



Condensed Consolidated Interim Financial Statements for the half year ended  
31 December 2023

## Contents

Corporate Information.....	3
Directors' Report.....	4
Directors' Declaration.....	16
Independent auditor's review report on interim financial statements.....	17
Condensed Consolidated Statement of Profits or Loss and Other Comprehensive Income.....	18
Condensed Consolidated Statement of Financial Position.....	19
Condensed Consolidated Statement of Changes in Equity.....	20
Condensed Consolidated Statement of Cash Flows.....	22
Notes to the Condensed Consolidated Financial Statements.....	23

## Corporate Information

<b>Directors</b>	SA Murray (Resigned 31 December 2023) E Carr AJ Reynolds SJ Scott JJ Prinsloo L Carminati	
<b>Company secretary</b>	Conyers Corporate Services (Bermuda) Limited	
<b>Principal registered office</b>	Clarendon House 2 Church Street Hamilton HM11 Bermuda	
<b>South African Operations</b>	Constantia Office Park Ground Floor, Cycad House Cnr 14th Avenue & Hendrik Potgieter Road Weltevredenpark 1709 South Africa  Telephone: +27 (0)11 673 1171 Facsimile: +27 (0) 11 673 0365	
<b>Share Registry</b>	Computershare Services Plc The Pavilions Bridgewater Road Bedminster Down Bristol BS99 7NH United Kingdom	
<b>Auditor</b>	PricewaterhouseCoopers Inc 4 Lisbon Lane Waterfall City Jukskei View Midrand 2090 South Africa	
<b>Solicitors</b>	Conyers Dill & Pearman Limited Clarendon House 2 Church Street Hamilton HM11 Bermuda	Gowling WLB 4 More London London SE1 2AU United Kingdom

## Directors' Report

The Directors present their report on the consolidated entity (referred to hereafter in this report as the Group) consisting of Sylvania Platinum Limited (Sylvania or the Company), its subsidiaries and joint arrangements for the half year ended 31 December 2023. Unless otherwise stated, the financial information contained in this report is presented in United States Dollars (USD/\$).

### Directors

The names of Directors who held office during or since the end of the half year and until the date of the report are noted below. Directors were in office for the full period unless otherwise stated.

SA Murray – Non-Executive Chairman (Resigned 31 December 2023)  
E Carr – Non-Executive Director (Appointed new Non-Executive Chair 1 January 2024)  
AJ Reynolds – Non-Executive Director  
SJ Scott – Non-Executive Director  
JJ Prinsloo – Chief Executive Officer  
L Carminati – Chief Financial Officer

### Review of Operations and Half Year Financial Results

The Sylvania cash generating subsidiaries are incorporated in South Africa with the functional currency of these operations being South African Rand (ZAR). Revenues from the sale of Platinum Group Metals (PGMs) are received in USD and then converted into ZAR.

The Group's reporting currency is USD as the holding company is incorporated in Bermuda. Corporate, general and administration costs are incurred in USD, Pounds Sterling (GBP) and ZAR.

For the six months under review the average ZAR:USD exchange rate was ZAR18.69:\$1 and the closing exchange rate at 31 December 2023 was ZAR18.31:\$1.

### Operational performance

The Sylvania Dump Operations (SDO) achieved 38,405 4E PGM ounces for HY1 FY2024 which was largely in line with the corresponding period in HY1 FY2023. The sustained production level was primarily as a result of improved PGM recovery efficiencies and a reduction in work-in-progress stock and the PGM feed tons being marginally higher, despite PGM feed grades being 9% lower than the corresponding period in HY1 FY2023.

The improved PGM recovery efficiency can be attributed to successful commissioning and optimisation of the Tweefontein and Lannex secondary milling and flotation (MF2) circuits. These two MF2 circuits were the last to be commissioned at the existing SDO operations, following the Company's roll-out of the programme initiated during FY2017. The Lannex MF2 flotation circuit was commissioned during Q1 FY2024 and optimisation continues following the addition of the complementary fine grinding circuit that was commissioned in Q2 FY2024.

The 9% decrease in PGM plant feed grade compared to the corresponding period in HY1 FY2023, was due to lower PGM feed grade in the dump feed sources to the Lannex, Mooinooi and Lesedi operations. Feed grade optimisation and blending strategies remain a continuous focus area for the operations and the Company also continues to assess higher-grade third-party tailings material in the industry as alternative feed sources to supplement PGM feed grades and production.

## Directors' Report (continued)

SDO cash costs per ounce increased 13% from \$602/ounce to \$682/ounce. Higher than inflation electricity rate increase from the national power utility, increased reagents and consumable costs associated with additional MF2 circuits, transport and purchase costs associated with higher-grade third-party feed material and higher maintenance costs at Lesedi and Lannex due to abnormal mill repairs during the period were the main contributors to the higher cost per ounce.

