

NEWS RELEASE

23 August 2012

An extremely challenging year for Implats

EMBARGO: For immediate release

<p>Ticker symbols: JSE: Imp LSE: Ipla ADRs: Impuy</p> <p>www.implats.co.za</p> <p>Queries:</p> <p>Terence Goodlace +27 11 731 9042/56</p> <p>Bob Gilmour +27 11 731 9013/43 +27 82 453 7100</p>	<p>Impala Platinum Holdings Limited (Implats) announced results for the full year ended 30 June 2012 today.</p> <p>Terence Goodlace, CEO of Implats, says that FY2012 was an extremely challenging year dominated by changing workforce dynamics both at the company and across the industry. <i>“The platinum industry is experiencing increased levels of industrial action as witnessed at both Impala Rustenburg at the beginning of this year and more recently at Lonmin with the associated tragic loss of life. These developments pose a significant risk to the industry. We condemn violence in the strongest terms and firmly believe that the disputes facing the industry today can only be resolved in an environment of peace, stability and order. Respect and care for our people and our communities is integral to this process. Implats is actively and collaboratively engaged in dialogue at the highest levels to create a sustainable long-term future for the industry for the benefit of all stakeholders.”</i></p> <p>He continued: <i>“Implats’ operational and financial performance in FY2012 was significantly impacted by the six week illegal strike at Impala Rustenburg. The lower sales volumes resulted in a loss of revenue of R2.8 billion. At the same time, the weakening macro-economic environment driven primarily by the Eurozone crisis, had a detrimental effect on PGM prices which are impacting on the platinum mining industry. As a result Implats’ cash generation decreased by 40% and the company has implemented cash preservation strategies to weather the economic downturn. Our operations are continually being assessed to ensure profitability. A full review of capital spend has been undertaken and expenditure for FY2013 has been reduced to around R6 billion, down from R7.3 in FY2012. However, the long-term market fundamentals remain sound and we continue to invest in our current suite of capital projects to ensure future production.”</i></p> <p style="text-align: right;">[more]</p>
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