

REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

for the six months ended 30 June 2016

Highlights

- Commenced with Main shaft commissioning and 9 900m of pipes installed by the end of the reporting period.
- Completed the Phase 1 Main Shaft Headgear changeover to permanent functionality
- Main Shaft steel installation commenced with 41 sets installed or 280m below sub bank.

 Connected the two shafts on 81L and 82L and left few metres of plugs for ventilation control.

 Temporary ore handling system commissioned between 77L and 81L.
- The bulk sampling test work programme has been completed and the findings will be included in the process design criteria with the intention to reduce capital and operational cost. Cash on hand as of 30 June 2016 is R994 million.

 Ordered first fleet of Yellow Metal equipment 2x LHDs and 2x Rigs for multi-level development.
- Investigated instriect on remow wetair equipment zx LHUs and zx Rigs for multi-level development. Housing subsidy from SHRA approved and Phase 1 housing project approved by the Board. Investigated and implemented business strategy and project capital deferment exercises in response to the prevailing market conditions.

 Continued with various Social Labour Plan (SLP) projects as per 2016 work plan. Phase 2 power supply program with Eskom is on track to be commissioned in November 2016. The water programme for permanent supply well underway with completion of the 50MI reservoir scheduled in October 2016.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	Six months ended June 2016 Reviewed R'000	Six months ended June 2015 Reviewed R'000	Year ended December 2015 Audited R'000
ASSETS				
Non-current assets		6 396 455	5 441 573	6 163 535
Property, plant and equipment	6	5 828 182	4 644 680	5 395 023
Intangible assets		4 782	7 252	5 871
Available-for-sale financial asset	7	428 850	628 000	628 000
Restricted cash	8	134 641	161 641	134 641
Current assets		1 049 340	694 381	1 463 008
Other receivables		35 489	58 351	32 269
Taxation receivable		3 097	6 676	4 916
Restricted cash	8	27 000	5 700	27 000
Cash and cash equivalents		983 754	623 654	1 398 823
TOTAL ASSETS		7 445 795	6 135 954	7 626 543
EQUITY AND LIABILITIES				
Capital and reserves		2 803 803	3 257 780	2 804 441
Stated capital	9	3 425 544	3 425 544	3 425 544
Available-for-sale financial asset reserve			(108 152)	
Accumulated loss		(621 741)	(59 612)	(621 103)
Non-current liabilities		4 550 489	2 740 334	4 726 695
Deferred tax liability		193 126	334 238	157 763
Interest-bearing borrowings		4 303 897	2 364 931	4 548 772
Mine closure and environmental rehabilitation obligation	14	46 850	41 165	16 620
Provision		6 616	-	3 540
Current liabilities		91 503	137 840	95 407
Trade and other payables		91 503	137 840	95 407
TOTAL EQUITY AND LIABILITIES		7 445 795	6 135 954	7 626 543

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Six months ended June 2016 Reviewed R'000	Six months ended June 2015 Reviewed R'000	Year ended December 2015 Audited R'000
Administration expenditure		(109 147)	(100 125)	(216 224)
Project related expenses capitalised		95 904	84 919	186 300
Loss on scrapping of property, plant and equipment			-	(13)
Net operating costs		(13 243)	(15 206)	(29 937)
Impairment of available-for-sale financial asset reclassified from other comprehensive income		-	-	(133 000)
Impairment of available-for-sale financial asset		(199 150)	-	-
Finance income		42 764	32 080	83 153
Finance expense		(108 573)	(49 495)	(142 889)
Net foreign exchange gain/(loss)		222 294	(134 867)	(1 087 759)
Finance costs capitalised		93 801	174 978	554 311
Net finance income		250 286	22 696	(593 184)
Profit/(loss) before tax		37 893	7 490	(756 121)
Income tax (expense)/income	10	(38 531)	(2 784)	199 336
(Loss)/profit for the period		(638)	4 706	(556 785)
Other comprehensive income Items that are or may be reclassified subsequently to profit or loss				
Loss on fair value movements of available-for-sale financial asset	7	-	(160 700)	(160 700)
Tax on other comprehensive income Reclassification of available-for-sale financial asset to profit or loss		-	29 967	29 967
				133 000
Related tax				(24 848)
Total other comprehensive income			(130 733)	(22 581)
Total comprehensive (loss)/income for the period		(638)	(126 027)	(579 366)
Basic and diluted (loss)/earnings per share (cents)	17	(0.04)	0.29	(34.20)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Stated/ share capital	Available- for-sale reserves	(Accum- ulated loss)/	Total
	R'000	R'000	R'000	R'000
Balance at 1 January 2015	3 425 544	22 581	(64 318)	3 383 807
Other comprehensive income	-	(130 733)	-	(130 733)
Profit for the period		-	4 706	4 706
	-	(130 733)	4 706	(126 027)
Balance at 30 June 2015	3 425 544	(108 152)	(59 612)	3 257 780
Other comprehensive income	-	108 152	-	108 152
Loss for the period	-	-	(561 491)	(561 491)
	-	108 152	(561 491)	(453 339)
Balance at 31 December 2015	3 425 544		(621 103)	2 804 441
Loss for the period	-	-	(638)	(638)
·	-	-	(638)	(638)
Balance at 30 June 2016	3 425 544	-	(621 741)	2 803 803

