

The background of the cover features a repeating pattern of stylized, light blue circular motifs on a darker blue field. On the left side, there are large, abstract, light blue shapes that resemble stylized waves or organic forms. In the lower right, there is a large, light blue circular graphic composed of concentric rings and a central circle.

PLATINA RESOURCES LIMITED

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SIXTH  
ANNUAL  
REPORT 2012

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## AUSTRALIA



## GREENLAND



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# CORPORATE DIRECTORY

## DIRECTORS

**Reginald Gillard** | Non Executive Chairman

**Robert Mosig** | Managing Director

**Brian Moller** | Non Executive Director

## COMPANY SECRETARY

**Duncan Cornish**

## AUSTRALIAN BUSINESS NUMBER

25 119 007 939

## HEAD AND REGISTERED OFFICE

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Varsity Lakes Queensland 4227

**Postal** PO Box 4192  
Robina Queensland 4226

**Telephone:** +61 7 5580 9094

**Facsimile:** +61 7 5580 9394

**Email:** admin@platinaresources.com.au

**Website:** www.platinaresources.com.au

## SHARE REGISTRY

Link Market Services  
ANZ Building, Level 15  
324 Queen Street  
Brisbane Queensland 4000

## SOLICITORS

Hopgood Ganim  
Level 8, Waterfront Place  
1 Eagle Street  
Brisbane Queensland 4000

## AUDITORS

Bentleys  
Level 9  
123 Albert Street  
Brisbane Queensland 4000

## STOCK EXCHANGE

The Company's Securities are quoted on the Australian Stock  
Exchange Limited code: PGM

# CHAIRMAN'S LETTER

Dear Shareholder,

Despite an unsettled year for precious metal prices, and not insignificant turmoil in the world financial markets, activities by your Company progressed, at both the Skaergaard Project in East Greenland and the Owendale Project in central New South Wales.

At Skaergaard, a new JORC Inferred Mineral Resource was estimated during the year by Snowden Mining Industry Consultants of Brisbane. Our new Skaergaard Inferred Resource Estimate contains 23Mt @ 2.3 g/t gold, 0.7 g/t palladium and 0.1 g/t platinum and uses a 1.5 g/t gold equivalent cut-off. This Inferred Resource contains approximately 1.7 million ounces of gold, 0.5 million ounces of palladium and 40 thousand ounces of platinum. Due to insufficient quality control standards, many of the historic drill holes which comprised earlier reported resource estimates could not be included within the new Skaergaard Inferred Resource. However, I am pleased to confirm that much potential still exists to increase the Skaergaard resource with further drilling programs. Additional time and exploration funds will be required to achieve this goal.

The Company has maintained its strong expenditure commitment at Skaergaard, and a full evaluation of the steps necessary to incorporate the excluded Skaergaard gold, palladium and platinum mineralisation is currently underway. I would anticipate the Company providing further information on the way forward at Skaergaard well before the 2013 Greenland field season.

In Australia, I am also pleased to advise that further exploration drilling and a Scoping Study on the Owendale platinum and scandium Project were completed. To date, we have Indicated and Inferred Resources covering a portion of the platinum and scandium mineralisation occurring within the 12 square kilometres area of near-surface laterite. For platinum, we have an Indicated and Inferred Mineral Resource of 12.7 Mt @ 0.7 g/t platinum (approximately 287,000 ounces) estimated at a 0.4 g/t platinum cut-off. For scandium, we have an Indicated and Inferred Resource of 10.1 Mt @ 340 g/t scandium (approximately 3,400 tonnes of scandium) at a 200 g/t scandium cut-off. There is excellent potential to increase the size of both the platinum and scandium resources with further drilling, and further exploration activities are contemplated for late 2012 and 2013.

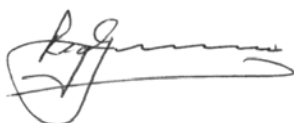
Our Scoping Study, of which the first Draft has just been recently completed by Battery Limits of Perth, Western Australia, has confirmed the significance and uniqueness of our platinum and scandium deposit at Owendale. Whilst further metallurgical studies are required, particularly for the platinum mineralisation, the project economics demonstrate potential financial strength in the development of future platinum and scandium operations at Owendale.

A final Scoping Study is due for completion in September and more details will be provided through our normal quarterly reporting and at our Annual General Meeting in November.

At the time of preparing this letter, the Company is in reasonable financial shape, with just over \$2.2 Million in cash reserve. Like many of the Australian Junior Explorers listed on the ASX, we have recently witnessed a downward trend to our share price, in line with global economic uncertainties; however, I am confident that your Company can rebuild its market capitalisation as it develops its asset base of Owendale and Skaergaard.

On behalf of the Board, I would like to thank our staff for their valuable input throughout the year, and I look forward to outlining our plans for Owendale and other activities at our Annual General Meeting.

Yours Sincerely,

A handwritten signature in dark ink, appearing to read 'Reg Gillard', with a long horizontal flourish extending to the right.

**Reg Gillard**

Chairman



# OVERVIEW OF OPERATIONS

## OWENDALE - PLATINUM AND SCANDIUM PROJECT, N.S.W., AUSTRALIA

Platina Resources Ltd 100%

EL7644

### PROJECT SUMMARY

- › Lateritic and alluvial Platinum
- › World's highest-grade lateritic scandium deposit
- › Recently completed Scoping Report
  - › Positive project economics for scandium and platinum production

The Owendale Project is located in central New South Wales, approximately 80km northeast of Parkes. Mineralisation is associated with the Owendale Complex, the majority of which is within the Company's 100% owned Exploration Licence. The Owendale Resource Tables (refer to Tables 1 & 2) consist of platinum and scandium mineralisation hosted in lateritic rocks that extends from 2m to 55m beneath ground level. The Owendale Complex is considered to be the likely source for the nearby historic Fifield alluvial platinum mine which was discovered in the 1880's and remains the only significant platinum operation in Australia.

A recently completed Scoping Study (September, 2012) showed positive project economics for both platinum and scandium at Owendale. The Company is now seeking interest in obtaining an off-take agreement for the sale of scandium to an end-user. The scandium Indicated Mineral Resource as it currently stands is of sufficient size to maintain a scandium mining operation for >40 years at a production rate of 40 tpa of scandium oxide. In addition, further drilling will be conducted in locations prospective for platinum with the objective of increasing the platinum Indicated Resource to 1 million ounces or more.

Metallurgical test work for platinum will be ongoing, with a particular focus to be placed on utilising innovative new Australian technologies that are more energy efficient, and consume less chemicals than traditional processing methods. Test work for the production of scandium metal and oxide will be limited as the flow sheet for the production of these products is relatively well known and requires only fine-tuning.

Progress has been made in the exploration for primary platinum and copper mineralisation, hosted in magmatic sulphides located beneath the laterite-hosted platinum and scandium Indicated and Inferred Mineral Resources. Historic diamond drilling, and a recent programme conducted in 2012 has intersected disseminated sulphide mineralisation over strike lengths up to 66m. Further drilling around sulphide occurrences is required, and will be conducted when practicable.

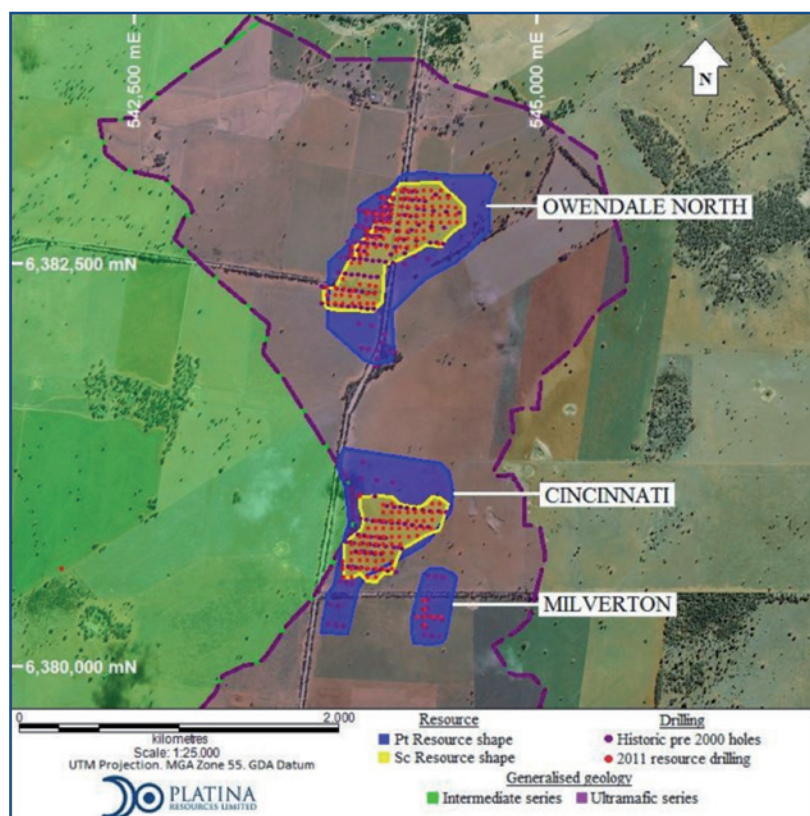
TABLE 1: TOTAL PT RESOURCE USING  
A 0.4G/T PT CUT-OFF

| Resource Classification      | Tonnage (Mt) | Pt (g/t)   |
|------------------------------|--------------|------------|
| <b>Owendale Noth Deposit</b> |              |            |
| Indicated                    | 5.0          | 0.7        |
| Inferred                     | 1.7          | 0.6        |
| Total                        | 6.6          | 0.7        |
| <b>Cincinnati Deposit</b>    |              |            |
| Indicated                    | 2.6          | 0.7        |
| Inferred                     | 2.2          | 0.7        |
| Total                        | 4.8          | 0.7        |
| <b>Milverton Deposit</b>     |              |            |
| Inferred                     | 1.3          | 0.6        |
| <b>Grand Total</b>           | <b>12.7</b>  | <b>0.7</b> |

TABLE 2: TOTAL SC RESOURCE USING A  
200G/T SC CUT-OFF

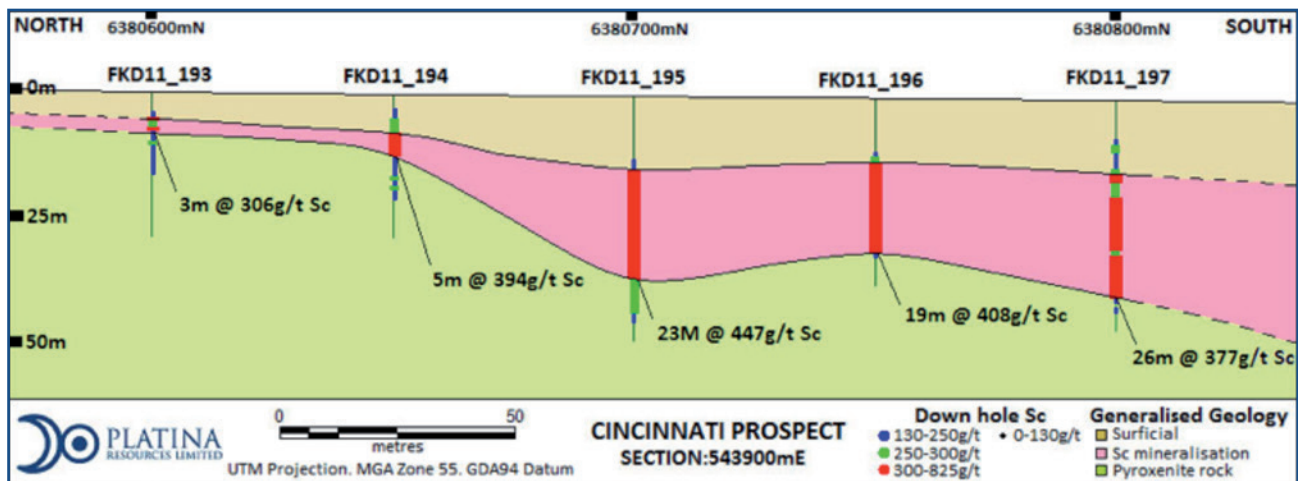
| Resource Classification      | Tonnage (Mt) | Sc (g/t)   |
|------------------------------|--------------|------------|
| <b>Owendale Noth Deposit</b> |              |            |
| Indicated                    | 3.8          | 380        |
| Inferred                     | 0.4          | 360        |
| Total                        | 4.2          | 380        |
| <b>Cincinnati Deposit</b>    |              |            |
| Indicated                    | 5.5          | 310        |
| Inferred                     | 0.4          | 300        |
| Total                        | 5.9          | 310        |
| <b>Grand Total</b>           | <b>10.1</b>  | <b>340</b> |

\*Estimation carried out by Snowden Mining Industry Consultants, Brisbane.  
Numbers may not add up due to rounding off.



OWENDALE PROJECT LOCATION  
MAP FOR RECENTLY COMPLETED  
RC DRILLING

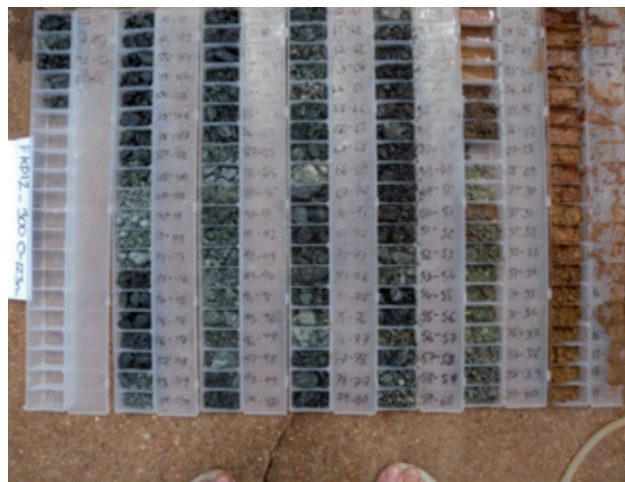




CINCINNATI DEPOSIT DRILL SECTION



DRILL RIG AT OWENDALE PROJECT



OWENDALE CHIP TRAYS

The information in this Annual Report that relates to the Owendale Mineral Resources is based on information compiled by Mr Justin Watson who is a full time employee of Snowden Mining Industry Consultants and who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Watson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ("2004 JORC Code"). Mr Watson consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this Annual Report that relates to Exploration Results is based on information compiled by Mr T H Abraham-James who is a full time employee of Platina Resources Limited and who is a Chartered Professional Member of The Australasian Institute of Mining and Metallurgy. Mr Abraham-James has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Abraham-James consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.



## SKAERGAARD - PGM AND GOLD PROJECT - GREENLAND

Platina Resources Ltd 100%

EL2007/01

### PROJECT SUMMARY

- Greenland's largest gold deposit
- Also contains significant quantities of:
  - Palladium
  - Platinum

The Skaergaard Gold & PGM Project is located on the East Coast of Greenland, approximately 400km west of Iceland. It is Greenland's largest deposit of gold, containing approximately 1.7 million ounces. Mineralisation at Skaergaard is hosted in a layered intrusion, geologically akin to South Africa's Bushveld Complex, which hosts the majority of the world's platinum. Skaergaard hosts significant quantities of precious metal mineralisation in a continuous planar layer, referred to as the P7 Reef that outcrops at surface, and extends to in-excess of 1.1km vertical depth. More than 30,000m of diamond drilling has been completed, delineating an Inferred Mineral Resource (2012) reported in accordance with JORC Code (2004) guidelines (refer to Table 3).

