

NORTHAM PLATINUM LIMITED  
 (Registration number 1977/003282/06)  
 Share code: NHM ISIN: ZAE000030912  
 Debt issuer code: NHMI  
 Bond code: NHM002  
 Bond ISIN: ZAG000129024  
 Bond code: NHM003  
 Bond ISIN: ZAG000129032  
 ("Northam" or the "group" or "company")

REVIEWED INTERIM RESULTS  
 for the six months ended  
 31 December 2016

These reviewed interim results have been prepared under the supervision of the chief financial officer,  
 Mr AZ Khumalo CA(SA).

The financial results of the group have been reviewed by Ernst & Young Inc, under the supervision of  
 Mr M Herbst CA(SA), a registered auditor. A copy of their unmodified reviewed report is available for inspection at  
 the company's registered office.

The interim results of the group will be published on the group's website on Friday, 24 February 2017.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Reviewed 6 months ended 31 December 2016 R000	Reviewed 6 months ended 31 December 2015 R000	Audited 12 months ended 30 June 2016 R000
Sales revenue	3 458 827	3 205 358	6 097 070
Cost of sales	(3 106 871)	(3 111 953)	(5 713 722)
Operating costs	(2 771 920)	(2 373 038)	(5 007 233)
Concentrates purchased	(178 221)	(238 977)	(350 514)
Refining and other costs	(66 223)	(69 954)	(133 186)
Depreciation and write-offs	(226 835)	(203 146)	(403 545)
Change in metal inventories	136 328	(226 838)	180 756
Operating profit	351 956	93 405	383 348
Share of earnings/(losses) from associate and joint venture	1 851	(11 615)	(32 253)
Investment revenue	107 442	163 564	265 258
Finance charges excluding preference share dividends	(50 146)	(29 258)	(39 634)
Sundry income	40 821	127 001	180 928
Sundry expenditure	(82 109)	(69 278)	(92 122)
Profit before preference share dividends	369 815	273 819	665 525
Amortisation of liquidity fees paid on preference shares	(8 195)	(8 527)	(18 088)
Preference share dividends	(482 753)	(430 414)	(918 806)
Loss on derecognition of preference share liability	(902)	-	-
Loss before tax	(122 035)	(165 122)	(271 369)
Taxation	(104 569)	(107 847)	(236 894)
Loss for the period	(226 604)	(272 969)	(508 263)
	Reviewed 6 months ended 31 December 2016 R000	Reviewed 6 months ended 31 December 2015 R000	Audited 12 months ended 30 June 2016 R000
Other comprehensive income			
Items that may be subsequently reclassified to profit or loss	-	-	19 822
Share of associate's exchange differences on translating foreign operations and foreign			

currency translation	-	-	(3 947)
Reclassification of other comprehensive income from associate to profit or loss	-	-	23 769
Loss and total comprehensive income for the period	(226 604)	(272 969)	(488 441)
Reconciliation of headline loss per share loss for the period	(226 604)	(272 969)	(508 263)
(Profit)/loss on sale of property, plant and equipment	(841)	1 523	(57)
Impairment of associate's assets	-	-	11 185
Loss on sale of investment in associate	-	-	21 024
Impairment/(reversal of impairment) of non-core assets	841	39 951	(13 610)
Tax effect on above	235	(426)	(3 116)
Headline loss	(226 369)	(231 921)	(492 837)
Loss per share - cents	(64.8)	(78.0)	(145.3)
Fully diluted loss - cents	(64.8)	(78.0)	(145.3)
Headline loss per share - cents	(64.7)	(66.3)	(140.9)
Fully diluted headline loss per share - cents	(64.7)	(66.3)	(140.9)
Dividends per share	-	-	-
Weighted average number of shares in issue	349 875 759	349 875 759	349 875 759
Fully diluted number of shares in issue	349 875 759	349 875 759	349 875 759
Number of shares in issue	509 781 212	509 781 212	509 781 212
Treasury shares in issue	159 905 453	159 905 453	159 905 453
Shares in issue adjusted for treasury shares	349 875 759	349 875 759	349 875 759

