

Reviewed Condensed Consolidated Financial Results

for the six months ended 28 February 2011

Condensed Consolidated Statement of Financial Position

| (Figures in R '000) | Reviewed six months ended 28 Feb 2011 | Unaudited six months ended 28 Feb 2010 | Audited year ended 31 Aug 2010 |
|---|---------------------------------------|--|--------------------------------|
| Assets | | | |
| Non-Current Assets | | | |
| Property, plant and equipment | 18,792 | 8,018 | 14,368 |
| Intangible assets | 339,735 | 338,136 | 339,612 |
| Other financial assets | 2,541 | 2,664 | 2,468 |
| | 361,068 | 348,818 | 356,448 |
| Current Assets | | | |
| Trade and other receivables | 1,223 | 1,377 | 2,905 |
| Cash and cash equivalents | 4,137 | 5,503 | 24,553 |
| | 5,360 | 6,880 | 27,458 |
| Total Assets | 366,428 | 355,698 | 383,906 |
| Equity and Liabilities | | | |
| Equity | | | |
| Equity Attributable to Equity Holders of Parent | | | |
| Share capital | 115,050 | 91,812 | 115,050 |
| Reserves | – | 1,793 | – |
| Retained income | 228,139 | 248,249 | 239,139 |
| | 343,189 | 341,854 | 354,189 |
| | (905) | (382) | (863) |
| | 342,284 | 341,472 | 353,326 |
| Non-controlling interest | | | |
| | | | |
| Liabilities | | | |
| Non-Current Liabilities | | | |
| Finance lease obligation | 1,294 | 2,316 | 1,815 |
| Deferred tax | 221 | 907 | 221 |
| Environmental rehabilitation provisions | 8,280 | 8,164 | 9,220 |
| | 9,795 | 11,387 | 11,256 |
| Current Liabilities | | | |
| Loans from shareholders | 2,928 | 100 | 2,928 |
| Finance lease obligation | 1,012 | 912 | 964 |
| Operating lease liability | 22 | 35 | 22 |
| Trade and other payables | 10,387 | 1,792 | 15,410 |
| | 14,349 | 2,839 | 19,324 |
| Total Liabilities | 24,144 | 14,226 | 30,580 |
| Total Equity and Liabilities | 366,428 | 355,698 | 383,906 |
| Net asset value per share (cents) | 120.3 | 138.0 | 124.2 |
| Net tangible asset value per share (cents) | 0.9 | 1.3 | 4.8 |
| Shares in issue – closing number | 284,511 | 247,400 | 284,511 |

Condensed Consolidated Statement of Cash Flows

| (Figures in R '000) | Reviewed six months ended 28 Feb 2011 | Unaudited six months ended 28 Feb 2010 | Audited year ended 31 Aug 2010 |
|---|---------------------------------------|--|--------------------------------|
| Cash used in operations | (13,496) | (5,931) | (2,562) |
| Interest income | 201 | 410 | 478 |
| Finance costs | (113) | (174) | (319) |
| Net cash from operating activities | (13,408) | (5,695) | (2,403) |
| Net cash from investing activities | (6,534) | (3,409) | (13,269) |
| Net cash from financing activities | (474) | (523) | 25,095 |
| Total cash movement for the period | (20,416) | (9,627) | 9,423 |
| Cash at the beginning of the period | 24,553 | 15,130 | 15,130 |
| Total cash at end of the period | 4,137 | 5,503 | 24,553 |

| |
|---|
| SPONSOR: PricewaterhouseCoopers Corporate Finance (Proprietary) Ltd, 2 Eglon Road, Sunninghill, 2157 (Private Bag X36, Sunninghill, 2157) |
| CORPORATE ADVISER: Touchstone Capital (Proprietary) Ltd, Ground Floor, Pecanwood Building, The Greens Office Park, Charles de Gaulle Crescent, Highveld Techno Park, Centurion (PO Box 36254, Menlo Park, 0102) |
| TRANSFER SECRETARIES: Computershare Investor Services (Pty) Limited, 70 Marshall Street, Johannesburg, 2001 (PO Box 61051, Marshalltown, 2107) Telephone number: 011 370 5500 |
| COMPANY SECRETARY AND PLACE WHERE REGISTERS ARE KEPT: Fusion Corporate Secretarial Services (Pty) Ltd, represented by Melinda van den Berg, Nr 56 Regency Road, Route 21 Corporate Park, Nellmapius Drive, Irene, Centurion (PO Box 68528, Highveld, 0169) Telephone number: 082 896 0548 |
| COMPANY REGISTERED OFFICE: Ground Floor, Pecanwood Building, The Greens Office Park, Charles de Gaulle Crescent, Highveld Techno Park, Centurion PO Box 1045, North Riding, 2162 Telephone: 012 665 4200 Fax: 012 665 4258 Email: info@mirandaminerals.com |

Commentary

The Board of Directors welcomes this opportunity to update the shareholders of Miranda on some of the exciting developments impacting on their investment during the first six months of the 2011 financial year.