CONDENSED CONSOLIDATED STATEMENT OF CASH ELOWS

CONDENSED CONSOLIDATED STATEMENT OF C	ASH FL	ows		
	Note	Six months ended June 2016 Reviewed R'000	Six months ended June 2015 Reviewed R'000	Year ended December 2015 Audited R'000
Cash flows utilised by operating activities		(10 622)	(45 675)	(9 104)
Finance income		35 569	21 840	33 601
Finance expense		(2)	(158)	(86 825)
Taxation paid		(3 156)	(3 203)	(3 109)
Taxation received		1 806	62	2 556
Cash generated/(utilised) in operations		23 595	(27 134)	(62 881)
Cash flows utilised by investing activities				
Acquisition of property, plant and equipment		(431 829)	(392 842)	(859 811)
Acquisition of intangible assets		(46)	(939)	(693)
Net cash outflow from investing activities		(431 875)	(393 781)	(860 504)
Cash flows from financing activities				
Interest-bearing borrowings raised		-	-	1 238 500
Payment of transaction cost		-	(24 300)	-
Net cash inflow from financing activities		-	(24 300)	1 238 500
Net (decrease)/increase in cash and cash equivalents		(408 280)	(445 215)	315 115
Cash and cash equivalents at the beginning of the period		1 544 788	1 229 673	1 229 673
Cash and cash equivalents at the end of the period		1 136 508	784 458	1 544 788
Cash at end of year comprises:				
Cash balances		983 754	623 654	1 398 823
Less: Interest accrued		(8 887)	(6 537)	(15 676)
Cash and cash equivalents		974 867	617 117	1 383 147
Restricted cash		161 641	167 341	161 641
Cash at the end of the period		1 136 508	784 458	1 544 788

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION For the six months ended 30 June 2016

Reporting entity
 Wesizwe is a company domiciled in the Republic of South Africa. The condensed consolidated interim financial information of the Company as at 30 June 2016 comprises the Company and its subsidiaries (together referred to as the "Group"). The consolidated financial statements of the Group for the year ended 31 December 2015 are available at www.wesizwe.com.

The condensed consolidated interim financial statements are prepared in accordance with International Financial Reporting Standards (IAS) 34 Interim Financial Reporting, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by Financial Reporting Standards Council and the requirements of the Companies Act of South Africa. The condensed consolidated interim financial statements were approved by the Board on 23 September 2016. The financial statements have been prepared by Ms. J Speckman, CA(SA) ervision of Mr Gao as the acting Finance Director.

Significant accounting policies

The accounting policies applied in the preparation of these condensed consolidated interim financial statements are in terms of International Financial Reporting Standards and are consistent with those applied in the previous annual financial statements.

repearation of the interim financial information requires management to make judgements, estimates and ass iffect the application of accounting policies and the reported amounts of assets and liabilities, as well as inco

Except as described below, in preparing the condensed consolidated interim financial information, the significant judget made by management in applying the Group's accounting policies and the key sources of estimation are consistent with those that applied to the consolidated financial statements for the year ended 31 December 2015.

