



**PLATINA RESOURCES LIMITED**

**ABN 25 119 007 939**

**INTERIM FINANCIAL REPORT**

**FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

## **CORPORATE DIRECTORY**

### **Directors**

Reginald Gillard, Non Executive Chairman  
Robert Mosig, Managing Director  
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**

Suite 5, 2 Boston Court  
Varsity Lakes Queensland 4227  
PO Box 4192  
Robina Queensland 4226  
Telephone: 61 7 5580 9094  
Facsimile: 61 7 5580 9394  
Email: [admin@platinaresources.com.au](mailto:admin@platinaresources.com.au)  
Website: [www.platinaresources.com.au](http://www.platinaresources.com.au)

### **Share Registry**

Link Market Services  
ANZ Building, level 15  
324 Queen Street  
Brisbane Queensland 4000

### **Solicitors**

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

### **Auditors**

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

### **Stock Exchange**

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

**INTERIM FINANCIAL REPORT**

**DIRECTORS' REPORT**

Your directors present their report on the company for the half-year ended 31 December 2009

**Directors**

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

Reginald Gillard	Non Executive Chairman	Appointed 1 July 2009
Robert Walter Mosig	Managing Director	Appointed 28 March 2006
Dr John Ferguson	Non-Executive	Appointed 5 April 2006
Brian Moller	Non-Executive	Appointed 30 January 2007

**Review of Operations**

The six months were busy and productive for the Company, with field activities occurring in Greenland and Namibia, as well as desktop studies continuing on the flagship Skaergaard and Munni Munni mineral projects. The GRD Minproc Skaergaard Scoping Study review was received during the quarter and contains many positive recommendations.

The Skaergaard Scoping Study Review focussed on all key aspects of the project, with particular emphasis toward the Gold Zone. Of special importance, was the identification of many unique metallurgical characteristics of the Skaergaard ore, giving some of the best metal recoveries via simple gravity and flotation techniques ever recorded. The positive bench-scale metallurgical results confirm that a gold doré can be produced on-site allowing for a saleable product to be transported by aircraft on a year-round basis. Production of gold doré negates the troublesome issue of shipping a bulk concentrate in a part of the world where sea-ice restricts ship movement to only four months a year.

Further positive news regarding Skaergaard was received with the identification of a zone of potential higher grade gold and PGM's toward the centre of the intrusion. The identification of the higher grade gold mineralisation was made by AMC Consultants who evaluated all previous historic drill-hole data which delineated gold grade contours of 2g/t and 3g/t within the Gold Zone. The potential high grade zone represents an obvious location to start any future mining operation at Skaergaard, and is the focus of a large-scale field program to be conducted in 2010. The program will consist of a diamond drilling program targeting the zone of potential higher grade, as well as related ancillary activities.

This year's regional Greenland field season consisted predominantly of helicopter-borne exploration within a 150km radius of Skaergaard. The field program was carried out without incident and was successful in sampling all locations of interest, as well as making new discoveries with unknown potential. Assay results are yet to be received, however, positive identification of base metal-bearing sulphide veins were noted by the field team. Any discoveries of anomalous mineralisation will be subject to follow-up reconnaissance in the 2010 Greenland field season.

During the six month period the Company announced the Rights Issue on the 30 November 2009, which has been receiving positive support via acceptances from interested shareholders since 18 December 2009. The Rights Issue, which is non-renounceable, will offer all eligible shareholders one new fully paid ordinary share for every two existing shares currently held by them on 14 December 2009. In addition, one free attaching Option exercisable at \$0.35 before 28 February 2011 will be issued with every two new shares subscribed. The Rights Issue, which is expected to provide up to \$7.3 million of additional exploration funds and working capital will close on 27 January 2010 and strong shareholder support is anticipated.