The condensed consolidated interim financial results of the Group for the six month period ended 28 February 2011 are a summary of the Group's reviewed interim financial statements and comprise the Company and its subsidiaries. As a result of the restructured Board mentioned below, it was decided that in terms of good corporate governance, the interim financial results would be reviewed.

The group's auditors, Deloitte & Touche, have reviewed these results and a copy of their unmodified review opinion on this set of condensed financial information is available for inspection at the Group's registered office.

1. PRESENTATION OF CONDENSED CONSOLIDATED INTERIM RESULTS

The condensed consolidated interim results have been prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the AC 500 standards as issued by the Accounting Practices Board and the information as required by IAS 34: Interim Financial Reporting, Listing Requirements of the JSE Limited, and the Companies Act of South Africa (Act 61 of 1973), as amended. In the preparation of these interim financial results, the Group has applied key assumptions concerning the future and other indeterminate sources in recording various assets and liabilities.

The Group's principal accounting policies and assumptions have been applied consistently over the current and prior financial periods.

2. STRATEGIC AND CORPORATE REVIEW

At a strategic and corporate level, the period under review has largely been one of consolidation, review and restructuring for Miranda:

- Shareholders are referred to the SENS announcements dated 7, 19 and 21 April 2011, as well as 9 and 24 May 2011, in which it stated that the Company is presently reviewing all possible implications associated with the re-launch of the capital raising, which process is expected to be concluded by no later than the first week of June 2011.
- The plans to list the Group's coal assets separately have been placed on hold pending the capital raising.
- The Board has been restructured to reflect the change in its shareholder base and the new challenges the Company will face. This process of establishing the right balance between expertise and independence is ongoing. The Board and its sub committees are in the process of reconstitution following the retirement of two directors at the annual general meeting held on 7 April 2011.

3. OPERATIONAL REVIEW

The operational highlights of the Coal Division's activities during the last six months include:

- Miranda Coal has appointed its new preferred partner in its Sesikhona Klipbrand Colliery (Pty) Ltd ("Sesikhona"), an approximately 3.7 million tonne ("mt") anthracite project, subject to the delivery of acceptable financial guarantees. Miranda has returned to its original model for Sesikhona, namely to outsource all mining, processing, logistics and offtake to an outsider and to secure an annuity income stream for the Group over the life of the project. An announcement on the timeline and roll-out of the project will be made as soon as all agreements have been concluded and the offtake becomes unconditional.
- The long-awaited Mining Right for Miranda Coal's second coal development property, Uithoek, has been granted and executed with the Department of Mineral Resources ("DMR"). The open pit sections of Uithoek and the adjacent Burnside property (whose Mining Right application lags

- Capital raising is currently being reviewed
- Sesikhona mining and offtake partner has been conditionally appointed
- Uithoek Mining Right has been granted
- Miranda Coal's shareholding in Glencoe coal properties increased

Condensed Consolidated Statement of Comprehensive Income

| (Figures in R '000) | Reviewed six months ended 28 Feb 2011 | Unaudited six months ended 28 Feb 2010 | Audited year ended 31 Aug 2010 |
|--|---------------------------------------|--|--------------------------------|
| Operating loss before interest and tax | (11,203) | (7,286) | (17,593) |
| Investment revenue | 201 | 410 | 478 |
| Fair value adjustment | 73 | – | 131 |
| Finance costs | (113) | (445) | (319) |
| Loss before taxation | (11,042) | (7,321) | (17,303) |
| Taxation | – | (84) | (95) |
| Loss for the period | (11,042) | (7,405) | (17,398) |
| Other comprehensive income: | | | |
| Loss on aircraft revaluation | – | (357) | (2,847) |
| Taxation related to components of other comprehensive income | – | 100 | 797 |
| Other comprehensive loss for the year net of taxation | – | (257) | (2,050) |
| Total comprehensive loss | (11,042) | (7,662) | (19,448) |
| Loss attributable to: | | | |
| Equity holders of the parent | (11,000) | (7,192) | (16,704) |
| Non-controlling interest | (42) | (213) | (694) |
| | (11,042) | (7,405) | (17,398) |
| Total comprehensive loss attributable to: | | | |
| Equity holders of the parent | (11,000) | (7,449) | (18,754) |
| Non-controlling interest | (42) | (213) | (694) |
| | (11,042) | (7,662) | (19,448) |
| Weighted average number of shares in issue | 284,511 | 247,400 | 247,502 |
| Loss per share (cents) | (3.87) | (2.99) | (7.03) |
| Headline loss per share (cents) | (3.87) | (2.99) | (6.73) |
| No dilution effect | | | |

