



Preliminary Full Year Results to 30 June 2014



Key Points: Financial

- Significantly strengthened balance sheet following conclusion of rights issue and repurchase of bonds, leaving AQP in a net cash position
- \$62 million improvement in headline earnings performance
- Revenue marginally down by 2% to \$233 million on lower prices (FY2013: \$237 million)
- Group mine EBITDA marginally down to \$30 million (FY2013: \$35 million) due to lower prices and lower production at PlatMile tailings retreatment
- Share of profit from JV entities: EBITDA \$33 million, contributing net profit \$5 million
- Headline loss (before exceptional charges) of \$11 million at 1.13 cents per share (FY2013: loss of \$73 million at 8.80 cents per share)
- Profit on repurchase of bonds \$11 million
- Accounting net loss after tax (to IFRS) of \$13 million (1.38 cents per share) (FY2013: loss of \$288 million at 34.55 cents per share)
- Mine operating net cash flow increased by \$42 million to a \$21 million inflow (FY2013: outflow of \$20 million)
- Group cash balance at 30 June 2014 of \$137 million, with a further \$8 million attributable to Aquarius held in JV entities

Key Points: Operational

- Significant improvement in Kroondal's safety performance with LTIFR improving from 1.14 in FY2013 to 0.73 in FY2014
- Mimosa's LTIFR of 0.08 makes it the safest underground Platinum mine in Southern Africa
- Group attributable production increased by 2% to 331,642 PGM ounces (FY2013: 325,103 PGM ounces)
 - Kroondal consistently producing at capacity levels with 6 consecutive quarters above guidance
 - Kroondal annual production at highest level since 2008 at in excess of 430,000 PGM ounces
 - Mimosa performed strongly again, continuing to produce at capacity but impacted by a low PGM Dollar price, with cash costs up 1% compared to the previous corresponding period (pcp)
 - Mimosa Q4 production of >60,000 PGM ounces represents the highest ever quarterly production by Mimosa
 - Mimosa voluntary retrenchment process completed, costs reduced by 5%
- The average US Dollar PGM basket price of \$1,164 was 5% lower compared to the pcp
- The average Rand basket price increased by 11% compared to the pcp due to a weaker Rand
- The Rand weakened by 18% on average against the US Dollar compared to the pcp
- On-mine unit cash costs at Kroondal from mature shafts increased by 3% in Rand terms compared to the pcp and by 9% if the development shaft K6 is included in FY2014 costs

Key Points: Strategic

- Kroondal concluded 3 year wage agreements with representing unions at a cost slightly above inflation measured by CPI
- Mimosa wage costs increased by 2%
- The implementation of the disposal of non-core assets announced in January 2014 is on track
- Agreed another extension of the Kroondal PSA by a further 4.8 million tonnes.

Commenting on the results, Jean Nel, CEO of Aquarius Platinum, said:

"The 2014 financial year was a year in which Aquarius delivered on its objectives.

Safety, production and cost performance at both Kroondal and Mimosa improved substantially. Kroondal produced in excess of 430,000 PGM ounces for the first time since 2008, whilst at the same time improving its safety performance substantially. Also of significance is the 3 year wage agreement concluded after year-end, once again, without any operational interruptions. Credit for Kroondal's exceptional performance goes to the operational management team lead by Rob Schroder and Wessel Phumo.

Mimosa continues to deliver safety, production and cost performances ahead of guidance and is well positioned to continue delivery in 2015. Following the implementation of the voluntary retrenchment program at Mimosa unit cost performance is set to continue to improve sustainably. Again credit for an excellent performance is due to the Mimosa operational team lead by Winston Chitando and Peter Chamboza.

At corporate level, with overwhelming support from shareholders, AQP completed the rights offer and bond tender offer resulting in a substantially strengthened balance sheet, with net cash, even before the potential cash inflow from the sale of non-core assets.

Whilst the year under review was a difficult year with the Platinum mining sectors' challenges well published, Aquarius is proud of a view that significant progress was made in improving the quality of its operations and its balance sheet. These improvements, combined with the recently increased metal prices positions the company to generate free cash for shareholders, which as we have noted in the past, has been a neglected stakeholder. Against this backdrop Aquarius' focus will remain resolutely on continuing to improve safety, production and cost performances across the Group, whilst carefully assessing selected growth opportunities."

Financial results: Year to 30 June 2014

Aquarius has commenced accounting for its investments in Mimosa and Blue Ridge using the equity accounting method from 1 July 2013

Aquarius' consolidated result for the year ended 30 June 2014 was a loss of \$13 million (1.38 cents per share). Profitability at mine level (on-mine EBITDA) was \$30 million, down 14% compared to \$35 million in the pcp due to the impact of strikes on PlatMile's operations as well as the inclusion of the development shaft at Kroondal, K6, in operations for the first time in 2014. The result reflects continued improvement of operational performance at all operating mines, be it in a difficult and lower PGM price environment. Total production from all Aquarius operations was 331,642 PGM ounces, representing a 2% increase compared to pcp, despite the effect of the strike action at Anglo Platinum on PlatMile's production.

