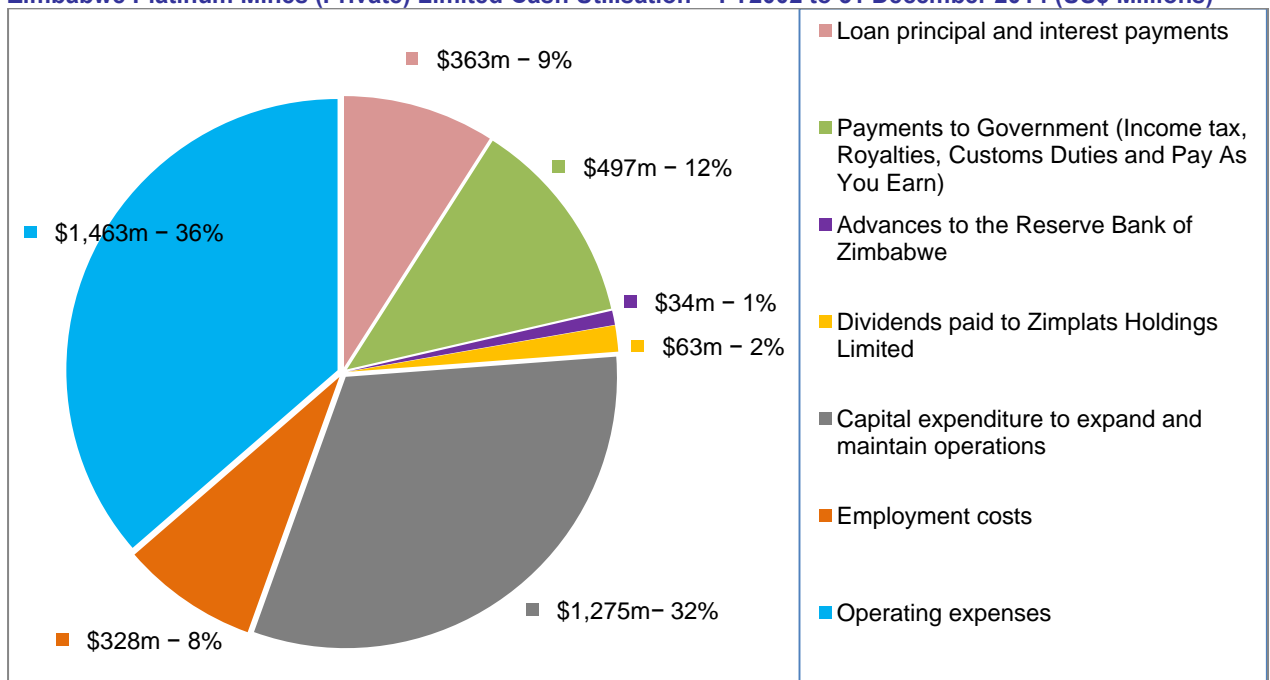




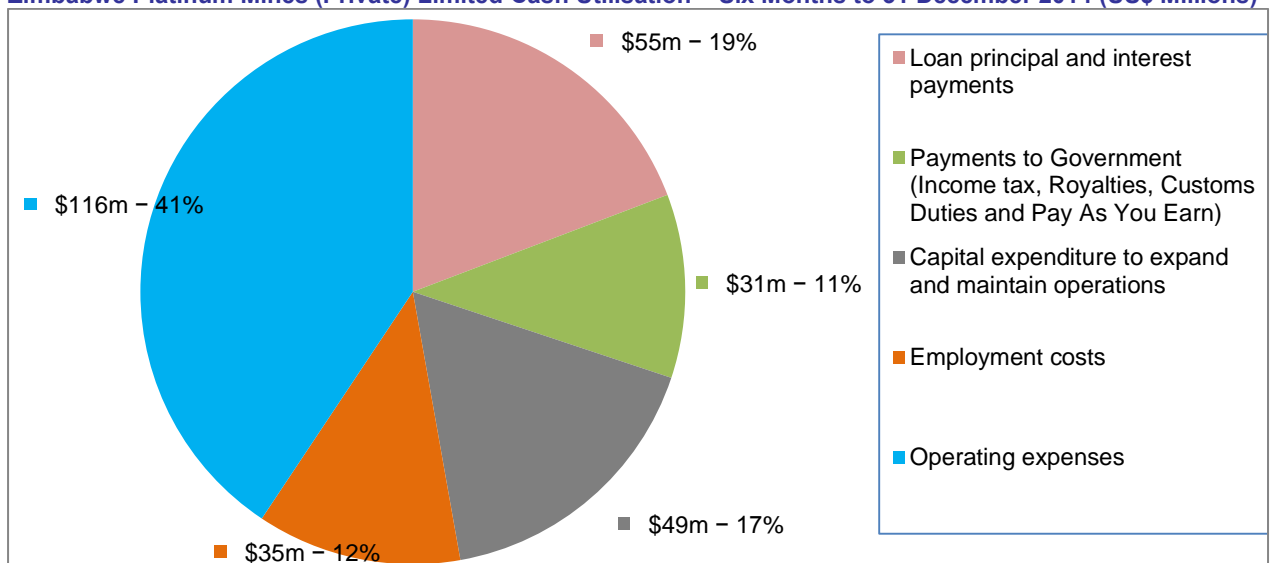
REPORT FOR THE QUARTER ENDED 31 DECEMBER 2014