Condensed Consolidated Statement of Changes in Equity

| (Figures in R '000) | Share capital | Share premium | Re-valuation reserve | Retained income | Non-controlling interest | Total equity |
|---|---------------|----------------|----------------------|-----------------|--------------------------|----------------|
| Balance at 31 August 2009 | 2,474 | 89,338 | 2,050 | 255,085 | (169) | 348,778 |
| Total comprehensive loss for the 6 months | – | – | (257) | (7,192) | (213) | (7,662) |
| Revaluation reserve realised | – | – | – | 356 | – | 356 |
| Total changes | – | – | (257) | (6,836) | (213) | (7,306) |
| Balance at 28 February 2010 | 2,474 | 89,338 | 1,793 | 248,249 | (382) | 341,472 |
| Balance at 31 August 2009 | 2,474 | 89,338 | 2,050 | 255,085 | (169) | 348,778 |
| Total comprehensive loss for the year | – | – | (2,050) | (16,704) | (694) | (19,448) |
| Issue of shares | 371 | 22,867 | – | – | – | 23,238 |
| Revaluation reserve realised | – | – | – | 758 | – | 758 |
| Total changes | 371 | 22,867 | (2,050) | (15,946) | (694) | 4,548 |
| Balance at 31 August 2010 | 2,845 | 112,205 | – | 239,139 | (863) | 353,326 |
| Balance at 31 August 2010 | 2,845 | 112,205 | – | 239,139 | (863) | 353,326 |
| Total comprehensive loss for the 6 months | – | – | – | (11,000) | (42) | (11,042) |
| Total changes | – | – | – | (11,000) | (42) | (11,042) |
| Balance at 28 February 2011 | 2,845 | 112,205 | – | 228,139 | (905) | 342,284 |



Group Segmental Analysis

IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision-maker in order to allocate resources to the segments and to assess their performance. The chief operating decision-maker has been identified as the Executive Committee that makes strategic decisions. The Group has identified its operating segments based on its main exploration divisions and aggregated them into coal, diamonds, gold, base metals and industrial minerals and other. These values have been reconciled to the consolidated financial results. The measures reported on by the Group are in accordance with the accounting policies adopted for preparing and presenting the consolidated annual financial statements. Segment operating expenses comprise all operating expenses of the different reportable segments and are either directly attributable to the reportable segment, or can be allocated to the reportable segment on a reasonable basis. The segment assets and liabilities comprise all assets and liabilities of the different segments that are employed by the reportable segments and are either directly attributable to the reportable segments, or can be allocated to the reportable segment on a reasonable basis.

Reviewed six months 28 February 2011

| (Figures in R '000) | Coal | Diamonds | Gold | Base Metals & Industrial Minerals | Other | Group |
|---|-----------------|--------------|--------------|-----------------------------------|----------------|-----------------|
| Segment result: | | | | | | |
| Loss before taxation | 4,392 | 1,532 | 382 | 688 | 4,048 | 11,042 |
| Taxation | – | – | – | – | – | – |
| Loss after taxation | 4,392 | 1,532 | 382 | 688 | 4,048 | 11,042 |
| Segment assets | 53,692 | 637 | 143 | 307,238 | 4,718 | 366,428 |
| Mining properties | 14,882 | – | – | – | – | 14,882 |
| Capital work-in-progress | 13,153 | – | – | – | – | 13,153 |
| Exploration and evaluation asset | 10,388 | 282 | 72 | 79 | – | 10,821 |
| Mineral rights | 8,929 | – | – | 306,832 | – | 315,761 |
| Other assets | 6,340 | 355 | 71 | 327 | 4,718 | 11,811 |
| Segment liabilities | (17,638) | (627) | (126) | (188) | (5,565) | (24,144) |
| Other material non-cash items included in segment loss | | | | | | |
| Depreciation on property, plant and equipment | 691 | 74 | 15 | 22 | 16 | 818 |