Profit & Production Summary

	Aquarius operations	JV entities	Total	Consolidation adjustment	Aquarius Group
Mine EBITDA	\$30M	\$33M	\$63M	(\$33M)	\$30M
Revenue	\$233M	\$131M	\$364M	(\$131M)	\$233M
Cost of sales	(\$231M)	(\$110M)	(\$341M)	\$110M	(\$231M)
Net profit/(loss) after tax	(\$18M)	\$5M	(\$13M)	-	(\$13M)
PGM ozs production	220,961	110,681	331,642	-	331,642

Revenue (PGM sales, interest) for the year was \$233 million, 2% lower compared to the pcp due to lower PGM metal prices and the effect that the Anglo Platinum strike action had on PlatMile. The PGM basket price achieved for the year was \$1,164 per PGM ounce, down 5% from the pcp. Gross margins improved at Kroondal on higher production and a weaker Rand but margins were lower at Mimosa due to lower Dollar PGM basket prices.

Total cash cost of production was \$202 million, down \$7 million despite a 2% increase in production at Kroondal and PlatMile. Significantly, Kroondal recorded its seventh consecutive +100,000 PGM ounce production quarter, a record for the mine. This is particularly pleasing given the ongoing difficulties prevailing in the sector.

On a per PGM ounce basis Dollar unit costs in South Africa decreased 7% to \$870 but increased 9% in Rand terms due to the inclusion of Kroondal's K6 development shaft in operations for the first time. The unit cost for the mature Kroondal shafts increased by only 3%. In Zimbabwe the cash cost per PGM ounce was \$878, a 1% increase inclusive of completing a voluntary labour rationalisation program at a once off cost of \$5.5 million. Operating costs were well within inflationary targets and will continue to be a point of focus particularly in the ongoing low metal price environment.

Exchange rate movements continued to have a volatile effect on earnings. The Rand weakened significantly to average R10.37 to the US Dollar compared to R8.80 in the pcp. During the year Aquarius recorded net foreign exchange gains of \$2 million comprising gains on sales adjustments and revaluation of cash, intercompany loans and pipeline debtors.

Administration costs of \$7 million were substantially lower following cost reduction initiatives implemented. Depreciation and amortisation for the year of \$29 million was lower despite increased production due to an increased resource base resulting from the extension of mine life of PSA1 at Kroondal.

Finance costs included \$22 million on convertible bonds (of which \$10 million was non cash representing the accretion of interest on the convertible bond), \$5 million of non-cash interest arising from the unwinding of the net present value of the rehabilitation provisions of AQPSA and \$1 million of other costs.

Income tax expense of \$0.5 million includes normal tax, deferred tax and royalties.



Preliminary Full Year Results to 30 June 2014



Group Financials by Operation

	Kroondal	Marikana	Everest	Mimosa	PMR	Blue Ridge	Corporate	Total	Reconciliation to Consolidated Information	Consolidated
PGM ounces (4E) (attributable)	215,371	-	-	110,681	5,590	-	-	331,642	-	-
\$M										
Revenue	222	1	1	131	5	-	4	364	(131)	233
Cost of Sales - mining, processing & admin	(189)	(2)	(6)	(96)	(5)	(1)	-	(299)	97	(202)
Cost of Sales - depreciation & amortisation	(24)	-	(2)	(13)	(2)	-	-	(42)	13	(29)
Gross profit/(loss)	9	(2)	(7)	22	(2)	(1)	4	23	(21)	2
Administrative costs	-	-	-	-	-	-	(7)	(7)	-	(7)
Foreign exchange gain/(loss)	4	-	-	-	-	-	(2)	2	-	2
Finance costs	-	-	-	-	-	-	(32)	(32)	4	(28)
Impairment losses	-	-	-	-	-	-	(3)	(3)	-	(3)
Profit on repurchase of bonds	-	-	-	-	-	-	11	11	-	11
Profit on sale of assets	-	-	-	-	-	-	1	1	-	1
Closure, transition and rehabilitation costs	(3)	9	(1)	-	-	-	-	5	-	5
Community share ownership trust	-	-	-	(0.5)	-	-	-	(0.5)	0.5	-
Indigenisation costs	-	-	-	(2)	-	-	-	(2)	2	-
Share of profit from joint venture entities	-	-	-	-	-	-	-	-	5	5
Profit before income tax	10	7	(7)	19	(2)	(1)	(29)	(3)	(9)	(13)

* In the consolidated financial statements the Mimosa and Blue Ridge operating segments are accounted for using the equity method. The column titled "Reconciliation to Consolidated Information" provides a reconciliation of the segment information used by the CEO to the consolidated financial information.



Preliminary Full Year Results to 30 June 2014



Cash balances

Group cash at 30 June 2014 was \$137 million, up \$59 million from June 2013. The increase in cash was mainly attributable to \$226 million proceeds from the rights issue to fund the repurchase of convertible bonds with a nominal value of \$173 million at a cost of \$162 million. In addition to this, the group paid \$28 million to fund its capital expenditure program, paid \$13 million in interest and received \$22 million of dividends from Mimosa.

A key indicator to the improved performance of Aquarius' South African assets is the \$41 million turnaround in net cash flows from operating activities from a deficit of \$20 million in the pcp to a surplus of \$21 million in FY2014.