The Group's cash resources at the reporting date of R984 million (June 2015: R624 million) together with the available drawdown facility from the loan funding secured from China Development Bank ("CDB") are sufficient, based on current budgets, to conduct operations and develop the Bakubung Platinum Mine Project ("BPM") up to the first

Property, plant and equipment
During the period under review an amount of R437 million was capitalised to property, plant and equipment as part of the activities to develop the mine and related construction activities.

At the reporting date, property, plant and equipment consisted of the following categories of assets

	Property, plant and equipment R'000	Construction Work-in- progress R'000	Mineral Rights R'000	Total
Opening balance	66 647	4 270 647	1 057 729	5 395 023
.,			1 037 729	
Acquisitions during the period	6 157	430 768	-	436 925
Depreciation	(3 766)	-	-	(3 766)
Closing balance	69 038	4 701 415	1 057 729	5 828 182

itions have been made in respect of mineral rights during the period under review

	Six months ended June 2016 Reviewed R'000	Six months ended June 2015 Reviewed R'000	Year ended December 2015 Audited R'000
Opening balance	628 000	788 700	788 700
Impairment/fair value adjustment	(199 150)	(160 700)	(160 700)
Closing balance	428 850	628 000	628 000

The group currently holds 17.1% of Maseve Investments 11 (Pty) Ltd ("Maseve"). The available-for-sale financial asset is classified as a level 3 fair value as the fair value is determined on inputs not based on observable market data. The fair value of the unlisted equity securities are based on the discounted cash flows method. The valuation model considers the present value of estimated future cash flows, discounted using a risk-adjusted discount rate.

The significant unobservable inputs are

	Six months ended June 2016 Reviewed	Year ended December 2015 Audited
US\$ exchange rate (ZAR) up to 2020/2025	13.61 - 15.17	13.10 - 16.30
US\$ exchange rate (ZAR) long-term	13.93	14.85
Pt price (US\$/oz) up to 2020/2025	1 017 – 1 216	843 - 1 514
Pt price (US\$/oz) long-term	1 488	1 526
Pd price (US\$/oz) up to 2020/2025	598 - 694	566 - 1 043
Pd price (US\$/oz) long-term	738	1 046
Rh price (US\$/oz) up to 2020/2025	718 – 1 164	739 – 2 239
Rh price (US\$/oz) long-term	1 339	3 069
Au price (US\$/oz) up to 2020/2025	1 186 – 1 316	1 125
Au price (US\$/oz) long-term	1 211	1 125
Pre-tax Discount rate/Weighted Average Cost of Capital (%) (Real)	15.08 - 15.82	14.94

A 10% increase/(decrease) in either the US\$ exchange rate or the platinum price will result in the following increa (decreases) to the carrying amount of R428.85 million:

	Six months ended June 2016 Reviewed R'000	Year ended December 2015 Audited R'000
10% increase in the US\$ exchange rate	111 800	211 500
10% decrease in the US\$ exchange rate	(115 500)	(214 400)
10% increase in the platinum price	78 450	137 600
10% decrease in the platinum price	(79 550)	(139 600)

- 8. Restricted cash
 Restricted cash covers the following guarantees
 - Restricted cash covers the florowing guarantees.
 Non-current:
 R77.6 million (December 2015: R77.6 million) in favour of Eskom for phase 1 and phase 2 bulk power supply to the BPM;
 R57 million (December 2015: R57 million) guaranteed to Aveng Mining Ltd for the mine shaft sinking project;

 - R5/ million (December 2015, R5/ million) year-and the Department of Mineral Resources for environmental obligation.