### Operational focus areas

During the period, the SDO implemented a new planned maintenance system which was successfully piloted at the Millsell operation. It is anticipated that the system will assist in improving plant availabilities and runtime, resulting in better process stability and increased efficiencies. The maintenance system will be rolled out at the other plants over the next 12-18 months.

Run of Mine (ROM) feed grades at the Mooinooi operation have been at satisfactory levels during the period but remain a focus area for the operation. Management continues to collaborate with the host mine in determining the preferred source of ROM and associated grades in order to sustain these higher-grades.

Higher-grade third-party dump feed material is continuously sourced, evaluated and where suitable treated at selected operations that have low-grade resources in order to optimise the overall PGM feed grade. Increased production assists in mitigating the impact of current low metal prices.

Reagent optimisation continues, especially at the recently commissioned MF2 circuits, to achieve improved efficiencies and further contribute to an increase in metal recoveries.

Focus remains on the operational aspects of the SDO tailings facilities by the operations teams, the engineer on record, relevant expert advisers, and associated service providers.

Post period-end, some members of the National Union of Metals Workers of South Africa (NUMSA) have embarked on a protected strike at some of the plants related to wage negotiations at the Western operations. The Company is currently engaging with NUMSA leaders to come to an amicable solution. While the strike has had some impact at the affected Western Operations, the Company has been able to maintain full production at all Eastern operations and to run all plants at the Western operations at a slightly reduced capacity. Hence we believe the current stated guidance should still be achievable for the FY2024 financial year.

### Capital projects

Capital spend increased during the current period compared to the corresponding period in FY2023 from \$6.2 million to \$7.4 million, the Thaba JV development was \$1.3 million and \$0.4 million was on exploration. All capital projects are fully funded from current cash reserves.

A central filtration plant is being assessed to facilitate the conversion to dry filtered concentrate, instead of the current slurry. This will assist in reducing concentrate transport costs and remediate handling challenges at off-take smelters.

In order to mitigate power interruptions at Lesedi and Millsell operations which are most affected by the national power utility's load curtailment programme, back-up power generation projects were initiated during FY2023. The Lesedi unit was commissioned post period end in February 2024. Lesedi experienced approximately 81 hours of

## Directors' Report (continued)

downtime during HY1 FY2024 due to load curtailment (total downtime during FY2023 was 544 hours). The generators will significantly reduce power related losses at the operations.

### Health, safety and environment

During the period under review there were no significant occupational health or environmental incidents reported and all operations remain fatality free since inception. There were no Lost Time Injuries (LTIs) recorded during the period and the SDO collectively achieved the significant milestone of being all-injury free during Q2 FY2024, demonstrating that all employees are committed to zero harm. The Doornbosch operation remains eleven years LTI free, Lesedi and Lannex both three years LTI free and Tweefontein over a year LTI free. While the Mooinooi operation also exceeded one-year LTI free during the period, the operation unfortunately suffered one LTI post period end.

Management's proactive stance towards safety measures, which includes routine risk assessments, has played a pivotal role in fostering a workplace ethos that places a high priority on the well-being of both employees and contractors. Concurrently, the Company's environmental endeavours have propelled responsible resource management, significantly reducing Sylvania's ecological footprint.

The successful last quarter of the calendar year ("Silly Season") campaign, spanning from November 2023 through January 2024, effectively emphasised the significance of a hazard-free and injury-free environment. Through a range of creative initiatives, employees embraced a culture of mindfulness, remaining vigilant about, adhering to safety protocols, resulting in an outstanding achievement of zero injuries throughout Q2 FY2024 and the festive season.

Sylvania's annual anti gender-based violence (GBV) campaign further solidified a workplace culture grounded in respect and equality. Informative sessions and open dialogues provided employees with a profound understanding of the repercussions of GBV, empowering them to become advocates for positive change. This reiterates the Company's dedication to nurturing a workplace that champions inclusivity, ultimately contributing to a more harmonious and supportive professional community.

### Financial performance

#### Revenue

The average gross basket price for PGMs for the six months to 31 December 2023 was \$1,311/ounce compared to \$2,513/ounce for the period ended 31 December 2022. The Group recorded net revenue of \$40.8 million for the six months to 31 December 2023, a 49% decrease half-year on half-year, as a result of the lower basket price and negative sales adjustment for the period.