Cash held at Mimosa and Blue Ridge which is no longer classified as group cash due to the adoption of equity accounting was \$16 million (100% basis).

Joint venture entities

Mimosa Investments Limited

Mimosa recorded an EBITDA profit attributable to Aquarius of \$34 million and a net profit before tax of \$10 million. The result was achieved on production of 110,681 PGM ounces attributable to Aquarius. Despite consistent production, EBITDA was lower than expected due to lower Dollar metal prices as well as labour retrenchment costs of \$5.5 million. Unlike Kroondal which benefits when the Rand weakens against the Dollar, Mimosa has no such relief. Mimosa's PGM basket price for the year was \$1,133 per PGM ounce, 6% lower compared to the pcp. Unit cash costs for the year were 1% higher at \$878 per PGM ounce, inclusive of labour retrenchment costs of \$5.5 million.

Cash held in Mimosa at 30 June 2014 was \$14 million (100%).

Mimosa's financial result is provided in the Group Financials table on page 4 and its operational performance is discussed under the Operating Review section of this announcement.

Blue Ridge Platinum (Pty) Ltd

Blue Ridge recorded a net loss after tax of \$5 million. The result reflects care and maintenance and interest costs for the year.

Adoption of IFRS 11 Joint Arrangements

Following a change to International Financial Reporting Standard 11 (IFRS11) governing the accounting for jointly controlled investments, Aquarius has commenced accounting for its investments in Mimosa and Blue Ridge using the equity accounting method from 1 July 2013. This differs from the previous approach whereby Aquarius proportionately consolidated its investments in Mimosa and Ridge. The equity method recognises the Group's share of net assets and contribution to profit and loss as single line items in the statement of financial position and statement of comprehensive income. This differs from the previous approach which included each line item such as revenue, cost of sales, expenses etc as part of the consolidated results. This change has not resulted in a change to the net assets of the Group.

Aquarius Platinum Limited
Consolidated Income Statement
Year ended 30 June 2014
\$'000

	Note	Half year ended		Year ended	
		30/06/14	31/12/13	30/06/14	30/06/13
Attributable Production (4E PGM ounces)		163,628	168,014	331,642	325,103
Revenue	(i)	119,883	113,173	233,056	237,115
Cost of Sales (including D&A)	(ii)	(110,407)	(120,751)	(231,158)	(248,726)
Gross profit/(loss)		9,476	(7,578)	1,898	(11,611)
Other income		102	72	174	278
Administrative costs	(iii)	(3,017)	(4,336)	(7,353)	(12,368)
Foreign exchange gain/(loss)	(iv)	(888)	2,731	1,843	(19,323)
Finance costs	(v)	(12,796)	(15,295)	(28,091)	(26,669)
Impairment losses	(vi)	(597)	(2,487)	(3,084)	(214,111)
Profit on repurchase of bonds		10,925	-	10,925	-
Profit on sale of assets		684	(31)	653	-
Closure, transition and rehabilitation reversal/(cost)	(vii)	5,342	-	5,342	(54,538)
Share of profit/(loss) from joint venture entities	(viii)	4,889	166	5,055	(2,698)
Profit/(loss) before tax		14,120	(26,758)	(12,638)	(341,040)
Income tax (expense)/benefit	(ix)	(3,274)	2,730	(544)	53,127
Net profit/(loss)		10,846	(24,028)	(13,182)	(287,913)
<i>Loss per share (basic – cents)</i>		<i>3.73</i>	<i>(5.11)</i>	<i>(1.38)</i>	<i>(34.55)</i>

Notes on the June 2014 Consolidated Income Statement

- (i) Sales revenue was marginally lower despite increased production due to lower PGM prices compared to the pcp.
- (ii) Aggregate cost of sales were \$17 million lower. In South Africa unit costs per PGM ounce decreased 7% in Dollar terms but increased by 9% in Rand terms due to the inclusion of the Kroondal development shaft, K6, for the first time in FY2014.
- (iii) Corporate administration costs are lower due to cost reduction initiatives.
- (iv) Foreign exchange gains of \$2 million were recorded on sales adjustments and revaluation of cash, intercompany loans and pipeline debtors.
- (v) Finance costs of \$28 million comprises interest and non-cash accretion of the convertible bond of \$22 million, non-cash interest arising from the unwinding of the net present value of the rehabilitation provisions of AQPSA of \$5 million and other costs of \$1 million.
- (vi) Includes impairment charges relating to TKO and Investments in JV Entities.
- (vii) A downwards revision of the rehabilitation provision was made following the annual reassessment of the cost of performing rehabilitation work.
- (viii) Contribution from JV entities represents a \$10 million Mimosa net profit offset by a \$5 million loss incurred at Blue Ridge.
- (ix) Income tax expense of \$0.5 million comprises normal tax, deferred tax and royalties.