9. Stated capital

Authorised

Reconciliation of effective tax rate	%	%	%
Total	(38 531)	(2 784)	199 336
Current year - deferred taxation	(35 363)	(1 988)	199 336
Current year - normal taxation	(3 168)	(796)	-
	Six months ended June 2016 Reviewed R'000	Six months ended June 2015 Reviewed R'000	Year ended December 2015 Audited R'000
0. Taxation			
Issued 1 627 827 058 no par value ordinary shares (2015: 1 627 827 058 no par value ordinary shares)	3 425 544	3 425 544	3 425 544
2 000 000 000 no par value ordinary shares (2015: 2 000 000 000 no par value ordinary shares)			

28.0 Standard tax rate 28.0 28.0 Non-deductible expen (0.3)Deferred tax asset not raised 0.4 1.2 0.3 Deferred tax asset reversed Fair value gain/loss on available-for-sale financial asset at CGT rate in the subsidiary 29.4 (1.6)Change in CGT inclusion rate in the subsidiary 37.2 101.7 26.4

solidated financial statements for the period ended at 30 June 2016 have been reviewed by KPMG Inc, who expressed an unmodified review conclusion

The auditor's review report does not necessarily report on all of the information contained in these condensed financial results. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's engagement they should obtain a copy of the auditor's report together with the accompanying financial information from ered office.

Segment reporting

No segmental report has been produced as the Group is conducting activities in one geological location which represents

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. The operating results for the Group as a whole are reviewed regularly by the Group's CEO to make decisions about resources

14. Mine closure and environmental rehabilitation obligation The change in the obligation is due to an increase in the current cost rehabilitation of R3.6 million. The remainders of R3.6 million.

additional obligation recognised resulted from an increase in the inflation rate, a decrease in the discount rate and additional finance costs of R0.8 million

15. Subsequent events The Group has concluded an amicable agreement with the shaft sinker contractor for an early termination, after an agreed

andover period which ends in May 2017 when Phase 1 Main Shaft commissioning will be con at this termination will have no significant adverse effect in the Group's operations.

includes the commitment in respect of the shaft sinking agreement, which amounts to R431 million (58% of the total commitments). This amount will be incurred over the next 2 years until June 2018, and payments are to be made on physical progress.

. (Loss)/earnings per snare			
	Six months ended June 2016 Reviewed	Six months ended June 2015 Reviewed	Year ended December 2015 Audited
The basis of calculation of basic (loss)/earnings per share is:			
Attributable (loss)/earnings to ordinary shareholders (Rand)	(637 639)	4 706 456	(556 784 945)
Weighted average number of ordinary shares in issue (shares)	1 627 827 058	1 627 827 058	1 627 827 058
Basic (loss)/earnings share (cents)	(0.04)	0.29	(34.20)
The basis of calculation of diluted (loss)/earnings per share is:			
Attributable (loss)/earnings to ordinary shareholders (Rand)	(637 639)	4 706 456	(556 784 945)
Weighted average number of ordinary shares in issue (shares)	1 627 827 058	1 627 827 058	1 627 827 058
Diluted (loss)/earnings per share (cents)	(0.04)	0.29	(34.20)
The basis of calculation of headline earnings/(loss) per share is:			
Attributable (loss)/earnings to ordinary shareholders (Rand)	(637 639)	4 706 456	(556 784 945)
Adjustments:	169 307 928	-	108 160 935
Profit on disposal of property, plant and equipment	-	-	9 311
Loss on fair value adjustment of available-for-sale financial asset net of tax	169 307 928	-	108 151 624
Headline (loss)/earnings (Rand)	168 670 289	4 706 456	(448 624 010)
Weighted average number of ordinary shares in issue (shares)	1 627 827 058	1 627 827 058	1 627 827 058
Headline and diluted headline earnings/(loss) per share (cents)	10.36	0.29	(27.56)

Financial overview
 As the Group is currently in development phase of the BPM, it will not earn revenue until 2019, when the concentrator plant is brought into production.

The loss for the six months under review is R0.6 million (compared to a profit of R4.7 million for the same period in 2015) as set out in the condensed consolidated statement of profit and loss and other comprehensive income.