Additional infill drilling is likely to increase the quantity of contained metal at Skaergaard, with a number of existing drill-holes intersecting P7 Reef mineralisation outside of the current Inferred Mineral Resource boundary. Particular emphasis is to be placed on assessing the northern extent of Skaergaard where the P7 Reef outcrops, and may be amenable to open-cut mining.

Metallurgical test work identified that the unique properties of Skaergaard mineralised rock are amenable to gravity and flotation processes, achieving excellent recoveries from both techniques. With the addition of a small leach circuit, it is conceptually possible to produce gold dore on site. The implications of this are significant as it will allow for year-round exports via light aircraft, rather than shipping a concentrate during the relatively short ice-free window that occurs on the east coast of Greenland.

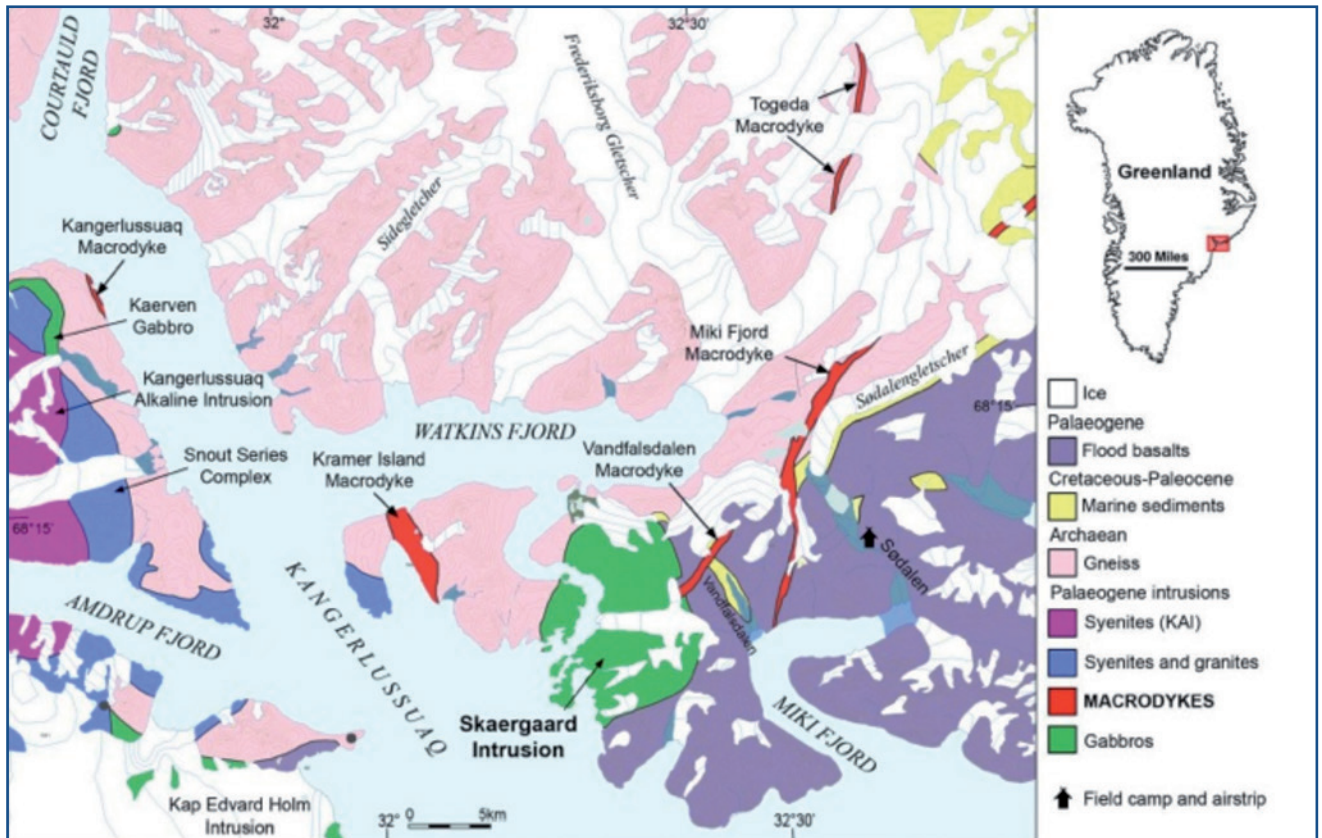
The Company maintains a wholly owned 20 man exploration camp at Skaergaard which also includes an airstrip, and messing facilities. The camp is utilized for both Skaergaard and the Kangerlussuaq exploration licences.



SØDALEN EXPLORATION CAMP – SKAERGAARD



DRILL RIG AT SKAERGAARD PROJECT, GREENLAND



GEOLOGICAL MAP SHOWING PROSPECTS WITHIN EL2012/25 AND THE SKAERGAARD INTRUSION

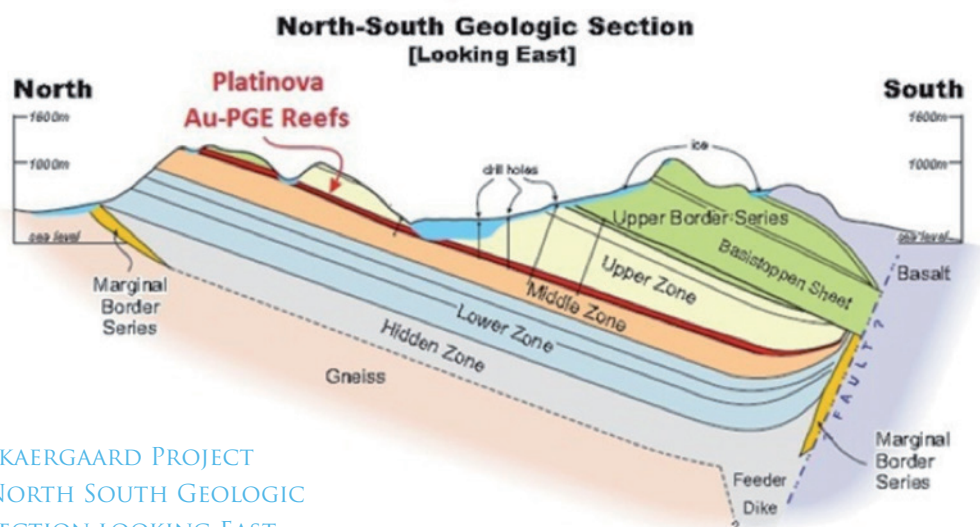
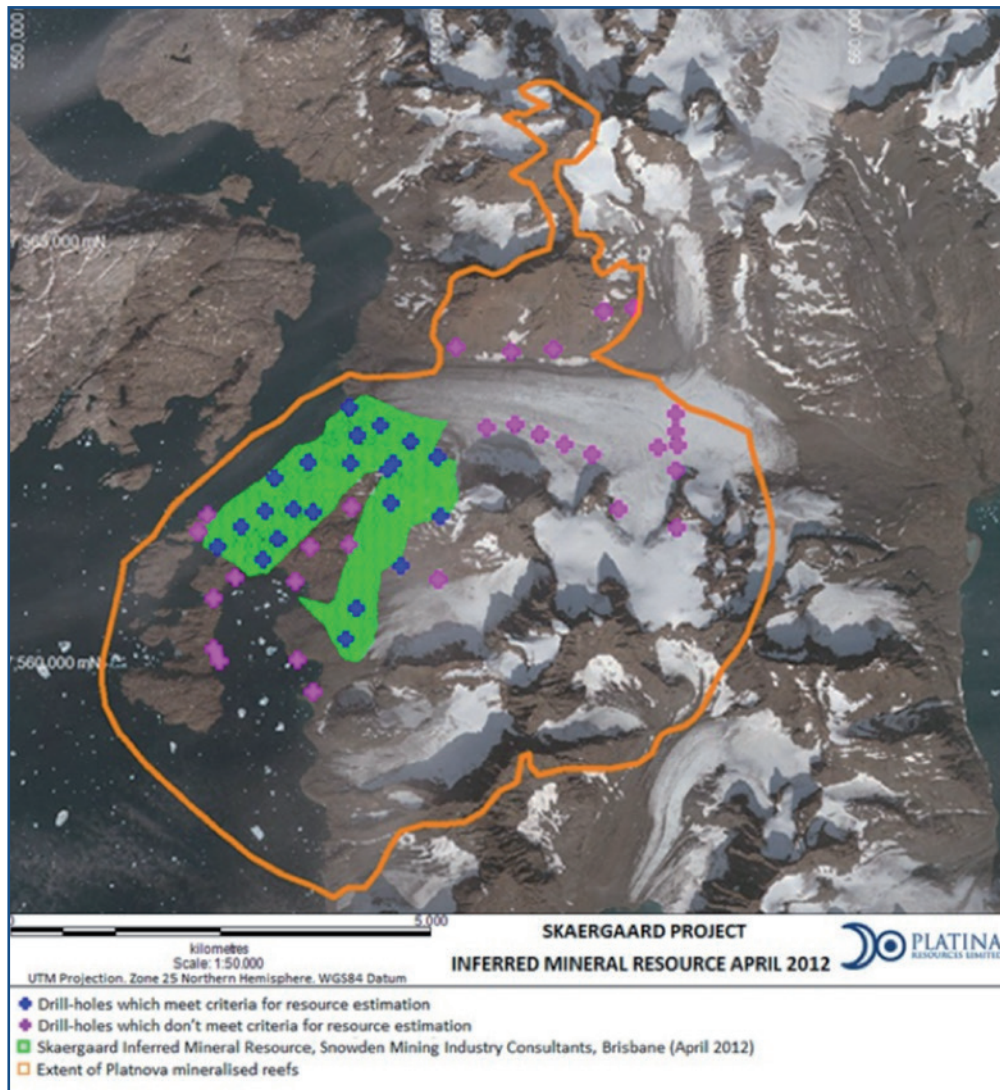


DRILL CORE FROM SKAERGAARD PROJECT



DRILL RIG AT SKAERGAARD PROJECT, GREENLAND





SKAERGAARD PROJECT  
 NORTH SOUTH GEOLOGIC  
 SECTION LOOKING EAST

TABLE 3: SKAERGAARD INFERRED RESOURCE USING A 1.5G/T GOLD EQUIVALENCE# CUT-OFF.

| Reef    | Resource Classification | Tonnage (Mt) | Au (g/t) | Pd (g/t) | Pt (g/t) | Au (Moz) |
|---------|-------------------------|--------------|----------|----------|----------|----------|
| P7 Reef | Inferred                | 23           | 2.3      | 0.7      | 0.1      | 1.7      |

Estimation carried out by Snowden Mining Industry Consultants, Brisbane. Further details contained within the Company's ASX announcement dated 26<sup>th</sup> April, 2012.

#Skaergaard Mineral Resource was wholly reported within interpreted wireframes which were developed based on >1.5g/t gold equivalence (AuEq) cut-off where the AuEq value was calculated as:  $AuEq = Au + Pt + (Pd \times 0.4)$  where metal per element is reported in g/t and based on price assumptions of \$US1400 oz Au, \$US1400 oz Pt and \$US560 oz Pd and recoveries of 100%. The contained metal and (troy) ounces lie wholly within the resource boundaries and do not imply recoverable metal.

*The information in this Annual Report that relates to the Skaergaard Mineral Resource is based on information compiled by Mr Justin Watson who is a full time employee of Snowden Mining Industry Consultants and who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Watson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ("2004 JORC Code"). Mr Watson consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

## KANGERLUSSUAQ MINERAL PROVINCE - MULTI-ELEMENT PROJECT - GREENLAND

Platina Resources Ltd 100%

EL2012/25

### PROJECT SUMMARY

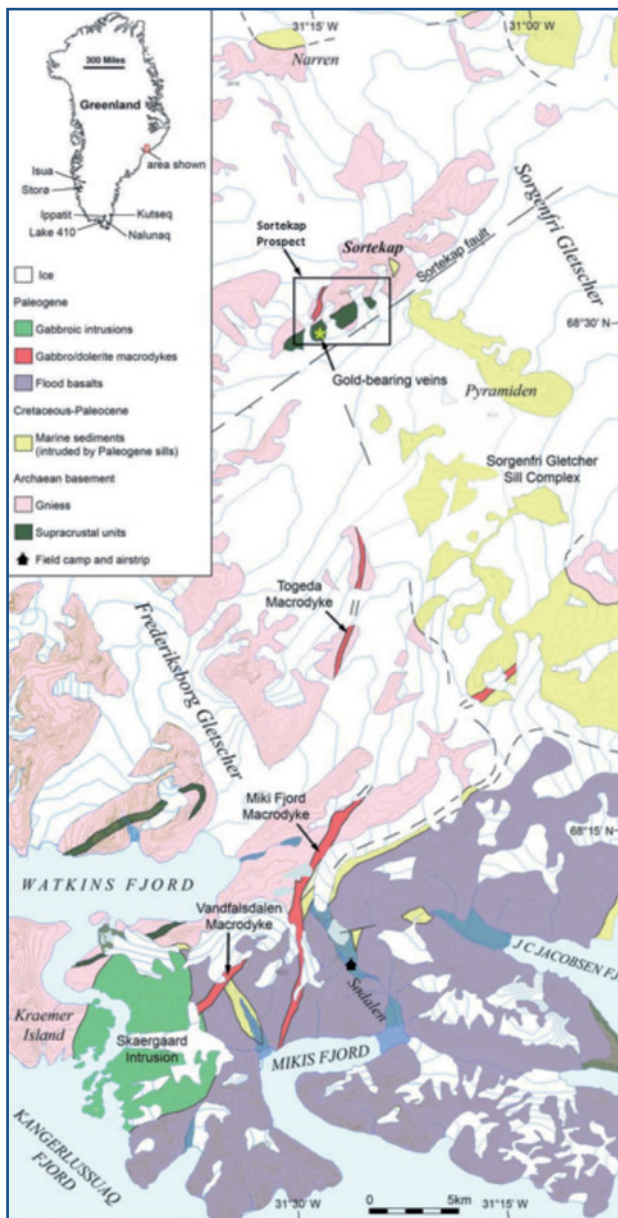
- Adjacent to Skaergaard
- Licence covers 1,255km<sup>2</sup>. of highly prospective exploration ground
- Three priority targets:
  - Kangerlussuaq Alkaline Complex: REE, gold, silver, copper, lead, molybdenum & zinc
  - Miki Fjord Dyke: platinum, palladium, copper & nickel
  - Sortekap Greenstone Belt: gold

Exploration Licence 2009/09 is referred to as Kangerlussuaq (Greenlandic for 'large fjord') and is located on the East Coast of Greenland and surrounds the Company's Skaergaard Project. Kangerlussuaq is broken into three significant prospecting regions, the Kangerlussuaq Complex, the Miki Fjord Dyke and the Sortekap Greenstone Belt:

The Kangerlussuaq Complex is a 1,000km<sup>2</sup> circular target that has been subject to multiple mapping and sampling programmes by Platina. Assay results from rock-chip samples of epithermal veins have returned grades of up to 2.5g/t gold, 1,583g/t silver, 7.7% copper, 4.3% molybdenum, 10.1% lead and 12.2% zinc.