Aquarius Platinum Limited
Consolidated Cash Flow Statement
Year ended 30 June 2014
\$'000

	Note	Half year ended		Financial year ended	
		30/06/14	31/12/13	30/06/14	30/06/13
Net operating cash flow	(i)	16,536	4,706	21,242	(20,392)
Net investing cash flow	(ii)	(16,235)	(10,989)	(27,224)	(20,630)
Net financing cash flow	(iii)	52,209	9,912	62,121	(35,419)
Net increase/(decrease) in cash held		52,510	3,629	56,139	(76,441)
Opening cash balance		82,998	77,773	77,773	166,652
Exchange rate movement on cash	(iv)	1,312	1,596	2,908	(12,438)
Closing cash balance	(v)	136,820	82,998	136,820	77,773

Notes on the June 2014 Consolidated Cash Flow Statement

- (i) Net operating cash flow includes net inflow from operations \$16 million, interest received \$6 million and income tax paid \$1 million.
- (ii) Net investing cash flow includes payments for mine development and development costs \$28 million and proceeds from sale of property, plant and equipment \$1 million.
- (iii) Net financing cash flow includes interest paid \$13 million, net proceeds from rights issue and repurchase of bonds \$55 million, proceeds from borrowings \$3 million, repayment of borrowings \$4 million and dividends from joint venture entities \$22 million.
- (iv) Exchange rate movement reflects movement of other currencies against the US Dollar.
- (v) Excludes \$8 million attributable cash held at Mimosa and Blue Ridge.

Aquarius Platinum Limited
Consolidated Balance Sheet
At 30 June 2014
\$'000

	Note	Financial year ended	
		30/06/14	30/06/13
Assets			
Cash assets		136,820	77,773
Current receivables	(i)	30,104	34,622
Other current assets	(ii)	15,246	15,237
Property, plant and equipment	(iii)	100,122	105,030
Mining assets	(iv)	109,089	125,816
Intangibles	(v)	54,499	59,449
Investments in joint venture entities	(vi)	230,410	242,079
Other non-current assets	(vii)	41,185	43,668
Total assets		717,475	703,674
Liabilities			
Current liabilities	(viii)	41,338	42,845
Non-current payables	(ix)	2,065	2,665
Non-current interest-bearing liabilities	(x)	117,704	268,788
Other non-current liabilities	(xi)	82,600	93,434
Total liabilities		243,707	407,732
Net assets		473,768	295,942
Equity			
Issued capital		73,216	24,343
Treasury shares		(26,239)	(26,526)
Reserves		781,692	639,881
Accumulated losses		(360,450)	(347,402)
Non-controlling interests		5,549	5,646
Total equity		473,768	295,942

Notes on the June 2014 Consolidated Balance Sheet

- (i) Reflects debtors receivable on PGM concentrate sales.
- (ii) Reflects PGM concentrate inventory, consumables, stores and critical spares.
- (iii) Represents fixed assets within the Group.
- (iv) Includes group's mining assets at Kroondal, Marikana, Everest, CTRP and Platmile.
- (v) Includes intangibles relating to acquisition of Platmile Resources.
- (vi) Represents investments in joint venture entities Mimosa and Blue Ridge.
- (vii) Includes recoverable portion of rehabilitation provision at P&SA sites of \$9 million, cash contributed to rehabilitation trusts \$17 million and deferred tax asset \$15 million.
- (viii) Includes trade creditors \$34 million, AQPSA finance leases \$3 million and leave provisions \$4 million.
- (ix) Reflects P&SA partners' right of recovery of rehabilitation provisions.
- (x) Reflects convertible bond of \$118 million.
- (xi) Includes deferred tax liabilities \$17 million and provision for closure costs \$66 million.

OPERATING REVIEW

This section contains summarised operating reviews of each of the Company's operations. Full operating statistics are provided on page 16 of this report, and other updates relevant to all operations can be found under Corporate Matters on page 14. In addition, further detail on each of the operations can be obtained from the quarterly and half-year reports released by the Company throughout the 2014 financial year which are available on the Company's website at www.aquariusplatinum.com.

AQUARIUS PLATINUM (SOUTH AFRICA) (PTY) LTD ("AQPSA") (Aquarius Platinum - 100%)

P&SA 1 at Kroondal (AQPSA – 50%)

- 12-month rolling average DIIR improved by 36% to 0.73 per 200,000 man hours from 1.14 the previous year
- Production improved by 9% to 7.2m tonnes
- Volumes processed increased to 7.2m tonnes
- Head grade deteriorated slightly to 2.39 g/t
- Recoveries decreased by 1% to 78% due to reduced head grade
- PGM production increased by 6% to 430,743 PGM ounces
- Revenue increased by 20% to R4.6 billion compared to the previous financial year due improved production coupled with 12% improvement in the Rand basket price
- Mining cash costs increased by 7% to R547 per tonne (making Kroondal the most efficient underground platinum mine in South Africa on a R/t basis), and costs per PGM ounce from mature shafts increased by 3% and inclusive of K6 development shaft by 9% to R9,115
- Kroondal's cash margin for the period rose from 12% to 15%

Commentary – Kroondal

Safety, Health and Environment

The Kroondal operations ended the year with a much improved DIIR compared to last year. The 36% improvement in safety is attributable to the embracement of the My Life, My Responsibility, I will Comply Safety campaign launched in late September 2013 by all employees. The focus remains on low energy incidents and general behaviour.