- Administration expenses of R109.1 million (June 2015: R100.1 million) include the following:

 Depreciation and amortisation R4.9 million (June 2015: R4.2 million);

 Professional fees R3.1 million (June 2016: R27.4 million);

 Directors' expenses R5.9 million (June 2016: R27.4 million);

 Salaries and payroll related expenses R46 million (June 2015: R4.3 million);

 Marketing expenses and investor relations R0.8 million (June 2015: R1.4 million);

 Electricity and water R10.3 million (June 2015: R10.3 million);

 Other administrative overheads R8.0 million (June 2015: R6.0 million).

During the six months under review the administration expenses increased by 9.0% compared to the corresponding period in 2015 as a result of the ramp up of the construction of BPM.

The basic loss per share for the period was 0.04 cents per share (2015: 0.29 cents earnings per share for the same period). The headline earnings per share was 10.36 cents per share (2015: 0.29 cents earnings per share for the same period).

Project funding As previously reported, Wesizwe concluded and signed all Project Financing Agreements for the US\$300 million loan facility with China Development Bank. As at the 30th of June 2016, drawdowns amounting to \$300 million have occurred.

3. Project update – Bakubung Platinum Mine
The BPM project continues to achieve the set milestones and the main activity on critical path is that of Main Shaft Commissioning. The process is 50% complete with all pipes installed to surface and Phase1 headgear changeover completed, now going down with steel work as planned, it is to be completed in September 2017. The flat development through the services shaft is well underway and the ends are getting into reef position of the UG2 on 77 & It evels, the planned milestone is to start full reef development in 2017 Q2. Feasibility studies and inquiry process for the process plant have also been completed and procurement is planned to commence in 2017.

All services projects are well underway and the key one being the Phase 1 mine employee housing has been approved by the board. The company's business management systems of SAP, PRISM, Prima-Vera and Isometric have beer implemented. The mine operational readiness program is also underway and continuously being reviewed to adapt to the project schedule and strategy.

3.1. Safety and Health Westzwe has had a significant improvement in our safety performance over the past 6 months to the reporting period with a total of 56 injuries, 53 minor injuries and 3 lost time injuries were reported. The LTIFR for 2016 is 0.60 against a target of 1.04. To date 252 391 fatality free shifts have been recorded.

3.2. Production Shaft
The Phase 1 headgear change-over has been completed and handed over back to the shaft sinker. This modification of sinking conveyances was in preparation to start equipping the shaft with permanent steel work. Shaft equipping from subbank to 99L commenced. The equipping entails installation of buntons and guides for permanent conveyances with 41 sets having been installed. Steelwork installation planned to be completed in February 2017. 3.3. Service shaft
The piloting of the 72L temporary ore pass system was successfully completed along with the reaming. The 81L tempo waste pass system was commissioned. This culminated in the commencement of multi-level development between the levels. Construction of the second 72L temporary waste pass system commenced. The 81L ramp development read its battery limit to the Main shaft.

A 10m pillar was left in situ to be holed later once water in the Production shaft has been dealt with. Another milestone achieved was that a 3m pillar on 81L was completed. Current focus is to continue with the development of the critical path leading to holing of the Services shaft with the Production shaft on all levels by end of 2016.

3.4. Concentrator plant

The bulk sampling program was completed in June 2016. The test work indicated an opportunity to reduce capital and operational costs. These opportunities will be adopted into the process design criteria.

The procurement process to acquire the EPC for the process plant will commence in the 4th quarter of 2016 and the order is envisaged for 1st quarter 2017 when the final bulk sampling results are received.

3.5. Services
Mine services such as power, water and housing are critical to the overall success of the developing project. Wesizwe is running parallel projects in these areas to ensure the availability of these services well within the critical path of the developing project.

3.5.1 Bulk Power Supply
The BPM currently has a 20MVa supply from Eskom. The current forecast for energizing the Bakubung Substation
(Phase 2) on the 132/33 KV from Ngwedi is forecasted for the end of September 2016.

The shutdown for the Matimba units commenced on 3 August 2016 ahead of schedule which will allow the powering up of the overpass to admit 400 KV on Ngwedi on one Busbar and liven up the 500 MVA transformer. The Second Shutdown is planned for 15 September 2016 which will isolate the Midas-Marang which will allow the powering up on the Ngwedi-Bakubung line.

