ANNEXURE 2

INTEREST IN ASSOCIATES AND JOINT VENTURES AT 30 JUNE 2015

RECONCILIATION OF NORTHAM'S INTEREST IN ASSOCIATES AND JOINT VENTURES

2015

	Interest in Pandora joint venture	Interest in Dwaalkop joint venture	Interest in Trans Hex Group Ltd	Total	Interest in Pandora joint venture	Interest in Trans Hex Group Ltd	Total
	7,50%	50,00%	20,30%		7,50%	20,30%	
	Group	Group	Group	Group	Company	Company	Company
	R000	R000	R000	R000	R000	R000	R000
Cost of investment	65 000	300 679	67 821	433 500	65 000	77 509	142 509
Amortisation/Impairment	(15 167)	–	–	(15 167)	(22 667)	(9 904)	(32 571)
	49 833	300 679	67 821	418 333	42 333	67 605	109 938
Additional investment	9 623	–	–	9 623	9 623	–	9 623
Share of earnings previously accounted for	101 217	–	13 082	114 299	–	–	–
(Loss)/profit for the year	(10 747)	–	39 516	28 769	–	–	–
Other comprehensive income	–	–	(4 482)	(4 482)	–	–	–
Current year amortisation	(2 600)	–	–	(2 600)	(2 600)	–	(2 600)
Cash distributions received in previous years	(36 123)	–	–	(36 123)	–	–	–
Cash distributions received in the current year	–	–	(12 918)	(12 918)	–	–	–
Impairment	(40 483)	(164 449)	(34 122)	(239 054)	–	–	–
Other	–	–	–	–	–	–	–
Carrying value of investment in associate	70 720	136 230	68 897	275 847	49 356	67 605	116 961
Dividends received	–	–	–	–	–	12 918	12 918

2014

	Interest in Pandora joint venture	Interest in Dwaalkop joint venture	Interest in Trans Hex Group Ltd	Total	Interest in Pandora joint venture	Interest in Trans Hex Group Ltd	Total
	7,50%	50,00%	20,30%		7,50%	20,30%	
	Group	Group	Group	Group	Company	Company	Company
	R000	R000	R000	R000	R000	R000	R000
Cost of investment	65 000	300 679	67 821	433 500	65 000	77 509	142 509
Amortisation/Impairment	(12 567)	–	–	(12 567)	(12 567)	(9 904)	(22 471)
	52 433	300 679	67 821	420 933	52 433	67 605	120 038
Additional investment	–	–	–	–	–	–	–
Share of earnings previously accounted for	104 536	–	6 083	110 619	–	–	–
(Loss)/profit for the year	(3 319)	–	6 783	3 464	–	–	–
Other comprehensive income	–	–	(1 327)	(1 327)	–	–	–
Current year amortisation	(2 600)	–	–	(2 600)	(2 600)	–	(2 600)
Cash distributions received in previous years	(36 054)	–	–	(36 054)	(7 500)	–	(7 500)
Cash distributions received in the current year	(69)	–	–	(69)	–	–	–
Impairment	–	–	–	–	–	–	–
Other	–	–	1 543	1 543	–	–	–
Carrying value of investment in associate	114 927	300 679	80 903	496 509	42 333	67 605	109 938
Dividends received					69	–	69

ANNEXURE 2 CONTINUED

INTEREST IN ASSOCIATES AND JOINT VENTURES AT 30 JUNE 2015

STATEMENT OF COMPREHENSIVE INCOME

	2015				2014			
	Interest in Pandora joint venture	Interest in Dwaalkop joint venture	Interest in Trans Hex Group Ltd	Total	Interest in Pandora joint venture	Interest in Dwaalkop Group Ltd joint venture	Interest in Trans Hex	Total
	7,50%	50,00%	20,30%		7,50%	50,00%	20,30%	
	Group	Group	Group	Group	Group	Group	Group	Group
	R000	R000	R000	R000	R000	R000	R000	R000
Sales	38 013	–	182 767	220 780	23 019	–	155 900	178 919
Cost of sales and operating expenditure	(48 766)	–	(154 365)	(203 131)	(21 111)	–	(141 753)	(162 864)
Operating (loss)/profit	(10 753)	–	28 402	17 649	1 908	–	14 147	16 055
Investment income	73	–	34 516	34 589	259	–	3 173	3 432
Sundry (expenditure)/income	–	–	(6 141)	(6 141)	–	–	2 015	2 015
Other operating costs	–	–	(19 922)	(19 922)	(5 426)	–	(16 334)	(21 760)
Finance charges	(67)	–	(887)	(954)	(60)	–	(937)	(997)
Income tax	–	–	(818)	(818)	–	–	(935)	(935)
Profit from discontinued operation	–	–	4 366	4 366	–	–	5 654	5 654
(Loss)/profit for the year	(10 747)	–	39 516	28 769	(3 319)	–	6 783	3 464
Other comprehensive income	–	–	(4 482)	(4 482)	–	–	(1 327)	(1 327)
Total comprehensive income for the year	(10 747)	–	35 034	24 287	(3 319)	–	5 456	2 137

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.

These associates and joint venture are not material for group purposes as they are not considered core to the business and thus the above amounts have been stated at their percentage interest.

ANNEXURE 2 CONTINUED

INTEREST IN ASSOCIATES AND JOINT VENTURES AT 30 JUNE 2015

STATEMENT OF FINANCIAL POSITION

	2015				2014			
	Interest in Pandora joint venture	Interest in Dwaalkop joint venture	Interest in Trans Hex Group Ltd	Total	Interest in Pandora joint venture	Interest in Dwaalkop joint venture	Interest in Trans Hex Group Ltd	Total
	7,50%	50,00%	20,30%		7,50%	50,00%	20,30%	
	Group	Group	Group	Group	Group	Group	Group	Group
	R000	R000	R000	R000	R000	R000	R000	R000
Non-current assets								
Property, plant and equipment	61 496	–	30 344	91 840	63 113	–	54 622	117 735
Financial assets	–	–	65 627	65 627	–	–	22 922	22 922
Deferred tax asset	–	–	138	138				
Current assets	20 169	–	105 604	125 773	14 377	–	103 252	117 629
Inventory	–	–	26 866	26 866	–	–	33 031	33 031
Trade and other receivables	7 274	–	4 878	12 152	7 609	–	4 629	12 238
Prepayments	59	–	–	59	61	–	–	61
Cash and cash equivalents	1 466	–	73 860	75 326	6 707	–	65 592	72 299
Profit share loans due from participants	11 370	–	–	11 370	–	–	–	–
Total assets	81 665	–	201 713	283 378	77 490	–	180 796	258 286
Participants interest	75 553	–	24 633	100 186	72 917	–	25 450	98 367
Total shareholder's interest	–	–	131 374	131 374	–		109 430	109 430
Non-current liabilities	985	–	23 273	24 258	895	–	29 988	30 883
Provision for environmental and rehabilitation obligations	985	–	–	985	895	–	–	895
Deferred tax	–	–	925	925	–	–	8 831	8 831
Other provisions	–	–	22 348	22 348	–	–	21 157	21 157
Current liabilities	5 127	–	22 433	27 560	3 678	–	15 928	19 606
Royalties payable	6	–	–	6	6	–	–	6
Trade and other payables	5 121	–	22 062	27 183	3 672	–	15 777	19 449
Borrowings	–	–	–	–	–	–	176	176
Tax payable	–	–	371	371	–	–	(25)	(25)
Total equity and liabilities	81 665	–	201 713	283 378	77 490	–	180 796	258 286