Operations

Kroondal operations were stable throughout the five month strike that gripped the rest of the industry in the Rustenburg area. This was in itself a significant achievement and credit to our employees, organised labour representatives and management.

In July 2014 AQPSA concluded three year wage agreements with its work force at Kroondal agreeing an increase slightly above inflation (CPI) without the loss of a single production shift, a result on which the Kroondal work force and the company is rightfully proud.

Operating Cash Costs

Cash costs at Kroondal increased by 9% to R9,115 per 4E ounce following the inclusion of the Kroondal development shaft K6 in operations for the first time.

AQPSA Operating costs per ounce (R/oz)

	4E (Pt+Pd+Rh+Au)	6E (Pt+Pd+Rh+Ir+Ru+Au)	6E net of by-products (Ni&Cu)
Kroondal	9,115	7,486	7,277

AQPSA Capital expenditure

Stay-in-business capital expenditure was in line with the mine plan and mobile equipment replacement schedule. The K6 Shaft project cost was approximately R89 million for FY2014 and is complete with the exception of the final power reticulation from the local authority.

<i>(R'000 unless otherwise stated)</i>	Kroondal (100% basis)	
	<i>Total</i>	<i>Per 4E oz</i>
Ongoing Infrastructure Establishment	314,472	730
Project Capital (K6 shaft)	89,530	208
Mobile Equipment	129,008	300
Total	533,011	1,237

P&SA2 at Marikana (Aquarius Platinum – 50%)

Given the continuing low Rand PGM basket prices, Marikana continues on care and maintenance until further notice.

Everest Mine

Similarly the Everest mine remains on care and maintenance until further notice.

MIMOSA INVESTMENTS (Aquarius Platinum - 50%)

Mimosa Platinum Mine

- 12-month rolling average DIIR deteriorated to 0.08 per 200,000 man hours from 0.05 in the previous year
- Production increased by 4% to 2.512m tonnes
- Volumes processed increased by 3% to 2.453m tonnes
- Head grade deteriorated slightly to 3.65g/t
- Recoveries deteriorated slightly to 77%
- PGM production increased by 2% to 221,358 PGM ounces
- Revenue decreased by 4% to \$260 million due to lower metal prices
- Mining cash costs decreased 3% to \$77 per tonne, and PGM ounce cost decreased by 2% to \$849 before retrenchment costs.
- Mining cash costs constant at \$79 per tonne, PGM ounce cost increased by 1% to \$878 after retrenchment costs.
- Mimosa's cash margin for the period decreased to 24% from 26%

Commentary

Safety, Health and Environment

No fatalities occurred at Mimosa during the year. Three lost-time injuries were reported with a commensurate deterioration in the DIIR.

Operations

The Mimosa mine operated very well during the year, enjoying cordial industrial relations and meeting most of its production targets.

Regulatory and fiscal environment

During the year, the Zimbabwean political and regulatory environment remained challenging for all mining companies operating in the country.

Indigenisation

During the course of the year in question Mimosa had frequent interaction with the Ministry of Indigenisation and continues to work pro-actively towards a sustainable solution but to date no agreements or definitive terms have been agreed between Mimosa and the Ministry of Indigenisation.

Taxation

New Income Tax Act

The proposed new Income Tax Bill was gazetted in November 2012. The bill was presented to Parliament for the first reading in May 2013. It passed the second and third reading in Parliament on 25 June 2013 after amendments from all relevant stakeholders. However, the President raised reservations which Parliament is still considering.

Meanwhile, the income tax rate has remained at 25% of taxable income, and withholding tax on technical fees and dividends at 15% and 10% respectively.

Finance Act, 2014

The Finance Act which gives legal effect to the proposals made through the Budget Statement for 2014 was gazetted on the 4 April 2014. The new requirements legislated in the Finance Act include:

- Contributions or donations to Community Ownership Trust are now allowable for tax deduction subject to approval of the Trust by the Minister.
- Proposed payment of VAT on un-beneficiated Platinum (15%) effective 1 January 2015.
- Disallowing of royalties as a deductible expense against taxable income with effect from 1 January 2014

Discussions between the mining sector and the Government of Zimbabwe in relation to the last 2 points above are ongoing with a view to reaching a solution that will result in these new taxes not being implemented. Shareholders will be updated as to any material progress as soon as is practical.

Operating Cash Costs

Operating costs increased slightly by 1% from the prior cost platform mainly as a result of retrenchment costs following a labour rationalisation exercise carried out during the year.

Operating cash costs per ounce (\$/oz) before voluntary retrenchment costs

	4E (Pt+Pd+Rh+Au)	6E (Pt+Pd+Rh+Ir+Ru+Au)	4E net of by-products (Ni, Cu & Co)
Mimosa	849	803	575

Operating cash costs per ounce (\$/oz) after voluntary retrenchment costs

	4E (Pt+Pd+Rh+Au)	6E (Pt+Pd+Rh+Ir+Ru+Au)	4E net of by-products (Ni, Cu & Co)
Mimosa	878	830	604

Capital expenditure

Stay in business capital expenditure at Mimosa was \$27 million (\$123 per PGM ounce), spent mainly on mobile equipment, drill rigs and LHDs, the conveyor belt extension, down dip development and housing projects.