Revenue split	31 December 2023 (\$'000)	31 December 2022 (\$'000)
Revenue on sales (4E) <sup>1</sup>	36,945	70,923
Revenue (by-products) <sup>2</sup>	6,858	7,020
Sales adjustment <sup>3</sup>	(3,033)	1,959
Total	40,770	79,902

1) Sales revenue from Platinum, Palladium, Rhodium and Gold

2) Sales revenue from by-product and base metals – Ruthenium, Iridium, Nickel and Copper

3) Adjustment to revenue recognised for movements in the PGM price and exchange rate

#### Cost of sales

The operational cost of sales (cash and non-cash) is incurred in ZAR and represent the direct and indirect costs of producing the PGM concentrate. This amounted to ZAR595.9 million for the reporting period compared to ZAR556.0 million for the six months to 31 December 2022. The main cost contributors being labour costs of

## Directors' Report (continued)

ZAR185.5 million (HY1 FY2023: ZAR170.4 million), mining costs of ZAR58.5 million (HY1 FY2023: ZAR61.1 million), reagents and milling costs of ZAR66.5 million (HY1 FY2023: ZAR51.1 million) and electricity of ZAR86.7 million (HY1 FY2023: ZAR64.7 million).

Group cash cost was ZAR15,569/ounce (\$833/ounce) compared to ZAR12,851/ounce (\$742/ounce) in the previous corresponding period. The all-in sustaining cost (AISC) for the Group amounted to ZAR16,876/ounce (\$903/ounce) and an all-in cost (AIC) of ZAR19,382/ounce (\$1,037/ounce) is reported for the period to 31 December 2023. This compares to the AISC and AIC for 31 December 2022 of ZAR15,398/ounce (\$889/ounce) and ZAR17,623/ounce (\$1,017/ounce) respectively.

### *Other expenses*

Other expenses comprise mainly general and administrative costs of \$1.46 million for the six months ended 31 December 2023 against \$1.50 million for the corresponding period in the prior year. These costs are incurred in USD, GBP and ZAR and relate mainly to Directors' fees, insurance, advisory and public relations expenses.

### *Finance income and finance costs*

Interest is earned on surplus cash invested across the portfolio at an average interest rate of 5.07% per annum, as well as on the loan to Forward Africa Mining (Pty) Ltd relating to the Grasvally Chrome Mine (Pty) Ltd (Grasvally) sale at 11.4% and the loan to Limberg Mining Company (Pty) Ltd relating to the Thaba JV at the current South African prime lending rate (11.75%). Interest expense is accounted for on various lease agreements in terms of International Financial Reporting Standards, such as office rental at rates intrinsic to the relevant lease agreements.

### *Mining and income tax*

Income tax is paid in ZAR on taxable profits generated at the South African operations at a rate of 27%. The income tax expense for HY1 FY2024 was ZAR33.2 million (\$1.8 million) compared to ZAR228.0 million (\$13.2 million) for HY1 FY2023. The mineral royalty tax expense for the period was ZAR10.9 million (\$0.6 million) compared to ZAR65.8 million (\$3.8 million) for the prior period. The decrease in both income tax and mineral royalty tax is largely due to the decrease in the average metal price half-year on half-year by 48% in USD terms and 44% in ZAR terms, with a resultant decrease in revenue and taxable income.

### *Cashflow*

Cash is held in USD and ZAR. As at 31 December 2023, the Company's cash and cash equivalents balance was \$107.2 million equating to a 13% decrease compared to HY1 FY2023 of \$123.9 million. Cash generated from operations before working capital was \$8.5 million for the reporting period, with a change in working capital of \$2.2 million mainly due to the movement in trade receivables and trade payables. During the six months ending 31 December 2023, provisional income tax and mineral royalty tax of \$2.2 million (ZAR40.6 million) and \$0.6 million (ZAR11.0 million) was paid respectively. A further \$2.6 million (ZAR49.9 million) dividend withholding tax was paid on dividends declared to the parent company during the period. Capital expenditure incurred for the period was \$7.0 million on specific optimisation and stay-in-business projects, and \$0.4 million on exploration projects. A final cash dividend for FY2023 of 5 pence per Ordinary Share, amounting to \$16.7 million, was paid in December 2023 to shareholders on the register at the close of business on 27 October 2023.

## Directors' Report (continued)

### Mineral Asset Development of Opencast Mining Projects and Joint Ventures

The Group holds approved mining rights for three PGM–base metal projects on the Northern Limb of the Bushveld Igneous Complex in South Africa. Following on from the Exploration Results and Resource Statement that was released in FY2023, the Company continues to develop the projects through additional technical studies and re-interpretation of historical information. A Preliminary Economic Assessment (PEA) is ongoing for Volspruit and further drilling is being planned for the Aurora project. This additional information will assist the Company in ascertaining how best to develop these projects. Significant progress has been made towards unlocking mineral potential on these projects to generate value for shareholders.

#### *Volspruit Platinum Project*

The Volspruit PEA update commenced in Q2 FY2024 with SRK Consulting being appointed to undertake the work. The new assessment will include contributions from rhodium and ruthenium, as well as the additional resources from the Volspruit South ore body. Subsequent to HY1 FY2024, the final signed-off Mineral Resource Estimate (MRE) statements for both the North and South were received. Upon the completion of a positive PEA, it is expected that a Preliminary Feasibility Study (PFS) will commence. Metallurgical test work for the PFS is currently underway at Mintek South Africa on samples obtained during a FY2023 drilling campaign.