The Miki Fjord Dyke is a steeply dipping linear intrusion that begins only 2km from Skaergaard and extends NNE for in excess of 55km varying in width from 20 to 600m, and is believed to be highly prospective for sulphide hosted platinum, palladium and base metals. Platina conducted rock-chip sampling in 2008 and 2009 with assays returning grades of up to 1.0g/t platinum, 3.3g/t palladium, 2.09% copper and 0.74% nickel.

The Sortekap Greenstone Belt is a newly discovered geological unit discovered by Platina personnel. Sortekap is approximately 35km north of Skaergaard and consists of Archaean metamorphosed volcanic and sedimentary rocks. Gold grades of up to 2.7g/t were obtained from only a handful of rock-chip outcrop samples taken from quartz veins.



LOCATION MAP SHOWING SORTEKAP, THE MIKI FJORD DYKE AND SKAERGAARD



PEGMATITE VEIN CONTAINING LARGE EUDIALYTE CRYSTAL FROM THE KANGERLUSSUAQ ALKALINE COMPLEX

The information in this Annual Report that relates to Exploration Results is based on information compiled by Mr T H Abraham-James who is a full time employee of Platina Resources Limited and who is a Chartered Professional Member of The Australasian Institute of Mining and Metallurgy. Mr Abraham-James has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Abraham-James consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.





MUNNI MUNNI PROJECT PANORAMA

## MUNNI MUNNI - PGM AND GOLD PROJECT – W.A., AUSTRALIA

Platina Resources Ltd 100%

M47/123-126, M47/141-144

### PROJECT SUMMARY

- Outcropping multi-element deposit
- Located close to infrastructure

Situated in the Pilbara Region of Western Australia, the Munni Munni Complex is one of Australia's most significant PGM occurrences. Munni Munni has a Measured, Indicated & Inferred Mineral Resource that complies with JORC guidelines (2004) and is detailed in Table 4. Metals consistently grade in the order of 1.5g/t palladium, 1.1g/t platinum, 0.2g/t gold, 0.1g/t rhodium, 0.2% copper and 0.1% nickel.

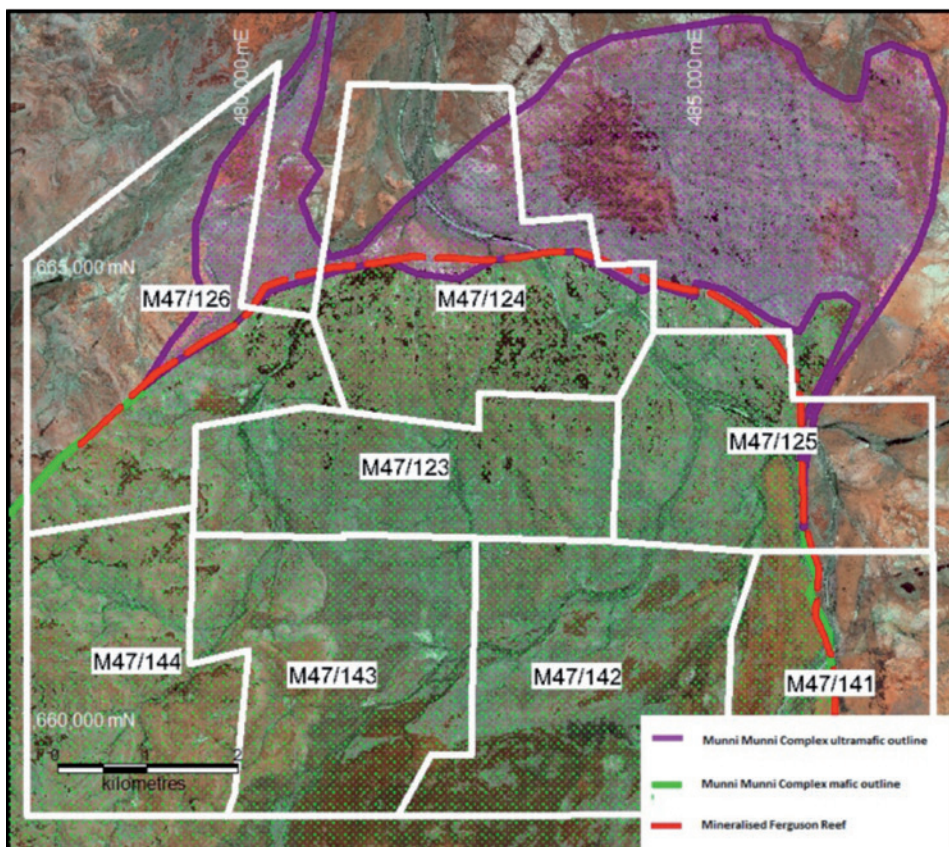
Mineralisation is hosted within the Ferguson Reef, a planar mineralised unit that outcrops at surface and dips to the South. The mineralisation style at Munni Munni can be likened to that of The Great Dyke, Zimbabwe.

A 2010 review of the Munni Munni Project concluded that an open cut mining scenario could provide positive project economics. However, in order to pay back the required capital costs, an underground operation was necessary in order to extend mine life. At the time of the review underground mining was not deemed viable, as such the project is now on hold until market conditions improve.



TABLE 4: MUNNI MUNNI UNDILUTED RESOURCE ESTIMATE USING A CUT-OFF OF 1.9G/T PGM +AU (SRK, 2002)

| Resource Classification | Tonnage (Mt) | Pt (g/t)   | Pd (g/t)   | Au (g/t)   | Rh (g/t)   | Cu (%)      | Ni (%)      |
|-------------------------|--------------|------------|------------|------------|------------|-------------|-------------|
| <b>Measured</b>         | 12.4         | 1.1        | 1.4        | 0.2        | 0.1        | 0.09        | 0.07        |
| <b>Indicated</b>        | 9.8          | 1.1        | 1.6        | 0.3        | 0.1        | 0.22        | 0.11        |
| <b>Inferred</b>         | 1.4          | 1.1        | 1.6        | 0.3        | 0.1        | 0.15        | 0.09        |
| <b>Total</b>            | <b>23.6</b>  | <b>1.1</b> | <b>1.5</b> | <b>0.2</b> | <b>0.1</b> | <b>0.15</b> | <b>0.09</b> |



MUNNI MUNNI TENEMENT MAP

*The information in this Annual Report that relates to the Munni Munni Mineral Resource is based on information compiled by Mr R W Mosig who is a full time employee of Platina Resources Limited and who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Mosig has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ("2004 JORC Code"). Mr Mosig consents to the inclusion in the report of the matters based on this information in the form and context in which it appears*

## MT VENN – PGM, COPPER AND NICKEL PROJECT – W.A., AUSTRALIA

Platina Resources Ltd 20%, Global Metal Exploration 80%  
E38/1000

### PROJECT SUMMARY

- Joint venture with Global Metals Exploration
- Located 150km north-east of Laverton, West Australia

Exploration Licence 38/1000 covers the northern portion of the Mt Venn Complex, which is prospective for nickel, copper and PGMs.

Platina entered into a Joint Venture Agreement with Global Metals Exploration (GME) over the Mt Venn project in a 20/80% split which will see GME as Project Managers. GME have carried out geophysical and geochemical surveys that are in the process of being interpreted.



## ALBERT, CARLTON & GILGAI N.S.W., AUSTRALIA

Platina Resources Ltd 100%  
EL7837-7839

### PROJECT SUMMARY

- Prospective for platinum and scandium
- Intrusions akin to Owendale

The Albert, Carlton and Gilgai Projects are recently acquired exploration licences that contain intrusions akin to Owendale. The licences have not been subject to significant exploration, and most are untested for platinum, and all are untested for scandium. The Company intends to extend its exploration success achieved at Owendale by drilling these licence areas.

## BARYULGIL – N.S.W., AUSTRALIA

Platina Resources Ltd 100%  
EL7845

### PROJECT SUMMARY

- Prospective for precious & base metals
- Largely unexplored

This recently acquired licence is prospective for precious and base metals. The licence area has been subject to gold and nickel exploration, but only limited work for the platinum group metals. Activities planned consist of geophysical and geochemical surveys.

# TENEMENT SCHEDULE

| Primary Tenement ID | Area            | Metal | Ownership | %     |
|---------------------|-----------------|-------|-----------|-------|
| M47/123             | Munni Munni     | PGE   | PGM       | 100   |
| M47/124             | Munni Munni     | PGE   | PGM       | 100   |
| M47/125             | Munni Munni     | PGE   | PGM       | 100   |
| M47/126             | Munni Munni     | PGE   | PGM       | 100   |
| M47/141             | Munni Munni     | PGE   | PGM       | 100   |
| M47/142             | Munni Munni     | PGE   | PGM       | 100   |
| M47/143             | Munni Munni     | PGE   | PGM       | 100   |
| M47/144             | Munni Munni     | PGE   | PGM       | 100   |
| EL7644              | Owendale        | PGE   | PGM       | 100   |
| EL7837              | Albert          | PGE   | PGM       | 100   |
| EL7838              | Gilgai          | PGE   | PGM       | 100   |
| EL7839              | Carlton         | PGE   | PGM       | 100   |
| EL7845              | Baryulgil       | PGE   | PGM       | 100   |
| EL2007/01           | Skaergaard      | PGE   | PGM       | 100   |
| EL2012/25           | Kangerlussuaq   | PGE   | PGM       | 100   |
| PL2009/35           | West Greenland  | PGE   | PGM       | 100   |
| PL2009/36           | North Greenland | PGE   | PGM       | 100   |
| EL38/1000           | Mt Venn         | PGE   | PGM/GME   | 20/80 |

## ABBREVIATIONS AND DEFINITIONS USED IN SCHEDULE:

|            |                     |            |                               |
|------------|---------------------|------------|-------------------------------|
| <b>EPM</b> | Exploration License | <b>PGE</b> | Platinum Group Elements       |
| <b>EL</b>  | Exploration License | <b>PGM</b> | Platina Resources Ltd         |
| <b>M</b>   | Mining              | <b>GME</b> | Global Metals Exploration Ltd |
| <b>PL</b>  | Prospecting License |            |                               |

# FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2012

## CORPORATE GOVERNANCE STATEMENT

UNLESS INDICATED TO THE CONTRARY BELOW, ALL THE BEST PRACTICE RECOMMENDATIONS OF THE ASX CORPORATE GOVERNANCE COUNCIL HAVE BEEN APPLIED FOR THE YEAR ENDED 30 JUNE 2012.

### ROLES AND RESPONSIBILITIES OF THE BOARD AND MANAGEMENT

ASX CGC Principle 1

#### Lay solid foundations for management and oversight.

##### ROLE OF THE BOARD

The Board of Directors is pivotal in the relationship between shareholders and management and the role and responsibilities of the Board underpin corporate governance.

The Board of the Group is committed to administering the policies and procedures with openness and integrity, pursuing the true spirit of corporate governance commensurate with the Group's needs.

Generally, the powers and obligations of the Board are governed by the Corporations Act and the general law.

Without limiting those matters, the Board expressly considers itself responsible for the following:

- Ensuring compliance with the Corporations Act, ASX Listing Rules (where appropriate) and all relevant laws;
- Oversight of the Group including its framework of control and accountability systems to enable risk to be assessed and managed;
- Appointing and removing the chief executive officer;
- Ratifying the appointment and, where appropriate, removal of senior executives including the chief financial officer and the Group secretary;
- Input into and final approval of management's development of corporate strategy and performance objectives;
- Monitoring senior executive's performance and implementation of strategy;
- Ensuring appropriate resources are available to senior executives;
- Approving and monitoring the progress of major capital expenditure, capital management and acquisitions and divestitures;
- Approving and overseeing Committees where appropriate to assist in the Board's function and powers.

A copy of the Functions, Powers and Responsibilities of the Board is available from the corporate governance section of the Group's website.

### BOARD COMPOSITION

ASX CGC Principle 2

#### Structure of the Board to add value

The skills, experience and expertise relevant to the position of each director who is in office at the date of the annual report is detailed in the director's report.

Corporate Governance Council Recommendation 2.1 requires a majority of the Board to be independent Directors. The Corporate Governance Council defines independence as being free from any business or other relationship that could materially interfere with – or could reasonably be perceived to materially interfere with – the exercise of their unfettered and independent judgement.

In the context of Director independence, "materiality" is considered from both the Group and the individual Director perspective. The determination of materiality requires consideration of both quantitative and qualitative elements. An item is presumed to be material (unless there is qualitative evidence to the contrary) if it is equal to or greater than 10% of the appropriate base amount.

Qualitative factors considered included whether a relationship is strategically important, the competitive landscape, the nature of the relationship and the contractual or other arrangements governing it and other factors which point to the actual ability of the Director in question to shape the direction of the Group.

#### At the date of this report:

In accordance with the Council's definition of independence above and the materiality thresholds set, the following Directors are not considered to be independent:

| Name                | Position               | Reason for non-compliance   |
|---------------------|------------------------|---|
| Robert Walter Mosig | Managing Director      | Mr Mosig is employed by the Group in an executive capacity                |
| Brian Moller        | Non-Executive Director | Mr Moller is a principal of a material professional advisor to the Group. |

#### Nomination Committee

Due to the size and scale of operations, the Group currently does not have a separately established nomination committee. Nomination matters are reviewed and approved by the Board as a whole.

A copy of the Nomination Committee Charter is available from the corporate governance section of the Group's website.

#### Performance Evaluation

The Board will conduct an evaluation of its performance annually. The evaluation will be conducted internally. The Board's performance will be measured against both qualitative and quantitative indicators. In future years this process may be carried out by an external consultant.

#### ETHICAL AND RESPONSIBLE DECISION-MAKING

ASX CGC Principle 3

#### Promote ethical and responsible decision-making

##### Code of Conduct

Directors of the Group are subject to certain stringent legal requirements regulating the conduct both in terms of their internal conduct as directors of the Group and in their external dealings with third parties both on their own and on behalf of the Group.

To assist directors in discharging their duty to the Group and in compliance with relevant laws to which they are subject, the Group has adopted the following Corporate Ethics Policy.

This Policy sets out rules binding Directors in respect of:

- Director's legal duties as an officer of the Group;
- Director's obligations to make disclosures to the ASX and the market generally; and
- dealings by Directors in shares in the Group.

A copy of the Corporate Ethics Policy is available from the corporate governance section of the Group's website.

## Diversity

The Group is committed to workplace diversity and ensuring a diverse mix of skills amongst its directors, officers and employees. Whilst the Group does not currently have a Diversity policy, due to its size, it strives to attract the best person for the position regardless of gender, age, ethnicity or cultural background.

As at 30 June 2012, the proportion of women in the whole organisation is as follows:

| Group Companies | Male | Female |
|-----------------|------|--------|
| Board Members   | 100% | 0%     |
| Officers        | 50%  | 50%    |
| Other           | 75%  | 25%    |

## INTEGRITY IN FINANCIAL REPORTING

ASX CGC Principle 4

### Independently verify and safeguard integrity in financial reporting.

Certification of financial reports

The Chief Executive Officer and the Chief Financial Officer have made the following certifications to the Board;

- That the Group's financial reports are complete and present a true and fair view, in all material respects, of the financial position and performance of the Group and are in accordance with relevant accounting standards;
- The integrity of the reports is founded on a sound system of financial risk management and internal compliance and control.