Wesizwe is confident that power delivery will not be a limiting factor to the commissioning of operations

3.5.2 Bulk Water Supply
We are progressing as per plan on the 50 ML reservoir for completion in the month of October 2016.

Wesizwe remains confident that the current rate of delivery on the Water related projects will not pose any threat to the commissioning timing of the BPM. The Westzwe board has approved the construction of an initial 801 housing units. Westzwe has forged a partnership with the Social Housing Regulatory Authority (SHRA) and has received a grant approval of R100 million for development of the homes. Discussions with the North West Human Settlements Provincial Department have advanced and approval of provincial funding is awaited. The following activities have been completed:

Environmental impact assessment approval

Appointment of bulk civilis and electrical contractor

Township development approval

Funding for 801 units

Site establishment

3.5.3 Housing project

- Township development approval
 Funding for 801 units
 Cite actablishment scheduled for September 2016.

3.6. Business Optimization
The Board approved business review strategy exercise with focus on capital preservation and moving out some non-critica path work packages, resulting in added available capital for critical path scopes. The company has embarked on systemic strategic exercise and real option analysis to continuously revise the project strategy in response to the market conditions.

The project management consulting model was converted to that of outsourced Engineering and Design whilst is the procurement and managing construction in house. The conversion aligns with the Company's intent to build can

Management investigated the mining philosophy of Owner Operated vs Contract Mining looking at global companies through an extensive due diligence. The Wesizwe senior management team conducted a due diligence visit to China as part of the global strategy in order to lower capital costs and be more competitive in getting value for money for certain key products and services.

3.7. Project expenditure and commitments to date Total direct project capital expenditure to the end of June 2016 was R2.8 billion. Commitments remaining as at the end of the period were R 0.7 billion. The project is 29.7% complete relative to a planned completion of 31.1%.

3.8.Stakeholder Relations Management
Westzwe's corporate philosophy centers on effective stakeholder engagement, which plays an important role in the success
of the company. Strategies are implemented and monitored both internally and externally, to ensure good relations. As brand
ambassadors, employees are encouraged and motivated through employee engagement strategies aimed at getting their
support in growing the company. This then translates into how the brand is regarded externally by shareholders, potential
investors and other interested parties.

We have continued to provide feedback to all stakeholders through various communication channels, such as meeting; with the community and its leadership, the company website, brochure, industry specific events and the integrated report on the company growth and the role played by the company in socio-economic development of the local host community.

We have focused on integrating our communication strategies in a way that is aligned with the development of employee engagement and good stakeholder relations so that each can reinforce and even amplify the other. During the period under review, industry specific publications and internal publications shared information on the BPM project as well as our SLP projects.

We continue to have a proactive approach to sustainability and to employ continuous improvement where necessary. The SLP, with its intent for local economic development, continues to be successfully implemented with healthy and appropriate engagements and partnerships.

During the period under review, the following projects have had an impact on local economic develop:
Agricultural farming projects
Ablution blocks in Phatsims achools.

Dividends
 No dividends were declared in the current period.

Mr Jikang Li has resigned from his position as non-executive director with effect from 28 January 2016. Mr Liliang Teng has resigned from his position as non-executive director with effect from 13 September 2016. Mr Wenliang Ma has resigned from his position as financial director with effect from 15 September 2016. Mr Li Pengfel and Ms Zhou Xiaoyin, have been appointed to the board as non-executive directors on 21 September 2016.

Sponsor: PSG Capital Proprietary Limited

By order of the board: **Dawn Mokhobo** (Chairman)

Jianke Gao (Chief Executive Officer) Wesizwe Platinum Limited
(Incorporated in the Republic of South Africa),

Directors: DNM Mokhobo (Chairman)*, D Chen (Deputy Chairman)**, J Gao (Chief Executive Officer)*, L Pengfeir*, Z Xiaoyin**, LV Ngculu*, L Teng**, TV Mabuza*, K Mokoka**
"Non-Executive "Chinese"

Company Secretary: V Mhlongo Transfer Secretaries: Trifecta Capital Services (Proprietary) Limited 31 Beacon Road, Florida North, Roodepoort, 1709