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Reviewed 6 months ended 31 December 2016 R000	Reviewed 6 months ended 31 December 2015 R000	Audited 12 months ended 30 June 2016 R000
<b>ASSETS</b>			
Non-current assets	14 579 701	13 660 222	14 110 084
Property, plant and equipment	8 392 953	7 317 097	7 853 993
Mining properties and mineral resources	5 621 172	5 664 180	5 614 094
Interest in associates and joint ventures	164 195	231 138	192 164
Unlisted investment	649	6	6
Land and township development	46 154	18 400	51 341
Long-term receivables	87 011	92 557	89 717
Investments held by Northam Platinum Restoration Trust Fund	97 832	89 990	93 647
Environmental Guarantee investment	62 219	59 522	60 345
Buttonshope Conservancy Trust	10 545	11 018	10 445
Other financial assets	8 450	-	-
Deferred tax asset	88 521	176 314	144 332
Current assets	4 376 131	4 153 965	4 867 779
Inventories	1 482 974	905 379	1 330 270
Trade and other receivables	617 792	341 416	375 204
Cash and cash equivalents	2 227 909	2 906 354	3 105 080
Tax receivables	47 456	816	57 225
Non-current assets held for sale	45 565	-	-
Total assets	19 001 397	17 814 187	18 977 863
	Reviewed 6 months ended 31 December 2016 R000	Reviewed 6 months ended 31 December 2015 R000	Audited 12 months ended 30 June 2016 R000
<b>EQUITY AND LIABILITIES</b>			
Total equity	8 501 380	8 943 456	8 727 984
Stated capital	13 778 114	13 778 114	13 778 114
Treasury shares	(6 556 123)	(6 556 123)	(6 556 123)
Retained earnings	404 941	866 839	631 545
Equity settled share-based payment reserve	874 448	874 448	874 448

Share of other comprehensive income from associate		-	(19 822)	-
Non-current liabilities	9 285 653		7 772 836	9 072 179
Deferred tax liability	566 410		543 398	590 637
Long-term provisions	272 205		215 920	272 820
Preference share liability	7 725 705		6 931 596	7 429 549
Long-term loans	248 717		38 063	275 513
Long-term share-based payment liability	52 432		43 859	84 373
Domestic medium-term notes	420 184		-	419 287
Current liabilities	1 214 364		1 097 895	1 177 700
Current portion of long-term loans	13 202		3 801	13 201
Short-term share-based payment liability	71 099		20 049	56 704
Tax payable	105 447		117 497	104 072
Trade and other payables	868 788		817 886	877 935
Other financial liabilities	10 508		-	-
Short-term provisions	145 320		138 662	125 788
Total equity and liabilities	19 001 397		17 814 187	18 977 863

#### INTERIM CONSOLIDATED STATEMENT OF CHANGES OF EQUITY

	Stated capital R000	Retained earnings R000	Equity settled share-based payment reserve R000	Other comprehensive income from associate R000	Total R000
Opening balance as at 1 July 2015	7 221 991	1 139 808	874 448	(19 822)	9 216 425
Total comprehensive income for the period	-	(272 969)	-	-	(272 969)
Balance as at 31 December 2015	7 221 991	866 839	874 448	(19 822)	8 943 456
Total comprehensive income for the period	-	(235 294)	-	19 822	(215 472)
Loss for the period	-	(235 294)	-	-	(235 294)
Other comprehensive income for the period	-	-	-	19 822	19 822
Balance as at 30 June 2016	7 221 991	631 545	874 448	-	8 727 984
Loss and total comprehensive income for the period	-	(226 604)	-	-	(226 604)
Balance as at 31 December 2016	7 221 991	404 941	874 448	-	8 501 380

#### INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed 6 months ended 31 December 2016 R000	Reviewed 6 months ended 31 December 2015 R000	Audited 12 months ended 30 June 2016 R000
Cash flows from operating activities	216 430	684 374	839 081
Loss before taxation	(122 035)	(165 122)	(271 369)
Adjusted for the following non-cash items as well as discloseable items			
Depreciation and write-offs	226 835	203 146	403 545
Changes in provisions	18 917	6 195	50 221
Changes in long-term receivables	2 706	1 946	4 786
Investment revenue	(107 442)	(163 564)	(265 258)
Finance charges excluding preference share dividends	50 146	29 258	39 634
Finance charges on preference shares	482 753	430 414	918 806
Capitalised finance charges on the preference shares	17 442	-	-
Liquidity fees on the preference shares	8 195	8 527	18 088
Movement in share-based payment liability	(17 546)	(66 577)	10 592

Impairment/(reversal of impairment) of investment in associates	841	39 951	(13 610)
Share of (earnings)/losses from associate	(1 851)	11 615	32 253
Loss on sale of investment in associate	-	-	21 024
Amortisation of participation interest in the Pandora joint venture	-	-	2 600
Profit on sale of property, plant and equipment	(841)	-	(57)
Net foreign exchange difference	30 018	-	-
Other	2 173	2 822	1 395
Change in working capital	(404 439)	236 499	(162 131)
Movement relating to land and township development	5 187	-	(41 341)
Movement in other financial assets and liabilities	2 058	-	-
Investment revenue	107 442	163 564	265 258
Taxation paid	(84 129)	(54 300)	(175 355)
	Reviewed	Reviewed	Audited
	6 months ended	6 months ended	12 months ended
	31 December	31 December	30 June
	2016	2015	2016
	R000	R000	R000
Cash flows utilised in investing activities	(777 978)	(515 051)	(1 126 793)
Property, plant, equipment, mining properties and mineral reserves			
Additions to maintain operations	(130 803)	(184 746)	(369 636)
Additions to expand operations	(624 705)	(299 760)	(804 344)
Disposal proceeds	918	391	4 235
Movement in land and township development	-	(8 400)	-
Investment in associate - cash distributed	-	-	24
Additional investment made in associate	(16 586)	(8 157)	(20 601)
Proceeds received on the sale of investment in Trans Hex Group Limited	-	-	81 815
Acquisition of unlisted investments	(643)	-	-
Increase in investment held by the Northam Platinum Restoration Trust Fund	(4 185)	(6 998)	(10 655)
Increase in the investments held by the Environmental Guarantee investment	(1 874)	(7 400)	(8 223)
Movement in investments held by the Buttonshope Conservancy Trust Fund	(100)	19	592
Cash flows utilised from financing activities	(285 605)	(1 401 158)	(745 397)
Interest paid	(50 146)	(29 258)	(39 634)
Repayment of long-term loans	(26 795)	(1 900)	244 950
Acquisition of Zambezi Platinum (RF) Limited preference shares	(208 664)	-	-
Domestic medium-term debt notes issued	-	-	419 287
Domestic medium-term debt notes repaid	-	(1 370 000)	(1 370 000)
Decrease in cash and cash equivalent	(847 153)	(1 231 835)	(1 033 109)
Net foreign exchange difference on cash and cash equivalents	(30 018)	-	-
Cash and cash equivalents at the beginning of the period	3 105 080	4 138 189	4 138 189
Cash and cash equivalents at the end of the period	2 227 909	2 906 354	3 105 080

#### NOTES TO THE REVIEWED INTERIM RESULTS

##### 1. ACCOUNTING POLICIES AND THE BASIS OF PREPARATION

The financial statements have been prepared on the historical cost basis, except for the financial instruments to the extent required or permitted under International Financial Reporting Standards (IFRS) and as set out in the relevant accounting policies detailed in Northam's annual integrated reporting, which includes the annual financial statements for the year ended 30 June 2016. These interim financial statements incorporate the accounting policies which have been applied on a basis consistent with the previous year, with the exception of the policies adopted during the period as more fully set out below.

