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**PLATINA RESOURCES LIMITED**

**ABN 25 119 007 939**

**INTERIM FINANCIAL REPORT**

**FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

## **CORPORATE DIRECTORY**

### **Directors**

Robert Mosig, Executive Chairman  
Dr John Ferguson, Non Executive Director  
Brian Moller, Non Executive Director

### **Company Secretary**

Duncan Cornish

### **Australian Business Number**

25 119 007 939

### **Head and Registered Office**

Level 1, Steel X Building  
2 Boston Court  
Varsity Lakes QLD 4227

Telephone: 61 7 3369 5255

Facsimile: 61 7 3369 5066

Email: [office@platinaresources.com.au](mailto:office@platinaresources.com.au)

Website: [www.platinaresources.com.au](http://www.platinaresources.com.au)

### **Share Registry**

Link Market Services  
Level 12, 300 Market Street  
Brisbane Queensland 4000

### **Solicitors**

Hopgood Ganim  
Level 8, Waterfront Place  
1 Eagle Street  
Brisbane Queensland 4000

### **Auditors**

Bentleys MRI  
Level 25, AMP Place  
10 Eagle Street  
Brisbane Queensland 4000

### **Stock Exchange**

The Company's securities are quoted on the Australian Stock Exchange Limited  
code: PGM

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

Your directors present their report on the company for the half-year ended 31 December 2007.

**Directors**

The names of directors in office at any time during or since the end of the half-year:

Robert Walter Mosig	Executive Chairman	Appointed 28 March 2006
Dr John Ferguson	Non-Executive	Appointed 5 April 2006
Brian Moller	Non-Executive	Appointed 30 January 2007

**Review of Operations**

**Highlights**

- Positive project economics under evaluation from the draft SRK Skaergaard Scoping Study, which is now due for completion in February 2008.
- Three new Exploration Licences applied for in East Greenland as a prelude to major 2008 exploration program.
- Phase 2 diamond drilling concludes at Munni Munni as full project assessment commences.
- Analytical results received from first 5 drill holes at Polar Bear with encouraging geochemical platinum group metal (pgm) anomalism (best result 4 metres @ 0.5 g/t pgm's and 0.4%Ni).

**Summary**

The Scoping Study on the Company's Skaergaard pgm and gold project in East Greenland (being carried out by SRK in Cardiff, Wales) is now due for completion in February 2008. The initial draft Project economic studies indicate robust (expected) cash flows for the main gold-palladium zone within the intrusion, and further evaluations are in progress. The Project economic studies are using long-term anticipated metal prices of USD \$575, \$1000 and \$250 for gold, platinum and palladium respectively. In anticipation of receipt of a positive Scoping Study report from SRK, the company is seeking confirmation from contractors for a major drilling program to commence at Skaergaard in July 2008. In addition, the company has applied for three new Exploration Licences prospective for pgm's within the general vicinity of the Skaergaard Project.

At the Company's Munni Munni Project near Karratha in Western Australia, the Phase 2 diamond drilling program has almost been completed. The 2000 metre program was designed to evaluate the seismic survey carried out in late 2007 which identified the pgm-rich Ferguson Reef below Fortescue Formation. Field logging confirms the intersection of reef in most holes and assays are awaited. New project economic studies are due for completion in February/March 2008.

Completion and assessment of both the Skaergaard and Munni Munni Scoping reports, will enable the Company to then determine the approach to be taken in relation to further requisite feasibility studies.

Elsewhere, at the Company's Polar Bear Project near Norseman in Western Australia, promising pgm assays were received from hole KNUVD3 which intersected 4m @ 0.5 g/t Pt, Pd, Au & 0.4% Ni. Assays from four other diamond holes (out of a total of 7 holes drilled) have also been received with above background geochemical pgm anomalism.

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

The assay results received to date from Polar Bear do not adequately explain the extremely high surface analyses identified in 2007 and further field sampling including new drilling is planned for May 2008.

The Company anticipates a very busy and successful 2008 as it progresses activities on all projects in the portfolio.

The net loss of the company for the period, amounted to \$3,689,190 (2006: \$283,545)

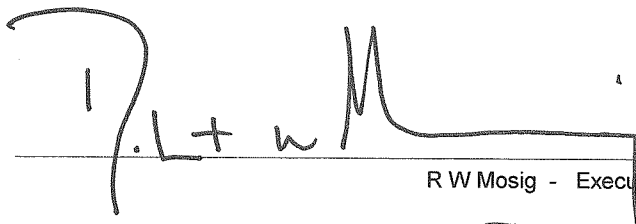
**Significant Changes in State of Affairs**

There were no significant changes in the nature of the company's principal activities during the financial period.

