

Miranda Mineral Holdings Limited  
(Incorporated in the Republic of South Africa)  
(Registration number 1998/001940/06)  
Share code: MMH ISIN: ZAE000074019  
("Miranda" or "the company" or "the group")

Unaudited Financial Results  
for the six months ended 28 February 2009

#### Highlights

- Strategic investment in Miranda by Yakani
- Developed and strengthened portfolio of coal assets in KwaZulu-Natal
- First coal mining right granted and executed on the Sesikhona Kliprand project in KZN
- Updated CPR released on Amajuba and Uithoek projects
- Mining right applications submitted on Amajuba and Uithoek projects
- Two further coal exploration permits granted in KZN

CONSOLIDATED BALANCE SHEETS

(Figures in R'000)	Unaudited at 28 Feb 2009	Unaudited at 29 Feb 2008	Audited at 31 Aug 2008
<b>ASSETS</b>			
Non-current assets	325 638	317 271	323 852
Property, plant and equipment	7 091	321	6 639
Goodwill	11 714	10 109	10 609
Intangible assets	306 833	306 833	306 832
Investments in associates	-	-	(228)
Other financial assets	-	8	
Current assets	23 848	28 711	21 387
Trade and other receivables	556	330	905
Cash and cash equivalents	23 292	28 381	20 482
<b>Total Assets</b>	<b>349 486</b>	<b>345 982</b>	<b>345 239</b>
<b>EQUITY AND LIABILITIES</b>			
Capital and Reserves	344 392	344 931	337 817
Share capital and share premium	91 812	75 681	74 645
Reserves	284 522	284 522	284 522
Retained earnings	(30 931)	(15 272)	(20 799)
Minority interest	(1 011)	-	(551)
Non-current liabilities			
Finance lease obligation	3 129	1 004	3 614
Current liabilities	1 965	47	3 808
Finance lease obligation	718	-	1 614
Trade and other payables	546	47	1 190
Other financial liabilities	700	-	1 004
Bank overdraft	1	-	-
<b>Total equity and liabilities</b>	<b>349 486</b>	<b>345 982</b>	<b>345 239</b>
Net asset value per share (cents)	139.20	160.34	157.0
Net tangible asset value per share (cents)	10.45	13.01	9.5
Shares in issue - closing number ('000)	247 400	215 131	215 131

CONSOLIDATED INCOME STATEMENTS

	Unaudited Six months ended	Unaudited Six months ended	Audited Year
(Figures in R'000)	28 Feb 2009	29 Feb 2008	31 Aug 2008
Revenue	-	263	372
Cost of sales	-	-	(298)
Gross profit	-	263	74
Other income	-	-	548
Operating expenses	(11 219)	(4 370)	(11 674)
Operating loss	(11 219)	(4 107)	(11 052)
Investment revenue	1 156	817	2 108
Income from equity accounted investments	-	-	(229)
Finance costs	(291)	(229)	(423)
Net loss before taxation	(10 354)	(3 519)	(9 596)
Taxation	-	-	-
Net loss for the period	(10 354)	(3 519)	(9 596)
Attributable to:			
Equity holders of the parent	(10 133)	(3 519)	(9 119)
Minority interest	(221)	-	(477)
Loss per share (cents)	(4.4)	(1.8)	(4.5)
Headline loss per share (cents)	(4.4)	(1.8)	(4.5)
Shares in issue - weighted average number ('000)	231 266	192 053	203 547

CONSOLIDATED CASH FLOWS STATEMENTS

(Figures in R'000)	Unaudited Six months ended 28 Feb 2009	Unaudited Six months ended 29 Feb 2008	Audited Year ended 31 Aug 2008
Cash flows from operating activities	(10 509)	(4 267)	(9 103)
Cash utilised in operating activities	(11 374)	(4 855)	(10 789)
Interest income	1 156	588	2 108
Finance cost	(291)	-	(422)
Cash flows from investing activities	(2 164)	(91)	(7 346)
Purchase of property, plant and equipment	(1 164)	(90)	(6 854)
Acquisition of businesses	(1 000)	(1)	(500)
Loans advanced to group companies	-	-	-
Sale of financial assets	-	-	8
Cash flows from financing activities	15 482	20 719	24 911
Proceeds on share issue	17 167	20 719	19 684
Finance lease payments	(1 381)	-	5 227
Repayment of other financial liabilities	(304)	-	-
Increase in cash and cash equivalents	2 809	16 361	8 462
Cash and cash equivalents at beginning of year	20 482	12 020	12 020
Cash and cash equivalents at end of year	23 291	28 381	20 482

