Appendix 4D

HALF-YEAR REPORT
6 MONTHS ENDED 31 DECEMBER 2014

Aquarius Platinum Limited

ARBN	Reporting period	Previous corresponding period
087 577 893	Six months ended 31/12/14	Six months ended 31/12/13

Results for announcement to the market

				$US'000
Revenues from ordinary activities	up	0.1%	to	113,263
Loss from ordinary activities after tax attributable to equity holders of Aquarius Platinum Limited				(56,831)

Dividends	Amount per security	Franked amount per security
Interim dividend	- ¢	- ¢

Record date for determining entitlements to the dividend	Not applicable

Refer to the Half Yearly Results announcement released in conjunction with this Appendix 4D to the market on 11 February 2015.

Directors' report

Your directors submit their report for the half-year ended 31 December 2014.

Directors

The names of the company's directors in office during the half-year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Nicholas T Sibley
Sir Nigel Rudd (appointed 1 November 2014)
Jean Nel
David R Dix
G Edward Haslam
Tim Freshwater
Kofi Morna
Zwelakhe Mankazana
Sonja de Bruyn Sebotsa

Review and results of operations

Aquarius' consolidated result for the half-year ended 31 December 2014 was a loss of $57 million after tax (3.93 cents per share). The result included the following one off non-cash charges arising in joint venture entities:

- a reduction in the carrying value of Blue Ridge/Sheba's Ridge investment of $26 million following termination of the agreement to sell the Company's indirect interests in Blue Ridge Platinum (Pty) Ltd and Sheba's Ridge Platinum (Pty) Ltd
- discounting of the RBZ receivable due to Mimosa by $28.5 million

EBITDA[1] from controlled entities was $18 million, an $8 million (83%) increase from the previous corresponding period (pcp) driven by continued costs discipline. Production attributable to Aquarius increased 5% to 175,831 PGM ounces.

Revenue (PGM sales, interest) for the half-year of $113 million was in line with the pcp despite increased production, due to $7 million of negative sales adjustments. Dollar prices remained unchanged compared to the pcp at $1,165 per PGM ounce. In Rand terms, the PGM basket increased by 9% directly as a result of a weaker Rand which also decreased 9% to R10.94, compared to the pcp. In Zimbabwe, PGM prices were similarly subdued recording a 2% increase to $1,164 compared to the pcp.

Administration costs of $3 million were down $1 million. Depreciation and amortisation for the year of $13 million was lower despite increased production due to an increased resource base resulting from the extension of the PSA1 mine life.

Finance costs of $7.8 million includes $3.2 million of interest on convertible bonds and bank borrowings, $2.1 million of non-cash interest arising from the unwinding of the debt portion of the convertible bonds and $2.5 million of non-cash interest arising from the unwinding of the net present value of the rehabilitation provisions of AQPSA.

Kruidfontein mining rights were sold for $27 million. Aquarius retained the gross proceeds of the sale and satisfied settlement of the original vendors rights to 40% of the proceeds via the issue of 36,505,657 shares in Aquarius. An accounting profit of $1.2 million was recorded after a non-cash adjustment of $13 million resulting from the reversal of foreign currency translation reserve following the sale of the entity.

	31/12/14	**31/12/13**
PGM production – Kroondal & Platmile	116,511	113,697
PGM production – Mimosa	59,320	54,317
Total	**175,831**	**168,014**

	31/12/14 $US'000	**31/12/13 $US'000**
Revenue	113,263	113,173
Cost of sales		
- mining, processing and site administration	(96,941)	(104,127)
- depreciation and amortisation	(12,785)	(16,624)
Gross profit/(loss)	**3,537**	**(7,578)**
Other income	110	72
Administrative costs	(3,238)	(4,336)
Foreign exchange (loss)/gain	(403)	2,731
Finance costs	(7,814)	(15,295)
Impairment losses	(574)	(2,487)
Profit/(loss) on sale of assets	1,126	(31)
Share of (loss)/profit from joint venture entities	(49,187)	166
Loss before income tax	**(56,443)**	**(26,758)**
Income tax (expense)/benefit	(293)	2,730
Net loss	**(56,736)**	**(24,028)**

Zimbabwe indigenisation

On 14 December 2012, Mimosa Investment Holdings ("Mimosa Investments"), which is held jointly in a 50:50 joint venture entity 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 December 2014 a new Minister of Indigenisation was appointed. Mimosa awaits discussions with the new Minister in order to map a way forward. As a result, the matter is ongoing and management is unable to estimate the financial impact of the proposed transaction.