TAILINGS OPERATIONS

Platinum Mile (Aquarius Platinum – 91.7%)

- Material processed decreased by 29% to 2.441m tonnes
- Recoveries decreased by 50% to 7%
- Production decreased by 56% to 5,590 PGM ounces
- Cash costs increased by 39% to R9,165 per PGM ounce.
- Revenue decreased by 56% to R52 million
- The cash margin for the period was negative 2%, a decrease from 25% the previous year

Commentary

Platinum Mile:

The result for the year was severely impacted by strike action at Anglo Platinum's operations in the Rustenburg area starting on 25 January 2014 and lasting until 24 June 2014. No meaningful analogies can be inferred by comparing annual numbers.

The coarse grinding expansion at the operation was successfully electromechanically commissioned at a capital cost of R26 million. The benefits of this expansion on production yields should become evident in the 2015 financial year.

Operating cash costs per ounce (R/oz)

	4E (Pt+Pd+Rh+Au)	6E (Pt+Pd+Rh+Ir+Ru+Au)	4E net of by-products (Ni, Cu& Co)
PMR	9,165	7,919	7,364

Chromite Tailings Retreatment Plant (CTRP) (Aquarius Platinum - 50%)

This operation remains on care and maintenance.

CORPORATE MATTERS

Tender Offer and Rights Issue

On 7 April 2014, Aquarius Platinum Limited announced a tender offer to purchase a maximum of \$225 million in principal amount of convertible bonds of the current \$298 million in principal amount of the convertible bonds outstanding at a repurchase price of \$92,000 per \$100,000 in principal amount of existing convertible bonds. The aggregate nominal amount of convertible bonds validly tendered pursuant to the tender offer was \$172.6 million.

The repurchase price, which together with accrued interest totalled \$165.7 million, was paid to security holders in May 2014.

The company advised that the tender offer would be financed upon the successful completion of a rights issue to finance part or all of the amount payable by the company for the existing convertible bonds accepted for repurchase pursuant to the Tender offer.

The company received valid acceptances in respect of 931,250,197 rights issue shares, representing approximately 95.39 per cent of the total number of rights issue shares offered to qualifying shareholders pursuant to the rights issue announced by the company on 7 April 2014. The company confirms that the shortfall for the remaining 44,956,709 rights issue shares were placed by the underwriters. The rights issue grossed \$226.1 million through the issuance of 976,206,906 new common shares.

Following completion of the rights issue, the company's issued share capital consists of 1,464,310,359 common shares. The company holds 17,047,787 common shares as treasury shares in accordance with Bermudan law. Therefore, the total number of voting rights in the company is 1,447,262,572. This figure may be used by shareholders as the denominator for the calculations by which they determine if they are required to notify their interest in, or a change in their interest in, the company under the FCA's Disclosure and Transparency Rules.

Full details of the tender offer and Rights Issue can be found at www.aquariusplatinum.com

Update on Sale of Assets

The company released details of the planned sale of two non-core assets being its interest in the Blue Ridge Mine ("Blue Ridge Transaction") and its interest in the Kruidfontein prospecting right on 30 January 2014 ("Kruidfontein Transaction"). In the release the company confirmed its expectation that the conditions precedent would be fulfilled in H2 calendar 2014. The Kruidfontein Transaction was conditional only upon obtaining certain approvals from the DMR. Shareholders are advised that these approvals including Section 11 approval were obtained in June 2014 and are currently awaiting registration at the Department of Mineral Resources titles office. Upon completion the Purchaser is obliged to, before 1 December 2014, pay Aquarius a total cash consideration of \$27 million. Upon receipt of the proceeds Aquarius is obliged to pay the previous owners of the Kruidfontein prospecting right \$10.8 million in cash or Aquarius shares, at Aquarius' sole election.

The Blue Ridge Transaction is subject to the fulfilment of 34 conditions precedent. Substantial progress has been made in terms of fulfilling the conditions, but a number of conditions have yet to be fulfilled. Aquarius' legal advice is that there appears to be no reason why the remaining conditions precedent should not be fulfilled in due course. This notwithstanding, shareholders are cautioned that the Blue Ridge Transaction involves many parties, and requires the approval of numerous regulators in South Africa as well as in the People's Republic of China (PRC) and hence execution risk remains significant.

This time line remains the company's base case expectation. Work in relation to the fulfilment of the conditions precedent, noted in the releases, continues. Shareholders will be informed of any material developments in this regard as soon as is practical.

Appointment of Chief Operating Officer

Mr. Rob Schroder, Managing Director of AQPSA, has been appointed to the newly created position of Chief Operating Officer (COO) of the Aquarius Group. Mr. Schroder will continue with his role as MD of AQPSA and will have oversight over the Group's entire mining operations. The appointment of Mr Schroder as COO reflects the confidence which the Board of Aquarius has in Mr Schroder and is due recognition for the key role which Mr Schroder continues to fulfil across the Group's operations.