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Figures in R'000)	Share capital	Share premium	Accumulated loss
Balance at 1 Sep 2007	1 871	53 090	(11 679)
Net loss for the period	-	-	(9 119)
Issue of shares	280	20 440	-
Share issue costs	-	(1 036)	-
Business combinations	-	-	-
Balance at 1 Sep 2008	2 151	72 494	(20 799)
Net loss for the period	-	-	(10 133)
Issue of shares	323	16 845	-
Business combinations	-	-	-
Balance at 28 Feb 2009	2 474	89 338	(30 931)

(Figures in R'000)	Revaluation reserve	Minority interest	Total
Balance at 1 Sep 2007	284 522	(73)	327 730
Net loss for the period	-	(477)	(9 596)
Issue of shares	-	-	20 720
Share issue costs	-	-	(1 036)
Business combinations	-	(1)	(1)
Balance at 1 Sep 2008	284 522	(551)	337 817
Net loss for the period	-	(221)	(10 354)
Issue of shares	-	-	17 167
Business combinations	-	(238)	(238)
Balance at 28 Feb 2009	284 522	(1 011)	344 392

## COMMENTARY

### 1. STRATEGIC REVIEW

During the six months under review, Miranda has developed and strengthened its portfolio of coal assets in KwaZulu-Natal ("KZN").

#### 1.1 Strategy to deal with financial market upheavals

The board has responded to the downturn in the commodity cycle and the volatility in financial markets in two ways:

- Firstly, the company will continue to focus fully on the development of the group's core KZN coal assets but has decided to delay further large exploration spending in its other divisions until commodity market conditions improve. This course of action takes into account the current challenging conditions for obtaining exploration funding, as well as the fact that Miranda's coal assets are the most advanced and developed assets in the group. In addition, Miranda will produce high grade coking coal and anthracite for the export market, which means that the group's coal projects are not dependent on local Eskom demand fluctuations. A significant "first mover" advantage has been achieved in KZN which will allow these projects to progress rapidly up the value curve.
- Secondly, the board views the current financial and commodity market turmoil as presenting an unique and exciting opportunity to build and develop the group's asset base further. The group will continue to consider possible opportunistic-type acquisitions and/ or joint ventures with minimum cash requirements that provide a strategic fit with the Miranda business model, which is to build a pipeline of prospects and projects with different maturities. Acquisitions will be sought within its four existing divisions of coal, diamonds, precious metals and industrial minerals. Miranda is strongly placed to grow its asset base by accumulating and, where necessary, "warehousing" projects in this manner, thereby positioning the group ideally in the medium-term for the next recovery phase in the commodity cycle. This approach fits astutely with the holding company's function as an incubator of maturing mining exploration and development projects within its targeted commodity sectors.

## 1.2 Strategic investment in Miranda by Yakani

In November 2008, the board secured a strategic investment in Miranda by black-owned Yakani Resources (Pty) Ltd ("Yakani"). Yakani is a wholly-owned subsidiary of the Yakani Group (Pty) Ltd, and is a young and dynamic empowerment group of companies operating in Southern Africa. Headed by Messrs Gilbert Phalafala and Siswe Tati, the Yakani Group provides both financial and intellectual capital to investments meeting its criteria and strategic vision.

The initial investment took the form of a general issue of shares for cash in the amount of R17.2 million. Yakani has since increased its stake in Miranda to 34% by buying shares in the open market. For Miranda shareholders, the exciting strategic and potential operational reasons for the transaction include the following:

- Yakani will deepen and extend the BEE status of Miranda at its holding company level. This will greatly complement Miranda's own BEE initiatives, which have focused on implementing broad-based structures at operational subsidiary level.
- Yakani is an active player in the mining and exploration arena with a resource focus broadly aligned with that of Miranda, being a coal, diamonds, precious and industrial minerals portfolio. The strategic association between Miranda and Yakani is anticipated to provide a platform for future investigations into asset-related transactions and opportunities.
- The operations of Yakani in complementary business areas provide for potential operational synergies. For instance, its interests in the building and construction industry make Yakani ideally suited as a potential joint venture partner for the development of Miranda's clay and aggregate resources.
- The additional cash resources emanating from the issue of shares for cash afford Miranda greater flexibility both in the exploration of existing core prospects and in considering potential acquisitions.

## 2. OPERATIONAL REVIEW

During the last six months, Miranda completed its internal financial evaluations on the economic viability of the KZN coal properties where second phase drilling and exploration had been concluded. The outcome revealed positive results for the majority of the projects considered.

### 2.1 Sesikhona Kliprand Colliery

During the period under review, Sesikhona was granted a mining right by the DME over four contiguous farms covering 884 hectares in the Dannhauser district of KZN. As the group's first coal mining license, this represents a significant achievement for the coal division. The Sesikhona project is the first in Miranda's pipeline of coal projects in KZN to move into production phase. Shareholders are also referred to the project update announcement dated 3 April 2009 for further information.

