue	(8,351)	-
Proceeds from sale of rights	602	-
Foreign exchange loss on currency contract	-	(24,039)
Proceeds from borrowings	2,989	-
Repayment of borrowings	(4,274)	(5,830)
Proceeds from issue of shares	-	9,305
Purchase of shares by a controlled entity	-	(9,305)
Loans to joint venture entities	(2,222)	(2,109)
Dividends from joint venture entities	22,373	10,000
Net cash from/(used in) financing activities	62,121	(35,419)
Net increase/(decrease) in cash held	56,139	(76,441)
Cash and cash equivalents at the beginning of the financial year	77,773	166,652
Net foreign exchange differences	2,908	(12,438)
Cash and cash equivalents at the end of the financial year	136,820	77,773

* Certain amounts shown here do not correspond to the 30 June 2013 annual report and reflect adjustments made as detailed in Note 11.

Notes to the consolidated income statement

1. Revenue from ordinary activities

	30/06/14 \$US'000	30/06/13 \$US'000
Sale of mine products	225,335	231,306
PGM price adjustments *	2,045	(261)
Interest income	5,676	6,070
Total revenue	233,056	237,115

* This represents the impact of PGM price movements on sales

2. Cost of sales

Depreciation and amortisation	29,000	39,143
Cost of production	201,814	208,792
Royalties	344	791
Total cost of sales	231,158	248,726

3. Finance costs

Interest on borrowings	12,019	12,909
Accretion of interest on convertible bond	10,016	10,299
Accretion of mine-site rehabilitation liability	5,112	2,453
Amortisation of borrowing costs	944	1,008
Total finance costs	28,091	26,669

4. Impairment losses

Aquarius has assessed the carrying value of its mines to determine if an impairment charge be recognised should the accounting carrying value exceed the recoverable amount of the assets. Various methods have been undertaken to determine the recoverable amount of the assets. Accounting standards state that the recoverable amount is the higher of value in use and fair value (an arm's length sale value).

To determine the recoverable amount of the mines, Aquarius has considered its own internal modelling using market consensus assumptions as well as external modelling. On the basis of this analysis the following impairments have been recognised:

Class of asset:

Mining assets (a)	1,792	200,523
Intangible asset	-	12,379
Investments in joint venture entities	1,292	1,209
	3,084	214,111
(a) Relates to the following segments:		
Corporate/Unallocated – Afarak	-	84,233
Corporate/Unallocated – TKO, Chieftans, Walhalla, Magaliesburg, Zondernaam	1,792	11,569
Everest	-	85,922
Marikana	-	18,799
	1,792	200,523

30/06/14 \$US'000	30/06/13 \$US'000
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5. Closure, transition and rehabilitation costs

Closure and transition costs	-	17,695
Rehabilitation costs	(5,342)	36,843
Total closure, transition and rehabilitation costs	(5,342)	54,538

During the year the methodology of performing rehabilitation work was reassessed resulting in a downward revision to the rehabilitation provision.

6. Repurchase of convertible bonds

On 21 May 2014 the Company repurchased bonds with a face value of \$172.6 million for \$162.7 million (including transaction costs). Consistent with the process undertaken when the bonds were first issued the Company has determined the fair value of the liability component (the host debt contract) at the date of the repurchase, with the balance allocated to the value of the embedded option equity component. This process determined that of the total consideration paid, \$150.2 million relates to the liability component and \$12.5 million is the equity component. The equity component of the consideration paid for the repurchase has been recognised directly in equity.

A profit on the repurchase on the liability component has been determined as follows:

Carrying amount of repurchased bonds liability at 21 May 2014	161,173
Consideration allocated to the liability component (including transaction costs)	(150,248)
Profit on repurchase of bonds	10,925

Following the bond repurchase on 21 May 2014 and repurchases undertaken previously, the face value of outstanding bonds at 30 June 2014 is \$125.4 million.

7. Details of individual and total dividends and dividend payments

No dividends have been declared for the years ended 30 June 2014 or 30 June 2013.

