Dwaalkop joint venture

Dwaalkop joint venture – key statistics

Ownership	Lonmin: 41.0%; Incwala Resources: 9.0%; Northam: 50.0%
Location	Northern portion of the eastern limb of the Bushveld Complex near Zebediela in the Limpopo Province adjacent to Baobab Platinum Mine (BPM)
Access and infrastructure	Existing infrastructure at BPM could be utilised to gain access to the Dwaalkop prospect
Reserves (total)	5.7Moz (3PGE+Au)
Resources (total)	17.8Moz (3PGE+Au)
Reserves*	2.9Moz (3PGE+Au)
Resources*	8.9Moz (3PGE+Au)
Life of mine	Exploration project at present
Project status	Pre-feasibility completed in 2007; further feasibility study work being considered

** attributable to Northam*

The year in review

Resource modelling and mining feasibility study work has been progressed through the year by Lonmin plc who hold the management contract for the Dwaalkop joint venture (Dwaalkop). Northam took ownership of 50% of the project in June 2011 following its acquisition of Mvelaphanda Resources.

Into F2012

Northam will continue to assess the available options to turn the Dwaalkop orebody to account.

Trans Hex Group Limited

With the acquisition of the entire share capital of Mvela Resources Northam has acquired a 20.3% stake in the Trans Hex Group Limited (Trans Hex). Trans Hex turned in a respectable performance for the year ended 31 March 2011, generating profits of R116 million from the South African operations.

There have also been a number of fundamental changes to the business over the past 12 months with progress in Angola: the Somiluana mine is profitable and there is progress on the disposal of the Fucuama and Luarica operations.

Trans Hex remains confident that market demand for diamonds is likely to be sustained, although pricing levels should stabilise in the longer term.

Kokerboom exploration project

Northam has acquired an initial participatory interest of 51% in the Kokerboom exploration project (a greenfields iron oxide-copper-gold and massive sulphide exploration project) in the northern Cape. Northam has committed R10 million to an aero-magnetic survey in the year ahead.