Zimbabwean budget update

In the 2015 National Budget, proposals that were made in the previous 2014 National Budget in relation to the 15% export levy on unrefined PGMs and royalties were amended as follows:

- In the 2015 National Budget Statement, the Minister proposed the deferment of the 15% export levy on un-beneficiated platinum to January 2017. However, the Finance Act (No 3) of 2014 which gives legal effect to the budget proposals did not include the deferment of the 15% tax on un-beneficiated PGMs. This effectively meant that the tax was not legally suspended, and if implemented, will have a significant impact on the Company. The Company is engaging the authorities in consultation with the Chamber of Mines to seek clarity on the issue.
- The proposal to render royalties payable by Mimosa non-deductible for income tax purposes was implemented with effect from the year of assessment beginning on 1 January 2014, and therefore impacted Mimosa from the start of the 2014 financial year on 1 July 2013. This position has remained in the 2015 national budget. It has and will continue to negatively impact the company. The financial impact of the non-deductibility of royalties was $4.2 million for the financial year to June 2014 and $2.6 million for the half-year to December 2014, 50% of which is attributable to Aquarius.

Mimosa management in consultation with the Zimbabwe Chamber of Mines will continue to engage with the Government of Zimbabwe on these and other issues affecting the company and mining sector in general. Aquarius and Mimosa share with the Government of Zimbabwe the vision of a growing platinum mining sector.

Events after reporting date

On 10 February 2015, the Group announced that it had entered into an agreement to sell AQPSA's entire interest in the Everest mine, related mining and processing infrastructure and immovable properties to Northam Platinum Limited for ZAR450 million, payable in cash. The sale is subject to certain conditions precedent. Given the timing of agreeing the sale, the Group is yet to estimate its financial effect. Further details of the sale can be found in the announcement released to the market on 10 February 2015.

General

The operations and earnings of the Group continue to be affected to varying degrees by fiscal, legislative regulatory and political developments in southern Africa.

Refer to the Half Yearly Results announcement released in conjunction with this Appendix 4D to the market on 11 February 2015 for further information.

The amounts contained in this report and in the half-year financial report have been rounded to the nearest $1,000 (where rounding is applicable).

Signed in accordance with a resolution of the Directors.

Nicholas Sibley
Chairman

Date: 11 February 2015

[1] The on-mine EBITDA has been provided to enable normal mining industry comparison and assists users in understanding on-mine cash flows. The on-mine EBITDA has not been audited or reviewed and reconciles to the gross profit/(loss) in the statement of comprehensive income as follows:

	31/12/14 $US'000	31/12/13 $US'000
Gross profit/(loss)	3,537	(7,578)
Interest revenue	(3,675)	(2,288)
Depreciation and amortisation	12,785	16,624
Foreign exchange gain	5,841	3,338
On-mine EBITDA	18,488	10,096

Statement of comprehensive income

(Half-year ended 31 December)

	Note	31/12/14 $US'000	31/12/13 $US'000
Revenue	2	113,263	113,173
Cost of sales	3	(109,726)	(120,751)
Gross profit/(loss)		**3,537**	**(7,578)**
Other income		110	72
Administrative costs		(3,238)	(4,336)
Foreign exchange (loss)/gain	4	(403)	2,731
Finance costs		(7,814)	(15,295)
Impairment losses	5	(574)	(2,487)
Profit/(loss) on sale of assets	6	1,126	(31)
Share of (loss)/profit from joint venture entities	7	(49,187)	166
Loss before income tax		**(56,443)**	**(26,758)**
Income tax (expense)/benefit		(293)	2,730
Net loss		**(56,736)**	**(24,028)**
Other comprehensive income that may be recycled to profit or loss			
Foreign currency translation adjustments		(12,995)	(13,851)
Total other comprehensive loss		**(12,995)**	**(13,851)**
Total comprehensive loss		**(69,731)**	**(37,879)**
Loss for the period is attributable to:			
Equity holders of Aquarius Platinum Limited		(56,831)	(24,040)
Non-controlling interests		95	12
		(56,736)	**(24,028)**
Total comprehensive loss for the period is attributable to:			
Equity holders of Aquarius Platinum Limited		(69,892)	(37,924)
Non-controlling interests		161	45
		(69,731)	**(37,879)**