**INTERIM FINANCIAL REPORT**

**DIRECTORS' REPORT**

**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 director's report for the half-year ended 31 December 2009.

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

R Gillard - Non Executive Chairman

Dated this 3 March 2010

**Competent Persons Statement**

*The information in this December 2009 half-year accounts Report relates to Exploration Results 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 mineralization 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 Australasian 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.*

**INTERIM FINANCIAL REPORT**

**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 2009 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  
Brisbane Partnership  
Chartered Accountants

Robert Forbes  
Partner  
Brisbane, 3 March 2010

**INTERIM FINANCIAL REPORT**

**STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

	Note	Dec 2009	Dec 2008
		\$	\$
Revenue		29,747	133,728
Administration expenses		(67,558)	(96,148)
Depreciation and amortisation expense		(89,181)	(97,941)
Employee benefits expense	2	(106,646)	(309,903)
Exploration costs expensed		(32,292)	-
Marketing expenses		(28,338)	(16,948)
Occupancy expenses		(48,079)	(42,606)
Other expenses		(77,706)	(213,376)
Professional services		(210,394)	(161,856)
<b>Operating Loss</b>		<u>(630,447)</u>	<u>(805,050)</u>
Loss before income tax		(630,447)	(805,050)
Income tax expense		-	-
<b>Loss for the period</b>		<u>(630,447)</u>	<u>(805,050)</u>
<b>Other comprehensive income</b>		<u>-</u>	<u>-</u>
<b>Other comprehensive income net of tax</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive loss for the period</b>		<u><u>(630,447)</u></u>	<u><u>(805,050)</u></u>
<b>Overall Operations</b>			
Basic diluted loss per share (cents per share)		(0.01)	(0.02)

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

**INTERIM FINANCIAL REPORT**

**STATEMENT OF FINANCIAL POSITION FOR THE HALF-YEAR ENDED 31 DECEMBER**

2009

	Note	Dec 2009 \$	Jun 2009 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		1,345,258	3,435,702
Trade and other receivables		33,359	42,028
Other assets		49,241	64,040
<b>TOTAL CURRENT ASSETS</b>		1,427,858	3,541,770
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		433,330	512,281
Other assets – exploration and evaluation expenditure		11,895,356	10,246,844
<b>TOTAL NON-CURRENT ASSETS</b>		12,328,686	10,759,125
<b>TOTAL ASSETS</b>		13,756,544	14,300,895
<b>CURRENT LIABILITIES</b>			
Trade and other payables		241,503	151,683
Short-term provisions		39,012	62,451
<b>TOTAL CURRENT LIABILITIES</b>		280,515	214,134
<b>TOTAL LIABILITIES</b>		280,515	214,134
<b>NET ASSETS</b>		13,476,029	14,086,761
<b>EQUITY</b>			
Issued capital		19,741,859	19,741,859
Unallotted shares		93,026	-
Share issue costs		(1,460,334)	(1,395,070)
		18,374,551	18,346,789
Options reserve		7,747,166	7,755,213
Accumulated losses		(12,645,688)	(12,015,241)
<b>TOTAL EQUITY</b>		13,476,029	14,086,761

The Statement of Financial Position should be read in conjunction with the notes to the financial statements.