## AUDIT COMMITTEE

The Board has established an Audit Committee. The Audit Committee consists of the following:

1. only non-executive Directors
2. an independent chairperson who is not the chairperson of the Board; and
3. three members – where there are not three or more non-executive Directors of the Group, the Board may appoint executive Directors to the Committee.

Although the Audit Committee does not have a majority of independent Directors' having regard to the Council's definition of independence, Mr. Moller is a non-executive Director and his presence on this Committee is considered appropriate.

The members of the Audit & Risk Management Committee comprise the following:

|                  |                        |
|------------------|------------------------|
| Brian Moller     | Chairperson            |
| Reginald Gillard | Non-executive Director |

A copy of the Audit Committee Charter is available from the corporate governance section of the Group's website.

## CONTINUANCE DISCLOSURE

ASX CGC Principle 5

### Make timely and balanced disclosure

The Group duly complies with ASX and ASIC requirements for the timely and accurate reporting of the Group's financial activities, thus ensuring that the Group has disclosed all information which has a material impact on shareholders. This includes the Annual Financial Report, Interim Financial Report, quarterly cash flows, new and relinquished tenements and changes in directors and shareholder interests and other events which are identified to be material. All ASX announcements are available on the Group's website.

The Group's Secretary is responsible for communication with the ASX, including responsibility for ensuring compliance with the continuous disclosure requirements of the ASX Listing Rules and oversight of information distributed to the ASX.

## THE RIGHTS OF SHAREHOLDERS

ASX CGC Principle 6

### Respect the rights of shareholders

The Board of directors undertakes to ensure that shareholders are informed of all major developments affecting the Group. Information is communicated to shareholders through the annual report, interim financial report, announcements made to the ASX, notices of Annual General and Extraordinary General Meetings, the AGM and Extraordinary General Meetings.

The Board encourages full participation of shareholders at the AGM and at Extraordinary General Meetings to ensure a high level of accountability and identification with the Group's direction, strategy and goals. In particular, shareholders are responsible for voting on the re-election of directors.

The Group ensure that its external auditors are present at the AGM to answer any questions with regard to the efficacy of the financial statement audit and the associated independent audit report.

## RISK MANAGEMENT

ASX CGC Principle 7

Recognise and manage risk

The Board has established a Risk Management Committee. The Risk Management Committee will ensure that the necessary controls are in place for risk management policies to be maintained by:

- devising a means of analysing the effectiveness of risk management and internal compliance and control system and of the effectiveness of their implementation; and
- reviewing, at least annually, the effectiveness of the Group's implementation of the risk management system.

A copy of the Risk Management Committee Charter is available from the corporate governance section on the Group's website.

## REMUNERATION

ASX CGC Principle 8

### Remunerate fairly and responsibly

#### Remuneration Committee

The Directors consider that the Group is not of a size nor are its affairs of such complexity as to justify the formation of a Remuneration Committee. The Board as a whole is able to address these issues and is guided by the Remuneration Charter.

A copy of the Remuneration Charter is available from the corporate governance section on the Group's website.

#### Remuneration Policy

The Group's policy is detailed in the Remuneration Report in the Directors Report.

#### Non-Executive Director Remuneration

Non-executive Directors are remunerated at market rates for time, commitment and responsibilities. Non-executive Directors are remunerated by fees as determined by the Board with the aggregate Directors' Fee pool limit of \$250,000, as listed on 29 May 2006. The maximum aggregate amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting. Independent consultancy sources provide advice, as required; ensuring remuneration is in accordance with market practice. Fees for non-executive Directors are not linked to the performance of the Group. However, to align Directors' interests with shareholders interests, the Directors are encouraged to hold shares in the Group and are able to participate in the Platina Resources Limited option plan.

There are no schemes for retirement benefits other than statutory superannuation for executive Directors.

#### Other Information

Further information relating to the Group's corporate governance practices and policies has been made publicly available on the Group's website.

# DIRECTORS' REPORT

YOUR DIRECTORS PRESENT THEIR REPORT ON THE GROUP FOR THE FINANCIAL YEAR ENDED 30 JUNE 2012.

## DIRECTORS

The names of Directors in office at any time during, or since, the end of the year are:

|              |                         |
|--------------|-------------------------|
| Mr R Gillard | Non-Executive Chairman  |
| Mr R Mosig   | Chief Executive Officer |
| Mr B Moller  | Non-Executive           |

The Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

## PARENT COMPANY SECRETARY

The following person held the position of secretary at the end of the financial period:

### **Duncan Cornish — BBus (Acctcy); ACA**

Mr Cornish was appointed the Parent Company Secretary on 8 May 2007. He has more than 20 years experience in the accountancy profession both in England and Australia, mainly with the accountancy firms Ernst & Young and PriceWaterhouseCoopers. He has extensive experience in all aspects of Group financial reporting, corporate regulatory and governance areas, business acquisition and disposal due diligence, capital raising and Group listings and Group secretarial responsibilities.

Mr Cornish holds a Bachelor of Business (Accounting) and is a member of the Australian Institute of Chartered Accountants. He is also Group Secretary of several other listed companies.

## PRINCIPAL ACTIVITIES

The principal activities of the Group during the financial year were the acquisition of mining tenements for mineral exploration with a focus on platinum group metals.

## OPERATING RESULTS

The net loss of the Group for the year, after provision for income tax, amounted to \$502,167

## DIVIDENDS PAID OR RECOMMENDED

No dividends were paid during the year and no recommendation is made as to dividends.

## OVERVIEW OF OPERATIONS

Information on the operations of the Group during the year and the results of those operations are set out on page 3 of the annual report.

## SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Group in the financial year.

## AFTER BALANCE DATE EVENTS

No other matter or circumstance has arisen since the end of the financial year, to the date of this report, that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## FUTURE DEVELOPMENTS, PROSPECTS AND BUSINESS STRATEGIES

The Group intends to continue its exploration programme on its existing tenements and to acquire further suitable tenements for exploration.

## ENVIRONMENTAL ISSUES

The Group's operations are subject to significant environmental regulation under the law of the Commonwealth and State. The Group has a policy of complying with its environmental obligations and at the date of this report, is not aware of any breach of such regulations.



## NATIVE TITLE

Mining tenements that the Group currently holds, or has applied for, are subject to Native Title claims. The Group has a policy that is respectful of the Native Title rights and is continuing to negotiate with relevant indigenous bodies.

## INFORMATION ON DIRECTORS

The following directors were in office during the period and at the date of this report:

### Reginald Gillard

#### Chairman

|   |  |
|---|--|
| Qualifications                              | Mr Gillard holds a Bachelor of Arts degree, is a Registered Company Auditor, Justice of the Peace, a Fellow of the Certified Practising Accountants of Australia and a Fellow of the Australian Institute of Company Directors.  |
| Experience                                  | Appointed Chairman July 2009.  |
| Special Responsibilities                    | After practising as an accountant for over 30 years, during which time he formed and developed a number of service related businesses, Mr Gillard now focuses on corporate management, corporate governance and the evaluation and acquisition of business opportunities. He has developed close working arrangements with a number of substantial Australian and International Investment funds and has been responsible for and involved with the funding of several public companies. |
| Directorships held in other listed entities | Mr Gillard holds several other non-executive directorships of ASX listed public companies.   |

### Robert Walter Mosig

#### Managing Director

|   |  |
|---|--|
| Qualifications                              | MSc; FAusIMM; FAICD  |
| Experience                                  | Appointed Managing Director in July 2009. Board member since 2006 and Chairman of Platina Resources Limited to June 2009.  |
| Special Responsibilities                    | Mr Mosig is a geologist with over 30 years experience in platinum group metals, gold and diamond exploration. His experience includes exploration using geology, geochemistry, geophysics and drilling; ore resource drilling and calculation; metallurgical and engineering evaluation and environmental and economic evaluations; mining and processing. Mr Mosig is a founding director of Platina Resources Limited since listing. |
| Directorships held in other listed entities | Mr Mosig holds no other directorships.   |

### Brian Moller

#### Non-Executive Director

|   |   |
|---|---|
| Qualifications                              | LL.B (Hons)   |
| Experience                                  | Appointed Director in 2007. Board member since 2007.<br>Director of Platina Resources Limited   |
| Special Responsibilities                    | Mr Moller is a partner with Hopgood Ganim Lawyers and practices almost exclusively in the corporate area with an emphasis on capital raising, mergers and acquisitions and corporate restructuring. Mr Moller acts for many publicly listed resource and industrial companies in Australia, and regularly advises boards of directors on corporate governance and related issues. |
| Directorships held in other listed entities | Current director of DGR Global Ltd, SolGold Plc, Ausnico Ltd and Navaho Gold Ltd.   |

# REMUNERATION REPORT

THIS REPORT DETAILS THE NATURE AND AMOUNT OF REMUNERATION FOR EACH DIRECTOR OF PLATINA RESOURCES LIMITED, AND FOR THE EXECUTIVES.

## REMUNERATION POLICY

The remuneration policy of Platina Resources Limited has been designed to align director and executive objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives. The Board of Platina Resources Limited believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and directors to run and manage the Group, as well as to create goal congruence between directors, executives and shareholders. The policy complies with the four key principles of IFSA Guidance Note 02-16.

Executives are also entitled to participate in the employee share and option arrangements.

All remuneration paid to directors and executives is valued at the cost to the Group and expensed. Shares given to directors and executives are valued as the difference between the market price of those shares and the amount paid by the director or executive. Options are valued using the Black-Scholes methodology. There are no schemes for retirement benefits other than statutory superannuation for executive directors.

## KEY MANAGEMENT PERSONNEL

The Board determines the proportion of fixed and variable compensation for each key management personnel. Directors and Key management personnel or closely related parties of key management personnel are prohibited from entering into hedge arrangements that would have the effect of limiting the risk exposure relating to their remuneration.

Refer to below.

## DIRECTORS AND KEY MANAGEMENT PERSONNEL REMUNERATION POLICY

### Directors

The appointment conditions of the non-executive Chairman, Reginald Gillard and non-executive Director Brian Moller are formalised in service agreements. All non- executive Directors have contracts for service. Under the Constitution of the Group, these appointments, if not terminated sooner, end on the date of retirement by rotation. The Constitution requires one third of Directors retire each year at a general meeting of shareholders. If re-elected at future general meetings of shareholders, the appointments continue for further terms. The appointment of the Managing Director, Robert Mosig is for a 3 year term although may continue after expiry of this term. Six months notice is required if Mr Mosig terminates his employment with the Group. The Group is required to give Mr Mosig twelve months notice in the event of termination. The level of remuneration is not dependent on the satisfaction of any performance condition.

## 2012

### Key Management Personnel

|                   | Benefits        |            |                  |       | Post- employment Benefits |                             | Total          |
|-------------------|-----------------|------------|------------------|-------|---------------------------|-----------------------------|----------------|
|                   | Cash and salary | Cash Bonus | Non-cash benefit | Other | Superannuation            | Share based payment options |                |
| <b>Directors</b>  | \$              | \$         | \$               | \$    | \$                        | \$                          | \$             |
| Reginald Gillard  | 62,385          | -          | *                | *     | 5,615                     | -                           | <b>68,000</b>  |
| Robert Mosig      | 392,477         | 28,254     | -                | -     | 12,696                    | -                           | <b>433,427</b> |
| Brian Moller      | 60,000          | -          | -                | -     | -                         | -                           | <b>60,000</b>  |
| <b>Executives</b> | \$              | \$         | \$               | \$    | \$                        | \$                          | \$             |
| Duncan Cornish    | 35,374          | -          | -                | -     | -                         | -                           | <b>35,374</b>  |
| Grace White       | 116,880         | -          | -                | -     | -                         | -                           | <b>116,880</b> |

## 2011

### Key Management Personnel

|   | Benefits        |                   |                  |       | Post- employment Benefits |                             | Total          |
|---|-----------------|-------------------|------------------|-------|---------------------------|-----------------------------|----------------|
|   | Cash and salary | Cash profit share | Non-cash benefit | Other | Superannuation            | Share based payment options |                |
| <b>Directors</b>                              | \$              | \$                | \$               | \$    | \$                        | \$                          | \$             |
| Reginald Gillard                              | 60,321          | -                 | -                | -     | 5,429                     | 76,200                      | <b>141,950</b> |
| Robert Mosig                                  | 406,224         | -                 | -                | -     | 12,696                    | 254,000                     | <b>672,920</b> |
| Brian Moller                                  | 56,250          | -                 | -                | -     | -                         | 76,200                      | <b>132,450</b> |
| Dr John Ferguson<br>(Retired 11 January 2011) | 38,950          | -                 | -                | -     | -                         | 76,200                      | <b>115,150</b> |
| <b>Executives</b>                             | \$              | \$                | \$               | \$    | \$                        | \$                          | \$             |
| Duncan Cornish                                | 35,392          | -                 | -                | -     | -                         | 56,233                      | <b>91,625</b>  |
| Grace White                                   | 117,240         | -                 | -                | -     | -                         | 16,067                      | <b>133,307</b> |

In the case of share based payment options above, the options in question were issued under the terms of the Group's share option incentive scheme. As such, the options issued represent grants to the recipients involved which are reflective of;

- (a) reward and recognition for/of services; or
- (b) incentive to secure and/or retain appropriately experienced and skilled personnel

Independent valuations have been obtained on the share based payment options using the Black-Scholes methodology as at Note 18.

#### Options issued as part of remuneration for the year ended 30 June 2012

Options are issued to directors and executives as part of their remuneration package. The options are not issued based on performance criteria, but are issued to the majority of directors and executives of Platina Resources Limited to increase goal congruence between executives, directors and shareholders. No person entitled to exercise the option had, or has any right, by virtue of the option, to participate in any share issue of any other body corporate.

There were no options issued in the financial period.

## KEY MANAGEMENT PERSONNEL SHARE AND OPTION HOLDINGS

| Key Management Personnel | * Fully Paid Ordinary Shares | * Unquoted Options |
|--------------------------|------------------------------|--------------------|
| R Gillard                | -                            | 600,000            |
| R W Mosig                | 2,676,000                    | 2,000,000          |
| B Moller                 | -                            | 600,000            |
| D P Cornish              | 50,000                       | 350,000            |
| G C White                | -                            | 100,000            |

\*Key Management Personnel interests in ordinary shares and options are shown at the date of the Director's Report.

| Directors' Meetings |                           | Audit Committee Meetings |   |
|---------------------|---------------------------|--------------------------|---|
|                     | Number eligible to attend | Number attended          |   |
| R Gillard           | 8                         | 8                        | 2 |
| R W Mosig           | 8                         | 8                        | - |
| B Moller            | 8                         | 8                        | 2 |

## INDEMNIFYING OFFICERS OR AUDITOR

The Group has paid premiums to insure the directors and officers of the Group against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the Group, other than conduct involving a wilful breach of duty in relation to the Group. The directors named in this report are included as officers of the Group covered by the policy. During or since the end of financial year, the Group has not indemnified, or agreed to indemnify, a director or officer of the Group.

## PROCEEDINGS ON BEHALF OF GROUP

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings.

Moreover, the Group was not a party to any such proceedings during the year.

## NON-AUDIT SERVICES

The board of directors is satisfied that the provision of non-audit services during the period is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The directors are satisfied that the services disclosed below did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the board prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

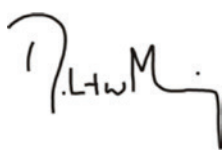
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During the period ended 30 June 2012, no fees for non-audit services were paid to the external auditors (2011: Nil).

#### AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration for the year ended 30 June 2012 has been received and can be found on page 26 of the directors' report.

Signed in accordance with a resolution of the Board of Directors.

A handwritten signature in dark ink, appearing to read 'R Mosig'.

R Mosig | Managing Director

**Brisbane, 12 September, 2012**



**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO  
THE DIRECTORS OF PLATINA RESOURCES LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2012 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

*Bentleys*

Bentleys  
Brisbane Partnership  
Chartered Accountants

*St-D-S*

Stewart Douglas  
Partner  
Brisbane  
12 September 2012



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# CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2012

|  | Note | 2012               | 2011               |
|--|------|--------------------|--------------------|
|  | \$   | \$                 | \$                 |
| Revenue and other income                     | 2    | 345,414            | 179,688            |
| Administration expenses                      |      | (80,199)           | (112,971)          |
| Depreciation and amortisation expense        |      | (167,723)          | (175,605)          |
| Employee benefits expense                    |      | (349,396)          | (280,636)          |
| Exploration costs expensed                   |      | -                  | (383,331)          |
| Marketing expenses                           |      | (7,294)            | (23,533)           |
| Occupancy expenses                           |      | (107,730)          | (100,945)          |
| Other expenses                               |      | (126,343)          | (362,045)          |
| Professional services                        |      | (402,909)          | (416,775)          |
| Revaluation of shares in listed companies    |      | (7,000)            | (10,500)           |
| Share based payments                         |      | (308,725)          | (697,266)          |
| <b>Operating loss</b>                        |      | <b>(1,211,905)</b> | <b>(2,383,919)</b> |
| Loss before income tax                       | 3    | (1,211,905)        | (2,383,919)        |
| Income tax benefit/(expense)                 | 4    | 709,738            | -                  |
| <b>Loss for the year</b>                     |      | <b>(502,167)</b>   | <b>(2,383,919)</b> |
| Other comprehensive income                   |      | -                  | -                  |
| Other comprehensive income net of tax        |      | -                  | -                  |
| <b>Total comprehensive loss for the year</b> |      | <b>(502,167)</b>   | <b>(2,383,919)</b> |

## Earnings per share

|  |        |        |
|--|--------|--------|
| Basic/Diluted loss per share (cents per share) | (0.00) | (0.02) |
|--|--------|--------|

The accompanying notes form part of these financial statements



# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2012

|   | Note | 2012              | 2011              |
|---|------|-------------------|-------------------|
|   |      | \$                | \$                |
| <b>Assets</b>   |      |                   |                   |
| <b>Current assets</b>                                 |      |                   |                   |
| Cash and cash equivalents                             | 8    | 2,019,556         | 8,410,668         |
| Trade and other receivables                           | 9    | 775,030           | 87,204            |
| Other current assets                                  | 11   | 118,440           | 438,229           |
| <b>Total Current Assets</b>                           |      | <b>2,913,026</b>  | <b>8,936,101</b>  |
| <b>Non-Current Assets</b>                             |      |                   |                   |
| Property, plant and equipment                         | 10   | 178,720           | 278,559           |
| Other assets – exploration and evaluation expenditure | 11   | 23,853,225        | 18,743,963        |
| <b>Total Non-Current Assets</b>                       |      | <b>24,031,945</b> | <b>19,022,522</b> |
| <b>Total Assets</b>                                   |      | <b>26,944,971</b> | <b>27,958,623</b> |
| Trade and other payables                              | 12   | 285,574           | 1,173,641         |
| <b>Total Current Liabilities</b>                      |      | <b>285,574</b>    | <b>1,173,641</b>  |
| <b>Non-Current Liabilities</b>                        |      |                   |                   |
| Other Provisions                                      | 12   | 67,857            | -                 |
| <b>Total Non-Current Liabilities</b>                  |      | <b>67,857</b>     | <b>-</b>          |
| <b>Total Liabilities</b>                              |      | <b>353,431</b>    | <b>1,173,641</b>  |
| <b>Net Assets</b>                                     |      | <b>26,591,540</b> | <b>26,784,982</b> |
| <b>Equity</b>   |      |                   |                   |
| Issued Capital  |      | 36,172,808        | 36,172,808        |
| Share Issue Costs                                     |      | (1,898,239)       | (1,898,239)       |
|   | 13   | 34,274,569        | 34,274,569        |
| Options Reserve                                       |      | 8,796,285         | 8,487,560         |
| Retained Earnings                                     |      | (16,479,314)      | (15,977,147)      |
| <b>Total Equity</b>                                   |      | <b>26,591,540</b> | <b>26,784,982</b> |

The accompanying notes form part of these financial statements

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2012

|   | Note | Share Capital<br>Ordinary | Options<br>Reserve | Accumulated<br>Losses | Total             |
|---|------|---------------------------|--------------------|-----------------------|-------------------|
|   |      | \$                        | \$                 | \$                    | \$                |
| <b>Balance at 30 June 2010</b>            |      | 24,870,223                | 7,790,294          | (13,593,228)          | 19,067,289        |
| Share issue costs                         |      | (302,681)                 | -                  | -                     | (302,681)         |
| Issue of shares                           |      | 9,707,027                 | -                  | -                     | 9,707,027         |
| Options reserve                           |      | -                         | 697,266            | -                     | 697,266           |
| Dividends                                 |      | -                         | -                  | -                     | -                 |
| Other comprehensive income                |      | -                         | -                  | -                     | -                 |
| Sub total                                 |      | 34,274,569                | 8,487,560          | (13,593,228)          | 29,168,901        |
| Loss for the year attributable to members |      | -                         | -                  | (2,383,919)           | (2,383,919)       |
| <b>Balance at 30 June 2011</b>            |      | <b>34,274,569</b>         | <b>8,487,560</b>   | <b>(15,977,147)</b>   | <b>26,784,982</b> |
| Share issue costs                         |      | -                         | -                  | -                     | -                 |
| Issue of shares                           |      | -                         | -                  | -                     | -                 |
| Options reserve                           |      | -                         | 308,725            | -                     | 308,725           |
| Dividends                                 |      | -                         | -                  | -                     | -                 |
| Other comprehensive income                |      | -                         | -                  | -                     | -                 |
| Sub total                                 |      | 34,274,569                | 8,795,285          | (15,977,147)          | 27,093,707        |
| Loss for the year attributable to members |      | -                         | -                  | (502,167)             | (502,167)         |
| <b>Balance at 30 June 2012</b>            |      | <b>34,274,569</b>         | <b>8,796,285</b>   | <b>(16,479,314)</b>   | <b>26,591,540</b> |

The accompanying notes form part of these financial statements

# CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2012

|   | Note | 2012             | 2011             |
|---|------|------------------|------------------|
|   | \$   | \$               | \$               |
| <b>Cash Flows From Operating Activities</b>         |      |                  |                  |
| Payments to suppliers and employees                 |      | (1,130,058)      | (1,325,647)      |
| Interest received                                   |      | 345,414          | 179,688          |
| Other income  |      | -                | -                |
| Net cash provided by (used in) operating activities | 17   | (784,644)        | (1,145,959)      |
| <b>Cash Flows From Investing Activities</b>         |      |                  |                  |
| Purchase of property, plant and equipment           |      | (67,884)         | (71,318)         |
| Proceeds from sale of property, plant and equipment |      | 34,182           | -                |
| Exploration and evaluation expenditure              |      | (5,572,544)      | (5,089,358)      |
| Payment for Investments                             |      | (222)            | -                |
| Net cash provided by (used in) investing activities |      | (5,606,468)      | (5,160,676)      |
| <b>Cash Flows From Financing Activities</b>         |      |                  |                  |
| Proceeds from issue of shares                       |      | -                | 9,707,027        |
| Share issue costs                                   |      | -                | (302,681)        |
| Net cash provided by (used in) financing activities |      | -                | 9,404,346        |
| Net increase/(decrease) in cash held                |      | (6,391,112)      | 3,097,711        |
| Cash at beginning of year                           |      | 8,410,668        | 5,312,957        |
| <b>Cash at end of financial year</b>                | 8    | <b>2,019,556</b> | <b>8,410,668</b> |

The accompanying notes form part of these financial statements

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements and notes represent those of Platina Resources Limited and Controlled Entities (the "group").

The separate financial statements of the parent entity, Platina Resources Limited, have not been presented within this financial report as permitted by the Corporations Act 2001.

The financial statements were authorised for issue on 12 September 2012 by the directors of the company.

### GOING CONCERN

The financial report for the year ended 30 June 2012 is prepared on a going concern basis.

The Company's operations require the raising of capital on an on-going basis to fund its planned exploration program and to commercialize its tenement assets. Given the prices for many resource commodities and market conditions generally, the board of directors have some confidence that the Group will, at the appropriate time, be able to secure the funding required which will ensure the ability of the Group to continue and adopt the going concern assumption.

### BASIS OF PREPARATION

Except for cash flow information, the financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

### BASIS OF CONSOLIDATION

#### Controlled Entities

The financial statements of controlled entities are included in the consolidated financial statements from the date control commences until the date control ceases.

The acquisition of subsidiaries is accounted for using the purchase method of accounting. The purchase method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities and contingent liabilities assumed at date of acquisition.

#### New Accounting Standards for Application in Future Periods

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The Group has decided against early adoption of these standards. A discussion of those future requirements and their impact on the Group follows:

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

AASB 9: Financial Instruments and AASB 2009-11: Amendments to Australian Accounting Standards arising from AASB 9 [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 18, 121, 127, 128, 131, 132, 136, 139, 023, & 1038 and interpretations 10 & 12] (applicable for annual reporting periods commencing on or after 1 January 2013).

These standards are applicable retrospectively and amend the classification and measurement of financial assets. The Group has not yet determined the potential impact on the financial statements.

The changes made to accounting requirements include:

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value;
- simplifying the requirements for embedded derivatives;
- removing the tainting rules associated with held-to-maturity assets;
- removing requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost;
- allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is not impairment or recycling on disposal of the instrument; and
- reclassifying financial assets where there is a change in an entity's business model as they are initially classified based on:
  - a. the objective of the entity's business model for managing the financial assets; and
  - b. the characteristics of the contractual cash flows.
- requiring an entity that chooses to measure a financial liability at fair value to present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income, except when that would create an accounting mismatch. If such a mismatch would be created or enlarged, the entity, is required to present all changes in fair value (including the effects of changes in the credit risk of the liability) in profit or loss.

The Group has not yet been able to reasonably estimate the impact of these pronouncements on its financial statements.

AASB 10: Consolidated Financial Statements, AASB 11 : Joint Arrangements, AASB 12: Disclosure of interests in Other Entities, *AASB 127: Separate Financial Statements* (August 2011), AASB 128: Investments in Associates and Joint Ventures (August 2011) and AASB 2011-7: Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangement Standards {AASB 1, 2, 3, 5, 7, 9, 2009-11, 101, 107, 112, 118, 121, 124, 132, 133, 136, 138, 139, 1023 and 1038 and interpretations 5, 9, 16 and 17} (applicable for annual reporting periods commencing on or after 1 January 2013).

AASB 10: Consolidated Financial Statements - Requires a parent to present consolidated financial statements as those of a single economic entity, replacing the requirements previously contained in AASB127 Consolidated and Separate Financial Statements. The Standard identifies the principles of control, determines how to identify whether an investor controls an investee and therefore must consolidate the investee, and sets out the principles for the preparation of consolidated financial statements (applicable for annual reporting periods commencing on or after 1 January 2013).

These Standards are not expected to significantly impact the Group.

AASB 11: Joint Arrangements - Replaces AASB 131 *Interests in Joint Ventures*. Requires a party to a joint venture arrangement to determine the type of joint arrangement in which it is involved by assessing its rights and obligations and then account for those rights and obligations in accordance with that type of joint arrangement. Joint arrangements are either joint operations or joint ventures (applicable for annual reporting periods commencing on or after 1 January 2013).

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

AASB 12: Disclosure of Interests in Other Entities – Contains the disclosure requirements applicable to entities that hold an interest in a subsidiary, joint venture, joint operation or associate. AASB 12 also introduces the concept of a “structure entity”, replacing the “special purpose entity” concept currently used in interpretation 112, and requires specific disclosures in respect of any investments in unconsolidated structured entities. This Standard will affect disclosures only and is not expected to significantly impact the Group.

To facilitate the application of AASBs 10, 11, and 12, revised versions of AASB 127 and AASB 128 have also been issued.

These Standards are not expected to significantly impact the Group.

AASB 13: Fair Value Measurements and related AASB 2011-8 Amendments to Australian Accounting Standards arising from AASB 13 {AASB 1, 2, 3, 4, 5, 7, 9, 2009-11, 2010-7, 101, 102, 108, 110, 116, 117, 118, 119, 120, 121, 128, 131, 132, 133, 134, 136, 138, 139, 140, 141, 1004, 1023 and 1038 and interpretations 2, 4, 12, 13, 14, 17, 19, 131 and 132} (applicable for annual reporting periods commencing on or after 1 January 2013).

AASB 13 defines fair value, sets out in a single Standard a framework for measuring fair value, and requires disclosures about fair value measurement.

AASB requires:

Inputs to all fair value measurements to be categorised in accordance with fair value hierarchy; and

Enhanced disclosures regarding all assets and liabilities (including, but not limited to, financial assets and financial liabilities to be measured at fair value.

These Standards are not expected to significantly impact the Group.

AASB 2011-9: Amendments to Australian Accounting Standards – Presentation of items of Other Comprehensive Income {AASB 1, 5, 7, 101, 112, 120, 132, 133, 1039 and 1049} (applicable for annual reporting periods commencing on or after 1 July 2012).

The main change arising from this Standard is the requirement for entities to group items presented in other comprehensive income (OCI) on the basis of whether they are potentially re-classifiable to profit or loss subsequently.

This Standard affects presentation only and is therefore not expected to significantly impact the Group.

AASB 119: Employee Benefits (September 2011) and AASB 2011-10: Amendments to Australian Accounting Standards arising from AASB 119 (September 2011) {AASB 1, AASB 8, AASB 101, AASB 124, AASB 134, AASB 1049 and AASB 2011-8 and Interpretation 14} (applicable for annual reporting periods commencing on or after 1 January 2013).

These Standards introduce a number of changes to accounting and presentation of defined benefit plans. The Group does not have any defined plans and so is not impacted by the amendment.

AASB 119 (September 2011) also includes changes to the accounting for termination benefits that require an entity to recognise an obligation for such benefits at the earlier of:

- (i) for an offer that may be withdrawn – when the employees accepts;
- (ii) for an offer that cannot be withdrawn – when the offer is communicated to affected employees; and
- (iii) where the termination is associated with a restructuring of activities under AASB 137: Provisions Contingent Liabilities and Contingent Assets, and if earlier than the first two conditions – when the related restructuring costs are recognised.

The Group has not yet been able to reasonably estimate the impact of these changes to AASB 119.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

AASB 2010-8: Amendments to Australian Accounting Standards – Deferred Tax: Recovery of Underlying Assets (applicable to reporting periods beginning on or after 1 January 2012). Amends AASB 112 Income Taxes to provide a presumption that recovery of the carrying amount of an asset measured using the fair value model in AASB 140 Investment Property will, normally, be through sale. As a result, Interpretation 112 Income Taxes – Recovery of Revalued Non-Depreciable Assets would no longer apply to investment properties carried at fair value.