8. Earnings per security (EPS)

Details of basic and diluted EPS reported separately in accordance with IAS 33: *Earnings Per Share* are as follows:

	30/06/14 \$US'000	30/06/13 \$US'000
Net loss used in calculating basic and diluted earnings per share	(13,048)	(287,207)
	Current period Number of Shares	Previous corresponding period Number of Shares
Weighted average number of ordinary shares used in calculating basic earnings per share	942,823,111	831,298,165
<i>Effect of dilutive securities</i>		
Dilutive instruments	-	-
Adjusted weighted average number of shares used in the calculation of diluted earnings per share	942,823,111	831,298,165

9. Details of joint arrangements

The Group has an interest (that is material to it) in the following joint arrangements:

Name of arrangement	Percentage of ownership interest held at end of period or date of disposal	
	30/06/14	30/06/13
Mimosa Investments Limited	50%	50%
Chrome Tailings Retreatment Project	50%	50%
Kroondal and Marikana Mines	50%	50%
Blue Ridge Platinum (Pty) Ltd	50%	50%
Sheba's Ridge Platinum (Pty) Ltd	39%	39%

10. Debt default by joint venture entity

At the reporting date, Blue Ridge Platinum (Pty) Ltd, a joint venture entity 50% owned by the Aquarius Group, was in breach of a debt covenant relating to secured loans of \$27 million. On 30 January 2014 the Company announced the sale of Blue Ridge Platinum (Pty) Ltd, subject to satisfaction of a number of conditions precedent. There is no recourse on these loans back to Aquarius Platinum Limited.

11. Impact of new accounting standards

There has been a significant change to accounting requirements on the adoption of IFRS 11 *Joint Arrangements*. The Group's 50% interest in Mimosa and Blue Ridge were previously classified as jointly controlled entities and the Group's share of the assets, liabilities, revenue and expenses were previously proportionately consolidated in the consolidated financial statements. Upon adoption of IFRS 11, the Group has determined its interest to be a joint venture and it is required to be accounted for using the equity method. The effect of applying IFRS 11 is as follows:

Statement of Comprehensive Income

	As reported at 30 June 2013 \$US'000	IFRS11 restatement \$US'000	As restated at 30 June 2013 \$US'000
Revenue	370,548	(133,433)	237,115
Cost of sales	(357,810)	109,084	(248,726)
Gross profit/(loss)	12,738	(24,349)	(11,611)
Other income	278	-	278
Administrative costs	(12,924)	556	(12,368)
Foreign exchange gain/(loss)	(19,446)	123	(19,323)
Finance costs	(30,817)	4,148	(26,669)
Impairment losses	(225,966)	11,855	(214,111)
Closure, transition and rehabilitation costs	(54,538)	-	(54,538)
Community share ownership trust	(1,500)	1,500	-
Share of profit/(loss) from joint venture entities	-	(2,698)	(2,698)
Loss before income tax	(332,175)	(8,865)	(341,040)
Income tax benefit	44,262	8,865	53,127
Net loss for the year	(287,913)	-	(287,913)
Other comprehensive income that may be recycled to profit or loss			
Foreign currency translation adjustments	(93,697)	-	(93,697)
Total other comprehensive loss	(93,697)	-	(93,697)
Total comprehensive loss	(381,610)	-	(381,610)
Loss is attributable to:			
Equity holders of Aquarius Platinum Limited	(287,207)	-	(287,207)
Non-controlling interests	(706)	-	(706)
	(287,913)	-	(287,913)
Total comprehensive loss is attributable to:			
Equity holders of Aquarius Platinum Limited	(380,974)	-	(380,974)
Non-controlling interests	(636)	-	(636)
	(381,610)	-	(381,610)