Steady progress is being made in the permitting process necessary for the existing mining right. Local Economic Development (LED) projects are gaining traction with discussions underway with the relevant local municipalities. The application for the Environmental Impact Assessment (EIA) amendment was submitted post 31 December 2023, and the public participation process commenced in Q3 FY2024. The final submission along with the Water Use License (WUL) application for mining and on-site processing operations will be submitted in HY1 FY2025. Volspruit Mining Company launched a social media campaign to ensure the local community is kept informed on all developments during the application process.

#### *Far Northern Limb Projects*

Relogging continues across the Aurora project area with more than 90% of the historical core having been relogged. Compilation of the data is ongoing and once a geological model has been compiled a decision will be taken on whether to implement a drilling programme to assess gaps in the current database. This is likely to occur during Q4 FY2024 and will allow for an updated MRE and PEA to be commissioned for Aurora if results warrant. As reported in the Statement of Exploration Results, Mineral Resources and Scoping Study released in FY2023, some significant results were returned from the Hacra North underground target. A review of the work undertaken to date has been finalised and results from the study will be released in Q3 FY2024.

#### *Thaba JV*

On 9 August 2023, the Company announced that its wholly owned South African subsidiary, Sylvania Metals (Pty) Ltd (Sylvania Metals), entered into an unincorporated joint venture (JV) Agreement with Limberg Mining Company (Pty) Ltd (LMC), a subsidiary of ChromTech Mining Company (Pty) Ltd (ChromTech), titled the Thaba Joint Venture (Thaba JV). The Thaba JV represents a major step in delivery of Sylvania's growth strategy and is a significant step forward for Sylvania Metals in expanding its operations and leveraging its expertise in the recovery of chrome and PGM concentrates, adding attributable annual production of approximately 6,500 4E PGM ounces and introducing 200,000 tons of chromite concentrate to Sylvania Metals' existing annual production profile. The project execution phase will be 18-24 months with first production expected in HY2 FY2025.

Progress of the Thaba JV project is on schedule and construction of the earthworks and civil works package commenced during December 2023.



## Directors' Report (continued)

### Corporate activities

#### *Appointment of New Chair*

Stuart Murray stepped down as Chairman of Sylvania with effect from 31 December 2023. After a decade of service as Non-Executive Chairman, Mr Murray has decided to focus more time on his other business interests. The Board voted unanimously to appoint Eileen Carr, who has been serving as Non-Executive Director and Chair of the Audit Committee, to succeed Stuart as Non-Executive Chair. With effect from 1 January 2024, Simon Scott, Non-Executive Director, has taken over Ms Carr's role as Chair of the Audit Committee.

#### *Payment of Dividend*

On 2 December 2023, the Board paid a dividend for FY2023 totalling \$16.7 million, equating to 5 pence per Ordinary Share, to shareholders on the register on the record date of 27 October 2023. This brought the combined dividend for FY2023 to 8 pence per Ordinary Share.

#### *Interim Dividend*

In line with the Company's dividend policy to distribute a minimum of 40% of the annual adjusted free cash flow, divided into one-third interim dividend and two-thirds final dividend, the Board has declared an interim dividend of 1 pence per Ordinary Share. The free cash flow forecast has been adjusted for the capital spend on the Thaba JV as this is funded from previously generated cash held for growth and expansion opportunities. The interim dividend is payable on 5 April 2024 to shareholders on the register at the close of business on 1 March 2024 and the ex-dividend date is 29 February 2024.

#### *Notification of Transaction by Persons Displaying Managerial Responsibilities (PDMR)*

The Company announced on 12 September 2023 that Adrian Reynolds, Non-Executive Director, purchased 20,000 ordinary shares of \$0.01 each in the Company (Ordinary Shares) at 80.40 pence per Ordinary Share on 11 September 2023. Additionally, Mr Reynolds purchased a further 10,000 ordinary shares of \$0.01 each in the Company at 66.07 pence per Ordinary Share on 10 November 2023. Following these transactions, his shareholding in the Company totals 50,000 Ordinary Shares, representing 0.02% of the total number of Ordinary Shares with voting rights.

#### *Transactions in Own Shares*

During the period, the Company announced that a total of 1,235,000 Ordinary Shares in the capital of the Company had been exercised by employees and PDMRs of the Company, following the vesting of deferred share awards granted under the Sylvania Platinum Limited Bonus Share Award Plan (the Plan). Of the 1,235,000 shares that were exercised, 425,000 related to PDMRs.