The group interim financial statements have been prepared in accordance with the framework concepts and the measurement and recognition requirements of IFRS, its interpretations issued by the IFRS Interpretations

Committee, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, presentation and disclosed as required by IAS34 Interim Financial Reporting the JSE Listing Requirements and the requirements of the Companies Act No. 71 of 2008 (Companies Act) with the exception of the adoption of the following amendments, standards or interpretations with effect from 1 July 2016:

- IFRS 10, IFRS 12 and IAS 28 Investment Entities: Applying the Consolidation Exception - Amendments to IFRS 10, IFRS 12 and IAS 28
- IFRS 11 Accounting for Acquisitions of Interest in Joint Operations - Amendments to IFRS 11
- IFRS 14 Regulatory Deferral Accounts
- IAS 1 Disclosure Initiative - Amendments to IAS 1
- IAS 16 and IAS 38 - Clarification of Acceptable Methods of Depreciation and Amortisation - Amendments to IAS 16 and IAS 38
- IAS 16 and IAS 41 Agriculture - Bearer Plants - Amendments to IAS 16 and IAS 41
- IAS 27 - Equity Method in Separate Financial Statements - Amendments to IAS 27
- AIP IFRS 5 Non-current Assets Held for Sale and Discontinued Operations - Changes in methods of disposal
- AIP IFRS 7 Financial instruments: Disclosures - Servicing contacts
- AIP IFRS 7 Financial instruments: Disclosures - Applicability of the offsetting disclosures to condensed interim financial statements
- AIP IAS 19 Employee Benefits - Discount rate: regional market issue
- AIP IAS 34 Interim Financial Reporting - Disclosure of information 'elsewhere in the interim financial report'

The adoption of these amendments resulted in changes only in the way in which the interim financial results statements are presented, as well as additional disclosures in the annual financial statements. They did not impact any amounts recognised in the interim consolidated statement of comprehensive income or interim consolidated statement of financial position.

## 2. RELATED PARTIES

The group enters into various sales, purchases, financing and lease transactions in the ordinary course of business with a large number of entities, some of whom are related parties.

## 3. EVENTS AFTER THE REPORTING PERIOD

Subsequent to the reporting period, an agreement was entered into with Glencore Operations South Africa Proprietary Limited to purchase the Eland mine near Brits in the North west province for R175.0 million.

There have been no other events subsequent to the period end which require additional disclosure or adjustment to these interim financial results.

## FINANCIAL, OPERATING AND PRODUCTION STATISTICS

	6 months ended 31 December 2016 R000	6 months ended 31 December 2015 R000	12 months ended 30 June 2016 R000
NORMALISED HEADLINE EARNINGS PER SHARE (HEADLINE EARNINGS ADJUSTED FOR THE IMPACT OF THE BEE TRANSACTION)			
Headline loss	(226 369)	(231 921)	(492 837)
Add back:			
Amortisation of liquidity fees paid on preference shares	8 195	8 527	18 088
Preference share dividends	482 753	430 414	918 806
Loss on derecognition of preference share liability	902	-	-
Normalised headline earnings	265 481	207 020	444 057
Normalised earnings per issued share (cents)	52.1	40.6	87.1
Number of shares in issue including treasury shares	509 781 212	509 781 212	509 781 212

## VALUE CREATED AND DISTRIBUTED

Value created and distributed to employees:			
Salaries and wages	815 741	747 652	1 583 260
Contributions to retirement benefit funds	63 959	63 040	123 964
Contributions to healthcare funds	34 516	32 806	68 831
Share-based payment payouts	43 120	48 868	56 222
Total value created and distributed to employees	957 336	892 366	1 832 277
Value created and distributed to government:			
Mining and non-mining tax	72 985	89 604	140 825
Mining royalties	32 132	23 017	44 283
Pay-as-you-earn deducted from employees	162 783	157 976	294 043
Total value created and distributed to government	267 900	270 597	479 151