11. Impact of new accounting standards (continued)

Statement of Financial Position

	As reported at 30 June 2013 \$US'000	IFRS11 restatement \$US'000	As restated at 30 June 2013 \$US'000
Assets			
Non-current assets			
Receivables	60,700	(51,095)	9,605
Available-for-sale investments	3,433	(2,957)	476
Investments in joint venture entities	-	242,079	242,079
Property, plant and equipment	261,222	(156,192)	105,030
Mining assets	160,795	(34,979)	125,816
Deferred tax asset	-	16,875	16,875
Restricted cash in environmental trusts	16,712	-	16,712
Intangible asset	59,449	-	59,449
Total non-current assets	562,311	13,731	576,042
Current assets			
Cash and cash equivalents	102,932	(25,159)	77,773
Trade and other receivables	58,424	(23,802)	34,622
Inventories	40,990	(25,753)	15,237
Income tax receivable	264	(264)	-
Total current assets	202,610	(74,978)	127,632
Total assets	764,921	(61,247)	703,674
Equity and liabilities			
Capital and reserves			
Issued capital	24,343	-	24,343
Treasury shares	(26,526)	-	(26,526)
Reserves	639,881	-	639,881
Accumulated losses	(347,402)	-	(347,402)
Total equity attributable to equity holders of Aquarius Platinum Limited	290,296	-	290,296
Non-controlling interests	5,646	-	5,646
Total equity	295,942	-	295,942
Non-current liabilities			
Payables	5,563	(2,898)	2,665
Interest bearing loans and borrowings	270,346	(1,558)	268,788
Deferred tax liabilities	37,837	(18,725)	19,112
Provisions	77,196	(2,874)	74,322
Total non-current liabilities	390,942	(26,055)	364,887
Current liabilities			
Trade and other payables	42,113	(8,426)	33,687
Interest bearing loans and borrowings	31,269	(26,971)	4,298
Income tax payable	-	218	218
Provisions	4,655	(13)	4,642
Total current liabilities	78,037	(35,192)	42,845
Total liabilities	468,979	(61,247)	407,732
Total equity and liabilities	764,921	(61,247)	703,674

11. Impact of new accounting standards (continued)

Statement of Cash Flows

	As reported at 30 June 2013 \$US'000	IFRS11 restatement \$US'000	As restated at 30 June 2013 \$US'000
Cash flows from operating activities			
Receipts from customers	392,373	(138,446)	253,927
Payments to suppliers and employees	(340,891)	89,823	(251,068)
Closure and transition costs	(27,582)	-	(27,582)
Interest received	5,560	(94)	5,466
Other income	252	-	252
Income taxes paid	(7,793)	6,406	(1,387)
Net cash from/(used in) operating activities	21,919	(42,311)	(20,392)
Cash flows from investing activities			
Payments for property plant & equipment and mine development costs	(54,359)	18,091	(36,268)
Proceeds from sale of property, plant and equipment	790	(152)	638
Refund of deposit for mineral acquisition	15,000	-	15,000
Net cash from/(used in) investing activities	(38,569)	17,939	(20,630)
Cash flows from financing activities			
Interest and other finance costs paid	(13,539)	98	(13,441)
Foreign exchange loss on currency contract	(24,039)	-	(24,039)
Repayment of borrowings	(10,324)	4,494	(5,830)
Proceeds from issue of shares	9,305	-	9,305
Purchase of shares by a controlled entity	(9,305)	-	(9,305)
Loans to joint venture entities	-	(2,109)	(2,109)
Dividends from joint venture entities	-	10,000	10,000
Net cash from/(used in) financing activities	(47,902)	12,483	(35,419)
Net decrease in cash held	(64,552)	(11,889)	(76,441)
Cash and cash equivalents at the beginning of the financial year	180,088	(13,436)	166,652
Net foreign exchange differences	(12,604)	166	(12,438)
Cash and cash equivalents at the end of the financial year	102,932	(25,159)	77,773

12. Commitments and contingent liabilities

Contractor litigation

Aquarius is aware of litigation between one of its former contractors and some of its former employees. Aquarius is not a party to the litigation, continues to monitor the situation and continues to take advice on any potential exposure.

Financial guarantees

Pursuant to a financing facility, AQPSA's commercial bankers have issued financial guarantees on behalf of AQPSA totalling ZAR270 million (\$25 million). The guarantees are for the rehabilitation, closure obligations and other purposes of AQPSA and are secured by a first ranking fixed and floating charge over all the assets of AQPSA.

