

Appendix 4E

Preliminary Final Report Zimplats Holdings Limited

ARBN: 083 463 058

Australian Stock Exchange code: ZIM

Year ended 30 June 2010

Results for announcement to the market

			2010 US\$000	2009 US\$000
1.	Revenue from ordinary activities	Up 236%	403 953	120 311
2.	Profit/(loss) from ordinary activities after tax attributable to members		122 070	(25 024)
3.	Net Profit/(loss) attributable to members		122 070	(25 024)

Audited financial statements for the year ended 30 June 2010 have been released and are available on the Zimplats website.

Financial Results

- Turnover for the year amounted to \$404 million, up 236% on the previous year's \$120 million, due to an 81% increase in sales volumes and significant improvement in metal prices. The improvement in metal prices was driven by some recovery that has been recorded in the major world economies as well as increased levels of investor interest in Platinum Group Metals (PGM's).
- Total operating costs for the year amounted to \$223 million, up 61% on the previous year's \$138 million reflecting mainly the increase in production volumes. The effect of dollarization of the Zimbabwe economy on local costs as well as the impact of a stronger South African Rand on the cost of inputs sourced from that country adversely affected costs. The operating cash cost per platinum ounce at \$1,104 was however 11% lower than the previous year due to the benefit of the increased production volume, the replacement of expensive open pit ore with underground tonnage as well as increased management focus on cost control.
- As a result of the above, profit before tax for the year amounted to \$167 million, compared to a loss for the prior year of \$26 million. The attributable profit for the year, after payment of additional profits tax in the sum of \$23.5 million, amounted to \$122 million compared to the prior year's loss of US\$25 million.

Safety

- Safety performance was below expectation with eight lost time injuries recorded compared to seven for the prior year. However, for the second consecutive year, there were no fatalities. Overall, safety performance remains of a world class standard.

Operations

- Ore mined of 3.54 million tonnes increased by 34% on the prior year's 2.65 million tonnes, with Ngwarati Mine having been in its first full year of operation. Bimha Mine is expected to reach design production capacity by May 2011.
- Concentrator tonnes ore milled for the year totalled 4.09 million tonnes, an increase of 89% on the previous year's 2.16 million tonnes reflecting the impact of the increase in production capacity following the commissioning of the Ngezi concentrator. The SMC concentrator had an excellent year achieving 2.27 million tonnes ore milled, up 5% on the previous year tonnage of 2.16 million tonnes. The Ngezi concentrator was commissioned in the first quarter of the year. The plant performance was above expectation with minimal post commission

problems. Very good milling rates and running times were recorded at both concentrators in the year.

Lower recoveries experienced at the Ngezi concentrator during and after plant commissioning as well as a planned 10% reduction in mass pull resulted in overall recovery rates coming down by 2% to 81.5%.

- The smelter performed well throughout the year processing a record 110,933 tonnes of concentrates. Platinum and 4E production for the year at 173,883 oz and 349,855 oz was 81% and 84% above prior year respectively, reflecting the increased production as a result of the Ngezi Phase 1 expansion.

Expansion Projects

- The Ngezi Phase I Expansion project is all but complete save for the on-going Bimha Mine development that is scheduled to be completed in May 2011.
- In April 2010, the board approved the Ngezi Phase II Expansion project at a cost of \$450 million. The project will increase milled tonnage to 6.2 million tonnes per annum and platinum production from the current 180 000 ounces to 270 000 ounces. Implementation of the project has just begun and all components of it are expected to be completed by June 2014. The project funding arrangements from internal resources and bank loans have been finalised.

Ore Reserves

- There has been no material change in the company's ore reserves as reported last year.

Dividend

- No dividend has been declared for the financial year ended 30 June 2010 in view of the ongoing funding requirement for the expansion projects.

This report is based on accounts which have been audited.