## MARKET INFORMATION AND SHARE STATISTICS

Total number of shares in issue	509 781 212	509 781 212	509 781 212
Weighted average number of shares in issue	349 875 759	349 875 759	349 875 759
Treasury shares held	159 905 453	159 905 453	159 905 453

Market capitalisation	20 646 139	13 453 126	21 920 592
Closing share price (in cents)	4 050	2 639	4 300

## RESULTS COMMENTARY

### FINANCIAL OVERVIEW

#### Statement of comprehensive income

Sales revenue generated by the group increased 7.9% to R3.5 billion (H1 F2016: R3.2 billion) compared to the previous period despite lower sales volumes. The higher revenue reflected a 19.1% increase in the total revenue per platinum oz sold of R25 720/oz (H1 F2016: R21 594/oz) aided by a 3.2% weaker average ZAR/USD exchange rate of R13.99/USD (H1 F2016: R13.55/USD).

Sales volumes declined by 9.8% to 223 705 oz for the current period (H1 F2016: 248 075 oz) reflecting metallurgical constraints and an 18-day outage resulting from a mill bearing failure on the UG2 concentrator at Zondereinde.

Cost of sales were unchanged at R3.1 billion despite higher operating costs. Operating costs increased by 16.8% to R2.8 billion (H1 F2016: R2.4 billion). This reflected the impact of higher labour and power costs as well as greater production volumes from the Booyssendal North mine. Depreciation and associated write-offs were higher and the cost of purchased concentrate dropped in line with lower third party deliveries. Higher depreciation costs are driven by the higher units of production at the Booyssendal North mine which increased metal production volumes by 35.4%.

The positive change in metal inventories reflects the increase in stockpiles within the group as ore production exceeds current milling and smelting capacity. The higher group revenue with an unchanged cost of sales resulted in an operating profit of R352.0 million (H1 F2016: R93.4 million), at an operating margin of 10.2% (H1 F2016: 2.9%).

Investment revenues dropped by 34.3% to R107.4 million (H1 F2016: R163.6 million), reflecting the lower average cash balances during the current period as cash has been deployed for expansion of current production capacity. Sundry income was down 67.9% largely as a result of the once off receipt from a cancelled insurance contingency policy and an insurance refund in the comparable period.

The increase in finance charges reflects the costs associated with the two domestic medium-term notes of R175.0 million and R250.0 million reported at the end of F2016. Included in sundry expenditure, which is up 18.5%, is a net foreign currency loss compared to a net gain in the previous period. The cumulative non-cash preference share dividends increased by 12.2% to R482.8 million (H1 F2016: R430.4 million), net of capitalised interest of R17.4 million, due to the compounding nature of the preference share liability.

Although group operating profits were higher at R352.0 million (H1 F2016: R93.4 million), the tax charge was similar owing to the utilisation of unredeemed capital expenditure against increased mining income and the reduction of taxable non-mining income.

#### Cash flows

Abnormally high inventory levels and prepayments drove working capital requirements, which in turn led to a decline of 68.4% in operating cash flows to R216.4 million (H1 F2016: R684.4 million). The high inventory levels accounted for in working capital reflect the higher mining production of the group relative to its current metallurgical capacity, which will be released once the new furnace is commissioned. Working capital movement includes the prepayment of R157.9 million relating to the construction of the aerial rope conveyor for ore transportation at the Booyssendal South mine.

The cash utilised in investing activities is 51.1% up at R777.9 million (H1 F2016: R515.1 million) owing to the group's current intensive capital expenditure programme.

Cash flows utilised in financing activities amounting to R285.6 million, decreased 79.6% from the previous period's R1.4 billion, due to the relatively lower levels of financing-related repayments in the current period. In the previous period, the repayment of the R1.4 billion domestic medium-term note was recorded. In the current period, Northam acquired Zambezi preference shares to the value of R208.7 million.