Earnings per share *			
Basic loss per share		(3.93) cents	(2.89) cents
Diluted loss per share		(3.93) cents	(2.89) cents

* Earnings per share for the prior half-year has been restated to 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 31/12/14 $US'000	As at 30/06/14 $US'000	As at 31/12/13 $US'000
Assets			
Non-current assets			
Receivables	14,559	9,180	32,153
Available-for-sale investments	414	451	454
Investments in joint venture entities	152,437	230,410	204,817
Mining assets	198,870	209,211	211,024
Deferred tax asset	12,644	14,652	18,266
Restricted cash in environmental trusts	14,327	16,902	16,212
Intangible asset	49,230	54,499	55,696
Total non-current assets	**442,481**	**535,305**	**538,622**
Current assets			
Cash and cash equivalents	164,211	136,820	82,998
Trade and other receivables	27,551	30,104	22,901
Inventories	16,590	15,246	16,704
Total current assets	**208,352**	**182,170**	**122,603**
Total assets	**650,833**	**717,475**	**661,225**
Equity and liabilities			
Capital and reserves			
Issued capital	75,098	73,216	24,408
Treasury shares	(25,871)	(26,239)	(27,331)
Reserves	775,186	781,692	626,417
Accumulated losses	(417,281)	(360,450)	(371,442)
Total equity attributable to equity holders of Aquarius Platinum Limited	**407,132**	**468,219**	**252,052**
Non-controlling interests	5,710	5,549	5,691
Total equity	**412,842**	**473,768**	**257,743**
Non-current liabilities			
Payables	1,972	2,065	2,629
Interest bearing loans and borrowings	2,207	118,919	274,194
Deferred tax liabilities	15,740	16,837	17,515
Provisions	62,785	65,763	73,322
Total non-current liabilities	**82,704**	**203,584**	**367,660**
Current liabilities			
Trade and other payables	25,500	34,189	29,036
Interest bearing loans and borrowings	122,134	1,362	1,974
Income tax payable	3,414	90	467
Provisions	4,239	4,482	4,345
Total current liabilities	**155,287**	**40,123**	**35,822**
Total liabilities	**237,991**	**243,707**	**403,482**
Total equity and liabilities	**650,833**	**717,475**	**661,225**

.

Statement of changes in equity

	Issued capital $US'000	Treasury shares $US'000	Share premium reserve $US'000	Foreign currency translation reserve $US'000	Equity benefits reserve $US'000	Ridge replacement options reserve $US'000	Equity reserve $US'000	Convertible bond equity component $US'000	Accumulated losses $US'000	Owners of the parent $US'000	Non-controlling interest $US'000	Total $US'000
At 1 July 2014	73,216	(26,239)	1,201,126	(108,343)	466	92	(338,019)	26,370	(360,450)	468,219	5,549	473,768
Loss for the period	-	-	-	-	-	-	-	-	(56,831)	(56,831)	95	(56,736)
Other comprehensive income that may be recycled to profit or loss	-	-	-	(13,061)	-	-	-	-	-	(13,061)	66	(12,995)
Total comprehensive income for the period	-	-	-	(13,061)	-	-	-	-	(56,831)	(69,892)	161	(69,731)
Transactions with owners in their capacity as owners:												
Shares issued as part of the Kruidfontein sale transaction	1,825	-	6,195	-	-	-	-	-	-	8,020	-	8,020
Equity benefits issued to employees	57	697	360	-	-	-	-	-	-	1,114	-	1,114
On market purchase of share plan shares	-	(329)	-	-	-	-	-	-	-	(329)	-	(329)
At 31 December 2014	75,098	(25,871)	1,207,681	(121,404)	466	92	(338,019)	26,370	(417,281)	407,132	5,710	412,842