**INTERIM FINANCIAL REPORT**

**STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

	<b>Note</b>	<b>Share Capital Ordinary</b>	<b>Options Reserve</b>	<b>Accumulated Losses</b>	<b>Total</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2008</b>		12,322,640	7,536,842	(8,779,706)	11,079,776
Loss for period		-	-	(805,050)	(805,050)
Other comprehensive income		-	-	-	-
Total comprehensive loss for the half-year		-	-	(805,050)	(805,050)
Transactions with owners in their capacity as owners					
Share issue costs	3	(439,780)	-	-	(439,780)
Issue of shares	3	6,463,929	-	-	6,463,929
Options reserve		-	206,615	-	206,615
Dividends		-	-	-	-
<b>Balance at 31 December 2008</b>		<b>18,346,789</b>	<b>7,743,457</b>	<b>(9,584,756)</b>	<b>16,505,490</b>
<b>Balance at 1 July 2009</b>		<b>18,346,789</b>	<b>7,755,213</b>	<b>(12,015,241)</b>	<b>14,086,761</b>
Loss for period		-	-	(630,447)	(630,447)
Other comprehensive income		-	-	-	-
Total comprehensive loss for the half-year		-	-	(630,447)	(630,447)
Transactions with owners in their capacity as owners					
Share issue costs	3	(65,264)	-	-	(65,264)
Share applications accepted	3	93,026	-	-	93,026
Options reserve		-	(8,047)	-	(8,047)
Dividends		-	-	-	-
<b>Balance at 31 December 2009</b>		<b>18,374,551</b>	<b>7,747,166</b>	<b>(12,645,688)</b>	<b>13,476,029</b>

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

**INTERIM FINANCIAL REPORT**

**STATEMENT OF CASHFLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

	Note	Dec 2009 \$	Dec 2008 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(505,519)	(650,331)
Interest received		29,747	133,728
Net cash provided by (used in) operating activities		(475,772)	(516,603)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(10,229)	(41,379)
Proceeds from sale of fixed assets		300	125
Exploration and evaluation expenditure		(1,674,418)	(4,533,375)
Net cash provided by (used in) investing activities		(1,684,347)	(4,574,629)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from acceptance of share applications	3	93,026	6,463,929
Share issue costs		(23,351)	(641,624)
Net cash provided by (used in) financing activities		69,675	5,822,305
<b>Net increase/(decrease) in cash held</b>		(2,090,444)	731,073
<b>Cash at beginning of period</b>		3,435,702	4,594,321
<b>Cash at end of financial period</b>		1,345,258	5,325,394

The Statement of Cashflows should be read in conjunction with the notes to the financial statements

**INTERIM FINANCIAL REPORT**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

**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 2009 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, apart from the changes in accounting policy noted below, and are consistent with those applied in the 30 June 2009 annual report.

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

**Changes in accounting policy**

*Presentation of Financial Statements*

AASB 101 prescribes the contents and structure of the financial statements. Changes reflected in this financial report include:

- ◆ the replacement of Income Statement with Statement of Comprehensive Income. Items of income and expense not recognised in profit or loss are now disclosed as components of 'other comprehensive income'.
- ◆ the revised standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with non-owner changes in equity presented in a reconciliation of each component of equity and included in the new statement of comprehensive income.
- ◆ the adoption of the separate income statement/single statement approach to the presentation of the Statement of Comprehensive Income; and
- ◆ other financial statements are renamed in accordance with the Standard.

**Operating Segments**

AASB 8 replaced *AASB 114 Segment Reporting* upon its effective date. The Company concluded that the operating segments determined in accordance with AASB 8 are the same as the business segments previously identified under AASB 114. AASB disclosures are shown in note 4.

**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 half-year financial report has 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.

**Platina Resources Limited ABN 25 119 007 939**

**2. LOSS FOR THE PERIOD**

Included under employee benefits expense in the statement of comprehensive income is an amount of (\$8,047) relating to forfeited share-based payment transactions.

**3. ISSUED CAPITAL**

	\$	No.
Balance at 1 July 2008	12,322,640	46,897,400
Shares issued during the period		
July 2008 3a (i)	3,852,948	6,977,110
September 2008 3a(ii)	2,610,981	4,747,239
Share issue costs	(439,780)	-
Balance at 31 December 2008	<u>18,346,789</u>	<u>58,621,749</u>
Balance at 1 July 2009	18,346,789	58,621,749
Share applications accepted during the period		
December 2009 3a(iii)	93,026	-
Share issue costs	(65,264)	-
Balance at 31 December 2009	<u>18,374,551</u>	<u>58,621,749</u>

**a. Ordinary shares**

- (i) On 5 July 2008, a Private Placement of 6,977,110 ordinary shares were
- (ii) On 4 September 2008, a Private Placement of 4,747,239 ordinary shares were issued following approval at an EGM.
- (iii) During December 2009, 372,101 ordinary share applications were accepted as part of a Rights Issue which was completed in January, 2010. These shares, which raised \$93,026 in funding, will be allotted at the close of the Rights Issue

**b. Share-based Options**

The following share-based payment arrangements existed at 31 December 2009.