#### OPERATIONS

##### Zondereinde

Management and employees of Zondereinde are commended for achieving the milestone of 6 million fatality-free shifts during the current period. The lost time injury incident rate (LTIIR) improved to 1.59 injuries per 200 000 hours worked (F2016: 1.92)

Management however regrets to report that soon after the end of this reporting period, Mr Alexandre Macave, a locomotive operator, was fatally injured in an underground rail accident on Friday, 6 January 2017. Mr Macave, was a Mozambican citizen aged 54, with 25 years' experience. The board and management express their sincere condolences to the family and colleagues of Mr Macave.

Zondereinde's production was adversely affected by measures taken to reorganise the workforce, along with an 18-day outage of the UG2 milling circuit owing to a mill bearing failure. The workforce reorganisation was a result of the discharge of 357 employees following labour disruptions in June 2016. In spite of the fewer mining crews, centare mining targets were met, but tonnage volumes hoisted were lower, as resources were moved from vamping to stoping teams. UG2 tonnages mined were lower by 12.7% at 610 973 tonnes (H1 F2016: 699 775 tonnes). The Merensky tonnage mined decreased by 2.2% to 512 656 tonnes (H1 F2016: 524 211 tonnes) at a head grade of 5.8g/t. The decline in total tonnages was 8.2% at 1 123 629 tonnes (H1 F2016: 1 223 986 tonnes) with a combined head grade of 4.9g/t.

The mining teams are expected to be back at full complement by the end of March 2017. Merensky ore remains constrained for now, but the ore mix will gradually be modified to accommodate the more dominant Merensky reef in the additional ground acquired from Anglo Platinum, moving to a Merensky:UG2 ratio of 55:45. This should be achievable within a 24 month period, post the section 102 approvals.

Total operating costs at Zondereinde for the period were R1.8 billion (H1 F2016: R1.7 billion), a 7.0% increase. The combination of higher costs and lower production translated into a 12.7% increase in unit cash costs per equivalent refined platinum ounce to R19 980 (H1 F2016: R17 730 per platinum ounce).

The production of equivalent refined metal declined by 7.0% to 144 292 oz (H1 F2016: 155 063 oz) owing to the disruptions mentioned above. Third party concentrate added 14 179 oz to on-mine production.

Capital expenditure during the current period was R425.0 million (H1 F2016: R161.9 million). Expansionary project expenditure accounted for R347.2 million while sustaining expenditure was R77.8 million. The project expenditure pertained primarily to the construction of the new 20MW furnace and drying plant. Expansion and sustaining capital expenditure for the remainder of F2017 is estimated at R160.7 million and R137.3 million respectively.

Zondereinde's current total resource estimate is 84.0 million oz (Moz) (F2016: 84.1Moz) excluding the recent purchase of resources. Mineral resources purchased from the neighbouring Tumela mine are expected to increase this resource base by 16.7Moz on completion of the transaction.

#### Booyensdal

Booyensdal's outstanding safety run continued, with an improvement in the lost time injury rate per 200 000 hours worked to 0.14 (F 2016: 0.44). The mechanised mining method remains a significant safety differentiator.

The Merensky North mine at Booyensdal has been brought into production and is producing at a rate of 25 000 tonnes per month. Production has been stockpiled and 133 952 tonnes (H1 F2016: 42 809 tonnes), at a head grade of 2.0g/t was mined during the period. The head grade at steady state will be around 2.5g/t. Production from the UG2 mine increased by 31.4% with 1 190 722 tonnes mined (H1 F2016: 906 000 tonnes) at a head grade of 2.7g/t. The combined tonnage mined was 1 324 674 tonnes (H1 F2016: 948 809 tonnes) at a head grade of 2.7g/t.

Chrome concentrate produced for the current period was 138 635 tonnes (H1 F2016: 95 166 tonnes), a 45.7% increase, in line with the higher volume of UG2 ore mined.