The Company agreed to repurchase 448,150 Ordinary Shares at the vesting price of 70.0 pence in order to satisfy the tax liabilities of the employees and PDMRs and a further 236,600 Ordinary Shares were repurchased at the 30-day volume-weighted average price (VWAP) of 76.5 pence at the request of certain employees and PDMRs under the terms of the Plan. Following the above transaction, the Company's issued share capital amounts to 275,375,725 Ordinary Shares of which a total of 11,765,211 Ordinary Shares are held in Treasury. Therefore, the total number of Ordinary Shares with voting rights in Sylvania amounts to 263,610,514 Ordinary Shares.

### Outlook

Once again, despite a continued challenging price environment, the Company had a strong performance during the first half of the financial year, which positions the Company well for a strong performance during HY2 FY2024, maintaining production guidance of 74,000 to 75,000 4E PGM ounces for FY2024.

## Directors' Report (continued)

While not anticipating a more substantial impact on operations than in HY1 FY2024, the Company recognises the risks linked to the ongoing electricity supply challenges in South Africa, and the national power utility's load curtailment programme and continues to closely monitor the evolving energy situation and to evaluate and implement contingency plans to mitigate potential disruptions to its operations.

The exploration projects in the Northern Limb hold significant potential for the Company. In the second half of this year, focus remains on further improving the confidence in and expanding resources and quantifying the potential benefit from these assets. Following on from the Exploration Results and Resource Statement that was released in FY2023, the Company continues to develop the projects through additional technical studies and re-interpretation of historical information. This additional information will assist the Company in ascertaining how best to develop these projects.

Despite the current lower 4E PGM basket price, the Board remains optimistic on the overall medium to long term PGM price outlook, based on the respective supply and demand trends for platinum, palladium and rhodium. In the meantime, the SDO remains well positioned within the industry, with a stable production base, low operating costs and improving PGM recovery efficiencies. Additionally, with the current elevated chrome ore prices and through the strategic alliance with Limberg chrome mining company in the Thaba JV, Sylvania is well positioned to diversify its revenue streams, creating value for shareholders, and benefitting from the rising demand for chrome going forward.

As always, the Company will continue to focus on the parameters that it is able to control, with specific focus on improving direct operating costs, maintaining a safe, stable and efficient production environment, and ensuring disciplined capital allocation and control.

## ENVIRONMENT, SOCIAL AND GOVERNANCE (ESG)

Sylvania remains committed to its ESG initiatives and will continue to publish an ESG Report annually.



The Company's approach to ESG reporting is guided by global frameworks and best practice guidelines.

This report provides a snapshot of the company's ESG performance and progress in key sustainability areas during the first six months of FY2024. This report aims to transparently communicate the Company's efforts and achievements in promoting responsible business practices and addressing environmental and social challenges.

### *Tailings Storage Facilities (TSF)*

Sylvania's core cash generating business of retreating chrome dumps and current arisings continues to benefit the environment through the reduction of mineral waste and redepositing the tailings on improved or new facilities. All tailings' facilities comply with the Department of Mineral Resources and Energy (DMRE) Mandatory Code of Practice for Mine Residue Deposits (DME 16/3/2/5-A1). Although not currently a legal requirement, the Company is aligning its tailing management manuals with the Global Industry Standard on Tailings Management (GISTM). Sylvania believes that this standard represents a significant positive step towards raising the standards in tailings management worldwide and is committed to complying where applicable.

## Directors' Report (continued)

Production and Tailings storage facilities					
Indicator	Unit	HY1 FY2023	HY1 FY2024	Trend	Comment
Tons treated (total feed SDO)	Tons	1,337,785	1,302,980		Slight reduction in production in comparison with HY1 FY2023.
Failing Storage Facility Compliance	# of material risks	0	0		None noted.

### ***Biodiversity***

In HY1 FY2023, the Company started and completed the first phase of pilot scale TSF slope rehabilitation trials at the Tweefontein operation. The purpose of the trial is to develop a method of rehabilitating TSFs on decommissioning, which is low-cost, environmentally friendly and sustainable. As the initial results were favourable and indicated that this method is very suitable for rehabilitation during operation of the TSF, the focus for FY2024 will be to continue with this approach. Positive results from the trials include observations of grass seed germination, plant growth and improvements in physical and chemical characteristics of tailings.

As South Africa is one of the most biodiverse countries in the world there is a duty on all stakeholders, including the mining industry, to ensure that conservation is promoted, and wildlife is protected for current and future generations. As such, Sylvania has partnered with the Endangered Wildlife Trust (EWT) to assist to promote focus on conservation and the protection of threatened and endangered wildlife species and ecosystems in Southern Africa through funding and support. This includes habitat preservation, species protection and mitigation of threats to wildlife and ecosystems.

### **Energy and Greenhouse Gas Emissions (GHG)**

Carbon Footprint reporting has been undertaken since FY2022. Such is measured in metric tons of carbon dioxide equivalent (tCO<sub>2</sub>e) for GHG Protocol Scope 1 and Scope 2 emissions. The Carbon Footprint report for the HY1 FY2024 reporting period showed a slight increase in Scope 1 and 2 emissions as well as the GHG emission intensity, which is a factor of CO<sub>2</sub> per ton of reprocessed tailings.