12. Commitments and contingent liabilities (continued)

Sale of Kruidfontein prospecting rights

On 29 January 2014, Aquarius agreed terms to dispose of 100% of C&L Mining and Resources (Pty) Limited (C&L), which holds the Kruidfontein prospecting right, to Pilanesberg Platinum Mines (Pty) Ltd, a subsidiary of Sedibelo Platinum Mines Limited (previously Platmin Limited). The total sale consideration is \$30 million in cash. The material asset of C&L is a prospecting right known as Kruidfontein in which C&L has a 90% economic benefit. The sale is conditional on renewal of the prospecting right and the approval in terms of Section 11 of the Mineral and Petroleum Resources Development Act 28 of 2002. The renewal and approval in terms of Section 11 was obtained in June 2014 and is currently awaiting registration at the Department of Mineral Resources titles office.

Upon completion of the sale, Aquarius will receive \$16.2 million (before tax) in consideration for its economic interest in the prospecting right with the remaining \$10.8 million (before tax) due to the original vendors of the right. In terms of an agreement with the original vendors of the Kruidfontein prospecting right, Aquarius may elect to retain the remaining \$10.8 million (less any tax payable), in return for an issue of shares in Aquarius, of same value, at the time the sale becomes unconditional, resulting in net cash inflows of \$27 million (before tax) for Aquarius.

For accounting purposes, the Kruidfontein prospecting rights were previously written off.

Sale of Blue Ridge & Sheba's Ridge

On 29 January 2014, Aquarius agreed terms to dispose of its indirect interests in Blue Ridge Platinum (Pty) Ltd and Sheba's Ridge Platinum (Pty) Ltd to a consortium led by the China National Arts & Crafts (Group) Corporation for a total consideration of \$37 million in cash, of which \$4.3 million will be lent and advanced by Ridge Mining (Pty) Ltd to Blue Ridge for a period of 2 years from the closing date, being the date on which the last condition precedent to the sale agreement will be fulfilled.

The sale agreement is subject to a number of conditions precedent, primarily Chinese Government approvals, South Africa Competition Commission approval and a number of DMR regulatory approvals. The outside date for the fulfilment of the conditions precedent was initially fixed at 30 June 2014 but has been extended to 31 August 2014 by agreement between the parties.

The sale is expected to recover the carrying value of the Blue Ridge and Sheba's Ridge equity accounted investments at 30 June 2014.

13. Basis of accounting

The consolidated financial report has been prepared in accordance with International Financial Reporting Standards (IFRS).

14. Segment reporting

30 June 2014

	Kroondal \$US'000	Marikana \$US'000	Everest \$US'000	Mimosa \$US'000	Plat Mile \$US'000	CTRP \$US'000	Blue Ridge \$US'000	Corporate/ Unallocated \$US'000	Segment Result \$US'000	Reconciliation to Consolidated Information * \$US'000	Consolidated \$US'000
Revenue	222,147	675	749	130,512	5,166	95	37	4,224	363,605	(130,549)	233,056
Cost of sales											
- mining, processing and administration	(189,330)	(2,140)	(5,527)	(95,726)	(5,009)	(31)	(958)	(222)	(298,943)	96,785	(202,158)
- depreciation and amortisation	(24,048)	(424)	(1,789)	(13,106)	(2,521)	(212)	(12)	(6)	(42,118)	13,118	(29,000)
Gross profit/(loss)	8,769	(1,889)	(6,567)	21,680	(2,364)	(148)	(933)	3,996	22,544	(20,646)	1,898
Other income	-	-	-	200	-	-	24	174	398	(224)	174
Administrative costs	-	-	-	-	-	-	-	(7,397)	(7,397)	44	(7,353)
Foreign exchange gain/(loss)	3,577	-	(2)	(159)	139	-	-	(1,871)	1,684	159	1,843
Finance costs	-	-	-	-	-	-	-	(31,891)	(31,891)	3,800	(28,091)
Impairment losses	-	-	-	-	-	-	-	(3,084)	(3,084)	-	(3,084)
Profit on repurchase of bonds	-	-	-	-	-	-	-	10,925	10,925	-	10,925
Profit on sale of assets	-	-	-	-	-	-	-	653	653	-	653
Closure, transition and rehabilitation costs	(2,726)	8,767	(699)	-	-	-	-	-	5,342	-	5,342
Community share ownership trust	-	-	-	(500)	-	-	-	-	(500)	500	-
Indigenisation costs	-	-	-	(1,959)	-	-	-	-	(1,959)	1,959	-
Share of profit from joint venture entities	-	-	-	-	-	-	-	-	-	5,055	5,055
Profit/(loss) before income tax	9,620	6,878	(7,268)	19,262	(2,225)	(148)	(909)	(28,495)	(3,285)	(9,353)	(12,638)
Income tax (expense)/benefit	-	-	-	-	-	-	-	(9,897)	(9,897)	9,353	(544)
Net profit/(loss) from ordinary activities	9,620	6,878	(7,268)	19,262	(2,225)	(148)	(909)	(38,392)	(13,182)	-	(13,182)
Segment assets	214,742	53,115	36,071	244,645	67,925	735	31,005	150,157	798,395	(80,920)	717,475
Capital expenditure	24,090	355	2,082	17,534	1,546	-	-	-	45,607	(17,534)	28,073
Segment liabilities	39,093	58,636	5,958	49,633	18,373	1	31,282	121,651	324,627	(80,920)	243,707