KEY FEATURES

Zimbabwe Platinum Mines (Private) Limited Cash Utilisation – FY2002 to 31 December 2014 (US\$ Millions)



Zimbabwe Platinum Mines (Private) Limited Cash Utilisation – Six Months to 31 December 2014 (US\$ Millions)



- No fatal accidents reported during the quarter.
- Two lost time injuries (LTI's) recorded during the quarter.
- Bimha Mine re-development commenced during December 2014.
- Contracted open-pit mining to supplement lost production from Bimha Mine will commence in the new quarter.
- Mining and milling volumes were 15% and 12% lower than the previous quarter respectively due to the closure of Bimha Mine.
- Financial performance was negatively impacted by lower production volumes, softer metal prices and the write-off of assets lost as a result of the Bimha Mine collapse.
- The Ngezi Phase II Expansion Project remained on track to achieve steady-state capacity in the new quarter.

SAFETY

Two LTIs were recorded in the quarter, a similar performance to the previous quarter.

PRODUCTION

		December Quarter 2014	September Quarter 2014	% Change	December Quarter 2013	% Change
Mining						
Ore mined	Tonnes (000's)	1,152	1,351	(15)	1,387	(17)
Head grade	4E g/t	3.25	3.25	-	3.28	(1)
Processing						
Ore milled	Tonnes (000's)	1,163	1,315	(12)	1,472	(21)
Recovery	4E%	81.5	81.1	1	81.7	(0)
Metal in concentrate	4E oz	99,202	111,536	(11)	126,656	(22)
Metal in converter matte	4E oz	102,476	105,667	(3)	113,198	(9)
Nickel	Tonnes	1,080	1,081	-	1,111	(3)
Copper	Tonnes	767	768	-	817	(6)
Metal sales						
In converter matte						
4E	Oz	100,443	108,544	(7)	110,263	(9)
Nickel	Tonnes	968	1,044	(7)	1,106	(12)
Copper	Tonnes	696	738	(6)	814	(14)

Production during the quarter was significantly impacted by the precautionary closure of Bimha Mine (23 August 2014), following the subsidence of ground at that operation. Six of the affected eight production fleets at Bimha Mine were successfully redeployed in order to offset potential production losses. However, productivity from these teams has been impacted by constrained redundancy. Consequently, tonnes mined decreased by 15% from the previous quarter.

During the quarter under review, studies by internal and external experts were further advanced to fully understand the nature/extent of the ground collapse and structural geological settings. Following a detailed risk assessment, the Board initiated the re-development of Bimha Mine which commenced in December 2014 with two mining fleets deployed to re-establish reef access. No significant further ground movements have been observed and management continues to closely monitor the situation. The collapse at the Bimha Mine and the on-going review of mine design and operating practises at the Ngezi operations will impact ore reserves and further details will be made available once the mine design work is complete.

In an effort to further ameliorate the impact of closing Bimha Mine, the Board has approved the initiation of further contracted open-pit mining to supplement ore supply to the processing operations. Contractor mobilisation is currently in progress and first production is expected in the fourth quarter.

Tonnes milled decreased by 12% from the previous quarter due to lower mining volumes, resulting in an 11% decrease in 4E metal production in concentrate. Head grade (4E) was maintained at 3.25 g/t during the quarter, and metal recovery (4E) improved by 1% to 81.5%, mainly as a result of lower volumes and higher mass pull.