Unaudited six months 28 February 2010

| (Figures in R '000) | Coal | Diamonds | Gold | Base Metals & Industrial Minerals | Other | Group |
|---|-----------------|--------------|--------------|-----------------------------------|----------------|-----------------|
| Segment result: | | | | | | |
| Loss before taxation | 3,787 | 552 | 105 | 159 | 2,718 | 7,321 |
| Taxation | 71 | 8 | 2 | 3 | – | 84 |
| Loss after taxation | 3,858 | 560 | 107 | 162 | 2,718 | 7,405 |
| Segment assets | 40,734 | 1,249 | 216 | 307,353 | 6,146 | 355,698 |
| Mining properties | – | – | – | – | – | – |
| Capital work-in-progress | 12,791 | – | – | – | – | 12,791 |
| Exploration and evaluation asset | 8,960 | 487 | 64 | 72 | – | 9,583 |
| Mineral rights | 8,929 | – | – | 306,833 | – | 315,762 |
| Other assets | 10,054 | 762 | 152 | 448 | 6,146 | 17,562 |
| Segment liabilities | (11,871) | (704) | (141) | (211) | (1,299) | (14,226) |
| Other material non-cash items included in segment loss | | | | | | |
| Depreciation on property, plant and equipment | 974 | 110 | 22 | 33 | 26 | 1,165 |

Audited for the year ended 31 August 2010

| (Figures in R '000) | Coal | Diamonds | Gold | Base Metals & Industrial Minerals | Other | Group |
|---|-----------------|----------------|--------------|-----------------------------------|----------------|-----------------|
| Segment result: | | | | | | |
| Loss before taxation | 10,373 | 1,576 | 367 | 659 | 4,328 | 17,303 |
| Taxation | 80 | 10 | 2 | 3 | – | 95 |
| Loss after taxation | 10,453 | 1,586 | 369 | 662 | 4,328 | 17,398 |
| Segment assets | 50,245 | 927 | 155 | 307,256 | 25,323 | 383,906 |
| Mining properties | 9,665 | – | – | – | – | 9,665 |
| Capital work-in-progress | 13,153 | – | – | – | – | 13,153 |
| Exploration and evaluation asset | 10,042 | 506 | 71 | 78 | – | 10,697 |
| Mineral rights | 8,929 | – | – | 306,832 | – | 315,761 |
| Other assets | 8,456 | 421 | 84 | 346 | 25,323 | 34,630 |
| Segment liabilities | (22,236) | (1,025) | (205) | (307) | (6,807) | (30,580) |
| Other material non-cash items included in segment loss | | | | | | |
| Depreciation on property, plant and equipment | 2,031 | 230 | 46 | 69 | 62 | 2,438 |

4. FINANCIAL REVIEW

On 28 February 2011, the net asset value and net tangible asset value of the company amounted to R342.3 million and R25 million respectively (2010: R341.5 million and R3.3 million). This was equivalent to 120.3 cents per share ("cps") and 0.9 cps (2010: 138.0 cps and 1.3 cps), which represents a decline of 13% and 31%, respectively. The group has incurred material expenditure in the period as a direct result of its ongoing exploration program and the preparation of new exploration and mining right applications. The resultant net loss for the period was R11.0 million (2010: R7.4 million).

5. EVENTS SUBSEQUENT TO BALANCE SHEET DATE

An extraordinary general meeting of shareholders was held on 9 May 2011. Shareholders passed the requisite resolutions to facilitate the Group's capital raising activities by placing the authorised, unissued shares of the Company under the control of the directors.

6. CHANGES TO THE BOARD

During the financial period reported on:

- Mr Parawut Kobboon and Mr Glen William Poff were appointed as Non-executive Directors, and Mr Daniel Choon Beng Lian as an Independent Non-executive Director, all effective from 13 December 2010; and
- Mr Moses Tshitangano, was appointed as a Non-executive Director effective 14 February 2011. Subsequent to 28 February 2011:
- Mr Glen Poff, previously a Non-executive Director was appointed as the Chief Executive Officer effective 14 March 2011;
- Alan R Thompson, previously Non-executive Chairman, and Adriaan M Botha, previously Financial Director, both retired from the board on