Statement of changes in equity

	Issued capital $US'000	Treasury shares $US'000	Share premium reserve $US'000	Foreign currency translation reserve $US'000	Equity benefits reserve $US'000	Ridge replacement options reserve $US'000	Equity reserve $US'000	Convertible bond equity component $US'000	Accumulated losses $US'000	Owners of the parent $US'000	Non-controlling interest $US'000	Total $US'000
At 1 July 2013	24,370	(26,526)	1,030,783	(92,327)	466	92	(361,826)	62,666	(347,402)	290,296	5,646	295,942
Loss for the period	-	-	-	-	-	-	-	-	(24,040)	(24,040)	12	(24,028)
Other comprehensive income that may be recycled to profit or loss	-	-	-	(13,884)	-	-	-	-	-	(13,884)	33	(13,851)
Total comprehensive income for the period	-	-	-	(13,884)	-	-	-	-	(24,040)	(37,924)	45	(37,879)
Transactions with owners in their capacity as owners:												
Equity benefits issued to employees	38	378	447	-	-	-	-	-	-	863	-	863
On market purchase of share plan shares	-	(1,183)	-	-	-	-	-	-	-	(1,183)	-	(1,183)
At 31 December 2013	24,408	(27,331)	1,031,230	(106,211)	466	92	(361,826)	62,666	(371,442)	252,052	5,691	257,743

Statement of cash flows

(Half-year ended 31 December)

	31/12/14 $US'000	31/12/13 $US'000
Cash flows from operating activities		
Receipts from customers	108,251	127,830
Payments to suppliers and employees	(100,833)	(125,755)
Interest received	2,930	2,714
Other income	238	73
Income taxes paid	(276)	(156)
Net cash from operating activities	**10,310**	**4,706**
Cash flows from investing activities		
Proceeds from sale of Kruidfontein prospecting rights	26,811	-
Tax payment relating to the sale of Kruidfontein prospecting rights	(438)	-
Payments for property, plant & equipment and mine development costs	(12,239)	(11,423)
Proceeds from sale of property, plant and equipment	620	434
Net cash from/(used in) investing activities	**14,754**	**(10,989)**
Cash flows from financing activities		
Interest and other finance costs paid	(3,043)	(6,998)
Transaction costs relating to rights issue	(1,262)	-
Proceeds from borrowings	6,346	123
Repayment of borrowings	(6,964)	(1,586)
Purchase of shares reserved for share plan	(329)	-
Loans to joint venture entities	(919)	-
Dividends from joint venture entities	15,500	18,373
Net cash from financing activities	**9,329**	**9,912**
Net increase in cash held	**34,393**	**3,629**
Cash and cash equivalents at the beginning of the period	136,820	77,773
Net foreign exchange differences	(7,002)	1,596
Cash and cash equivalents at the end of the period	**164,211**	**82,998**

Notes to the consolidated half-year report

1. Basis of preparation and accounting policies

This general-purpose condensed financial report for the half-year ended 31 December 2014 has been prepared in accordance with International Accounting Standard 34 (IAS 34).

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half-year condensed financial report should be read in conjunction with the Annual Financial Report of Aquarius Platinum Limited as at 30 June 2014. It is also recommended that the half-year financial report be considered together with any public announcements made by the company and its controlled entities during the half-year ended 31 December 2014 in accordance with the group's continuous disclosure obligations.

For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

The half-year financial report has been prepared under the historical cost accounting convention except for available-for-sale investments that have been measured at fair value.

The half-year financial report has been rounded to the nearest thousand of US dollars unless otherwise stated.

Changes in accounting policies
The accounting policies applied by the Group in this consolidated half-year financial report are the same as those applied by the Group in its consolidated financial report for the year ended 30 June 2014, other than set out below.

The Group has adopted the following new and amended accounting standards from 1 July 2014.

- IFRIC 21 *Levies*
- IAS 19 *Defined Benefit Plans: Employee Contributions*
- IAS 32 *Offsetting Financial Assets and Financial Liabilities*
- IAS 36 *Recoverable Amount Disclosures for Non-Financial Assets*
- Annual Improvements to IFRSs 2010–2012 Cycle
- Annual Improvements to IFRSs 2011–2013 Cycle

These amendments are effective for the Group for the first time during the current reporting period. The adoption of these amendments had no material impact on the financial position or performance of the Group.