More information on all corporate matters can be found at www.aquariusplatinum.com

Statistical Information	100% of Operations	Kroondal P&SA1			Mimosa			Platinum Mile		
	Unit	12 mths	12 mths	% Change	12 mths	12 mths	% Change	12 mths	12 mths	% Change
		Jun-14	Jun-13	Year on Year	Jun-14	Jun-13	Year on Year	Jun-14	Jun-13	Year on Year
Safety										
DIIR	Per 200,000 man hrs	0.73	1.14	36	0.08	0.05	-49	0.00	0.00	0
Revenue and Revenue Drivers										
Gross revenue	R m in SA/\$m in Zim	4,606	3,839	20	260	266	-2	52	118	-56
PGM basket Price	\$/oz	1,180	1,243	-5	1,133	1,206	-6	1,171	1,247	-6
Gross cash margin	%	15	12	27	24	26	-9	-2	25	-107
Nickel Price	\$/lb	6.91	7.44	-7	6.67	7.60	-12	7.00	7.16	-2
Copper Price	\$/lb	3.18	3.48	-9	3.11	3.51	-11	3.06	3.32	-8
Ave R/\$ rate		10.37	8.80	18	0	-	0	10.59	9.16	16
Cash Costs On-Mine										
Per ROM ton	R/ton	547	513	7	0	-	0	21	24	-13
	\$/ton	53	58	-10	79	79	-0	2	3	-25
Per PGM (3E+Au)	R/oz	9,115	8,343	9	0	-	0	9,165	6,606	39
	\$/oz	879	948	-7	878	867	1	865	721	20
Per PGE (5E+Au)	R/oz	7,486	6,851	9	0	-	0	7,919	5,716	39
	\$/oz	722	778	-7	830	819	1	748	624	20
Capital Expenditure										
Current/Sustaining 100%	R'000s	404,002	400,440	1	-	-	0	-	,0	0
	\$'000s	38,946	45,499	-14	27,308	32,296	-15	-	-	0
Expansion 100%	R'000s	-	-	-	-	-	-	16,066	-	-
	\$'000s	-	-	-	3,604	818	-	1,517	-	-
Mining and Production										
Underground	ROM ton '000s	7,190	6,589	9	2,512	2,412	4	nm	nm	0
Open Pit	ROM ton '000s	-	-	-	-	-	-	2,441	-	--
Total	ROM ton '000s	7,190	6,589	9	2,512	2,412	4	2,441	3,446	-29
Plant Head	g/t PGM	2.39	2.41	-1	3.65	3.66	-0	0.61	0.75	-19
Recoveries	%	78	79	-2	77	78	-0	7	14	-50
Platinum	Ozs	251,568	238,214	6	110,158	109,234	1	3,269	7,209	-55
Palladium	Ozs	130,630	122,349	7	87,037	84,953	2	1,694	3,909	-57
Rhodium	Ozs	46,380	43,879	6	9,270	8,849	5	474	1,075	-56
Gold	Ozs	2,166	2,055	5	14,894	14,836	0	153	,403	-62
Total PGM (3E+Au)	Ozs	430,743	406,497	6	221,358	217,872	2	5,590	12,596	-56
Total PGE (5E+Au)	Ozs	524,504	495,040	6	234,633	230,626	2	6,470	14,557	-56
Nickel	Tons	450	451	-0	3,329	3,164	5	32	85	-63
Copper	Tons	213	207	3	2,638	2,470	7	14	35	-61
Chromite (000)	Tons '000s	497	262	90	0	0	0	nm	nm	0



Preliminary Full Year Results to 30 June 2014



Aquarius Platinum Limited

Incorporated in Bermuda

Exempt company number 26290

Board of Directors

Nicholas Sibley

Jean Nel

David Dix

Tim Freshwater

Edward Haslam

Kofi Morna

Zwelakhe Mankazana

Sonja de Bruyn Sebotsa

Non-executive Chairman

Chief Executive Officer

Non-executive

Non-executive (Senior Independent Director)

Non-executive

Non-executive

Non-executive

Non-executive

Audit/Risk Committee

David Dix (Chairman)

Tim Freshwater

Edward Haslam

Kofi Morna

Nicholas Sibley

Remuneration Committee

Edward Haslam (Chairman)

David Dix

Zwelakhe Mankazana

Nicholas Sibley

Nomination Committee

Sonja de Bruyn Sebotsa (Chairman)

Edward Haslam

Tim Freshwater

Kofi Morna

Willi Boehm

Company Secretary

Willi Boehm

AQPSA Management

Robert Schroder

Jean Nel

Wessel Phumo

Managing Director

Executive Director

General Manager: Kroondal

Mimosa Mine Management

Winston Chitando

Peter Chimboza

Fungai Makoni

Chairman

Resident Director

Managing Director

Platinum Mile Management

Richard Atkinson

Paul Swart

Managing Director

Financial Director

Issued capital

At 30 June 2014, the Company had on issue 1,464,310,359 fully paid common shares.

