

CONDENSED INTERIM REVIEWED GROUP INTERIM RESULTS FOR SIX MONTHS ENDED 31 AUGUST 2010

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	Six months ended 31 August 2010 Reviewed R'000	Six months ended 31 August 2009 Reviewed R'000	Year ended 28 February 2010 Audited R'000
Assets			
Non-current assets	17 962	18 845	18 448
Plant and equipment	3 723	4 606	4 209
Exploration and evaluation assets	14 239	14 239	14 239
Current assets	1 992	2 227	2 088
Inventories	900	1 530	1 516
Short-term trading investments	24	36	33
Trade and other receivables	742	502	486
Short-term loans	-	77	-
Cash and cash equivalents	326	82	53
Total assets	19 954	21 072	20 536
Equity and liabilities			
Capital and reserves			
Share capital	2 399	2 279	2 399
Share premium	27 975	27 260	27 975
Accumulated loss	(22 935)	(19 928)	(21 493)
Total equity attributable to the equity holders of the parent	7 439	9 611	8 881
Non-controlling shareholders' interest	2 560	-	2 431
Total equity	9 999	9 611	11 312
Non-current liabilities	1 937	2 057	1 937
Current liabilities	8 018	9 404	7 287
Bank overdraft	170	-	-
Trade and other payables	3 553	2 660	3 442
Short-term loans	3 820	5 844	3 370
Taxation payable	475	900	475
Total equity and liabilities	19 954	21 072	20 536
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME			
Revenue	121	120	421
Cost of sales	(99)	(144)	(293)
Gross profit	22	(24)	128
Other operating income	345	3 488	4 490
Administration expenses	(224)	(939)	(2 579)
Other operating income/expenses	(1 943)	(2 275)	(5 715)
Operating profit/(loss)	(1 800)	250	(3 676)
Finance income	-	3	463
Finance expenses	(14)	(120)	(6)
Profit/(loss) before taxation	(1 814)	133	(3 219)
Taxation	-	-	285
(Loss)/profit/for the period	(1 814)	133	(2 934)
Other comprehensive income			
Net change in fair value of available for sale financial assets	-	-	82
Net change in fair value of available for sale financial assets reclassified to profit or loss	-	-	(82)
Other comprehensive income for the period	-	-	-
(Loss)/profit and total comprehensive income for the period	(1 814)	133	(2 934)
Attributable to:			
Equity holders of the parent	(1 741)	133	(1 431)
Non-controlling shareholders' interest	(73)	-	(503)
Weighted average of number of shares in issue	239 868 870	227 868 870	227 901 747
Basic (loss)/earnings per share (cents)	(0.73)	0.06	(0.63)
Diluted loss per share (cents)	(0.73)	0.06	(0.63)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS			
Net cash (outflow)/inflow from operating activities	(406)	(2 772)	(7 931)
Net cash inflow from investing activities	509	2 806	4 003
Net cash inflow from financing activities	-	-	3 933
Increase in cash and cash equivalents	103	34	5
Cash at beginning of period	53	48	48
Cash at end of period	156	82	53
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY			
Share Capital	2 399	2 279	2 399
Issue of ordinary shares	-	-	120
Share capital at the beginning of the period	2 399	2 279	2 279
Share Premium	27 975	27 260	27 975
Share premium on issue of ordinary shares	-	-	720
Share issue expenses	-	-	(5)
Share premium at the beginning of the period	27 975	27 260	27 260
Accumulated loss at end of the period	(22 935)	(19 928)	(21 493)
(Loss)/profit and total comprehensive income for the period	(1 741)	133	(1 431)
Changes in ownership interests in subsidiaries that do not result in a loss of control	298	-	-
Accumulated loss at the beginning of the period	(21 492)	(20 061)	(20 061)
Total equity attributable to the equity holders of the parent	7	9 611	8 882
Non-controlling shareholders' interest at end of the period	439	-	2 430
(Loss)/profit and total comprehensive income for the period	2 560	-	(1 503)
Changes in ownership interests in subsidiaries that do not result in a loss of control	(73)	-	-
Non-controlling shareholders' interest at beginning of the period	2 430	-	3 933
Total equity	9 999	9 611	11 312
SEGMENTAL ANALYSIS			
Total segment assets			
Thabex Ltd - exploration and management services	16 792	21 901	16 377
Tradepost 121 (Pty) Ltd - Monastery kimberlite project	7 466	3 921	4 791
Salt River Resources Ltd - base mineral project	7 356	7 597	7 356
Angel Diamonds (Pty) Ltd - Kolo kimberlite project	3 512	4 535	1 824
Minnex Exploration (Pty) Ltd - alluvial and kimberlite projects	822	3 819	4 712
Reportable assets	35 948	41 773	35 060
Assets not allocated to segments	159	200	110
Consolidation adjustments and inter-company eliminations	(16 153)	(20 901)	(14 634)
Total assets	19 954	21 072	20 536
Total segment liabilities			
Thabex Ltd - exploration and management services	6 972	9 062	6 708
Tradepost 121 (Pty) Ltd - Monastery kimberlite project	2 722	4 746	2 349
Salt River Resources Ltd - base mineral project	8 785	8 378	159
Angel Diamonds (Pty) Ltd - Kolo kimberlite project	2 873	11 636	413
Minnex Exploration (Pty) Ltd - alluvial and kimberlite projects	847	1 262	564
Reportable liabilities	22 199	35 084	10 193
Liabilities not allocated to segments	2 981	2 701	134
Consolidation adjustments and inter-company eliminations	(15 225)	(26 324)	(1 103)
Total liabilities	9 955	11 461	9 224
External revenue			
Thabex Ltd	121	120	421
Finance income			
Thabex Ltd	-	3	353
Salt River Resources Ltd	-	-	3
Minnex Exploration (Pty) Ltd	-	-	107
	-	3	463
Finance expense			
Thabex Ltd	5	3	5
Tradepost 121 (Pty) Ltd	-	89	-
Angel Diamonds (Pty) Ltd	9	-	1
Minnex Exploration (Pty) Ltd	-	28	-
	14	120	6
Segment profit/(loss)			
Thabex Ltd	151	2033	(2 319)
Tradepost 121 (Pty) Ltd	(362)	(215)	(530)
Salt River Resources Ltd	(2)	(20)	(664)
Angel Diamonds (Pty) Ltd	(65)	(1 624)	(3 820)
Minnex Exploration (Pty) Ltd	-	(62)	(125)
Reportable profit/(loss)	(278)	112	(7 458)
Other subsidiaries	(36)	(109)	(342)
Consolidation adjustments and inter-company eliminations	(1 500)	130	4 124
Loss before interest and taxation	(1 814)	133	(3 676)

The Group has five operating segments, as described below. For each of the segments the Group's Chief Executive reviews internal management reports on at least a monthly basis. The five segments are listed in order of priority for the Group's overall operations namely:

- Thabex Ltd: Includes exploration and management services to the Group's companies.
- Tradepost 121 (Pty) Ltd: Includes Monastery Mine (Pty) Ltd and Monastery Holdings (Pty) Ltd and these companies are involved in the prospecting and development of Monastery kimberlite pipe in the district of Marquard in the Free State Province.
- Salt River Resources Ltd: Includes the Salt River base mineral project in the Northern Cape Province.
- Angel Diamonds (Pty) Ltd: Includes the Kolo kimberlite project in the Mafateng district of the Kingdom of Lesotho
- Minnex Exploration (Pty) Ltd: Includes the Middelwater alluvial diamonds project, with a 2.5% royalty agreement on commencement of mining operations, and the search for primary kimberlite deposits in Northern Namibia.

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