The amendments are not expected to significantly impact the Group.

### a. Income Tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantially, enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right to set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

### b. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

#### Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic valuations by external independent valuers, less subsequent depreciation for buildings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the re-valued amount of the asset.



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

All repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

### Depreciation

The depreciable amount of all fixed assets is depreciated on a straight-line basis over their useful lives to the Group commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

| Class of Fixed Asset | Depreciation Rate |
|----------------------|-------------------|
| Plant and equipment  | 7.5% -40%         |
| Motor Vehicles       | 22.5%             |

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When re-valued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

### c. Exploration and Evaluation Expenditure

- (i) the rights to tenure of the areas of interest are current and the Group controls the area of interest in which the expenditure has been incurred: and
- (ii) such costs are expected to be recouped through successful development and exploitation of the area of interest, or alternatively by its sale; or
- (iii) exploration and evaluation activities in the area of interest have not, at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

The statement of comprehensive income will recognise expenses arising from the excess of the carrying values of exploration and evaluation assets over the recoverable amounts of these assets. Expenditure capitalised under the above policy is amortised over the life of the area of interest from the date that that commercial production of the related mineral occurs. In the event that an area of interest is abandoned or if the directors consider the expenditure to be of no value, accumulated expenditure carried forward is written off in the year in which that assessment is made.

### d. Leases

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### e. Investments

Investments are valued at cost or recoverable amount. The carrying cost of investments is reviewed annually by the Directors to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the shares' current market value. Expected net cash flows have not been discounted in determining recoverable amounts.

### f. Financial Instruments

#### Recognition

Financial instruments are initially measured at fair value on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

#### Financial Assets at fair value through profit or loss

Financial assets are valued at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

#### Held-to-maturity investments

These investments have fixed maturities, and it is the Group's intention to hold these investments to maturity. Any held-to-maturity investments held by the Group are stated at amortised cost using the effective interest rate method.

#### Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

#### Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

#### Derivative instruments

Derivative instruments are measured at fair value. Gains and losses arising from changes in fair value are taken to the statement of comprehensive income unless they are designated as hedges.

Platina Resources Limited designates certain derivatives as either:

- i. hedges of the fair value of recognised assets or liabilities or a firm commitment (fair value hedge); or
- ii. hedges of highly probably forecast transactions (cash flow hedges).

At the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objective and strategy for undertaking various hedge transactions is documented.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Assessments, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in offsetting changes in fair values or cash flows of hedged items, are also documented.

### *(i) Fair value hedge*

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the statement of comprehensive income, together with any changes in the fair value of the hedge asset or liability that are attributable to the hedged risk.

### *(ii) Cash flow hedge*

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is deferred to a hedge reserve in equity. The gain or loss relating to the ineffective portion is recognised immediately in the statement of comprehensive income.

Amounts accumulated in the hedge reserve in equity are transferred to the income statement in the periods when the hedged item will affect profit or loss.

### **Fair value**

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

### **Impairment**

At each reporting date, the Group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in

the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

### **g. Impairment of Assets**

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

### **h. Interests in Joint Ventures**

Where applicable, the Group's share of assets, liabilities, revenue and expenses of joint venture operations are included in the appropriate items of the Group's financial statements. The joint ventures are not separate legal entities, but are contractual arrangements between the participants for sharing costs and output and do not in themselves generate revenue and profit.

### **i. Employee Benefits**

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Other non-current employment benefit obligations are discounted using market yields on government bonds.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### j. Equity settled compensation

The Group operates share-based compensation plans for employees. The element over the exercise price of the employee services rendered in exchange for the grant of shares and options is recognised as an expense in the statement of comprehensive income. The total amount to be expensed over the vesting period is determined by reference to the fair value of the shares of the options granted.

### k. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of twelve months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

### l. Revenue

Interest revenues recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

### m. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

### n. Provisions

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefit will result and that outflow can be reliably measured.

Mine restoration and rehabilitation costs are provided for at the present value of future expected expenditures required to settle the Group's obligations on commencement of commercial production, discounted using a rate specified to the liability. When this provision is recognised a corresponding asset is also recognised as part of the development costs of the mine to the extent that it is considered that the provision gives access to future economic benefits. On an ongoing basis, the rehabilitation liability is re-measured at each reporting period in line with the changes in the time value of money (recognised as an expense in the statement of comprehensive income and an increase in the provision), and additional disturbances or changes in rehabilitation costs will be recognised as additions or changes to the corresponding asset and rehabilitation liability.

### o. Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period which remains unpaid. The balance recognised as a current liability with the amount being normally within 30 days of reconciliation of the liability.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

#### Key Estimates — Impairment

The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognised for the period ended 30 June 2012.

#### Key Estimates — Capitalisation of Exploration Costs

The Group performs a regular review of each area of interest to determine the appropriateness of continuing to carry forward expenditure in relation to that area of interest. The review requires a number of adjustments to be made.

### p. Foreign Currency Transactions and Balances

#### Functional and presentation currency

The functional currency of each of the Group's entities is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars, which is the parent entity's functional currency.

#### Transactions and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the transaction of monetary items are recognised in profit or loss, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income; otherwise the exchange difference is recognised in profit or loss.

Foreign exchange differences relating to qualifying assets are capitalised. Costs incurred in mining exploration are considered to be part of qualifying assets and can be capitalised.

## NOTE 2: REVENUE AND OTHER INCOME

|                                  | 2012           | 2011           |
|----------------------------------|----------------|----------------|
|                                  | \$             | \$             |
| <b>Revenue</b>                   |                |                |
| Interest revenue - Other persons | 345,414        | 179,688        |
| <b>Other Revenue</b>             |                |                |
| Other revenue                    | -              | -              |
| <b>Total revenue</b>             | <b>345,414</b> | <b>179,688</b> |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 3: LOSS FOR THE PERIOD

|                                       | 2012             | 2011               |
|---------------------------------------|------------------|--------------------|
|                                       | \$               | \$                 |
| Revenue and other income              | 345,414          | 179,688            |
| <b>Expenses</b>                       |                  |                    |
| Administration expenses               | (80,199)         | (112,971)          |
| Depreciation and amortisation expense | (167,723)        | (175,605)          |
| Employee benefits expense             | (349,396)        | (280,636)          |
| Exploration expenses                  | -                | (383,331)          |
| Marketing expenses                    | (7,294)          | (23,533)           |
| Occupancy expenses                    | (107,730)        | (100,945)          |
| Other expenses                        | (126,343)        | (362,045)          |
| Professional services                 | (402,909)        | (416,775)          |
| Revaluation of investments            | (7,000)          | (10,500)           |
| Share based payments                  | (308,725)        | (697,266)          |
| Total expenses                        | (1,211,905)      | (2,563,607)        |
| <b>Income tax benefit/(expense)</b>   | <b>709,738</b>   | <b>-</b>           |
| <b>Loss for the period</b>            | <b>(502,167)</b> | <b>(2,383,919)</b> |

Employee benefits include an expense for options of \$308,725 (2011: \$697,266).

## NOTE 4: INCOME TAX EXPENSE

|  | 2012      | 2011 |
|--|-----------|------|
|  | \$        | \$   |
| <b>a. The components of tax expense comprise:</b>                |           |      |
| Current tax  | (709,738) | -    |
| Deferred tax   | -         | -    |
| Income tax expense reported in statement of comprehensive income | (709,738) | -    |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 4: INCOME TAX EXPENSE (CONT'D)

|   | 2012               | 2011               |
|---|--------------------|--------------------|
|   | \$                 | \$                 |
| <b>b. The prima facie tax on profit ordinary activities before income tax is reconciled to the income tax as follows:</b> |                    |                    |
| Prima facie tax benefit on loss from ordinary activities before income tax 30%  | (150,650)          | (715,176)          |
| Add:  |                    |                    |
| Tax effect of:  |                    |                    |
| non-allowable items   | 8,455              | 141,495            |
| share options expensed during period  | 92,618             | 209,180            |
|   | (49,577)           | (364,501)          |
| Less:   |                    |                    |
| Tax effect of:  |                    |                    |
| Benefit of tax losses and temporary differences not brought to account  | 49,577             | 364,501            |
| R&D Tax offset (benefit)  | (709,738)          | -                  |
| Income tax attributable to the Group  | <b>(709,738)</b>   | -                  |
| <b>c. Unrecognised deferred tax balances:</b>   |                    |                    |
| <b>Net unrecognised deferred tax asset /liability losses</b>  | <b>(1,670,618)</b> | <b>(2,258,865)</b> |
| <b>d. Tax effects relating to each component of other comprehensive income:</b>   |                    |                    |
| <b>Other comprehensive income</b>   | -                  | -                  |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION

a. Names and positions held of Group key management personnel in office at any time during the financial year are:

| Key Management Person | Position  |
|-----------------------|---|
| R Gillard             | Non-Executive Chairman (appointed 2 July 2009)  |
| R W Mosig             | Managing Director (appointed 2 July 2009) previously Executive Chairman (appointed 28 March 2006) |
| B Moller              | Non-Executive Director (appointed 30 January 2007)  |
| D P Cornish           | Parent Company Secretary (appointed 8 May 2007)   |
| G C White             | Group Chief Financial Officer (appointed 28 November 2007)  |

Key management personnel remuneration has been included in the Remuneration Report section of the Directors Report.

b. Options and Rights Holdings

Number of Options Held by Key Management Personnel

|              | Balance 01.07.2011 | Granted as   |                    |                   | Balance          |
|--------------|--------------------|--------------|--------------------|-------------------|------------------|
|              |                    | Compensation | Options Exercised* | Net Change Other* |                  |
| R Gillard    | 600,000            | -            | -                  | -                 | 600,000          |
| R W Mosig    | 2,000,000          | -            | -                  | -                 | 2,000,000        |
| B Moller     | 600,000            | -            | -                  | -                 | 600,000          |
| G C White    | 100,000            | -            | -                  | -                 | 100,000          |
| D P Cornish  | 350,000            | -            | -                  | -                 | 350,000          |
| <b>Total</b> | <b>3,650,000</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>          | <b>3,650,000</b> |

\*Options not exercised and expired.

Shares Issued on Exercise of Compensation Options

There were no shares issued on the exercise of compensation options

c. Number of Options Held by Key Management Personnel

|              | Total Balance    | Total Vested     | Total Exercisable | Total Unexercisable |
|--------------|------------------|------------------|-------------------|---------------------|
|              | 30.06.2012       | 30.06.2012       | 30.6.2012         | 30.6.2012           |
| R Gillard    | 600,000          | 600,000          | 600,000           | -                   |
| R W Mosig    | 2,000,000        | 2,000,000        | 2,000,000         | -                   |
| B Moller     | 600,000          | 600,000          | 600,000           | -                   |
| G C White    | 100,000          | 100,000          | 100,000           | -                   |
| D P Cornish  | 350,000          | 350,000          | 350,000           | -                   |
| <b>Total</b> | <b>3,650,000</b> | <b>3,650,000</b> | <b>3,650,000</b>  | <b>-</b>            |



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION (CONT'D)

### d. Shareholdings

Number of Shares held by Key Management Personnel

|                | Balance 01.07.2011 | Received as Compensation | Options Exercised | Net Change Other* | Balance 30.6.2012 |
|----------------|--------------------|--------------------------|-------------------|-------------------|-------------------|
| R W Mosig      | 2,676,000          | -                        | -                 |                   | 2,676,000         |
| Duncan Cornish | 50,000             | -                        | -                 | -                 | 50,000            |
| <b>Total</b>   | <b>2,726,000</b>   | <b>-</b>                 | <b>-</b>          | <b>-</b>          | <b>2,726,000</b>  |

\* Net Change Other refers to shares purchased or sold during the financial period.

## NOTE 6: AUDITORS' REMUNERATION

|  | 2012          | 2011          |
|--|---------------|---------------|
|  | \$            | \$            |
| Remuneration of the auditor of the Group for |               |               |
| - auditing or reviewing the financial report | 52,900        | 52,900        |
| - non-audit services                         | -             | -             |
|  | <b>52,900</b> | <b>52,900</b> |

## NOTE 7: LOSS PER SHARE

|   | 2012        | 2011        |
|---|-------------|-------------|
|   | \$          | \$          |
| Reconciliation of earnings to profit or loss  |             |             |
| Loss for the period   | (502,167)   | (2,383,919) |
| Earnings used to calculate basic EPS  | (502,167)   | (2,383,919) |
| Earnings used in the calculation of dilutive EPS  | (502,167)   | (2,383,919) |
|   | <b>2012</b> | <b>2011</b> |
|   | <b>No.</b>  | <b>No.</b>  |
| Weighted average number of ordinary shares on issue in calculating basic EPS                              | 113,250,859 | 113,250,859 |
| Weighted average number of options outstanding  | 9,000,000   | 6,850,000   |
| Weighted average number of ordinary shares outstanding during the period used in calculating dilutive EPS | 122,250,859 | 120,100,859 |
| Anti-dilutive options on issue not used in dilutive EPS calculation                                       | -           | -           |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 8: CASH AND CASH EQUIVALENTS

|                                | 2012      | 2011      |
|--------------------------------|-----------|-----------|
|                                | \$        | \$        |
| Cash at bank – Deposit account | 943,027   | 1,564,379 |
| Cash at bank and in hand       | 46,529    | 13,192    |
| Short-term bank deposits       | 1,030,000 | 6,833,097 |
|                                | 2,019,556 | 8,410,668 |

The average interest rate on the deposit accounts was 3.5% at 30 June 2012 (2011 = 4.00%)

The average effective interest rate on short-term bank deposits was 5.39% (2011 = 5.58%).

These deposits have an average maturity of 3 months.

