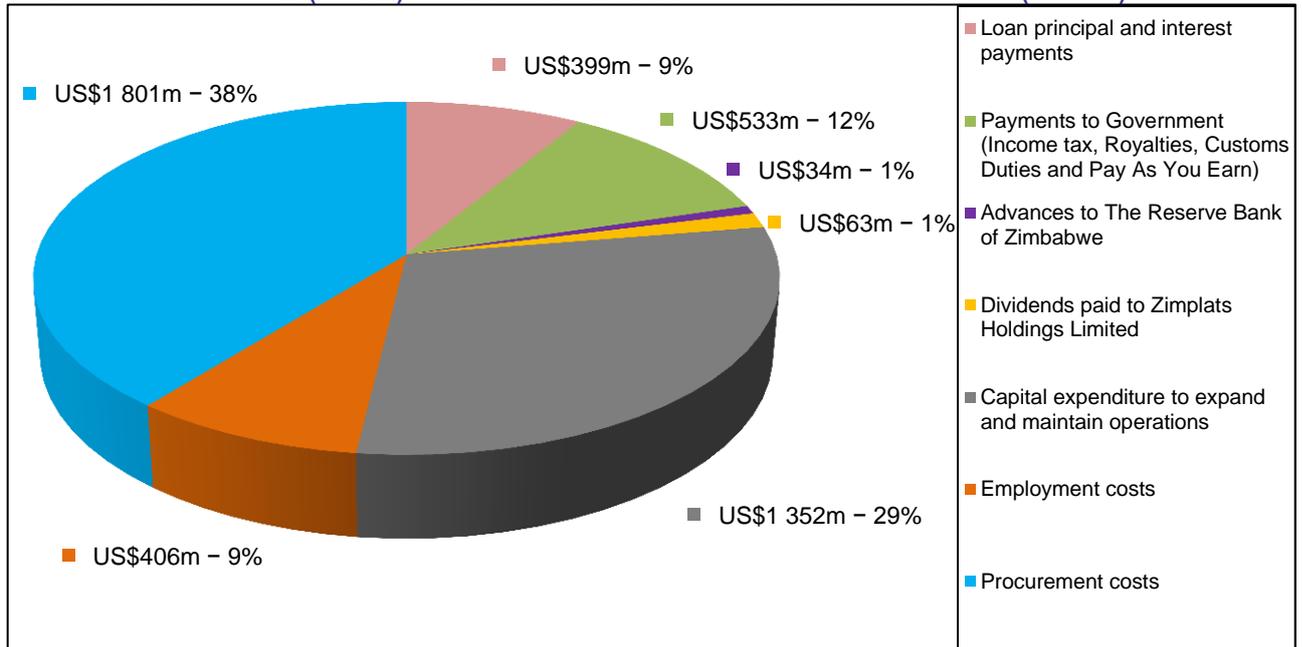




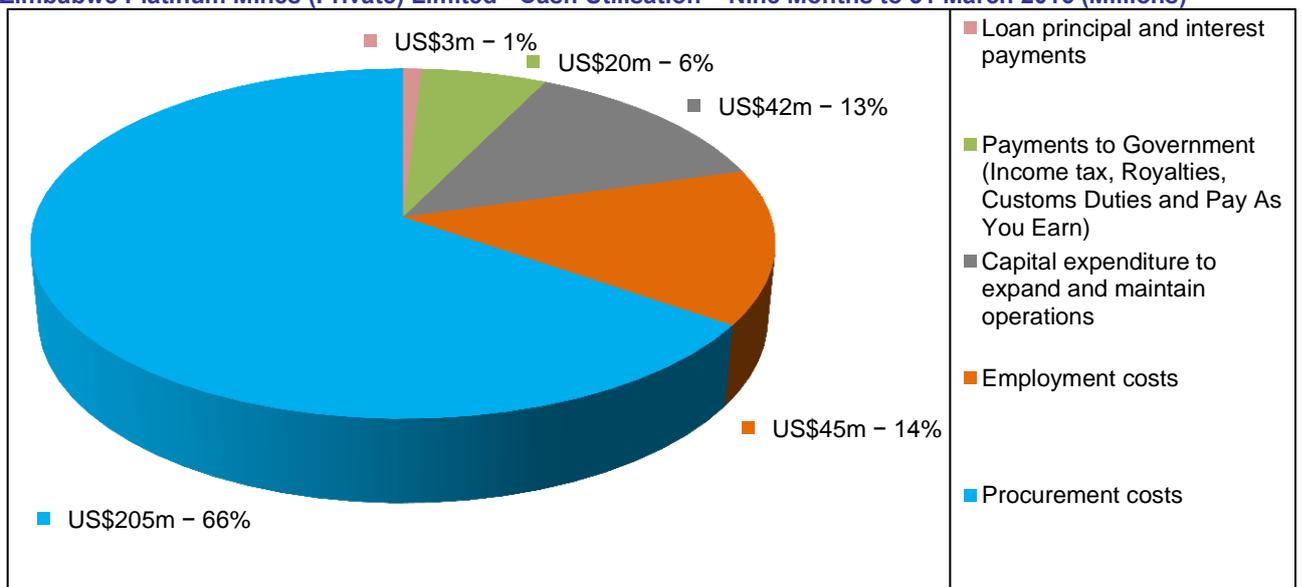
REPORT FOR THE QUARTER ENDED 31 MARCH 2016

