



(Incorporated in the Republic of South Africa)  
(Registration number 2002/026265/06)  
Share code: CMO ISIN: ZAE007020249  
("Chrometco" or "the group")

# Interim consolidated financial results

for the six months ended 31 August 2009

## Income statement

	Interim Six months ended 31 August 2009 R'000	Interim Six months ended 31 August 2008 R'000
<b>Revenue</b>	–	–
Cost of sales	–	–
Gross profit	–	–
Other income	–	2 047
Operating expenses	(3 068)	(6 443)
Impairment of intangible assets	–	–
Net loss before interest and taxation	(3 068)	(4 396)
Investment income	1 293	1 461
Finance charges	–	–
Net loss before taxation	(1 775)	(2 935)
Taxation	–	–
Attributable to minority interest	–	–
<b>Net loss for the period</b>	<b>(1 775)</b>	<b>(2 935)</b>
<b>Reconciliation between earnings and headline earnings per share</b>		
Basic loss per share (cents)	(0,96)	(1,55)
Diluted loss per share (cents)	(0,96)	(1,55)
<b>Headline loss per share for the half year ended 31 August 2009</b>		
Loss for the six months	(1 775)	(2 935)
Adjustments:		
Fair value adjustment	–	–
Impairment loss	–	–
Headline loss attributable to ordinary shareholders	(1 775)	(2 935)
Headline loss per share (cents)	(0,96)	(1,55)
Weighted average number of shares ('000)	184 929	188 594

## Abridged balance sheet

	Interim as at 31 August 2009 R'000	Interim as at 31 August 2008 R'000
<b>ASSETS</b>		
<b>Non-current assets</b>	<b>2 991</b>	<b>4 992</b>
Motor vehicles and equipment	64	639
Deferred taxation	327	642
Intangible assets	2 600	2 600
Other long-term receivables	–	1 111
<b>Current assets</b>	<b>35 090</b>	<b>27 235</b>
Inventories	–	–
Trade and other receivables	343	1 677
Cash and cash equivalents	34 747	25 558
<b>Total assets</b>	<b>38 081</b>	<b>32 227</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>	<b>33 904</b>	<b>28 472</b>
Issued capital	2	2
Share premium	35 485	35 985
Non-distributable reserves	–	–
Accumulated loss	(1 583)	(7 515)
Minority interests	–	–
<b>Non-current liabilities</b>	<b>–</b>	<b>269</b>
Long-term liabilities	–	–
Long-term finance leases	–	269
<b>Current liabilities</b>	<b>4 177</b>	<b>3 486</b>
Trade and other payables	1 270	1 531
Provisions	–	1 525
Current portion of long-term borrowings	–	–
Taxation payable	2 907	430
<b>Total equity and liabilities</b>	<b>38 081</b>	<b>32 227</b>
Net asset value per share (cents)	18,33	15,09
Net tangible asset value per share (cents)	16,93	13,71
Closing number of shares ('000)	184 929	188 594

## Cash flow statements

	Interim Six months ended 31 August 2009 R'000	Interim Six months ended 31 August 2008 R'000
Cash flows from operating activities	(1 844)	(3 737)
Cash flows from investing activities	–	–
Cash flows from financing activities	–	–
Net movement in cash and cash equivalents	(1 844)	(3 737)
Cash and cash equivalents at the beginning of the period	36 591	29 295
<b>Cash and cash equivalents at the end of the period</b>	<b>34 747</b>	<b>25 558</b>

## Statement of changes in equity

	Capital and premium R'000	Minority interest R'000	Reserve R'000	Retained earnings R'000	Total R'000
<b>Balance at 1 March 2007</b>	14 852	–	–	(15 055)	(203)
Issue of shares	23 132	–	–	–	23 132
Repurchase of shares	(1 998)	–	–	–	(1 998)
Net profit for the period	–	–	–	9 275	9 275
<b>Balance at 29 February 2008</b>	35 987	–	–	(5 780)	(30 207)
<b>Balance at 1 March 2008</b>	35 987	–	–	(5 504)	(30 483)
Issue of shares	–	–	–	–	23 132
Repurchase of shares	(500)	–	–	–	(500)
Net profit for the period	–	–	–	5 898	5 898
<b>Balance at 29 February 2009</b>	35 487	–	–	393	(35 881)

## Commentary

### Financial and operational overview

- The directors present the interim consolidated financial results for the six months ended 31 August 2009.
- Basis of preparation**  
The accounting policies of the group comply in all material respects with recognition and measurement criteria of International Financial Reporting Standards ("IFRS") and its interpretations adopted by the International Accounting Standards Board ("IASB") in issue and effective at 31 August 2009, as well as the presentation and disclosure requirements of IAS 34 – Interim Financial Reporting, the JSE Listings Requirements and the Companies Act of 1973. The accounting policies and methods of measurement and recognition are consistent with those applied in the financial period ended 28 February 2009.
- Investments are valued at cost less accumulated impairment losses.
- Nature of business**  
The company is involved in the exploration of mineral resources and the possible beneficiation thereof.
- General review of operations**  
During the period under review, the group focused its attention on the following important issues:
  - Finalisation of the sale of its chrome ore reserve;
  - The acquisition of Lime-Chem (Pty) Limited;
  - The acquisition of mineral rights, and business opportunities in the Republic and elsewhere in Africa; and
  - Optimisation of the allocation of capital resources.
- Share analysis for the year ended 28 February 2009**  
Shareholders' attention is drawn to the following analysis of the Chrometco Limited's shareholding at 28 February 2009. This information did not form part of the annual report previously published.

	Number of share- holders	Percentage of share- holders	Number of shares	Percentage of shares
<b>Shareholder spread</b>				
1 – 1 000 shares	90	6,33	64 141	0,03
1 001 – 10 000 shares	612	43,04	3 323 476	1,80
10 001 – 100 000 shares	580	40,79	20 570 782	11,12
100 001 – 1 000 000 shares	121	8,51	33 959 649	18,36
1 000 001 shares and over	19	1,33	127 010 635	68,69
<b>Total</b>	<b>1 422</b>	<b>100,00</b>	<b>184 928 683</b>	<b>100,00</b>

	Number of share- holders	Percentage of share- holders	Number of shares	Percentage of shares
<b>Distribution of shareholders</b>				
Close corporations	32	2,25	3 044 074	1,65
Individuals	1 312	92,26	61 625 749	33,32
Nominees and trusts	45	3,16	7 763 278	4,20
Other corporations	1	0,07	52 000 000	28,12
Private companies	32	2,25	60 495 582	32,71
<b>Total</b>	<b>1 422</b>	<b>100,00</b>	<b>184 928 683</b>	<b>100,00</b>
<b>Public/non-public shareholders</b>				
Non-public shareholders	3	0,21	96 476 383	52,17
Strategic holdings	3	0,21	96 476 383	52,17
Public shareholders	1 419	99,79	88 452 300	47,83
<b>Total</b>	<b>1 422</b>	<b>100,00</b>	<b>184 928 683</b>	<b>100,00</b>

For and on behalf of the board of directors

**PJ Cilliers**  
Interim Managing Director

28 September 2009

**Directors:** PC Baloyi (Chairman), PJ Cilliers (MD), JR Francey (FD), JG Scott, TW Scott

**Designated advisor:** The River Group

**Company secretary:** Computershare

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