2. Revenue from ordinary activities

	31/12/14 $US'000	31/12/13 $US'000
Sales revenue	116,229	114,227
Movement in fair value of provisional priced sales	(6,641)	(3,342)
Interest revenue	3,675	2,288
Total revenue	113,263	113,173

3. Cost of sales

	31/12/14 $US'000	31/12/13 $US'000
Cost of production net of inventory movement	96,941	104,127
Depreciation and amortisation	12,785	16,624
Total cost of sales	109,726	120,751

4. Foreign exchange gain/(loss)

	31/12/14 $US'000	31/12/13 $US'000
Cash	(2,032)	1,644
Intercompany loans	(1,121)	(220)
Pipeline debtors	(4,571)	(2,100)
Sales	7,321	3,407
Total foreign exchange (loss)/gain	(403)	2,731

5. Impairment

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 less costs of disposal (an arm's length sale value).

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

	31/12/14 $US'000	31/12/13 $US'000
Class of asset:		
Mining assets (a)	-	1,772
Trade and other receivables	574	715
Total impairment	574	2,487
(a) Relates to the following segments:		
Corporate/Unallocated – TKO	-	1,772
	-	1,772

6. Profit/(loss) on sale of assets

	31/12/14 $US'000	31/12/13 $US'000
Profit on sale of Kruidfontein prospecting rights (a)	1,220	-
Loss on sale of mining assets	(94)	(31)
Total profit/(loss) on sale of assets	1,126	(31)
(a) Calculated as:		
Proceeds from sale	26,811	-
Tax expense	(4,309)	-
36,505,657 shares issued at $0.2197	(8,020)	-
Reversal of foreign currency translation reserve	(13,262)	-
	1,220	-

7. Share of (loss)/profit from joint venture entities

	31/12/14 $US'000	31/12/13 $US'000
Share of result from joint venture entities prior to impairment and discounting of receivables	5,489	166
Non-cash discounting of RBZ receivable – refer Note 15	(28,537)	-
Non-cash impairment – refer Note 15	(26,139)	-
Total share of (loss)/profit from joint venture entities	(49,187)	166

8. Details of individual and total dividends and dividend payments

No interim dividend has been declared for the half-year ended 31 December 2014.

		Total amount paid or payable US$'000	Amount per share US$	Franked amount per share US$
Final dividend:	Current period	-	- ¢	- ¢
	Previous period	-	- ¢	- ¢
Interim dividend:	Current period	-	- ¢	- ¢
	Previous period	-	- ¢	- ¢

9. Earnings per security (EPS)

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

	31/12/14 $US'000	31/12/13 $US'000
Net loss	(56,736)	(24,028)
Adjustments:		
Net profit attributable to non-controlling interests	95	12
Earnings used in calculating basic and diluted earnings per share	(56,831)	(24,040)

	Current period Number of shares	Previous corresponding period Number of shares *
Weighted average number of ordinary shares used in calculating basic earnings per share	1,445,076,946	832,396,290
Effect of dilutive securities:		
Dilutive instruments	-	-
Adjusted weighted average number of ordinary shares used in calculating diluted earnings per share	1,445,076,946	832,396,290

* The weighted average number of ordinary shares used in calculating basic earnings per share has been restated to reflect the impact of the bonus element of the rights issue undertaken in the year ended 30 June 2014.

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 $28 million. Blue Ridge Platinum (Pty) Ltd and the lenders are in discussions in relation to how the company will deal with its debt, but as yet no decisions have been taken. There is no recourse on these loans back to Aquarius Platinum Limited.

11. Contingent liabilities

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.

Pursuant to a financing facility, AQPSA's commercial bankers have issued financial guarantees on behalf of AQPSA totalling ZAR183 million ($16 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. Events after reporting date

On 10 February 2015, the Group announced that it had entered into an agreement to sell AQPSA's entire interest in the Everest mine and related mining and processing infrastructure and immovable properties to Northam Platinum Limited for ZAR450 million, payable in cash. The sale is subject to certain conditions precedent. Given the timing of agreeing the sale, the Group is yet to estimate its financial effect. Further details of the sale can be found in the announcement released to the market on 10 February 2015.

