

Annexure 2

INVESTMENT IN ASSOCIATES AND OTHER AT 30 JUNE 2012

	2012				
	Interest in Pandora joint venture 7.50% Group R000	Interest in Dwaalkop joint venture 50.00% Group R000	Interest in Trans Hex Group Ltd 20.30% Group R000	Total Group R000	Interest in Pandora joint venture 7.50% Company R000
Reconciliation of Northam's interest in associates and joint ventures					
Cost of investment	65 000	300 679	68 897	434 576	65 000
Accumulated depreciation	(9 967)	–	–	(9 967)	(9 967)
Fair value adjustment – 2011	–	–	2 153	2 153	–
Fair value adjustment – 2012	–	–	(35 645)	(35 645)	–
Investment in associate	55 033	300 679	35 405	391 117	55 033
Participants interest	81 882	–	32 416	114 298	(7 500)
Profits to 30 June 2011	94 462	–	–	94 462	–
Profit for the year	6 734	–	32 416	39 150	–
Profit before depreciation	101 196	–	32 416	133 612	–
Cash distribution received	(19 314)	–	–	(19 314)	(7 500)
Carrying value in investment in associate	136 915	300 679	67 821	505 415	47 533
Distribution received from Pandora	–	–	–	–	816
Statement of comprehensive income					
Sales	29 635	–	153 160	182 795	–
Cost of sales and operating expenditure	(24 530)	–	(131 512)	(156 042)	–
Operating profit	5 105	–	21 648	26 753	–
Investment income	1 683	–	2 873	4 556	–
Finance costs	(54)	–	(2 334)	(2 388)	–
Income tax	–	–	(5 771)	(5 771)	–
Impairment adjustment	–	–	(32 416)	(32 416)	–
Profit from discontinued operation	–	–	25 870	25 870	–
Other comprehensive income	–	–	(9 870)	(9 870)	–
Post acquisition profits	6 734	–	–	6 734	–
Pre-acquisition profits/negative goodwill	–	–	–	–	–
Profit before depreciation	6 734	–	–	6 734	–
Depreciation	(2 600)	–	–	(2 600)	–
Profit before tax	4 134	–	–	4 134	–

The interest in Pandora joint venture and Trans Hex Group Limited are accounted for as associates. The interest in Dwaalkop joint venture is accounted for as a joint venture.

2011				
Interest in Pandora joint venture 7.50% Group R000	Interest in Dwaalkop joint venture 50.00% Group R000	Interest in Trans Hex Group Ltd 20.30% Group R000	Total Group R000	Interest in Pandora joint venture 7.50% Company R000
65 000	300 679	68 897	434 576	65 000
(7 367)	–	–	(7 367)	(7 367)
–	–	–	–	–
–	–	2 153	2 153	–
57 633	300 679	71 050	429 362	57 633
75 965	–	–	75 965	(17 705)
87 213	–	–	87 213	–
7 249	–	–	7 249	–
94 462	–	–	94 462	–
(18 497)	–	–	(18 497)	(17 705)
133 598	300 679	71 050	505 327	39 928
–	–	–	–	792
23 297	–	–	23 297	–
(18 219)	–	–	(18 219)	–
5 078	–	–	5 078	–
2 205	–	–	2 205	–
(34)	–	–	(34)	–
–	–	–	–	–
–	–	–	–	–
–	–	–	–	–
–	–	–	–	–
7 249	–	–	7 249	–
–	–	–	–	–
7 249	–	–	7 249	–
(2 600)	–	–	(2 600)	–
4 649	–	–	4 649	–

Annexure 2 continued

	2012				
	Interest in Pandora joint venture 7.50% Group R000	Interest in Dwaalkop joint venture 50.00% Group R000	Interest in Trans Hex Group Ltd 20.30% Group R000	Total Group R000	Interest in Pandora joint venture 7.50% Company R000
Statement of financial position					
Non-current assets					
Property, plant and equipment	55 537	—	78 126	133 663	
Cost	61 677	—	78 126	139 803	—
Accumulated depreciation	6 140	—	—	6 140	—
Financial assets	—	—	20 100	20 100	—
Current assets	43 554	—	94 744	138 298	
Inventory	—	—	19 849	19 849	—
Trade and other receivables	16 915	—	4 383	21 298	—
Prepayments	42	—	—	42	—
Cash and cash equivalents	26 597	—	70 512	97 109	—
Total assets	99 091	—	192 970	292 061	—
Participants interest	81 882	—	32 416	114 298	—
Total shareholder's interest	—	—	62 807	62 807	—
Non-Current liabilities	684	—	38 785	39 469	—
Capital loans from participants	—	—	—	—	—
Provision for environmental and rehabilitation obligations	684	—	—	684	—
Deferred tax	—	—	14 359	14 359	—
Borrowings	—	—	4 953	4 953	—
Other provisions	—	—	19 473	19 473	—
Current liabilities	16 525	—	58 962	75 487	—
Royalties payable	760	—	—	760	—
Trade and other payables	15 765	—	43 914	59 679	—
Borrowings	—	—	14 076	14 076	—
Income tax liability	—	—	972	972	—
Total equity and liabilities	99 091	—	192 970	292 061	—

2011

Interest in Pandora joint venture 7.50% Group R000	Interest in Dwaalkop joint venture 50.00% Group R000	Interest in Trans Hex Group Ltd 20.30% Group R000	Total Group R000	Interest in Pandora joint venture 7.50% Company R000
43 004	—	—	43 004	—
43 518	—	—	43 518	—
514	—	—	514	—
—	—	—	—	—
39 262	—	—	39 262	—
—	—	—	—	—
4 079	—	—	4 079	—
15	—	—	15	—
35 168	—	—	35 168	—
82 266	—	—	82 266	—
75 965	—	—	75 965	—
—	—	—	—	—
576	—	—	576	—
—	—	—	—	—
576	—	—	576	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
5 725	—	—	5 725	—
636	—	—	636	—
5 089	—	—	5 089	—
—	—	—	—	—
—	—	—	—	—
82 266	—	—	82 266	—