Due to the national power utility grid power challenges, there has been a substantial increase in diesel consumption and the resultant CO<sub>2</sub>e. This is due to the diesel that was purchased during the reporting period.

The Company is continuously investigating available technology and solutions to reduce or eliminate emissions in a sustainable manner.

### ***Water Management***

New initiatives relating to improved water management were undertaken at the Company's operations during the period. A Water Balance was developed for each plant and will be updated bi-annually. An automated, live water balance system is being implemented, including the installation of additional flow metres to increase the accuracy

## Directors' Report (continued)

of the measurement of water flow and usage. From the data, the Company, together with specialists in the field, are actively investigating methods to reduce water usage.

### *Social*

#### *Incident statistics*

No LTIs, serious or reportable environmental incidents were recorded during the period and all operations remain fatality free since inception.

A reduction in both medical treatment and first aid cases were observed in HY1 FY2024. The two incidents that occurred related to trip and fall and tool handling. The success in the reduction of incidents can be attributed to the entrenchment of the plant specific safety improvement plans. These plans, supported by the site leadership, are key in sustaining the good performance going forward.

One of the key contributing factors to the improved safety incident performance relate to the focused training interventions and other inspections aimed at trackless mobile machinery and tracking management, equipment safeguarding, equipment handling, working in elevated position and slip and fall are being implemented to continuously improve control effectiveness.

The Company ran safety awareness campaigns in HY1 FY2024 focussing on:

- Making safety personal.
- Know the rule, follow the rule.
- Silly season.

These were focussed on changing behaviours in the workplace towards safety and improving the safety related engagement of employees. These campaigns were supported by topic-based training interventions covering workplace hazards, road safety, alcohol and drug abuse, gender-based violence, and environmental management. The effectiveness and impact of these interventions was visible, and for the second consecutive year, the Company has achieved an accident-free month for December.

As part of mitigating the risks linked to illegal mining, the Company has implemented additional control measures to improve site access and security measures. These include:

- Introduction of night vision cameras.
- Integration of security monitoring systems into control rooms.
- Review and improvement of the existing fencing and intrusion detection systems.

These have been effective in reducing the number of asset damage and loss security incidents.

#### *Community, customer and stakeholder relationship*

During the reporting period, 11 additional people were employed by the Company, resulting in a total staff compliment of 652 at December 2023. The percentage of Unionised employees is 80.52% and reflected that freedom of association is promoted and supported by the Company.

The Company continued its ongoing contributions towards Corporate Social Investment (CSI) Projects during the HY1 FY2024 reporting period. These included maintenance work, provision of supplies, furniture and groceries to various organisations.

## Directors' Report (continued)

### *Demographics and diversity*

Women in Mining (WIM) remains a main strategic focus point at Sylvania as noted from a steady growth in the number of female employees during the HY1 FY2024 reporting period. The effectiveness of the current initiatives and internal controls are reflected through the total female representation increasing to 23.47% at the end of December 2023. In terms of employment equity, 90.80% of the employees are Historically Disadvantaged South Africans.

The annual GBV awareness campaign was launched at the end of November 2023 and rolled out throughout Sylvania. This campaign ties in with the South African 16 Days of Activism for no violence against Women and Children and aimed to:

- Increase awareness of GBV.
- Change perceptions and attitude towards GBV and victims thereof.
- Encourage speaking up and empowerment.

The Company aims to empower those affected by GBV and provide them with a safe environment to speak up and changing behaviours. In HY1 FY2024, no GBV incidents were reported within Sylvania.

Demographic and diversity					
Indicator	Unit	HY1 FY2023	HY1 FY2024	Trend	Comment
Employment numbers	#	641	652	↑	Workforce has grown by approximately 1.7%.
Female employees	# (%)	142 (22.15%)	153 (23.47%)	↑	Women in mining initiatives and processes are effective.
Employee participation and representation	% Unionised employees	80.66%	80.52%	→	The high number of unionised employees indicates that employees are represented for collective bargaining and labour matters.

### *Human Capital*

During HY1 FY2024, significant effort and resources have been committed to the training and development of employees. In HY1 FY2024, 1,915 training initiatives (including induction, medicals and technical training) were completed, a substantial increase from the 605 training initiatives in HY1 FY2023. Community Based Employee Training was provided to 14 employees during the period, which was an increase from 10 in the previous corresponding period. There was one intern (female) who was awarded an internship by Sylvania during HY1 FY2024. Nineteen employees were awarded bursaries as of 31 December 2023, which is an increase from the 12 that were awarded in HY1 FY2023.

## Directors' Report (continued)

As at 31 December 2023, Sylvania supports 3 ongoing internships and 8 internal learnerships. Twelve external bursaries were maintained during the HY1 FY2024 reporting period and Community Based Employees Training was provided to 1 employee. External training was provided to over 600 people.