Cash at the end of the financial period as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

|                                  |                  |                  |
|----------------------------------|------------------|------------------|
| <b>Cash and cash equivalents</b> | <b>2,019,556</b> | <b>8,410,668</b> |
|----------------------------------|------------------|------------------|

## NOTE 9: TRADE AND OTHER RECEIVABLES

|                             | 2012           | 2011          |
|-----------------------------|----------------|---------------|
|                             | \$             | \$            |
| CURRENT                     |                |               |
| Trade and other Receivables | 775,030        | 87,204        |
|                             | <b>775,030</b> | <b>87,204</b> |

## NOTE 10: PROPERTY, PLANT AND EQUIPMENT

|  | 2012           | 2011           |
|--|----------------|----------------|
|  | \$             | \$             |
| PLANT AND EQUIPMENT                        |                |                |
| Plant and equipment:                       |                |                |
| At cost                                    | 917,676        | 905,739        |
| Accumulated depreciation                   | (759,820)      | (650,364)      |
|  | 157,856        | 255,375        |
| Total Plant and Equipment                  | 157,856        | 255,375        |
| Leasehold improvements                     |                |                |
| At cost                                    | 30,852         | 30,852         |
| Accumulated amortisation                   | (9,988)        | (7,668)        |
| Total Leasehold Improvements               | 20,864         | 23,184         |
| <b>Total Property, Plant and Equipment</b> | <b>178,720</b> | <b>278,559</b> |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 10: PROPERTY, PLANT AND EQUIPMENT (CONT'D)

### a. Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

|                                  | Leasehold<br>Improvements | Plant and<br>Equipment | Total          |
|----------------------------------|---------------------------|------------------------|----------------|
|                                  | \$                        | \$                     | \$             |
| <b>Balance as at 1 July 2010</b> | <b>25,498</b>             | <b>357,348</b>         | <b>382,846</b> |
| Additions                        | -                         | 71,318                 | 71,318         |
| Disposals                        | -                         | -                      | -              |
| Depreciation expense             | (2,314)                   | (173,291)              | (175,605)      |
| <b>Balance at 30 June 2011</b>   | <b>23,184</b>             | <b>255,375</b>         | <b>278,559</b> |
| Additions                        | -                         | 67,884                 | 67,884         |
| Disposals                        | -                         | (55,947)               | (55,947)       |
| Depreciation expense             | (2,320)                   | (109,456)              | (111,776)      |
| <b>Balance at 30 June 2012</b>   | <b>20,864</b>             | <b>157,856</b>         | <b>178,720</b> |

## NOTE 11: OTHER CURRENT ASSETS

|   | 2012              | 2011              |
|---|-------------------|-------------------|
|   | \$                | \$                |
| <b>CURRENT</b>  |                   |                   |
| Prepayments   | 69,063            | 411,029           |
| Security deposits   | 44,155            | 15,200            |
| Available for sale financial assets – investments in listed companies | 5,222             | 12,000            |
|   | <b>118,440</b>    | <b>438,229</b>    |
| <b>NON CURRENT</b>  |                   |                   |
| <b>EXPLORATION AND EVALUATION EXPENDITURE</b>                         |                   |                   |
| Balance at beginning of financial year                                | 18,743,963        | 12,996,755        |
| Capitalised   | 5,109,262         | 6,035,644         |
| Written off   | -                 | (288,436)         |
| <b>Exploration and evaluation expenditure capitalised – at cost</b>   | <b>23,853,225</b> | <b>18,743,963</b> |

Recoverability of the carrying amount of exploration assets is dependent on the successful exploration and sale of minerals.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 12: TRADE AND OTHER PAYABLES

|                                      | 2012           | 2011             |
|--------------------------------------|----------------|------------------|
|                                      | \$             | \$               |
| <b>CURRENT</b>                       |                |                  |
| Trade payables                       | 26,842         | 945,362          |
| Sundry payables and accrued expenses | 227,991        | 156,060          |
| Employee benefits                    | 30,741         | 72,219           |
|                                      | <b>285,574</b> | <b>1,173,641</b> |
| <b>NON-CURRENT</b>                   |                |                  |
| Employee Benefits                    | 67,857         | -                |

## NOTE 13: ISSUED CAPITAL

|  | 2012              | 2011              |
|--|-------------------|-------------------|
|  | \$                | \$                |
| 113,250,859 fully paid ordinary shares | 36,172,808        | 36,172,808        |
| Share issue costs                      | (1,898,239)       | (1,898,239)       |
|  | <b>34,274,569</b> | <b>34,274,569</b> |

These shares have no par value.

|                                      | 2012               | 2011               |
|--------------------------------------|--------------------|--------------------|
|                                      | No.                | No.                |
| <b>a. Ordinary shares</b>            |                    |                    |
| At the beginning of reporting period | 113,250,859        | 85,516,498         |
| Shares issued during the period      |                    |                    |
| — Jan 2011 (1)                       | -                  | 12,500,000         |
| — Jan, Feb, Mar 2011 (2)             | -                  | 15,234,361         |
| At reporting date                    | <b>113,250,859</b> | <b>113,250,859</b> |

- (1) In January 2011, 12,500,000 ordinary shares were issued pursuant to a private placement to institutional investors.
- (2) In January, February and March 2011, 15,234,361 ordinary shares were issued as a result of the exercise of quoted options over unissued shares.

Ordinary shares participate in dividends and the proceeds on the winding up of the Group in proportion to the number of shares held. At Shareholders meetings, on a show of hands, every member present in person or by proxy, or attorney or representative has one vote and upon a Poll every member present in person, or by proxy, attorney or representative shall in respect of each fully paid share held, have one vote for the share, but in respect of partly paid shares, shall have such number of votes being equivalent to the proportion which the amount paid (not credited) is of the total amounts paid and payable in respect of those shares (excluding amounts credited).

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 13: ISSUED CAPITAL (CONT'D)

|   | 2012     |          | 2011       |           |
|---|----------|----------|------------|-----------|
|   | No       | \$       | No         | \$        |
| <b>b. Quoted Options</b>                |          |          |            |           |
| Balance at beginning of financial year  | -        | -        | 15,443,875 | -         |
| Options expired during financial year   | -        | -        | 209,514    | -         |
| Options exercised to fully paid shares  | -        | -        | 15,234,361 | 5,332,026 |
| <b>Balance at end of financial year</b> | <b>-</b> | <b>-</b> | <b>-</b>   | <b>-</b>  |

### c. Unquoted Options

- i. For information relating to the Group's employee option plan, including details of options issued, exercised and lapsed during the financial period and the options outstanding at period-end refer to Note 18 Share-based Payments.
- ii. For information relating to share options issued to key management personnel during the financial period, refer to Note 18 Share-based Payments.

### d. Capital Management

Management controls the capital of the Group in order to maintain a good debt to equity ratio, provide the shareholders with adequate returns and ensure that the Group can fund its operations and continue as a going concern.

The Group's debt and capital includes ordinary share capital and financial liabilities, supported by financial assets.

There are no externally imposed capital requirements.

Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels, distributions to shareholders and share issues.

There have no changes in the strategy by management to control the capital of the Group since the prior year. This strategy is to ensure that the Group has no debts.

## NOTE 14: RESERVES

### OPTIONS RESERVE

The options reserve records items recognised as expenses on valuation of share options.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 15: LEASE COMMITMENTS

|   | 2012          | 2011           |
|---|---------------|----------------|
|   | \$            | \$             |
| <b>a. Operating Lease Commitments</b>   |               |                |
| Non-cancellable operating leases contracted for but not capitalised in the financial statements |               |                |
| Payable - minimum lease payments  |               |                |
| - not later than 12 months  | 67,144        | 103,568        |
| - between 12 months and 5 years   |               | 67,144         |
| - greater than 5 years  | -             | -              |
|   | <b>67,144</b> | <b>170,712</b> |

The property lease is a non-cancellable lease with a five year term, with rent payable monthly in advance. Contingent rental provisions within the lease agreement require the minimum lease payments shall be increased by 5 % per annum. An option exists to renew the lease at the end of the five year term for an additional term, as agreed.

## NOTE 16: TENEMENT COMMITMENTS

| Tenement    | Less than 12 months | Between 12 months and 5 years | Greater than 5 years |
|-------------|---------------------|-------------------------------|----------------------|
|             | \$                  | \$                            | \$                   |
| Munni Munni | 150,000             | -                             | -                    |
| Owendale    | 500,000             | -                             | -                    |
| Greenland   | 100,000             | -                             | -                    |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 17: CASH FLOW INFORMATION

|  | 2012             | 2011               |
|--|------------------|--------------------|
|  | \$               | \$                 |
| <b>a. Reconciliation of Cash Flow from Operations with Loss after Income Tax</b>               |                  |                    |
| Loss after income tax  | (502,167)        | (2,383,919)        |
| Non-cash flows in loss   |                  |                    |
| Depreciation   | 167,723          | 175,605            |
| Options  | 308,725          | 697,266            |
| Write back of capitalised expenditure  | -                | 288,436            |
| Disposal of fixed assets   | (34,182)         | -                  |
| Revaluation of investments   | 7,000            | 10,500             |
| Changes in assets and liabilities, net of the effects of purchase and disposal of Subsidiaries |                  |                    |
| (Increase)/decrease in prepayments   | (714,078)        | (23,906)           |
| (Increase)/decrease in other current assets  | 341,966          | 14,561             |
| Increase/(decrease) in trade payables and accruals   | (386,010)        | 68,347             |
| Increase/(decrease) in provisions  | 26,379           | 7,151              |
| <b>Cash flow from operations</b>   | <b>(784,644)</b> | <b>(1,145,959)</b> |

The Group had no credit standby, overdraft or other financing arrangements with Banks and other financial institutions at the end of the financial period.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 18: SHARE-BASED PAYMENTS

The following share-based payment arrangements existed at 30 June 2012:

Share options were granted to consultants and employees under the Group's executive option incentive plan and employee share option plan, respectively, to take up ordinary shares. The options had all vested and were exercisable at 30 June 2012.

| Issue Date | No. Issued       | Exercise Price | Expiry Date |
|------------|------------------|----------------|-------------|
| 08/08/2011 | 2,000,000        | 0.35           | 31/08/2014  |
| 09/08/2011 | 100,000          | 0.32           | 31/08/2013  |
| 12/08/2011 | 750,000          | 0.35           | 31/08/2013  |
|            | <b>2,850,000</b> |                |             |

The options hold no voting or dividend rights and are not transferable. At balance date there were no share options that had been exercised.

|  |                   | 2012                                 |
|--|-------------------|--------------------------------------|
|  | Number of Options | Weighted Average Exercise Price (\$) |
| Outstanding at the beginning of the period | 6,850,000         | 0.40                                 |
| Granted                                    | 2,850,000         | 0.35                                 |
| Cancelled                                  | 700,000           | 0.35                                 |
| Exercised                                  | -                 | -                                    |
| Expired                                    | -                 | -                                    |
| <b>Outstanding at period-end</b>           | <b>9,000,000</b>  | <b>0.40</b>                          |
| <b>Exercisable at period-end</b>           | <b>9,000,000</b>  | <b>0.40</b>                          |

There were no options exercised during the period ended 30 June 2012.

The options outstanding at 30 June 2012 had a weighted average exercise price of \$0.40 and a weighted average remaining contractual life of fifteen months. Exercise prices range from \$0.35 to \$0.55 in respect of options outstanding at 30 June 2012.

The weighted average fair value of the options granted during the period was \$0.35.

This price was calculated by using a Black-Scholes option pricing model applying the following inputs:

|                                     |           |
|-------------------------------------|-----------|
| Weighted average exercise price     | \$0.35    |
| Weighted average life of the option | 15 Months |
| Underlying share price              | \$0.28    |
| Expected share price volatility     | 76.9%     |
| Risk free interest rate             | 3.5%      |

Historical volatility has been the basis for determining expected share price volatility as it is assumed that this is indicative of future trends, which may not eventuate.

Included under share based payments expense in the statement of comprehensive income is \$308,725 (2011: \$697,266), and relates, in full, to equity-settled share-based payment transactions.



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 19: OPERATING SEGMENTS

The Group operates predominately in mineral exploration with a focus on platinum group metals.

### SEGMENT INFORMATION

#### IDENTIFICATION OF REPORTABLE SEGMENTS

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of geographical locations as these locations have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics and are similar with respect to any external regulatory requirements.

#### BASIS OF ACCOUNTING FOR PURPOSES OF REPORTING BY OPERATING SEGMENTS

##### a. Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors, being the chief decision maker with respect to operating segments, are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statement of the Group.

##### b. Segment assets

Where an asset is used across multiple segments, the asset is allocated to that segment that receives majority economic value from that asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

##### c. Segment liabilities

Liabilities are allocated to segments where there is a direct nexus between the incurrence of the liability and the operations of the segment. Segment liabilities include trade and other payables.

##### d. Unallocated items

The following items of revenue, expenses, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- Derivatives
- Net gains on disposal of available-for-sale investments
- Impairment of assets and other non-recurring items of revenue or expense
- Income tax expense
- Deferred tax assets and liabilities
- Current tax liabilities
- Other financial liabilities
- Intangible assets
- Discontinuing operations

##### e. Comparative information

This is the first reporting period in which AASB 8 has been adopted. Comparative information has been restated to conform to the requirements of the standard.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 19: OPERATING SEGMENTS (CONT'D)

### SEGMENT INFORMATION

#### IDENTIFICATION OF REPORTABLE SEGMENTS

##### i. Segment Performance

|  | Greenland | Australia | All Other Segments | Total          |
|--|-----------|-----------|--------------------|----------------|
|  | \$        | \$        | \$                 | \$             |
| 30 June 2012   |           |           |                    |                |
| <b>REVENUE</b>   |           |           |                    |                |
| Interest revenue   |           |           | 345,414            | 345,414        |
| <b>Total segment revenue</b>   |           |           | 345,414            | 345,414        |
| <i>Reconciliation of segment revenue to Company revenue</i>            |           |           |                    |                |
| Total Company revenue  |           |           |                    | 345,414        |
| <b>Segment net loss before tax</b>                                     | -         | 32,622    | 5,533              | 38,155         |
| <i>Reconciliation of segment result to Company net loss before tax</i> |           |           |                    |                |
| i. Amounts not included in segment result but reviewed by Board        |           |           |                    |                |
| — Corporate charges  |           |           | 641,704            | 641,703        |
| — Depreciation and amortisation  |           |           | 167,723            | 167,723        |
| <b>Net Loss before tax from continuing operations</b>                  |           |           |                    | <b>502,167</b> |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 19: OPERATING SEGMENTS (CONT'D)

### i. Segment Performance

|  | Greenland | Australia | All Other Segments | Total            |
|--|-----------|-----------|--------------------|------------------|
|  | \$        | \$        | \$                 | \$               |
| <b>30 June 2011</b>  |           |           |                    |                  |
| <b>REVENUE</b>   |           |           |                    |                  |
| Interest revenue   |           |           | 179,688            | 179,688          |
| <b>Total segment revenue</b>   |           |           | 179,688            | 179,688          |
| <i>Reconciliation of segment revenue to Company revenue</i>            |           |           |                    |                  |
| Total Company revenue  |           |           |                    | 179,688          |
| Segment net loss before tax  | 272,380   | 114,126   | 196,354            | 582,860          |
| <i>Reconciliation of segment result to Company net loss before tax</i> |           |           |                    |                  |
| <b>i. Amounts not included in segment result but reviewed by Board</b> |           |           |                    |                  |
| – Corporate charges  |           |           | 1,805,143          | 1,805,143        |
| – Depreciation and amortisation  |           |           | 175,605            | 175,605          |
| <b>Net Loss before tax from continuing operations</b>                  |           |           |                    | <b>2,383,920</b> |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 19: OPERATING SEGMENTS (CONT'D)

### ii. Segment Assets

|                     | Greenland | Australia | All Other<br>Segments | Total |
|---------------------|-----------|-----------|-----------------------|-------|
| <b>30 June 2012</b> | \$        | \$        | \$                    | \$    |

*Reconciliation of segment assets to Group assets*

|                           |            |           |   |                   |
|---------------------------|------------|-----------|---|-------------------|
| <b>Segment assets</b>     | 15,271,541 | 8,698,873 | - | 23,970,414        |
| Unallocated assets        |            |           |   |                   |
| - Corporate               |            |           |   | 2,974,557         |
| <b>Total Group Assets</b> |            |           |   | <b>26,944,971</b> |

### Segment Asset Increases

|  |                  |                  |   |                  |
|--|------------------|------------------|---|------------------|
| Capitalised expenditure for the period |                  |                  |   |                  |
| - Exploration and other                | 1,910,829        | 3,095,764        | - | 5,006,593        |
|  | <b>1,910,829</b> | <b>3,095,764</b> | - | <b>5,006,593</b> |

### 30 June 2011

*Reconciliation of segment assets to Group assets*

|                           |            |           |   |                   |
|---------------------------|------------|-----------|---|-------------------|
| <b>Segment assets</b>     | 13,360,712 | 5,603,109 | - | 18,963,821        |
| Unallocated assets        |            |           |   |                   |
| - Corporate               |            |           |   | 8,994,803         |
| <b>Total Group Assets</b> |            |           |   | <b>27,958,624</b> |

### Segment Asset Increases

|  |                  |                  |  |                  |
|--|------------------|------------------|--|------------------|
| Capitalised expenditure for the period |                  |                  |  |                  |
| - Exploration and other                | 6,179,158        | 2,432,198        |  | 8,611,356        |
|  | <b>6,179,158</b> | <b>2,432,198</b> |  | <b>8,611,356</b> |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 19: OPERATING SEGMENTS (CONT'D)

### iii. Segment Liabilities

|  | Greenland | Australia | All Other Segments | Total            |
|--|-----------|-----------|--------------------|------------------|
| <b>30 June 2012</b>  | \$        | \$        | \$                 | \$               |
| <b>Segment liabilities</b>                                 |           |           |                    |                  |
| Reconciliation of segment liabilities to Group liabilities | 200,566   | 114,400   | -                  | 314,966          |
| Unallocated liabilities                                    |           |           |                    |                  |
| - corporate  |           |           | 38,465             | 38,465           |
| <b>Total Group liabilities</b>                             |           |           |                    | <b>353,431</b>   |
| <b>30 June 2011</b>  |           |           |                    |                  |
| <b>Segment liabilities</b>                                 |           |           |                    |                  |
| Reconciliation of segment liabilities to Group liabilities | 557,895   | 236,854   | -                  | 794,749          |
| Unallocated assets   |           |           |                    |                  |
| - corporate  |           |           | 378,892            | 378,892          |
| <b>Total Group liabilities</b>                             |           |           |                    | <b>1,173,641</b> |

## NOTE 20: FINANCIAL RISK MANAGEMENT

### Financial Risk Management Policies

The Group's financial instruments consist mainly of deposits with banks, short term investments accounts receivable and accounts payable.

