

Zimplats Holdings Limited



REPORT FOR THE QUARTER ENDED 30 JUNE 2019

KEY FEATURES

- One fatality and four other lost-time injuries were recorded during the quarter
- The number of fatality free shifts worked dropped from 10 million to 0.5 million
- Tonnes mined decreased 2% from the previous quarter
- Tonnes milled decreased 2% from the previous quarter
- Platinum production increased by 2% from the previous quarter
- Cash cost per platinum ounce produced decreased 12% from the previous quarter.

SAFETY

The Group's ultimate safety objective is the achievement of a "zero harm" status. This commitment continues to be the guiding principle and the bedrock on which the Group's activities and processes are built.

Sadly, the Group recorded a fatality and four other lost-time injuries during the quarter. The fatal accident, which claimed the life of Mr Richard Mapuranga, happened at Mupfuti Mine on 5 April 2019 and was reported in the previous quarter's report. Work to re-energise the teams after this experience has commenced and we are confident the situation will be turned around.

PRODUCTION

		June quarter 2019	March quarter 2019	% change	June quarter 2018	% change
Mining						
Ore mined	Tonnes (000)	1 673	1 708	(2)	1 564	7
6E head grade	g/t	3.48	3.48	-	3.47	-
Processing						
Ore milled	Tonnes (000)	1 570	1 604	(2)	1 578	(1)
6E recovery	%	78.8	78.9	-	78.8	-
Metal in final product						
Platinum	Ounces	67 978	66 495	2	65 629	4
Palladium	Ounces	57 258	55 149	4	53 262	8
Gold	Ounces	8 496	8 486	-	7 213	18
Rhodium	Ounces	5 905	5 898	-	5 879	-
Ruthenium	Ounces	5 143	5 012	3	5 075	1
Iridium	Ounces	2 356	2 406	(2)	2 363	-
6E total	Ounces	147 136	143 446	3	139 421	6
Silver	Ounces	12 914	11 968	8	11 923	8
Nickel	Tonnes	1 319	1 340	(2)	1 271	4
Copper	Tonnes	1 004	977	3	907	11
Cobalt	Tonnes	24	21	14	19	26

Ore mined decreased by 2% in the fourth quarter from the quarter ended 31 March 2019 mainly due to a temporary work stoppage following the fatal accident experienced at Mupfuti Mine in April 2019. Ore mined increased by 7% from the prior year's comparable quarter ended 30 June 2018, largely due to fleet productivity improvements undertaken in FY2019.

Tonnes milled decreased by 2% from the previous quarter due to planned mill reline shutdowns at both concentrators during the quarter under review. Despite the decrease in volume of ore milled, 6E metal production in final product increased by 3%

and 6% from previous quarter and prior year's comparable quarter respectively, mainly due to metal recovered from draining the furnace for the major rebuild, which commenced on 10 June 2019 (3 036 ounces of 6E).

FINANCIAL

	June quarter 2019	March quarter 2019	% change	June quarter 2018	% change
Total operating cash cost (US\$000)	77 076	95 394	19	85 762	10
Transfer from/(to) closing stocks (US\$000)	5 097	(4 240)	220	(535)	1 053
Cash cost of metal produced (US\$000)	82 173	91 154	10	85 227	4
Operating cash cost per platinum ounce (US\$)	1 209	1 371	12	1 300	7

The operating cash cost per platinum ounce decreased by 12% from the previous quarter, mainly due to a 10% decrease in operating costs and a 2% increase in platinum production. Operating costs decreased from the previous quarter mainly due to improved efficiencies.

EXPLORATION

A total of US\$2.67 million was spent for the year ended 30 June 2019 on surface drilling (26 628 metres), sample assay analysis and geophysics ahead of mining all portals.

SHAREHOLDER INFORMATION

Shareholder enquiries

Matters relating to 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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