Substantial shareholders 30 June 2014	Number of shares	Percentage
HSBC Custody Nominees (Australia) Limited	110,254,065	7.53
JP Morgan Nominees Australia Limited	69,919,771	4.77

Primary Listing: Australian Securities Exchange (AQP.AX)
Premium Listing: London Stock Exchange (AQP.L)
Secondary Listing: JSE Limited (AQP.ZA)

Trading Information
 ISIN number BMG0440M1284
 ADR ISIN number US03840M2089
 Convertible bond ISIN number XS0470482067

Broker (LSE)	Broker (ASX)	Sponsor (JSE)
Barclays 5 The North Colonnade Canary Wharf London E14 4BB Telephone: +44 (0) 20 7623 2323	Euroz Securities Level 18 Alluvion 58 Mounts Bay Road, Perth WA 6000 Telephone: +61 (0) 8 9488 1400	Rand Merchant Bank (A division of FirstRand Bank Limited) 1 Merchant Place Cnr of Rivonia Rd and Fredman Drive, Sandton 2196 Johannesburg South Africa

Aquarius Platinum (South Africa) (Proprietary) Ltd

100% owned
 (Incorporated in the Republic of South Africa)
 Registration Number 2000/000341/07

1st Floor, Block C, Rosebank Office Park, 181 Jan Smuts Avenue, Rosebank, South Africa
 Postal Address: PO Box 7840, Centurion, 0046, South Africa
 Telephone: +27 (0)10 001 2848
 Facsimile: +27 (0)12 001 2070

Aquarius Platinum Corporate Services Pty Ltd

100% Owned
 (Incorporated in Australia)
 ACN 094 425 555

Level 4, Suite 5, South Shore Centre, 85 The Esplanade, South Perth WA 6151, Australia
 Postal Address: PO Box 485, South Perth, WA 6951, Australia
 Telephone: +61 (0)8 9367 5211
 Facsimile: +61 (0)8 9367 5233
 Email: info@aquariusplatinum.com

For further information please visit www.aquariusplatinum.com or contact:

In the United Kingdom and South Africa:
 Jean Nel
 +27 (0)10 001 2848

In Australia:
 Willi Boehm
 +61 (0) 8 9367 5211

Glossary

A\$	Australian Dollar
Aquarius or AQP	Aquarius Platinum Limited
APS	Aquarius Platinum Corporate Services Pty Ltd
AQPSA	Aquarius Platinum (South Africa) (Pty) Ltd
ACS(SA)	Aquarius Platinum (SA) Corporate Services (Pty) Ltd
BEE	Black Economic Empowerment
BRPM	Blue Ridge Platinum Mine
CTRP	Chrome Tailings Retreatment Operation. Consortium comprising Aquarius Platinum (SA) (Corporate Services) (Pty) Limited (ASACS), Ivanhoe Nickel and Platinum Limited and Sylvania South Africa (Pty) Ltd (SLVSA).
DIFR	Disabling injury frequency rate, being the number of lost-time injuries expressed as a rate per 1,000,000 man-hours worked
DIIR	Disabling injury incidence rate, being the number of lost-time injuries expressed as a rate per 200,000 man-hours worked
DME	formerly South African Government Department of Minerals and Energy
DMR	South African Government Department of Mineral Resources, formerly the DME
Dollar or \$	United States Dollar
Everest	Everest Platinum Mine
Great Dyke Reef	A PGE-bearing layer within the Great Dyke Complex in Zimbabwe
GoZ	Government of Zimbabwe
g/t	Grams per tonne, measurement unit of grade (1g/t = 1 part per million)
JORC code	Australasian code for reporting of Mineral Resources and Ore Reserves
JSE	Johannesburg Stock Exchange
Kroondal	Kroondal Platinum Mine or P&SA1 at Kroondal
LHD	Load haul dump machine
LTIFR	Lost Time Injury Frequency Rate
Marikana	Marikana Platinum Mine or P&SA2 at Marikana
Mimosa	Mimosa Mining Company (Private) Limited
NUM	National Union of Mineworkers
nm	Not measured
pcp	previous corresponding period
PGE(s) (6E)	Platinum group elements plus gold. Five metallic elements commonly found together which constitute the platinoids (excluding Os (osmium)). These are Pt (platinum), Pd (palladium), Rh (rhodium), Ru (ruthenium), Ir (iridium) plus Au (gold)
PGM(s) (4E)	Platinum group metals plus gold. Aquarius reports PGMs as comprising Pt+Pd+Rh plus Au (gold) with Pt, Pd and Rh being the most economic platinoids in the UG2 Reef
PlatMile	Platinum Mile Resources (Pty) Ltd
PSA1	Pooling & Sharing Agreement between AQPSA and RPM Ltd on Kroondal
PSA2	Pooling & Sharing Agreement between AQPSA and RPM Ltd on Marikana
R or Rand	South African Rand
Ridge	Ridge Mining Limited
ROM	Run of mine. The ore from mining which is fed to the concentrator plant. This is usually a mixture of UG2 ore and waste.
RPM Limited	Rustenburg Platinum Mines Limited, a subsidiary of Anglo Platinum Limited
Tonne	1 metric tonne (1,000kg)
TARP	Trigger Action Response Procedure
UG2 Reef	A PGE-bearing chromite layer within the Critical Zone of the Bushveld Complex