In terms of Sylvania's social and labour and contribution to community development and training, Sylvania has 1 external female internship and employed 12 candidates from previous learnership programmes. Nineteen external bursaries were maintained during the reporting period.

SLP training and development					
Indicator	Unit	HY1 FY2023	HY1 FY2024	Trend	Comment
Number of Community based employees training	#	10	14	↑	Through the Social and Labour Plan (SLP) process, the number of training interventions provided to community-based employees increased from HY1 FY2023. The learners were trained on a milling and flotation skills programme (The duration of the programme was six months)
External training provided	#	605	1 915	↑	Through the SLP process, significantly more external training opportunities were provided.
Number of Interns	#	3	1	↓	There was one intern (female) who was awarded an internship by Sylvania during HY1 FY2024. There were initially two interns at the Eastern Operations. However, one of the learners resigned at the end of September 2023.
Number of Bursaries (Internal and external)	#	12	19	↑	Substantial increase in number of bursaries provided. Nineteen employees were issued bursaries as of 31 December 2023.

### Corporate Governance

The Company is quoted on AIM and has adopted the Quoted Companies Alliance (QCA) Corporate Governance Code (the Code). The QCA launched an update to the Code on Monday, 13 November 2023 and companies should apply the QCA Code (2023) in respect of accounting periods commencing on or after 1 April 2024 with a 12-month transition period. Sylvania will update its governance disclosures appropriately.

### Regulatory Compliance

No material legal compliance risks or fines were issued for any aspects linked to governance, tax or other financial management aspects.

An external consultant was contracted to develop an interactive Mineral Right and Compliance Register. The first phase of this project was initiated in FY2023 to ensure that all permitting and licence requirements are captured,

## Directors' Report (continued)

compliance actions are defined and coordinated, permitting and compliance actions are tracked and reporting is carried out. The aim is to have the register operational and embedded by the end of FY2024.

Sylvania's licence to operate relates directly to environmental permits and authorisations under relevant sections of the:

- Mineral and Petroleum Resources Development Act 2002 (MPRDA) – mining rights, environmental management programme reports as well as social and labour plans;
- National Environmental Management Act 1998 (NEMA), sectorial national legislation and related regulations including environmental impact assessments (EIAs) linked with the listed activities being performed; and
- National Water Act 1998 (NWA) – Water Use licences (WULs).

### ***Economic contribution***

The following economic contributions continued during HY1 FY2024:

1. Employee and related payments including:

- Salaries and wages.
- Contributions and employees' tax paid.
- Employee Dividend Entitlement Plan.

2. Regulatory payments to South African Revenue Services including:

- Income tax.
- Value-added tax.
- Dividend withholding tax.
- Mineral royalty tax.

Indicator	Unit	HY1 FY2023	HY1 FY2024
Salaries and wages <sup>1</sup>	ZAR	147,574,208	167,639,883
Contributions and employee tax paid	ZAR	69,771,798	64,099,451
Employee Dividend Entitlement Plan	ZAR	11,657,520	8,872,108
Income tax <sup>2</sup>	ZAR	189,643,504	33,551,650
Value-added tax (VAT) <sup>2</sup>	ZAR	119,333,103	51,189,765
Dividend withholding tax <sup>3</sup>	ZAR	-	49,868,421
Mineral royalty tax <sup>2</sup>	ZAR	47,902,038	10,907,970

*1 Salaries and wages are reflected as net after tax and include the vested shares benefits*

*2 Income tax, VAT and mineral royalty tax decreased due to the 48% decrease in basket price in USD terms*

*3 Dividend withholding tax is paid on an ad hoc basis when dividends are declared and paid to the parent company*

On behalf of the Board



---

JJ Prinsloo  
Chief Executive Officer  
21 February 2024

## DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Sylvania Platinum Limited, I state that:

In the opinion of the Directors:

- a) the condensed consolidated interim financial statements and notes to these financial statements have been prepared and presented in accordance with IAS 34, Interim Financial Reporting.
- b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke extending to the right.

Chief Executive Officer  
21 February 2024





## Report on review of interim financial information

To the Shareholders of Sylvania Platinum Limited

### Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Sylvania Platinum Limited and its subsidiaries (the "Group") as at 31 December 2023 and the related condensed consolidated interim statements of profit or loss or other comprehensive income, changes in equity and cash flows for the six-month period then ended and selected explanatory notes. The directors are responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with the International Accounting Standard No. 34, Interim Financial Reporting (IAS 34) and the AIM Rules for Companies. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, 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 International Standards on Auditing 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.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34 and the AIM Rules for Companies.