**Auditor's independence declaration**

The lead auditor's independence declaration is set out on page 4 and forms part of the directors report for the half-year ended 31 December 2007.

Signed in accordance with a resolution of the Board of Directors.

  
R W Mosig - Executive Chairman

Dated this 27 day of February 2008

The information in this report that relates to Exploration Results, Mineral Resources or Ore Resources is based on information compiled by Mr R W Mosig who is a full time employee of Platina Resources Limited and who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Mosig has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Mosig consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

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**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF PLATINA RESOURCES LIMITED**

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2007 there have been:

- i. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.



Bentleys MRI  
Brisbane Partnership  
Chartered Accountants



RJ Forbes  
Partner

Brisbane, 26 February 2008

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INTERIM FINANCIAL REPORT

CONDENSED INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	Dec 2007	28 Mar to Dec 2006
		\$	\$
Revenue		166,685	187,935
Employee benefits expense		3,580,436	322,409
Depreciation and amortisation expense		35,217	13,688
Other expenses		240,222	135,383
<b>Loss before income tax</b>		<b>(3,689,190)</b>	<b>(283,545)</b>
Income tax expense		-	-
<b>Loss for the period</b>		<b>(3,689,190)</b>	<b>(283,545)</b>
<b>Overall Operations</b>			
Basic loss per share (cents per share)		(0.10)	(0.09)
Diluted loss per share (cents per share)		(0.08)	(0.09)

The Condensed Income Statement should be read in conjunction with the notes to the financial statements.

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INTERIM FINANCIAL REPORT

CONDENSED BALANCE SHEET FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	Dec 2007	June 07
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		4,086,709	6,583,275
Trade and other receivables		12,618	39,224
Other assets		95,437	29,268
<b>TOTAL CURRENT ASSETS</b>		<b>4,194,764</b>	<b>6,651,767</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		233,724	181,886
Other assets – exploration and evaluation expenditure		3,983,049	1,589,660
<b>TOTAL NON-CURRENT ASSETS</b>		<b>4,216,773</b>	<b>1,771,546</b>
<b>TOTAL ASSETS</b>		<b>8,411,537</b>	<b>8,423,313</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		256,568	152,156
Short-term provisions		37,826	29,049
<b>TOTAL CURRENT LIABILITIES</b>		<b>294,394</b>	<b>181,205</b>
<b>TOTAL LIABILITIES</b>		<b>294,394</b>	<b>181,205</b>
<b>NET ASSETS</b>		<b>8,117,143</b>	<b>8,242,108</b>
<b>EQUITY</b>			
Issued capital		9,481,500	9,422,000
Share issue costs		(670,568)	(670,568)
		8,810,932	8,751,432
Options reserve		7,460,106	3,955,381
Retained earnings		(8,153,895)	(4,464,705)
<b>TOTAL EQUITY</b>		<b>8,117,143</b>	<b>8,242,108</b>

The Condensed Balance Sheet should be read in conjunction with the notes to the financial statements.

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INTERIM FINANCIAL REPORT

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	Share Capital Ordinary	Options Reserve	Accumulated Losses	Total
		\$	\$	\$	\$
<b>Balance at 28 March 2006</b>			-	-	
Shares issued		6,202,000	-	-	6,202,000
Share issue costs		(670,568)	-	-	(670,568)
Issue of shares		-	-	-	-
Options reserve		-	-	-	-
Loss for the period		-	-	(283,545)	(283,545)
Subtotal		5,531,432	-	(283,545)	5,247,887
Dividends paid or provided for		-	-	-	-
<b>Balance at 31 December 2006</b>		5,531,432	-	(283,545)	5,247,887
<b>Balance at 1 July 2007</b>		8,751,432	3,955,381	(4,464,705)	8,242,108
Shares issued at listing		-	-	-	-
Share issue costs		-	-	-	-
Issue of shares	4a (ii)	59,500	-	-	59,500
Options reserve		-	3,504,725	-	3,504,725
Loss for the period		-	-	(3,689,190)	(3,689,190)
Subtotal		8,810,932	7,460,106	(8,153,895)	8,117,143
Dividends paid or provided for		-	-	-	-
<b>Balance at 31 December 2007</b>		8,810,932	7,460,106	(8,153,895)	8,117,143