Share options were granted to directors and employees under the Platina Resources Limited employee share option plan to take up ordinary shares.

During the half-year ended 31 December 2009, 100,000 options issued at \$0.75 were cancelled due to employee resignation.

Issue Date	Cancellation Date	No. Cancelled	Exercise Price	Expiry Date
29/12/2009	29/12/2009	100,000	0.75	31/12/2010

**INTERIM FINANCIAL REPORT**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

**4. 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, Greenland, Australia and Other Locations.

**Geographical Segments**

	<b>Segment Revenues from External Customers</b>	<b>Carrying Amount of Segment Assets</b>	<b>Segment Result by Location of Assets</b>	<b>Segment Liability by Location of Assets</b>	<b>Acquisition of Non-current Segment Assets</b>	<b>Depreciation/ Amortisation by Location of Assets</b>
	<b>2009</b>	<b>2009</b>	<b>2009</b>	<b>2009</b>	<b>2009</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Geographical location:</b>						
<b>Other locations</b>	-	219,155	(10,044)	4,468	-	-
<b>Greenland</b>	-	8,434,471	(386,542)	171,991	399,599	(149,188)
<b>Australia</b>	29,747	5,102,918	(233,861)	104,056	433,793	(250,874)

**Geographical Segments**

	<b>Segment Revenues from External Customers</b>	<b>Carrying Amount of Segment Assets</b>	<b>Segment Result by Location of Assets</b>	<b>Segment Liability by Location of Assets</b>	<b>Acquisition of Non-current Segment Assets</b>	<b>Depreciation/ Amortisation by Location of Assets</b>
	<b>2008</b>	<b>2008</b>	<b>2008</b>	<b>2008</b>	<b>2008</b>	<b>2008</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Geographical location:</b>						
<b>Other locations</b>	-	55,554	(2,597)	2,308	-	-
<b>Greenland</b>	-	4,125,894	(192,877)	171,435	368,346	(41,780)
<b>Australia</b>	133,728	13,039,593	(609,575)	541,808	430,110	(181,192)

**INTERIM FINANCIAL REPORT**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

**6. EVENTS SUBSEQUENT TO REPORTING DATE**

The Rights Issue closed with a strong overall take-up from shareholders and the Company approved applications from shareholders above their entitlements. In addition, new investors have taken up a shortfall of approximately \$1.3m bringing the total of funds raised to \$6.8m, before issue costs.

The Company has withdrawn from the Southern Cross Joint Venture in Namibia in February, 2010.

Apart from the above, there has not been any matter or circumstance, other than that referred to in the financial report that has arisen since 31 December 2009, which has significantly affected, or may significantly affect, the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

**INTERIM FINANCIAL REPORT**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. the financial statements and notes, as set out on pages 5 to 12 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 2009 and of the performance for the period 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 Gillard- Non Executive Chairman

Dated this 3 March 2010

## INDEPENDENT REVIEW REPORT TO THE MEMBERS OF PLATINA RESOURCES LIMITED

### Report on the half-year financial report

We have reviewed the accompanying half-year financial report of Platina Resources Limited, which comprises the statement of financial position as at 31 December 2009 and statement of comprehensive income, statement of changes in equity and statement of cash flows for the half year ended on that date, other 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 Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing 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 2009 and its performance for the interim period 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 have complied with the independence requirements of the Corporations Act 2001.

### 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 2009 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.

Bentleys  
Brisbane Partnership  
Chartered Accountants

RJ Forbes  
Partner

Brisbane, 3 March 2010