



## REPORT FOR THE QUARTER ENDED 31 MARCH 2008

### KEY FEATURES

- Unsatisfactory safety performance with one fatality recorded.
- Satisfactory mining and milling operations.
- Metal production up 10% due to processing of concentrates stockpiled during furnace reline.
- Ngezi Phase 1 Expansion project remains generally on schedule.

### SAFETY and ENVIRONMENT

Safety performance was again unsatisfactory with one fatality recorded. There were no other lost time injuries recorded in the quarter.

### PRODUCTION – Zimbabwe Platinum Mines (Private) Limited

		March Quarter 2008	December Quarter 2007	September Quarter 2007	June Quarter 2007
<b>Mining</b>					
Ore mined – opencast	Tonnes (000's)	295	363	400	373
Ore mined – underground	Tonnes (000's)	276	267	255	267
Total ore mined	Tonnes (000's)	571	630	655	640
Overall mine grade	4E g/t	3.39	3.40	3.45	3.46
<b>Processing</b>					
Ore milled	Tonnes (000's)	525	538	567	521
Mill grade	4E g/t	3.39	3.40	3.46	3.49
Recovery	4E%	83.2	84.1	83.8	83.9
Metal in concentrate	4E oz	47,952	49,343	53,007	49,053
Metal in converter matte	4E oz	55,700	50,530	31,420	50,076
<b>Metal sales</b>					
4E sales	Oz	56,105	47,516	34,049	46,689
Nickel	Tonnes	420	406	278	421
Copper	Tonnes	294	276	189	288

As previously reported, both mining and processing operations were adversely affected by power outages at the beginning of the quarter due to problems within the regional power supply network. The network problems have for now been resolved and there has been no recurrence of the power outages. Open cast mine production was also affected by difficult mining conditions encountered during the period.

Processing of concentrates stock piled during the furnace reline was completed during the quarter. As a result metal production and despatches were 10% and 18% above the previous quarter respectively.

## FINANCIAL – Zimbabwe Platinum Mines (Private) Limited

Operating cash flow	March Quarter 2008 US\$ 000's	December Quarter 2007 US\$ 000's	September Quarter 2007 US\$ 000's	June Quarter 2007 US\$ 000's
Revenue	101,951	60,672	38,574	63,083
Operating Costs	(46,664)	(34,264)	(22,254)	(30,968)
Operating Profit	55,287	26,408	16,319	32,115

Revenue was 68% up on the previous quarter reflecting the impact of higher sales volumes and metal prices.

Operating costs were 36% up on the previous quarter mainly due to the higher sales volumes. Costs were also adversely affected by rate reviews on major mining contracts and significant increases in prices of inputs in particular power and fuel.

The higher sales revenue more than compensated for the increase in costs resulting in an improvement in operating margin from 41% to 54%.

Cash and total cost of production	March Quarter 2008 US\$	December Quarter 2007 US\$	September Quarter 2007 US\$	June Quarter 2007 US\$
Cash cost of production per 4E ounce	668	561	518	534
Less by-product credits	(258)	(188)	(182)	(357)
Net cash cost per 4E ounce	410	373	336	177
Amortisation and depreciation	174	197	137	129
Total cost per 4E ounce *	584	570	473	306
Surplus per 4E ounce**	974	563	478	688

Cash cost per 4E ounce increased by 19% in response to the increase in operating costs as explained above.

\*Net of by-product revenue

\*\* Total Revenue, less total cost/Total 4E ounces.

## PGM PRICES

The average pgm and gold prices for the past 4 quarters are as follows:

	March 2008 Quarter	December 2007 Quarter	September 2007 Quarter	June 2007 Quarter
Platinum (USD per oz)	1 748	1 491	1 294	1 272
Palladium (USD per oz)	377	354	350	363
Rhodium (USD per oz)	7 037	6 812	6 121	6 080
Gold (USD per oz)	892	805	668	667
Nickel (USD per tonne)	27 980	25 979	30 195	48 038

## PHASE 1 EXPANSION PROJECT

The Phase 1 Expansion project is progressing well with work on the two underground mines, the concentrator and related infrastructure generally on schedule.

## INDIGENISATION AND POLITICAL ENVIRONMENT

As previously reported, the Indigenisation and Economic Empowerment Act became law after it received presidential assent and was gazetted on 7 March 2008. We await the gazettement of the accompanying regulations which detail how the Act will be applied.

Zimbabwe held harmonised presidential, parliamentary, senatorial and local government elections on 29 March 2008. The results of all the elections except for the presidential vote have been announced. We are monitoring the situation very closely in order to minimise any potential impacts.

### Share price

The average share price for the quarter was A\$13.88 (previous quarter: A\$13.00).

### Capital Structure

#### Major shareholders as at 31 March 2008:

Impala Platinum Holdings Limited	87.00%
Corporate Holdings Limited	3.14%
Mr. Adrian Vanderspuy	2.60%

### Caution

Shareholders are advised to exercise extreme caution in their share dealings due to the very uncertain conditions prevailing in Zimbabwe.

### 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.

### INFORMATION ON ZIMPLATS

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In the report Zimplats refers to Zimplats Holdings Limited and/or its subsidiaries.