The Condensed Statement of Changes in Equity should be read in conjunction with the notes to the financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	Dec 2007 \$	28 Mar to Dec 2006 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(242,307)	(443,080)
Interest received		166,685	187,935
Net cash provided by (used in) operating activities		(75,622)	(255,145)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(87,055)	(148,594)
Exploration and evaluation expenditure		(2,356,889)	(807,335)
Net cash provided by (used in) investing activities		(2,443,944)	(955,929)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares	4a(ii)	23,000	6,202,000
ASX listing and prospectus costs		-	(670,568)
Net cash provided by (used in) financing activities		23,000	5,531,432
<b>Net decrease in cash held</b>		(2,496,566)	4,320,358
<b>Cash at beginning of period</b>		6,583,275	-
<b>Cash at end of financial period</b>		4,086,709	4,320,358

The Condensed Cash Flow Statement should be read in conjunction with the notes to the financial statements

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INTERIM FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

1. BASIS OF PREPARATION

The half-year condensed financial report is a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134 *Interim Financial Reporting* and other authoritative pronouncements of the Australian Accounting Standards Board including Australian Accounting Interpretations.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by Platina Resources Limited during the period in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the entity and are consistent with those applied in the 30 June 2007 annual report.

The half-year financial report does not include full disclosures of the type normally included in an annual financial report.

**Reporting Basis and Conventions**

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

**Going Concern**

The financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business. The ability of the Company to continue to adopt the going concern assumption will depend upon a number of matters including the successful raising in the future of necessary funding or the successful and subsequent exploitation of the Company's tenements.

**Comparatives**

When required by Accounting Standards, comparatives have been adjusted to conform to changes in presentation for the current financial year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**a. Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

**Property**

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, valuations by external independent valuers, less subsequent depreciation for buildings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

INTERIM FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

**Plant and equipment**

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

All repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

**Depreciation**

The depreciable amount of all fixed assets is depreciated over their useful lives to the company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Basis</b>	<b>Depreciation Rate</b>
Plant and equipment	Straight line	10%-33%
Plant and equipment	Diminishing	20% -40%
Motor Vehicles	Diminishing	22.5%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**b.Exploration and Evaluation Expenditure**

Exploration and evaluation expenditure related to areas of interest are carried forward to the extent that:

- (i) the rights to tenure of the areas of interest are current and the company controls the area of interest in which the expenditure has been incurred: and
- (ii) such costs are expected to be recouped through successful development and exploitation of the area of interest, or alternatively by its sale; or
- (iii) exploration and evaluation activities in the area of interest have not, at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the areas of interest are continuing.

The income statement will recognise expenses arising from the excess of the carrying values of exploration and evaluation assets over the recoverable amounts of these assets. Expenditure capitalised under the above policy is amortised over the life of the area of interest from the date that that commercial production of the related mineral occurs. In the event that an area of interest is abandoned or if the directors consider the expenditure to be of no value, accumulated expenditure carried forward is written off in the year in which that assessment is made. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward expenditure in relation to that area of interest.

**c.Financial liabilities**

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

**d.Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of twelve months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

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INTERIM FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

**e. Revenue**

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

**f. Provisions**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Mine restoration and rehabilitation costs are provided for at the present value of future expected expenditures required to settle the company's obligations on commencement of commercial production, discounted using a rate specified to the liability. When this provision is recognised a corresponding asset is also recognised as part of the development costs of the mine to the extent that it is considered that the provision gives access to future economic benefits. On an ongoing basis, the rehabilitation liability is re-measured at each reporting period in line with the changes in the time value of money (recognised as an expense in the income statement and an increase in the provision), and additional disturbances or changes in rehabilitation costs will be recognised as additions or changes to the corresponding asset and rehabilitation liability.

**3. LOSS FOR THE PERIOD**

Included under employee benefits expense in the condensed income statement is an amount of \$3,504,725 relating to share-based payment transactions.

**4. ISSUED CAPITAL**

	\$	No.
Balance at 1 July 2006	6,202,000	31,010,000
Shares issued during the period	-	-
Balance at 31 December 2006	<u>6,202,000</u>	<u>31,010,000</u>
Balance at 1 July 2007	9,422,000	37,110,000
Shares issued during the period		
(i) July 2007	36,500	50,000
(ii) August 2007	23,000	92,000
Balance at 31 December 2007	<u>9,481,500</u>	<u>37,252,000</u>

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INTERIM FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

4. ISSUED CAPITAL (continued)

a. Ordinary shares

- (i) On 12 July 2007, 50,000 ordinary shares were issued, in accordance with the sale and purchase agreement as consideration for interest in mining tenement EL38/1000
- (ii) On 21 August 2007, 92,000 ordinary shares were issued as a result of exercise of options over unissued shares.

During the half-year ended 31 December 2007, share options were granted to directors and employees under the Platina Resources Limited employee share option plan to take up ordinary shares. With the exception of 150,000 options which vest on 28 February 2008, all options had vested and were exercisable at 31 December 2007.