* The segment information provided reflects the financial information used by the chief operating decision maker in assessing the performance of each operating segment. For the Mimosa and Blue Ridge operating segments the chief operating decision maker is provided with the detailed revenue, expenditure, asset and liability financial information. In the consolidated financial statements these operating segments are accounted for using the equity method. This differs from the measures used by the chief operating decision maker. The column titled "Reconciliation to Consolidated Information" provides a reconciliation of this segment information to the consolidated financial information.

14. Segment reporting (continued)

30 June 2013	Kroondal \$US'000	Marikana \$US'000	Everest \$US'000	Mimosa \$US'000	Plat Mile \$US'000	CTRP \$US'000	Blue Ridge \$US'000	Corporate/ Unallocated \$US'000	Segment Result \$US'000	Reconciliation to Consolidated Information \$US'000	Consolidated \$US'000
Revenue	217,253	828	1,101	133,412	12,657	387	37	4,873	370,548	(133,433)	237,115
Cost of sales											
- mining, processing and administration	(192,838)	(2,383)	(3,743)	(96,181)	(9,317)	(503)	(1,564)	(4)	(306,533)	96,950	(209,583)
- depreciation and amortisation	(32,396)	(532)	(2,642)	(12,066)	(3,309)	(249)	(68)	(15)	(51,277)	12,134	(39,143)
Gross profit/(loss)	(7,981)	(2,087)	(5,284)	25,165	31	(365)	(1,595)	4,854	12,738	(24,349)	(11,611)
Other income	-	-	-	-	-	-	-	278	278	-	278
Administrative costs	-	-	-	-	-	-	-	(12,924)	(12,924)	556	(12,368)
Foreign exchange gain/(loss)	11,930	71	122	(124)	760	41	-	(32,246)	(19,446)	123	(19,323)
Finance costs	-	-	-	-	-	-	-	(30,817)	(30,817)	4,148	(26,669)
Impairment losses	-	(18,799)	(85,922)	-	(12,379)	-	(14,170)	(94,696)	(225,966)	11,855	(214,111)
Closure, transition and rehabilitation costs	(2,982)	(41,275)	(10,281)	-	-	-	-	-	(54,538)	-	(54,538)
Community share ownership trust	-	-	-	(1,500)	-	-	-	-	(1,500)	1,500	-
Share of loss from joint venture entities	-	-	-	-	-	-	-	-	-	(2,698)	(2,698)
Profit/(loss) before income tax	967	(62,090)	(101,365)	23,541	(11,588)	(324)	(15,765)	(165,551)	(332,175)	(8,865)	(341,040)
Income tax benefit	-	-	-	-	-	-	-	44,262	44,262	8,865	53,127
Net profit/(loss) from ordinary activities	967	(62,090)	(101,365)	23,541	(11,588)	(324)	(15,765)	(121,289)	(287,913)	-	(287,913)
Segment assets	194,225	64,672	44,818	255,810	78,457	1,597	32,858	92,484	764,921	(61,247)	703,674
Capital expenditure	30,718	386	1,653	18,126	189	-	-	3,305	54,377	(18,126)	36,251
Segment liabilities	9,248	68,423	8,276	47,969	24,187	3	29,884	280,989	468,979	(61,247)	407,732

14. Segment reporting (continued)

Operating Segments

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the executive management team in assessing performance and in determining the allocation of resources.