KEY FEATURES

Zimbabwe Platinum Mines (Private) Limited - Cash Utilisation – FY2002 to 31 March 2016 (Millions)



Zimbabwe Platinum Mines (Private) Limited - Cash Utilisation – Nine Months to 31 March 2016 (Millions)



- No fatal accidents
- Four lost-time injuries were recorded during the quarter
- Bimha Mine re-development is progressing well
- Tonnes mined were maintained at the same level as the previous quarter
- Tonnes milled increased by 9% from the previous quarter
- 4E (platinum, palladium, gold and rhodium) metal production in matte increased by 6% from the previous quarter
- Concentrates stockpiled during the furnace outage in FY2015 were sold during the quarter
- Revenue increased by 44% from the previous quarter
- A profit from operations after royalties of US\$6.7 million was recorded for the quarter

SAFETY

Four lost-time injuries were recorded during the quarter.

PRODUCTION

		March Quarter 2016	December Quarter 2015	% Change	March Quarter 2015	% Change
Mining						
Ore mined	Tonnes (000)	1 639	1 641	-	1 244	32
Head grade	4E g/t	3.24	3.23	-	3.23	-
Processing						
Ore milled	Tonnes (000)	1 646	1 505	9	1 263	30
Recovery	4E%	80.7	80.7	-	81.6	(1)
Metal in concentrate	4E oz	138 446	126 178	10	106 984	29
Metal in converter matte	4E oz	136 499	129 244	6	104 735	30
Nickel in converter matte	Tonnes	1 244	1 218	2	1 106	13
Copper in converter matte	Tonnes	891	868	3	810	10
Metal sales						
In converter matte						
4E	Oz	136 575	129 378	6	104 608	31
Nickel	Tonnes	1 268	1 197	6	1 115	14
Copper	Tonnes	897	904	(1)	773	16
In concentrates						
4E	Oz	41 757	-	n/a	-	n/a
Nickel	Tonnes	409	-	n/a	-	n/a
Copper	Tonnes	282	-	n/a	-	n/a

Both mined tonnage and 4E head grade were maintained at similar levels as the previous quarter at 1.6 million tonnes and 3.24g/t respectively reflecting a sustained good operational performance across all mines.

The volume of ore milled was 9% higher than the previous quarter, largely due to the full operation of the mills, which were affected by periodic shutdowns for relining at both the Ngezi and SMC concentrators in the previous quarter. Consequently, production of 4E metal in concentrate increased by 10% compared to the previous quarter.

The smelter performed well and all the produced concentrates were processed during the quarter. The higher mill and furnace throughputs resulted in a 6% increase in 4E metal in converter matte compared to the previous quarter.

The stockpiled concentrates resulting from the furnace outage in the final quarter of FY2015 were exported in the quarter.