Booyensdal's total operating costs rose 42.2% to R948.8 million (H1 F2016: R667.4 million). This is in direct correlation with the higher production volumes from Booyensdal, at 100 021 oz (H1 F 2016: 73 882 oz).

The cash cost per equivalent 3PGM+Au ounce in concentrate was R9 218 (H1 F2016: R9 075) a 1.6% increase compared to the previous period. This equates to a cash cost per platinum ounce of R15 271/oz (H1 F2016: R14 854/oz).

Capital expenditure was R330.0 million for the period (H1 F2016: R322.1 million) of which R277.5 million was project expenditure and R52.5 million sustaining expenditure. In addition, R157.9 million was prepaid for the construction of the aerial rope conveyor system at Booyensdal South. The Booyensdal estimated expansionary and sustaining capital expenditure for the rest of F2017 will be R568.5 million and R34.7 million respectively.

#### MINERAL RESOURCES AND RESERVES

The following tables summarise the mineral resources and reserves attributable to Northam for both the current period and previous year. Notes on the reporting criteria are pertinent, together with specific notes which can be found in the Northam annual integrated report for the year ended 30 June 2016, which is available on the group's website.

Mineral resources are reported inclusive of mineral reserves.

Northam group reserves estimate (combined proven and probable)

as at 31 December 2016

As at 30 June 2016

Reef	Mine		3PGM + Au			3PGM + Au		
			Mt	g/t	Moz	Mt	g/t	Moz
Merensky	Booyseindal North mine		14.37	2.95	1.36	14.51	2.92	1.36
	Booyseindal South mine		9.36	2.58	0.78	9.36	2.58	0.78
	Dwaalkop*		-	-	-	-	-	-
	Zondereinde		20.65	5.51	3.66	21.01	5.51	3.72
	Total		44.38	4.06	5.80	44.88	4.06	5.86
UG2	Booyseindal North mine		40.34	3.09	4.00	41.53	3.00	4.00
	Booyseindal South mine		75.86	2.65	6.48	75.86	2.65	6.48
	Dwaalkop*		-	-	-	-	-	-
	Pandora*		1.12	4.20	0.15	1.21	4.10	0.16
	Zondereinde		58.21	4.24	7.93	58.64	4.24	7.99
Combined	Total		175.53	3.29	18.56	177.24	3.27	18.63
	Booyseindal North mine		54.71	3.05	5.36	56.04	2.98	5.36
	Booyseindal South mine		85.22	2.65	7.26	85.22	2.65	7.26
	Dwaalkop*		-	-	-	-	-	-
	Pandora*		1.12	4.20	0.15	1.21	4.10	0.16
	Zondereinde		78.86	4.57	11.59	79.65	4.58	11.71
	Total		219.91	3.45	24.36	222.12	3.43	24.49

\* Current resources and reserves of Pandora and Dwaalkop are quoted as at 30 September 2016 while those of the previous year are at 30 September 2015. The above table excludes any reserves and resources from ground recently acquired from Anglo American Platinum Limited's Tumela mine.

Northam group resources estimate (combined measured, indicated and inferred)