Each individual mine and tailings retreatment operation is treated as a separate operating unit for internal reporting purposes. Discrete financial information about each of these operating units is reported to the executive management team on a monthly basis. The Corporate operating unit holds assets and liabilities not specifically related to a single operating unit.

The operations of Kroondal, Marikana, Everest and Mimosa mine, process and sell concentrate containing platinum group metals. The operations of CTRP and Plat Mile operate as tailings retreatment facilities from which they produce and sell a concentrate containing platinum group metals. Marikana, Everest, Blue Ridge and CTRP were on care and maintenance through-out the whole year.

The majority of sales of concentrate are to two specific South African based customers being Impala Platinum Holdings Limited and Rustenburg Platinum Mines Limited. The operations of Kroondal, Marikana, Everest, Blue Ridge, CTRP and Plat Mile are based in South Africa. The operations of Mimosa are based in Zimbabwe.

Corporate charges comprise non-segmental expenses such as head office expenses and interest. Corporate charges are not allocated to business segments.

15. Zimbabwe operations

Indigenisation

On 14 December 2012, Mimosa Investment Holdings ("Mimosa Investments"), which is held jointly in a 50:50 partnership with Impala Platinum Holdings Limited, concluded a non binding term sheet in respect of a proposed indigenisation implementation plan ("IIP") with the Government of Zimbabwe. The term sheet provided for, subject to certain conditions precedent, the sale by Mimosa Investments of an aggregate 51% equity ownership of Mimosa Holdings (Private) Limited, the wholly owned operating subsidiary of Mimosa Investments which owns and manages the Mimosa mine. During 2013 the Government of Zimbabwe indicated to Mimosa, and to the other platinum producers in Zimbabwe who concluded similar transactions, that it was no longer supportive of the term sheets. Following the national elections held in Zimbabwe in August 2013 a new Minister of Indigenisation was appointed. Mimosa has had frequent interaction with the Ministry, but to date no agreements or definitive terms have been agreed by Mimosa. As a result, the matter is ongoing and management is unable to estimate the financial impact of the proposed transaction.

Budget update

Aquarius has noted amendments contained in the proposed Zimbabwean national budget for 2014 as well as amendments to the Finance Act of 2014, which, if implemented, will negatively impact the company. These include:

- a 15% royalty on the export of unrefined PGM's; and
- rendering current mining royalties payable by Mimosa non-deductible for income tax purposes (currently deductible).

Mimosa management in consultation with the Zimbabwe Chamber of Mines will continue to engage with the Government of Zimbabwe to clarify the proposed changes to the fiscal regime, acknowledging that Aquarius and Mimosa share the vision of a growing platinum mining sector with the Government of Zimbabwe. The financial impact of any amendments will only be known if enacted by the Zimbabwe government, since only then can they be estimated with a level of certainty.

16. Subsequent events

There were no material events subsequent to 30 June 2014 that have not been reflected in the financial statements.

Statements in relation to accounts and audit

This report is based on accounts to which one of the following applies.

- | | | | |
|-------------------------------------|--|--------------------------|--|
| <input type="checkbox"/> | The accounts have been audited (refer audit attached report). | <input type="checkbox"/> | The accounts have been subject to review (refer attached review report). |
| <input checked="" type="checkbox"/> | The accounts are in the process of being audited or subject to review. | <input type="checkbox"/> | The accounts have <i>not</i> yet been audited or reviewed. |

Sign here: Date: 7 August 2014
(Company Secretary)

Print name: WILLI BOEHM