13. Operating segments

31 December 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**	**AQP Consolidated $US'000**
Revenue	105,788	130	453		4,056	36	18	2,809	186,433	(73,170)	113,263
Cost of sales											
- mining, processing and administration	(91,373)	(716)	(1,343)	(46,119)	(3,493)	(15)	(422)	-	(143,481)	46,540	(96,941)
- depreciation and amortisation	(10,205)	(100)	(991)	(9,191)	(1,386)	(100)	-	(3)	(21,976)	9,191	(12,785)
Gross profit/(loss)	**4,210**	**(686)**	**(1,881)**	**17,833**	**(823)**	**(79)**	**(404)**	**2,806**	**20,976**	**(17,439)**	**3,537**
Other income	-	-	-	128	-	-	8	102	238	(128)	110
Administrative costs	-	-	-	-	-	-	-	(3,292)	(3,292)	54	(3,238)
Foreign exchange gain/(loss)	5,761	-	-	(45)	165	-	-	(6,456)	(575)	172	(403)
Finance costs	-	-	-	-	-	-	-	(9,769)	(9,769)	1,955	(7,814)
Impairment losses	-	-	-	-	-	-	(12,028)	(14,684)	(26,712)	26,138	(574)
Profit on sale of assets	-	-	-	-	-	-	-	1,126	1,126	-	1,126
Community share ownership trust	-	-	-	(1,000)	-	-	-	-	(1,000)	1,000	-
Discounting of RBZ receivable	-	-	-	(28,537)	-	-	-	-	(28,537)	28,537	-
Share of loss from joint venture entities	-	-	-	-	-	-	-	-	-	(49,187)	(49,187)
Profit/(loss) before income tax	9,971	(686)	(1,881)	(11,621)	(658)	(79)	(12,424)	(30,167)	(47,545)	(8,898)	(56,443)
Income tax expense	-	-	-	-	-	-	-	(9,191)	(9,191)	8,898	(293)
Net profit/(loss) from ordinary activities	**9,971**	**(686)**	**(1,881)**	**(11,621)**	**(658)**	**(79)**	**(12,424)**	**(39,358)**	**(56,736)**	**-**	**(56,736)**
Segment assets	184,053	47,868	31,841	210,670	62,660	565	10,568	184,900	733,125	(82,292)	650,833
Capital expenditure	12,103	-	-	1,419	135	-	-	1	13,658	(1,419)	12,239
Segment liabilities	11,807	55,761	5,245	52,157	17,688	1	30,128	147,496	320,283	(82,292)	237,991

* 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.

13. Operating segments

31 December 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**	**AQP Consolidated $US'000**
Revenue	105,759	383	612	59,408	4,734	52	16	1,633	172,597	(59,424)	113,173
Cost of sales											
- mining, processing and administration	(95,425)	(1,215)	(3,839)	(45,576)	(3,616)	(14)	(467)	(18)	(150,170)	46,043	(104,127)
- depreciation and amortisation	(13,971)	(218)	(870)	(6,098)	(1,286)	(109)	(11)	(170)	(22,733)	6,109	(16,624)
Gross profit/(loss)	**(3,637)**	**(1,050)**	**(4,097)**	**7,734**	**(168)**	**(71)**	**(462)**	**1,445**	**(306)**	**(7,272)**	**(7,578)**
Other income	-	-	-	-	-	-	-	72	72	-	72
Administrative costs	-	-	-	-	-	-	-	(4,521)	(4,521)	185	(4,336)
Foreign exchange gain/(loss)	3,282	-	(2)	(73)	64	-	-	(613)	2,658	73	2,731
Finance costs	-	-	-	-	-	-	-	(17,198)	(17,198)	1,903	(15,295)
Impairment losses	-	-	-	-	-	-	-	(2,487)	(2,487)	-	(2,487)
Loss on sale of assets	-	-	(31)	-	-	-	-	-	(31)	-	(31)
Community share ownership trust	-	-	-	(500)	-	-	-	-	(500)	500	-
Indigenisation costs	-	-	-	(1,901)	-	-	-	-	(1,901)	1,901	-
Share of profit from joint venture entities	-	-	-	-	-	-	-	-	-	166	166
Profit/(loss) before income tax	(355)	(1,050)	(4,130)	5,260	(104)	(71)	(462)	(23,302)	(24,214)	(2,544)	(26,758)
Income tax benefit	-	-	-	-	-	-	-	186	186	2,544	2,730
Net profit/(loss) from ordinary activities	**(355)**	**(1,050)**	**(4,130)**	**5,260**	**(104)**	**(71)**	**(462)**	**(23,116)**	**(24,028)**	**-**	**(24,028)**
Segment assets	194,849	62,286	30,047	241,839	72,080	1,407	31,285	107,567	741,360	(80,135)	661,225
Capital expenditure	10,937	-	-	9,367	486	-	-	-	20,790	(9,367)	11,423
Segment liabilities	32,274	66,885	8,100	50,207	20,375	9	29,901	275,866	483,617	(80,135)	403,482

* 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.