Metal in converter matte decreased by only 3% compared to the previous quarter, as a result of lower mill volumes being offset by the smelting of concentrates that were stockpiled in the previous quarter.

Metal sales decreased by 7% from 108,544 ounces (4E) in the previous quarter, to 100,443 ounces (4E).

FINANCIAL

	December Quarter 2014 US\$ 000's	September Quarter 2014 US\$ 000's	% Change	December Quarter 2013 US\$ 000's	% Change
Revenue	100,591	132,935	(24)	121,122	(17)
Operating costs*	(114,285)	(94,440)	(21)	(101,311)	13
De-recognition of property, plant and equipment	(22,905)	-	n/a	-	n/a
Direct operating costs	(91,380)	(94,440)	3	(101,311)	10
(Loss)/Profit from operations before royalties*	(13,694)	38,496	(136)	19,811	(169)
Royalties	(6,823)	(9,051)	25	(8,587)	21
(Loss)/Profit from operations after royalties*	(20,517)	29,445	(170)	11,224	(283)

*Excluding fair value adjustments and tax penalties

Financial performance was impaired by the lower production volumes and metal prices.

Revenue decreased by 24% from the previous quarter, impacted by an 18% decrease in gross revenue received per (4E) ounce and a 7% decrease in sales volumes.

Direct operating cost decreased by 3% compared to the previous quarter, in line with lower production. However, total operating cost for the period under review increased by 21% from the previous quarter, directly as a result of the collapse at Bimha Mine and the loss of associated underground infrastructure (development, support, plant and equipment). Consequently, an amount of US\$22.9 million has been written off during the quarter. An insurance claim is in the process of being finalised for associated plant and equipment, and any compensation received will offset the impact of the write-off.

In line with lower production and metal prices, revenue based royalties declined by 25%.

Consequently, the company reported an operating loss of US\$20.5 million for the quarter.

Cash and total cost of production	December Quarter 2014 US\$	September Quarter 2014 US\$	% Change	December Quarter 2013 US\$	% Change
Cash cost per 4E ounce	734	728	(1)	689	(7)
Net cash cost per 4E ounce	600	549	(9)	538	(11)
Amortisation and depreciation	166	148	(13)	124	(34)
Total cost per 4E ounce *	766	696	(10)	662	(16)
Total revenue per 4E ounce	1,001	1,225	(18)	1,098	(9)

*Net of by-product revenue.

In line with lower production, cash cost per 4E ounce increased by 1% compared to the previous quarter.

During the quarter, local spend in Zimbabwe (excluding payments to the Government of Zimbabwe and related institutions) increased marginally by 2% to US\$51 million, and payments to Government in direct and indirect taxes decreased by 32% to US\$13 million compared to the previous quarter, directly as a result of lower revenue based royalty payments.

METAL PRICES

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

	December Quarter 2014	September Quarter 2014	% Change	December Quarter 2013	% Change
Platinum (US\$ per oz)	1,229	1,435	(14)	1,398	(12)
Palladium (US\$ per oz)	787	863	(9)	725	9
Rhodium (US\$ per oz)	1,163	1,213	(4)	918	27
Gold (US\$ per oz)	1,200	1,283	(6)	1,272	(6)
Nickel (US\$ per tonne)	15,794	18,565	(15)	13,901	14

EXPANSION

Development of the Mupfuti Mine (Phase II Expansion) remains on schedule to reach design production in early 2015.

RESOLUTION OF OUTSTANDING ISSUES WITH GOVERNMENT

Taxation Issues

Additional Profits Tax Court case

There were no new developments pertaining to this matter during this quarter.

Penalty on Prior Year Income Tax case

There were no new developments pertaining to this matter during this quarter.

The Reserve Bank of Zimbabwe Debt

There were no new developments pertaining to this matter during this quarter.

Indigenisation and Economic Empowerment

The company continues to engage with the Government of Zimbabwe with regard to Zimbabwe Platinum Mines (Private) Limited's Indigenisation Implementation Plan.

SHAREHOLDER INFORMATION

Share price

The average share price for the quarter was AU\$8.75 (previous quarter: AU\$8.72).

Capital Structure

Major shareholders as at 31 December 2014:

Impala Platinum Holdings Limited	87.00%
HSBC Custody Nominees (Australia) Ltd	5.33%
JP Morgan Nominees PTY Limited	2.61%
Citicorp Nominees PTY limited	2.06%

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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