Issue Date	No. Issued	Exercise Price	Expiry Date
12/07/2007	96,000	0.80	30/11/2010
17/09/2007	52,000	0.65	30/11/2010
10/10/2007	70,000	1.40	31/12/2010
19/11/2007	150,000	1.40	30/11/2011
28/11/2007	3,250,000	1.40	31/12/2010
	3,618,000		

5. SEGMENT REPORTING

The company has only one business segment being the acquisition of mining tenements for mineral exploration with a focus on platinum group metals.

The business segments are located in Namibia, Greenland and Australia.

Geographical Segments

	Segment Revenues from External Customers	Carrying Amount of Segment Assets	Segment Result by Location of Assets	Segment Liability by Location of Assets	Acquisition of Non-current Segment Assets	Depreciation/ Amortisation by Location of Assets
	2007	2007	2007	2007	2007	2007
	\$	\$	\$	\$	\$	\$
<b>Geographical location:</b>						
<b>Namibia</b>		76,758	(33,665)	2,686		
<b>Greenland</b>		563,418	(247,108)	19,719		
<b>Australia</b>	166,685	7,771,361	(3,408,417)	271,989	307,719	(73,995)

INTERIM FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

5. SEGMENT REPORTING (continued)

Geographical Segments

	Segment Revenues from External Customers	Carrying Amount of Segment Assets	Segment Result by Location of Assets	Segment Liability by Location of Assets	Acquisition of Non-current Segment Assets	Depreciation/ Amortisation by Location of Assets
	2006	2006	2006	2006	2006	2006
	\$	\$	\$	\$	\$	\$
<b>Geographical location:</b>						
<b>Namibia</b>						
<b>Greenland</b>		49,120	(2,621)	617		
<b>Australia</b>	187,935	5,265,575	(280,924)	66,191	145,594	(13,688)

6. EVENTS SUBSEQUENT TO REPORTING DATE

There has not been any matter or circumstance, other than that referred to in the financial report, that has arisen since 31 December 2007, which has significantly affected, or may significantly affect, the operations of the company, the results of those operations, or the statement of affairs of the company in future financial years.

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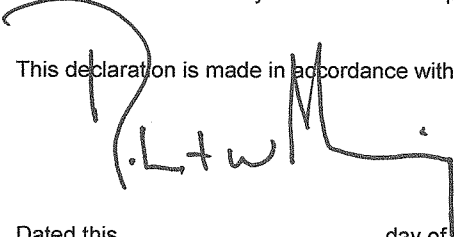
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DIRECTORS' DECLARATION

The directors of the company declare that:

1. the financial statements and notes, as set out on pages 5 to 13 are in accordance with the Corporations Act 2001 and:
  - a. comply with Australian Accounting Standard AASB 134 and the Corporations Regulations 2001; and
  - b. give a true and fair view of the financial position as at 31 December 2007 and of the performance for the half-year ended on that date of the company;
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

 R W Mosig - Executive Chairman

Dated this ..... day of ... 2008

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**INDEPENDENT REVIEW REPORT**

**TO THE MEMBERS OF PLATINA RESOURCES LIMITED**

**Scope**

We have reviewed the financial report of Platina Resources Limited for the half-year ended 31 December 2007 consisting of the Condensed Income Statement, Condensed Balance Sheet, Condensed Statement of Changes in Equity, Condensed Cash Flow Statement, Notes to the Financial Statements, accounting policies, selected explanatory notes and the Directors' Declaration.

**Directors' Responsibility for the Financial Report**

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditor's responsibility**

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Platina Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Independence**

In conducting our review, we followed applicable independence requirements of Australian professional ethical pronouncements and the *Corporations Act 2001*. We confirm that the Independence Declaration required by the *Corporations Act 2001*, provided to the Directors of Platina Resources Limited on 27 February 2008, would be in the same terms if provided to the Directors as at the date of this review report.

**Conclusion**

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Platina Resources Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2007 and of its performance for the interim period ended on that date; and
- (b) complying with Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

**Inherent Uncertainty Regarding Continuation as a Going Concern**

Without qualification to the opinion expressed above, attention is drawn to the following matter. As set out in Note 1, the financial statements have been prepared on a going concern basis. The ability of the company to continue to adopt the going concern basis of accounting, to maintain continuity of normal business activities, and to pay its debts as and when they fall due is dependent upon the continued ability of the company to raise capital, and or successfully explore and subsequently exploit the company's tenements.

No adjustments have been made to the carrying value of assets or recorded amount of liabilities should the company's plans not eventuate.



Bentleys MRI  
Brisbane Partnership  
Chartered Accountants



RJ Forbes  
Partner

Brisbane, 27 February 2008

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