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 (Chief Operating Decision Makers) 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 and Mimosa mine, process and sell concentrate containing platinum group metals. Marikana, Everest, Blue Ridge and CTRP are currently on care and maintenance. Plat Mile operates as a tailings retreatment facility from which it produces and sells a concentrate containing platinum group metals.

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.

Accounting policies and inter-segment transactions
The accounting policies used by the Group in reporting segments internally are the same as those contained in Note 1 to the accounts and in the prior period except for the following:

Corporate/unallocated comprises non-segmental revenue and expenses such as head office expenses and interest income/expense. Corporate charges are not allocated to operating segments. Similarly, corporate assets and liabilities, including financial assets and liabilities, are not allocated to the segments, such that there is symmetrical treatment between the segment results and segment assets and liabilities.

Zimbabwe indigenisation
On 14 December 2012, Mimosa Investment Holdings (“Mimosa Investments”), which is held jointly in a 50:50 joint venture entity 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 December 2014 a new Minister of Indigenisation was appointed. Mimosa awaits discussions with the new Minister in order to map a way forward. As a result, the matter is ongoing and management is unable to estimate the financial impact of the proposed transaction.

Zimbabwean budget update
In the 2015 National Budget, proposals that were made in the previous 2014 National Budget in relation to the 15% export levy on unrefined PGMs and royalties were amended as follows:

- In the 2015 National Budget Statement, the Minister proposed the deferment of the 15% export levy on un-beneficiated platinum to January 2017. However, the Finance Act (No 3) of 2014 which gives legal effect to the budget proposals did not include the deferment of the 15% tax on un-beneficiated PGMs. This effectively meant that the tax was not legally suspended, and if implemented, will have a significant impact on the Company. The Company is engaging the authorities in consultation with the Chamber of Mines to seek clarity on the issue.
- The proposal to render royalties payable by Mimosa non-deductible for income tax purposes was implemented with effect from the year of assessment beginning on 1 January 2014, and therefore impacted Mimosa from the start of the 2014 financial year on 1 July 2013. This position has remained in the 2015 national budget. It has and will continue to negatively impact the company. The financial impact of the non-deductibility of royalties was $4.2 million for the financial year to June 2014 and $2.6 million for the half-year to December 2014, 50% of which is attributable to Aquarius.

Mimosa management in consultation with the Zimbabwe Chamber of Mines will continue to engage with the Government of Zimbabwe on these and other issues affecting the company and mining sector in general. Aquarius and Mimosa share the vision with the Government of Zimbabwe of a growing platinum mining sector.

General
The operations and earnings of the Group continue to be affected to varying degrees by fiscal, legislative regulatory and political developments in southern Africa.

Details of jointly controlled investments
The Group has interests in the following significant jointly controlled investments:

Name of entity	Percentage of ownership interest held at end of period	
	31/12/14	**31/12/13**
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%

14. Issued and quoted securities at end of current period

Category of securities	Total number	Number quoted	Issue price per security	Amount paid up per security
Ordinary securities	1,501,979,560	1,501,979,560		
Changes during current period:				
Increases through share issues	927,566	927,566	$0.35	$0.35
	116,070	116,070	$0.3974	$0.3974
	119,908	119,908	$0.3847	$0.3847
	36,505,657	36,505,657	$0.2197	$0.2197

15. Investments in joint venture entities

Mimosa

The consolidated financial statements of Mimosa Investments Limited, which Aquarius jointly controls and equity accounts, has previously included a receivable from the Reserve Bank of Zimbabwe (RBZ) of $57m. 50% of this balance forms part of the "Investments in joint venture entities" carrying value in the Company's financial report. Previously various plans have been put in place to either have the RBZ receivable transferred to the Government of Zimbabwe, as part of the non-binding term sheet in respect of the indigenisation implementation plan (IIP), or for it to be replaced by Government backed securities.

During the period under review the Directors have continued to assess progress of Zimbabwe's initiatives in relation to indigenisation and progress on the issue of Government backed securities to replace RBZ debt. Draft legislation has been prepared but has not yet been passed through parliament. In addition, the IMF stated in November 2014 that it requires further changes to economic policy in Zimbabwe before it will support facilitating access to international capital markets by the Government of Zimbabwe.