FINANCIAL

	March Quarter 2016 US\$ 000	December Quarter 2015 US\$ 000	% Change	March Quarter 2015 US\$ 000	% Change
Revenue	138 477	96 317	44	110 219	26
Operating costs	(128 386)	(99 935)	(28)	(100 697)	(27)
Other operating income – insurance proceeds	-	4 212	100	-	n/a
Profit from operations before royalties	10 091	594	1 599	9 522	6
Royalties	(3 375)	(2 393)	(41)	(2 755)	(22)
Profit/(loss) from operations after royalties	6 716	(1 799)	473	6 766	(1)

Revenue increased by 44% from the previous quarter mainly due to the export of stockpiled concentrates (41 757 ounces of 4E) and a 6% increase in 4E converter matte sales volumes. In addition, there was a 4% increase in total revenue per 4E ounce sold.

Operating costs increased by 28% in comparison to the previous quarter due to the increase in sales volumes.

Royalties increased by 41% from the previous quarter in line with the increase in revenue.

Cash and total cost of production	March Quarter 2016 US\$	December Quarter 2015 US\$	% Change	March Quarter 2015 US\$	% Change
Cash cost per 4E ounce	558	620	10	734	24
Net cash cost per 4E ounce	469	530	11	600	22
Amortisation and depreciation	125	155	19	166	25
Total cost per 4E ounce *	594	685	13	766	22
Total revenue per 4E ounce	777	744	4	1 001	(22)

*Net of by-product revenue.

Cash cost per 4E ounce decreased by 10% from the previous quarter largely due to the higher production volumes and an increased focus on cost control against the backdrop of weak metal prices.

Local spend in Zimbabwe (excluding payments to government and related institutions) for the quarter decreased by 20% to US\$52 million mainly due to the reduction in capital expenditure. Total payments to the Government of Zimbabwe (Government) in direct and indirect taxes decreased from US\$8 million reported in the previous quarter to US\$7 million.

METAL PRICES

The average platinum, palladium, rhodium, gold and nickel prices achieved were as follows:

	March Quarter 2016	December Quarter 2015	% Change	March Quarter 2015	% Change
Platinum (US\$ per oz)	914	907	1	1 194	(23)
Palladium (US\$ per oz)	523	606	(14)	786	(33)
Rhodium (US\$ per oz)	631	697	(9)	1 140	(45)
Gold (US\$ per oz)	1 180	1 105	7	1 220	(3)
Nickel (US\$ per tonne)	8 496	9 420	(10)	14 347	(41)

CAPITAL PROJECTS

The implementation of the Ngezi Phase 2 expansion project is progressing well and a total of US\$448 million of the project budget had been spent as at 31 March 2016.

A total of US\$13.6 million has been spent on the refurbishment of the Selous Metallurgical Complex base metal refinery project and US\$9.5 million was committed as at 31 March 2016.

The Bimha Mine re-development remains on schedule to reach full production in April 2018.

Some capital projects that were planned to be implemented in the nine months to 31 March 2016 were deferred to future periods due to cash constraints arising from the soft metal prices.

RESOLUTION OF OUTSTANDING ISSUES WITH GOVERNMENT

Reserve Bank of Zimbabwe Debt

Zimbabwe Platinum Mines (Private) Limited (the operating subsidiary) is presently engaging the relevant authorities in Zimbabwe on the US\$34 million debt owed by the Reserve Bank of Zimbabwe to the operating subsidiary.

Indigenisation and Economic Empowerment

The operating subsidiary has submitted a new proposed indigenisation implementation plan (IIP) to the Government. The operating subsidiary will be engaging the Government further on the IIP.

Acquisition of Portion of Mining Lease Area

The operating subsidiary is involved in discussions with the Government in an endeavour to achieve an amicable resolution of this matter.

SHAREHOLDER INFORMATION

Share price

The average share price for the quarter was AU\$3.25 (previous quarter: AU\$4.17).

Capital Structure

Major shareholders as at 31 March 2016:

Impala Platinum BV	87.00%
J P Morgan Nominees Australia Limited	4.70%
Citicorp Nominees Pty Limited	3.74%
HSBC Custody Nominees (Australia) Limited	1.72%
National Nominees Limited	1.11%

Shareholder enquiries

Matters relating to the shareholdings should be directed to the share registry at: Computershare Registry Services Pty Ltd, GPO Box 7054, Sydney NSW 1115, Australia. Tel: +61 3 9415 4000, Fax: +61 3 9473 2500.

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