Statement of Changes in Shareholders’ Equity

| Period | Share Capital | Reserves & Surplus | Share Premium | Retained Earnings | Total Net Assets | Non-controlling Interest | Total Net Assets
<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>2006</td>
<td>1,874.9 m</td>
<td>599.5 m</td>
<td>49.0 m</td>
<td>2,463.4 m</td>
<td>4,996.8 m</td>
<td>2.0 m</td>
<td>4,998.8 m</td>
</tr>
<tr>
<td>2005</td>
<td>1,874.9 m</td>
<td>599.5 m</td>
<td>49.0 m</td>
<td>2,463.4 m</td>
<td>4,996.8 m</td>
<td>2.0 m</td>
<td>4,998.8 m</td>
</tr>
</tbody>
</table>

Notes

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), the South African Companies Act and the regulations of the JSE Limited and are consistent with the drafting standards prescribed by the National Regulator for the issuers of financial statements as amended from time to time, together with applicable accounting policies.

CHANGES IN ACCOUNTING POLICIES

The company has adopted the following accounting standards and interpretations of standards (IFRS) as of 1 January 2005:

- IAS 16 Property, plant and equipment (revised) - impact described
- IAS 23 (Revised) - effects of changes in foreign exchange rates (previously issued) - no impact
- IAS 32 Financial Instruments: Presentation - no impact
- IFRS 3 Business Combinations - no impact
- IFRS 4 Insurance Contracts - no impact
- IFRS 5 Non-Current Assets Held for Sale and Discontinued Operations - no impact
- IFRS 6 Occupational Pension Plans - no impact
- IFRS 7 Financial Instruments: Disclosures - no impact
- IFRS 8 Operating Segments - no impact
- IFRS 9 Financial Instruments: Classification and Measurement - no impact
- IFRS 10 Consolidated Financial Statements - no impact
- IFRS 12 Investments in Associates - no impact
- IFRS 13 Fair Value Measurements - no impact
- IFRS 14 Share-based Payment - no impact
- IFRS 15 Revenue from Contracts with Customers (2017) - no impact

The adoption of IFRS 15 impacts the company by fostering consistency and comparability of financial statements globally. The adoption is expected to have a one-time impact on the consolidated financial statements. The adoption of IFRS 16 impacts the company by recognizing all depreciable assets as right-of-use assets and applying the leases accounting model to the existing depreciable assets.
"Headline earnings per share up 39%.

KEITH RUMBLE – CHIEF EXECUTIVE OFFICER

A copy of the annual report is available on the internet website: http://www.implats.co.za
Alternatively please contact the Company Secretary, via email at alan.snaith@implats.co.za or by post at P.O. Box 61386, Marshalltown 2107, South Africa. Telephone: (011) 481 3900

Extracts from the Annual Report

SAFETY

The group continued to make steady progress in reducing workplace injuries and fatalities but two fatalities were recorded in the year. There were eight workplace injuries (1.03 per 200 employee days) compared to four in 2005. This is a significant achievement given that the industry average is 3.7 per 200 employee days, which is 81% higher than the group’s. The Group’s recordable injury rate has been reduced by approximately 45% in the past financial year. IMPALA and IMPALCO each had recordable injury rates of 0.20 deaths per 100 million person hours worked.

The group’s success in reducing workplace injuries and fatalities is maintained, and is supported by a consistent focus on improving the performance of contractors. The group achieved a recordable injury rate of 0.16 for contractors against a rate of 0.22 in 2005.

Changes in the regulatory environment, including the implementation of the new occupational health and safety legislation, have facilitated the group’s progress in reducing workplace injuries and fatalities.

One fatality and nine workplace injuries were reported in the year, compared to 13 workplace injuries in 2005. The group achieved a recordable injury rate of 0.16 for contractors against a rate of 0.22 in 2005.

One fatality and nine workplace injuries were reported in the year, compared to 13 workplace injuries in 2005. The group achieved a recordable injury rate of 0.16 for contractors against a rate of 0.22 in 2005.

The group’s recordable injury rate has been reduced by approximately 45% in the past financial year. IMPALA and IMPALCO each had recordable injury rates of 0.20 deaths per 100 million person hours worked.

The Group’s recordable injury rate for the year ended 30 June 2006 was 0.16, which is lower than the South African industry average of 0.38. This is a significant achievement given that the industry average is 3.7 per 200 employee days, which is 81% higher than the group’s. The Group’s recordable injury rate has been reduced by approximately 45% in the past financial year. IMPALA and IMPALCO each had recordable injury rates of 0.20 deaths per 100 million person hours worked.

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