### 2.2 Amajuba project

The group successfully concluded its second phase drilling program on Miranda Coal's Amajuba coal project in KZN in November 2008. The Amajuba project consists of four prospecting permits covering five farms of over 3,700 hectares in the Newcastle area. The results of the exploration program that consisted of 23 new cored boreholes are contained in an updated Competent Person's Report. These findings were reported on 5 March 2009. The aim of the exploration program was to upgrade the resource status, confirm the historic data and improve the quality of the database. The CPR confirmed the following resource statement:

Inferred resource	21.5 million tons
Measured resource	16.6 million tons
Total resource	38.1 million tons

Following the positive results of the exploration program, the group submitted a mining right application to the DME, which is presently under appeal.

### 2.3 Uithoek

A mining right application has been submitted to and accepted by the DME for the group's Uithoek project in the Glencoe area. The scoping report has been completed and an environmental impact assessment is currently being undertaken for submission by June. It is estimated that approximately 40% of the measured resource of 6.6 million tons is open-castable.

### 2.4 Majestic Silver

Miranda Coal subsidiary, Majestic Silver Trading (Pty) Ltd, has been awarded a prospecting permit over approximately 823 hectares, covering 5 farms in the district of Dannhauser in KZN. The farms are contiguous to the group's other coal projects in the area and the exploration program has been designed to test for confirmation of the continuation of the coal seams through the properties. The initial results from the drilling, which include both percussion and core drilling, have been positive.

## 3. FINANCIAL REVIEW

### 3.1 Financial results

On 28 February 2009, the net asset value and net tangible asset value of the company amounted to R344.4 million and R25.8 million respectively (2008: R344.9 million and R28.0 million). This was equivalent to 139.2 cents per share ("cps") and 10.4 cps (2008: 160.3 cps and 13.0 cps), which represents a decline of 13.2% and 19.7%, respectively.

Indicative of the group's stepped-up exploration activities is the increase in operating expenses to R11.2 million (2008: R 4.4 million). 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. Net income from investment and financing activities amounted to R0.8 million (2008: R0.6 million). The resultant net loss for the period was R10.4 million (2008: R3.5 million).

### 3.2 Valuation of Rozynenbosch base metal project

In terms of International Financial Reporting Standards ("IFRS") the board is required to test on a regular basis for any impairment or material change in the value of the company's assets. Consistent with its conservative valuation approach for the Rozynenbosch project per the 2008 annual financial statements, the board uses long-term sustainable commodity prices and exchange rates that are considered to be realistically achievable over the life of the project. The board is satisfied that commodity price and exchange rate movements during the last six months have not adjusted its long-term outlook and has therefore maintained the value of the project at R284 million at the reporting date.

### 4. PROSPECTS

The company continues to attain further success in consolidating its coal interests in KwaZulu-Natal with pleasing exploration results achieved and concentrated expenditure on key assets. The outcome of the private placing and the potential revenue that will be generated from current and future JV partnerships has placed the group in a position to continue with the development of its targeted coal projects and considerable pipeline. The impact of this strategy is expected to yield positive results to our cash flow in the next 6 to 12 months.

### 5. STATEMENT ON GOING CONCERN

The financial statements have been prepared on the going-concern basis since the directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future. The funds raised through the strategic investment by Yakani will be used primarily to continue with the planned exploration program for the group's KZN coal prospects. The company will continue with its strategy of "just in time" capital raising as and when required. Additional cash flow requirements will be funded internally from future revenue generated from joint venture and other projects.

## 6. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The interim financial statements have been prepared in accordance with IFRS and IAS34 on International Financial Reporting. The financial statements have been prepared under the historical cost convention and the accounting policies are consistent with those of the previous year except as modified by IFRS for the period ending 29 February 2009. As previously reported, the application of IFRS to the financial statements required no adjustment to the historical financial results. The value of the Rozynenbosch mineral resource is stated at fair value and is in accordance with IFRS6 and its interpretation adopted by the International Accounting Standards Board.

## 7. DIVIDENDS

No dividends were recommended or declared for the period under review (2008: nil).

For and on behalf of the Board

AR Thompson  
Chairman

RJ Nel  
Chief Executive Officer

7 April 2009  
Pretoria

Transfer secretaries

Computershare

Computershare Investor Services (Pty) Ltd

Registration number 2004/003647/07

Sponsor

Pricewaterhousecoopers

Computershare Investor Services (Pty) Ltd

Registration number 2004/003647/07

Corporate adviser

Touchstone Capital (Pty) Ltd