Having considered the above the Directors believe concluding settlement of the RBZ debt via an indigenisation transaction or the creation of treasury bills as contemplated by the Government of Zimbabwe is now unlikely to occur within twelve months of the balance date, despite the transformation initiatives underway within Government.

Accounting standards require that such non-interest bearing receivables deemed to be long term be discounted using an effective interest rate to recognise the delay in receipt of funds. The Company has attempted to determine an appropriate discount rate, however due to the absence of ratings and public debt issues in Zimbabwe this process has proven problematic. In view of the difficulty involved in sourcing a reliable discount rate and the difficulty in reliably estimating the time frame to secure full settlement of the RBZ debt, Aquarius has recognised a non-cash expense of $28.5m in the share of loss from joint ventures, equal to its share of the full amount of the RBZ receivable.

Blue Ridge and Sheba's Ridge

On 14 October 2014, the agreement to sell the Company's indirect interests in Blue Ridge Platinum (Pty) Ltd and Sheba's Ridge Platinum (Pty) Ltd was terminated. As a consequence the carrying amount of the Blue Ridge and Sheba's Ridge assets has been reviewed resulting in an impairment charge of $26 million being included in the share of loss from joint venture entities.

16. Restatement of statement of cash flows for the year ended 30 June 2013

In response to a review of the Company's financial report for the year ended 30 June 2013 by the Financial Reporting Council's Conduct Committee, the Directors have decided to restate that year's Statement of Cash Flows. The restatement arises from a period which is outside the required comparative information for this interim financial report.

The published financial report for the year ended 30 June 2013 included a cash outflow of $24.039 million described as "foreign exchange loss on currency contract". This amount was categorised within financing activities in that financial report. The Directors have reconsidered the classification of this item and have agreed that this cash outflow should have been categorised within operating activities. The restatement results in cash flows from operating activities changing from a net cash inflow of $21.919 million to a net cash outflow of $2.120 million. Similarly, the restatement results in net cash outflow from financing activities changing from a net cash outflow of $47.902 million to a net cash outflow of $23.863 million.

The restatement does not impact opening or closing cash balances in any prior period, nor does it impact the statement of comprehensive income or the basic and diluted earnings per share previously disclosed.

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Aquarius Platinum Limited I state that:

In the opinion of the Directors:

a) the financial statements and notes of the consolidated entity:

   i) give a true and fair view of the financial position as at 31 December 2014 and the performance of the consolidated entity for the half-year ended on that date; and

   ii) comply with International Accounting Standard IAS 34; and

b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Nicholas Sibley
Chairman

Date: 11 February 2015

Building a better
working world

Ernst & Young
11 Mounts Bay Road
Perth WA 6000 Australia
GPO Box M939 Perth WA 6843

Tel: +61 8 9429 2222
Fax: +61 8 9429 2436
ey.com/au

Report on the Half-Year Financial Report of Aquarius Platinum Limited

We have reviewed the accompanying 31 December 2014 half-year financial report of Aquarius Platinum Limited and the entities it controlled during the half-year, which comprises the consolidated statement of financial position as at 31 December 2014, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration, other information as set out in Appendix 4D of the Australian Stock Exchange (ASX) Listing Rules and the directors' declaration, but excludes the following sections:

- Results for Announcement to the Market; and
- Directors' Report.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with International Accounting Standards (IAS 34) and complies with the ASX Listing Rules as they relate to Appendix 4D. The Directors' are also responsible for such internal controls as the directors determine are necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the accompanying financial report does not present fairly the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complies with International Accounting Standard 34 *Interim Financial Reporting* and the ASX Listing Rules as they relate to the Appendix 4D. As the auditor of Aquarius Platinum Limited and the entities it controlled during the half-year, ASRE 2410 also requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the international professional ethical pronouncements.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Aquarius Platinum Limited and the entities it controlled during the half-year does not:

(i) Present fairly the consolidated entity's financial position as at 31 December 2014 and its financial performance and cash flows for the half-year ended on that date;

(ii) Comply with International Accounting Standard 34 *Interim Financial Reporting*; and

(iii) Comply with the ASX Listing Rules as they relate to Appendix 4D.

Ernst + Young

Ernst & Young

Peter McIver

Peter McIver
Partner
Perth
11 February 2015