The main risks and related risk management policies arising from the Group's financial instruments are summarised below.

### Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, net of any provisions for doubtful debts, as disclosed in the balance sheet and notes to and forming part of the financial report. The Group does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Group.

### Interest Rate Risk

The Group's exposure to interest rate risk is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates. The Group's exposure to interest rate risk is minimal.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 20: FINANCIAL RISK MANAGEMENT (CONT'D)

### Liquidity Risk

The Group manages liquidity risk by monitoring forecast cash flows. The Group's operations require the raising of capital on an on-going basis to fund its planned exploration program and to commercialise its tenement assets. The Group's recent success in the raising of capital will ensure it can continue as a going concern and proceed with planned exploration expenditure.

### Net Fair Values

The net fair values of financial assets and financial liabilities approximate their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to and forming part of the financial report.

The Group's exposure to interest rate risk and effective average interest rate for classes of financial assets and financial liabilities is set out below.

|  | Weighted Average<br>Effective Interest Rate | Floating Interest Rate<br>Less than 1 year | Fixed Interest Rate<br>Maturing | Non Interest Bearing | Total            |
|--|---|--|---------------------------------|----------------------|------------------|
| <b>2012</b>  |   |  |                                 |                      |                  |
| <b>Financial Assets</b>                                  |   |  |                                 |                      |                  |
| Cash and cash equivalent assets                          | 3.75%                                       | 943,027                                    | -                               | -                    | 943,027          |
| Security deposits and deposits at financial institutions | 4.9%  | -  | 1,030,000                       | -                    | 1,030,000        |
| Other financial assets                                   |   | -  | -                               | 108,197              | 108,197          |
| <b>Total Financial Assets</b>                            |   | <b>943,027</b>                             | <b>1,030,000</b>                | <b>108,197</b>       | <b>2,081,224</b> |
| <b>Financial Liabilities</b>                             |   |  |                                 |                      |                  |
| Other financial liabilities                              |   | -  | -                               | 353,431              | 353,431          |
| <b>Total Financial Liabilities</b>                       |   | <b>-</b>                                   | <b>-</b>                        | <b>353,431</b>       | <b>353,431</b>   |

### 2011

#### Financial Assets

|  |       |                  |                  |                |                  |
|--|-------|------------------|------------------|----------------|------------------|
| Cash and cash equivalent assets                          | 4.75% | 1,564,379        | -                | -              | 1,564,379        |
| Security deposits and deposits at financial institutions | 5.83% | -                | 6,833,097        | -              | 6,833,097        |
| Other financial assets                                   |       | -                | -                | 100,397        | 100,397          |
| <b>Total Financial Assets</b>                            |       | <b>1,564,379</b> | <b>6,833,097</b> | <b>100,397</b> | <b>8,497,873</b> |

#### Financial Liabilities

|                                    |  |          |          |                  |                  |
|------------------------------------|--|----------|----------|------------------|------------------|
| Other financial liabilities        |  | -        | -        | 1,173,641        | 1,173,641        |
| <b>Total Financial Liabilities</b> |  | <b>-</b> | <b>-</b> | <b>1,173,641</b> | <b>1,173,641</b> |



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 20: FINANCIAL RISK MANAGEMENT (CONT'D)

### Foreign exchange risk

Exposure to foreign risk may result in fair value or future cash flows of a financial instrument fluctuating due to movement in foreign exchange rates of currencies in which the Group holds financial instruments which are other than the AUD functional currency.

The foreign currency risk in the books of the Group is considered immaterial and is therefore not shown.

## NOTE 21: PLATINA RESOURCES LIMITED PARENT GROUP INFORMATION

a.

| Financial Position           | Note | 2012              | 2011              |
|------------------------------|------|-------------------|-------------------|
|                              |      | \$                | \$                |
| <b>Assets</b>                |      |                   |                   |
| Current assets               |      | 3,107,204         | 9,120,187         |
| Non-current assets           |      | 24,031,945        | 19,022,521        |
| <b>Total Assets</b>          |      | <b>27,139,149</b> | <b>28,142,708</b> |
| <b>Liabilities</b>           |      |                   |                   |
| Current liabilities          |      | 285,574           | 1,169,082         |
| Non-current Liabilities      |      | 67,857            | -                 |
| <b>Total Liabilities</b>     |      | <b>353,431</b>    | <b>1,169,082</b>  |
| <b>Net Assets</b>            |      | <b>26,785,718</b> | <b>26,973,626</b> |
| <b>Equity</b>                |      |                   |                   |
| Issued capital               |      | 36,172,807        | 36,172,807        |
| Share issue costs            |      | (1,898,239)       | (1,898,239)       |
|                              |      | 34,274,568        | 34,274,568        |
| Options reserve              |      | 8,796,285         | 8,487,560         |
| Accumulated Losses           |      | (16,285,135)      | (15,788,502)      |
| <b>Total Equity</b>          |      | <b>26,785,718</b> | <b>26,973,626</b> |
| <b>Financial Performance</b> |      |                   |                   |
| Loss for the period          |      | (496,634)         | (2,195,274)       |

### b. Subsidiary of Platina Resources Limited

|                                 | Country of Incorporation | Country of Incorporation (%)* |      |
|---------------------------------|--------------------------|-------------------------------|------|
|                                 |                          | 2012                          | 2011 |
| Platina (South America) Pty Ltd | Colombia                 | 100                           | 100  |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

## NOTE 21: PLATINA RESOURCES LIMITED PARENT GROUP INFORMATION

### c. Amounts outstanding from related parties

| Loans to associated companies | 2012    | 2011    |
|-------------------------------|---------|---------|
|                               | \$      | \$      |
| <b>Assets</b>                 |         |         |
| Beginning of the year         | 184,086 | -       |
| Loans advanced                | 10,092  | 184,086 |
| Loans repayment received      | -       | -       |
| End of year                   | 194,178 | 184,086 |

No interest is being charged on loans.

## NOTE 22: CONTINGENT LIABILITIES

There are no known contingent liabilities as at 30 June 2012.

## NOTE 23: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

### Key Management Personnel

During the period ending 30 June 2012, a legal firm of which Mr Brian Moller is a partner was paid legal fees by the Group of \$22,349 (2011: \$47,941).

## NOTE 24: SUBSEQUENT EVENTS

No matter or circumstance has arisen since the end of the financial year, to the date of this report, that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## NOTE 25: GROUP DETAILS

The registered office of the Group is:

Hopgood Ganim Solicitors  
Level 8, Waterfront Place, 1 Eagle Street, Brisbane Qld 4000

The principal place of business is:

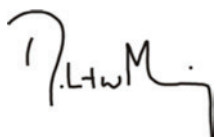
— Suite 5, Level 1, 2 Boston Court, Varsity Lakes Qld 4227

# DIRECTORS' DECLARATION

The directors of the Group declare that:

1. the financial statements and notes, as set out on pages 27 to 58 are in accordance with the Corporations Act 2001 and:
  - a. comply with Accounting Standards and the Corporations Regulations 2001; and
  - b. give a true and fair view of the financial position as at 30 June 2012 and of the performance for the year ended on that date of the Group;
2. the Chief Executive Officer and Chief Financial Officer have each declared that:
  - a. the financial records of the Group for the financial period have been properly maintained in accordance with section 286 of the Corporations Act 2001;
  - b. the financial statements and notes for the financial year comply with the Accounting Standards; and
  - c. the financial statements and notes for the financial year give a true and fair view;
3. in the directors' opinion there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



R Mosig

**Brisbane, 12 September, 2012**

# INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PLATINA RESOURCES LIMITED

## Report on the Financial Report

We have audited the accompanying financial report of Platina Resources Limited which comprises the statement of financial position as at 30 June 2012, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration

## Directors' Responsibility for the Financial Report

The directors of the Group are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

## Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

## Auditor's Opinion

In our opinion the financial report of Platina Resources Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2012 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

### **Emphasis of Matter**

Without modifying our opinion, we draw attention to Note 1 in the financial report, which indicates that the Groups operations are dependent on the raising of capital on an on-going basis to fund its planned exploration program and to commercialise its tenement assets. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

## REPORT ON THE REMUNERATION REPORT

We have audited the Remuneration Report included in pages 22 to 24 of the directors' report for the year ended 30 June 2012. The directors of the Group are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

### ***Auditor's Opinion***

In our opinion the Remuneration Report of Platina Resources Limited for the year ended 30 June 2012 complies with section 300A of the *Corporations Act 2001*.

**Bentleys**  
**Brisbane Partnership**  
**Chartered Accountants**

**Stewart Douglas**  
**Partner**

Brisbane, 12 September 2012.

# ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES

The following additional information, at 31 August, 2010 is required by the Australian Stock Exchange Ltd in respect of listed public companies only.

## 1. Shareholding

### a. Distribution of Shareholders

| Category (size of holding) | No. of Shareholders | No. of Shares      |
|----------------------------|---------------------|--------------------|
| 1 – 1,000                  | 71                  | 29,999             |
| 1,001 – 5,000              | 252                 | 766,763            |
| 5,001 – 10,000             | 219                 | 1,840,923          |
| 10,001 – 50,000            | 357                 | 9,423,499          |
| 50,001 – 100,000           | 107                 | 8,246,843          |
| 100,001 – and over         | 120                 | 92,945,832         |
|                            | <b>1,126</b>        | <b>113,250,859</b> |

### b. The number of shareholdings held in less than marketable parcels

**545**

**2,665,230**

### c. The names of the substantial shareholders who have notified the Group in accordance with section 671B of the Corporations Act 2001 are:

| Shareholder                             | Number of Shares | % of Issued Capital |
|---|------------------|---------------------|
| Panther Palladium LLC Equity Investment | 20,517,612       | 18.12               |

### d. Voting Rights

The voting rights attached to each class of equity security are as follows:

Ordinary shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Redeemable and converting preference shares.

These shares have no voting rights.

### e. 20 Largest Shareholders — Ordinary Shares

|    | Name  | Number of Ordinary Fully Paid Shares Held | % Held of Issued Ordinary Capital |
|----|---|---|-----------------------------------|
| 1. | Panther Palladium LLC Equity Investments                      | 20,517,612                                | 18.12                             |
| 2. | Cairnglen Investments Pty Ltd                                 | 10,202,715                                | 9.01                              |
| 3. | Sino Portfolio International Limited                          | 7,900,000                                 | 6.98                              |
| 4. | Yandal Investments Pty Ltd                                    | 5,730,000                                 | 5.06                              |
| 5. | Citicorp Nominees Pty Ltd                                     | 4,205,838                                 | 3.71                              |
| 6. | HSBC Custody Nominees (Australia) Ltd Sydney Nominees Pty Ltd | 3,853,932                                 | 3.40                              |
| 7. | JP Morgan Nominees Australia Ltd                              | 3,142,308                                 | 2.77                              |
| 8. | ABN AMRO Clearing   | 2,844,781                                 | 2.51                              |
| 9. | Colter Investment Holdings Pty Ltd                            | 1,616,000                                 | 1.43                              |



**e. 20 Largest Shareholders — Ordinary Shares**

|            | <b>Name</b>                       | <b>Number of Ordinary Fully<br/>Paid Shares Held</b> | <b>% Held of Issued<br/>Ordinary Capital</b> |
|------------|-----------------------------------|--|--|
| <b>10.</b> | Technica Pty Ltd                  | 1,260,000  | 1.11   |
| <b>11.</b> | Colter Holdings Pty Ltd           | 1,060,000  | 0.94   |
| <b>12.</b> | Mr Mark Resnik                    | 1,002,000  | 0.88   |
| <b>13.</b> | Gee Vee Pty Ltd                   | 985,500  | 0.87   |
| <b>14.</b> | National Nominees                 | 985,188  | 0.87   |
| <b>15.</b> | Mr Ianaki Semerdziev              | 960,000  | 0.85   |
| <b>16.</b> | JP Morgan Nominees Australia      | 815,000  | 0.72   |
| <b>17.</b> | HSBC Custody Nominees (Australia) | 766,924  | 0.68   |
| <b>18.</b> | Mr Andrew Bruce Doak              | 650,000  | 0.57   |
| <b>19.</b> | Mr Vincent David Mascolo          | 615,125  | 0.54   |
| <b>20.</b> | Cairnglen Investments Pty Ltd     | 602,083  | 0.53   |
|            |                                   | <b>69,715,006</b>                                    | <b>61.56</b>                                 |

The above information is at 31 August 2012 in accordance with ASX Listing Rule 4.10.

|           |   |
|-----------|---|
| <b>2.</b> | The name of the Parent company secretary is Mr Duncan Cornish   |
| <b>3.</b> | The address of the principal registered office in Australia is Level 8 Waterfront Place, 1 Eagle Street, Brisbane Qld 4000. Telephone (07) 55809094             |
| <b>4.</b> | Registers of securities are held at the following addresses<br>Queensland            Level 15, 324 Queen Street, Brisbane Qld 4000                              |
| <b>5.</b> | Stock Exchange Listing<br>Quotation has been granted for all the ordinary shares of the Group on all Member Exchanges of the Australian Stock Exchange Limited. |



PLATINA  
RESOURCES LIMITED

[www.platinaresources.com.au](http://www.platinaresources.com.au)