Reef	Mine		as at 31 December 2016			As at 30 June 2016		
			Mt	3PGM + Au g/t	Moz	Mt	3PGM + Au g/t	Moz
Merensky	Booyseindal North		87.82	5.06	14.29	87.82	5.06	14.29
	Booyseindal South		187.55	3.55	21.41	187.55	3.55	21.41
	Booyseindal North mine		16.84	3.23	1.75	16.97	3.23	1.76
	Booyseindal South mine		11.98	2.77	1.07	11.98	2.77	1.07
	Dwaalkop*		38.05	2.98	3.64	38.05	2.98	3.64
UG2	Zondereinde		164.14	7.38	38.93	164.44	7.38	39.00
	Total		506.38	4.98	81.09	506.81	4.98	81.17
	Booyseindal North		152.65	4.86	23.87	152.65	4.86	23.87
	Booyseindal South		235.67	3.20	24.26	235.67	3.20	24.26
	Booyseindal North mine		41.41	4.52	5.88	41.41	4.52	6.02
Combined	Booyseindal South mine		126.76	3.07	12.51	126.76	3.07	12.51
	Dwaalkop*		37.56	4.35	5.25	37.56	4.35	5.25
	Pandora*		14.18	4.65	2.12	14.14	4.65	2.11
	Zondereinde		276.01	5.08	45.07	276.41	5.08	45.14
	Total		884.24	4.19	118.96	884.6	4.19	119.16
	Booyseindal North		240.47	4.94	38.16	240.47	4.94	38.16
	Booyseindal South		423.22	3.36	45.67	423.22	3.36	45.67
	Booyseindal North mine		58.25	4.14	7.62	58.38	4.15	7.78
	Booyseindal South mine		138.74	3.04	13.57	138.74	3.04	13.58
	Dwaalkop*		75.61	3.66	8.90	75.61	3.66	8.89
	Pandora*		14.18	4.65	2.12	14.14	4.65	2.11
	Zondereinde		440.15	5.94	84.01	440.85	5.94	84.14
	Total		1 390.62	4.48	200.05	1 391.41	4.48	200.33

\* Current resources and reserves of Pandora and Dwaalkop are quoted as at 30 September 2016 while those of the previous year are at 30 September 2015. The above table excludes any reserves and resources from ground recently acquired from Anglo American Platinum Limited's Tumela mine.

#### CHANGES TO THE BOARD OF DIRECTORS

Mr JG (John) Smithies was appointed as an independent non-executive director, effective 1 January 2017 as announced on 10 November 2016.

Mr AR (Alwyn) Martin retired from the board of directors, at the conclusion of the annual general meeting, held on 9 November 2016. Ms HH (Hester) Hickey has replaced Mr Martin as chairman of the audit and risk committee.

#### GOING CONCERN AND PROSPECTS

Mining operations have a finite life and are dependent amongst other things on geological, technical as well as



economic factors such as commodity prices and exchange rates. The global economic outlook and low US dollar metal prices are a concern as the group is an exporter of PGMS to global markets. Operations continue to be under pressure due to increasing input costs (mainly power and labour) and lower metal prices.

The board believes that the group has adequate financial resources to continue operating for the foreseeable future and, accordingly, the financial statements have been prepared on a going concern basis.

#### CORPORATE GOVERNANCE

The group is in the process of evaluating compliance in terms of King IV and will update the checklist available on the Northam website [www.northam.co.za](http://www.northam.co.za) in due course.

#### DIVIDENDS

Given the continuing difficult conditions in the mining industry, and taking into consideration the cash requirements for the development of the group's project pipeline and acquisition of platinum assets, the board has resolved not to declare an interim dividend for H1 F2017 (H1 F2016: Rnil cents per share).

On behalf of the board

PL Zim  
Chairman

PA Dunne  
Chief executive

Johannesburg  
21 February 2017

#### DIRECTORS

PL Zim (non-executive chairman)

R Havenstein (lead independent director)

PA Dunne (chief executive officer)\*

AZ Khumalo (chief financial officer)

CK Chabedi (independent non-executive director)

HH Hickey (independent non-executive director)

TE Kgosi (independent non-executive director)

KB Mosehla (non-executive director)

TI Mvusi (independent non-executive director)

JG Smithies (independent non-executive director)\*

\* British

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These results are disclosed in greater detail than has been disclosed in the past, including segmental analyses, breakdown of sales and costs, amongst other metrics. These appear in the reviewed interim results booklet, which is available on the Northam website at [www.northam.co.za](http://www.northam.co.za) and at Northam's registered office.

Johannesburg

24 February 2017

Sponsor and debt sponsor  
One Capital