



IMPALA PLATINUM HOLDINGS LIMITED  
(Incorporated in the Republic of South Africa)  
(Registration number 1957/001979/06)  
JSE share code: IMP  
ISIN: ZAE000083648  
ADR code: IMPUY  
("Implats" or "the Group")

## **PRODUCTION UPDATE AND TRADING STATEMENT FOR THE SIX MONTHS ENDED 31 DECEMBER 2021**

Implats will release its results for the half-year ended 31 December 2021 ("the period" or "H1 FY2022") on or about 1 March 2022.

### **PRODUCTION UPDATE**

Implats faced several operational challenges during the period. Extended safety stoppages, intermittent industrial action and power supply interruptions at Impala Rustenburg had a notable impact on production.

The ongoing impact of the Covid-19 pandemic continues to be felt in constrained labour and skills availability and elevated absenteeism. However the Groups' well-developed protocols and extensive vaccination programme continue to provide meaningful protection to the health and well-being of its employees. Currently, 87% of employees have received a second vaccination across both managed and joint venture operations.

Gross concentrate volumes for the period decreased by 4% to 1.62 million 6E ounces from 1.68 million 6E ounces for the six months ended 31 December 2020 ("the comparative period"). Production from managed operations declined to 1.16 million 6E ounces and joint venture volumes to 271 000 6E ounces.

Group refined production of 1.62 million 6E ounces, including saleable production from Impala Canada, declined by 5% from the comparative period. Refined volumes in the comparative period benefitted from increased availability of processing capacity due to the timing of annual processing maintenance.

Sales volumes declined by 5% to 1.55 million 6E ounces from the comparative period, in line with lower refined production. The 10% increase in the achieved US dollar basket price was largely offset by the 8% strengthening of the rand exchange rate, resulting in a 2% improvement in Group sales revenue to R36 230 per 6E ounce sold.

Group capital expenditure is expected to be circa R3.6 billion compared to the R2.7 billion of the comparative period. This is due to accelerated project spend at Zimplats and an overall increase in capital spend across the operations as capital spend in the comparative period was constrained by Covid-19.

Group unit costs per 6E ounce are expected to increase to circa R16 800 on a stock-adjusted basis. Inflationary pressure was compounded by lower production volumes and the partial

payment of the previously signalled discretionary employee bonus in recognition of the Group's strong financial performance in FY2021, which contributed circa R565 per ounce.

One of the Rustenburg furnaces was scheduled for a partial rebuild during Q3 FY2022. However, post inspection of this furnace, a decision was made to undertake a full rebuild thus extending the maintenance period to approximately four months. The operational impact of the hard lockdown and inconsistent power supply arising from Eskom load curtailment measures resulted in accelerated wear. The Group is currently assessing the impact of the extended maintenance on refined production during H2 FY2022. An update will be provided with the release of H1 FY2022 results.

		Unaudited 6 months December 2021	Unaudited 6 months December 2020	%
<b>6E Concentrate production</b>	<b>000oz</b>	<b>1 616</b>	<b>1 684</b>	<b>-4.0</b>
<b>Managed operations</b>		<b>1 157</b>	<b>1 205</b>	<b>-4.0</b>
<i>Impala</i>		608	660	-7.9
<i>Zimplats</i>		291	297	-2.0
<i>Marula</i>		135	121	10.8
<i>Impala Canada</i>		123	127	-3.1
<b>JV operations</b>		<b>271</b>	<b>283</b>	<b>-4.2</b>
<i>Mimosa</i>		124	132	-6.1
<i>Two Rivers</i>		147	150	-2.5
<b>Third-party purchased</b>		<b>188</b>	<b>196</b>	<b>-4.0</b>
6E Refined production <sup>#</sup>	000oz	1 617	1 694	-4.6
6E Sales volumes	000oz	1 546	1 621	-4.7
Revenue per 6E ounce sold	R/oz	36 230	35 635	1.7

<sup>#</sup> includes saleable ounces from Impala Canada

## TRADING STATEMENT

With reference to the Listings Requirements of the JSE Limited, issuers must publish a trading statement on SENS as soon as they become reasonably certain that the financial results for the period to be reported will differ by at least 20% from those of the previous corresponding reporting period.

In the comparative period, basic earnings of R25.1 billion or 3 222 cents per share, benefited from the reversal of impairment losses on property, plant and equipment and the prepayment of royalties of R10.6 billion or 1 362 cents per share (post-tax). As a result of this once-off credit to basic earnings, Implats' basic earnings for the period are expected to decrease by between 39% and 50% to be between R12.5 billion and R15.3 billion. Basic earnings per share for the period are expected to decrease by between 42% and 53%, to be between 1 529 cents and 1 872 cents per share.

Headline earnings and headline earnings per share for the period are expected to be within the 20% variance range prescribed by the JSE Listings Requirements. The comparative period impairment reversals were excluded from headline earnings and headline earnings per share and have therefore not been reported on.

The weighted average number of shares in issue for the period increased to 817.37 million from 778.45 million in the comparative period. The number of shares in issue have increased from 817.26 million at 30 June 2021 to 847.89 million at period end, following the issue of 30.6 million Implats shares as part of the acquisition of shares in Royal Bafokeng Platinum Limited.

Shareholders are advised that, in accordance with Regulations 111 (9) and (10) of the Companies Regulations, 2011, read with Section 3.4 (b) (viii) (1) of the JSE Listings Requirements, the financial information under this heading "Trading Statement" has been reviewed and reported on by Deloitte & Touche, the Group's external auditors. Their review was performed in accordance with ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A copy of the unmodified report is available for inspection by shareholders at the registered address of Implats. Shareholders are advised that Deloitte & Touche will issue a separate ISRE 2410 review report on the results for the half year ended 31 December 2021, which is expected to be on or about 1 March 2022.

Ends

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Johannesburg

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