*PricewaterhouseCoopers Inc.*

PricewaterhouseCoopers Inc.  
Director: MM Mokone  
Registered Auditor  
Johannesburg, South Africa  
22 February 2024

PricewaterhouseCoopers Inc., 4 Lisbon Lane, Waterfall City, Jukskei View, 2090  
Private Bag X36, Sunninghill, 2157, South Africa  
T: +27 (0) 11 797 4000, F: +27 (0) 11 209 5800, [www.pwc.co.za](http://www.pwc.co.za)

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2023

		31 December 2023 \$ Reviewed	31 December 2022 \$ Reviewed
	Note(s)		
<i>Continuing operations</i>			
Revenue	6	40,769,912	79,901,718
Cost of sales		(33,628,754)	(30,271,919)
Royalties tax		(583,667)	(3,796,403)
Gross profit		<u>6,557,491</u>	<u>45,833,396</u>
Other income		69,064	45,547
Other expenses		<u>(1,533,319)</u>	<u>(2,202,060)</u>
Operating profit before net finance costs and income tax expense		5,093,236	43,676,883
Finance income		3,269,983	2,359,757
Finance costs		<u>(239,649)</u>	<u>(536,505)</u>
Profit before income tax expense from continuing operations	7	8,123,570	45,500,135
Income tax expense		<u>(5,042,018)</u>	<u>(12,866,977)</u>
Net profit for the period from continuing operations		3,081,552	32,633,158
<i>Discontinued operations</i>			
Profit after tax for the period from discontinued operations		-	1,351,227
Net profit for the period		<u>3,081,552</u>	<u>33,984,385</u>
<i>Other comprehensive profit/(loss)</i>			
Items that are or may be subsequently reclassified to profit and loss:			
Foreign operations - foreign currency translation differences		<u>3,626,123</u>	<u>(4,977,923)</u>
Total other comprehensive profit/(loss) net of tax		<u>3,626,123</u>	<u>(4,977,923)</u>
Total comprehensive income for the year		<u><u>6,707,675</u></u>	<u><u>29,006,462</u></u>
		<i>Cents</i>	<i>Cents</i>
<i>Earnings per share attributable to the ordinary equity holders of the Company:</i>			
Basic earnings per share		1.17	12.75
Diluted earnings per share		1.17	12.65

The notes on pages 23 to 33 form an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Statement of Financial Position as at 31 December 2023

		31 December 2023 \$ Reviewed	30 June 2023 \$ Audited
ASSETS			
<i>Non-current assets</i>			
Exploration and evaluation expenditure	8	47,134,439	46,464,143
Property, plant and equipment	9	55,277,295	48,650,611
Other financial assets	10	7,354,644	6,352,325
Other assets		30,966	30,024
Deferred tax asset		4,705	11,088
<b>Total non-current assets</b>		109,802,049	101,508,191
<i>Current assets</i>			
Cash and cash equivalents		107,231,829	124,159,854
Trade and other receivables	11	33,586,082	35,714,003
Other financial assets	10	2,457,386	1,800,402
Inventories		5,731,701	5,103,550
Current tax asset		1,921,973	1,472,104
<b>Total current assets</b>		150,928,971	168,249,913
<b>Total assets</b>		260,731,020	269,758,104
EQUITY AND LIABILITIES			
<i>Shareholders' equity</i>			
Issued capital	12	2,753,757	2,790,000
Reserves		20,972,569	17,461,465
Retained profit		205,522,784	219,112,582
<b>Total equity</b>		229,249,110	239,364,047
<i>Non-current liabilities</i>			
Borrowings and leases		267,908	380,833
Provisions		4,275,227	4,040,854
Deferred tax liability		13,114,381	12,118,702
<b>Total non-current liabilities</b>		17,657,516	16,540,389
<i>Current liabilities</i>			
Trade and other payables		13,369,476	13,522,940
Borrowings and leases		454,918	330,728
<b>Total current liabilities</b>		13,824,394	13,853,668
<b>Total liabilities and shareholder's equity</b>		260,731,020	269,758,104

The notes on pages 23 to 33 form an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Statement of Changes in Equity for the half year ended 31 December 2023

Reviewed	Issued capital	Share premium reserve	Reserve for own shares	Retained earnings	Share-based payment reserve	Foreign currency translation reserve	Non-controlling interest reserve	Equity reserve	Total Equity
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<i>Balance as at 01 July 2023</i>	2,790,000	173,609,067	(22,131,814)	219,112,582	4,789,474	(69,284,756)	(39,779,293)	(29,741,213)	239,364,047
Profit for the period	-	-	-	3,081,552	-	-	-	-	3,081,552
Total other comprehensive income	-	-	-	-	-	3,626,123	-	-	3,626,123
<i>Total other comprehensive income for the period</i>	-	-	-	3,081,552	-	3,626,123	-	-	6,707,675
Share transactions									-
- Shares issued	-	-	-	-	-	-	-	-	-
- Treasury shares payments	-	-	(616,441)	-	-	-	-	-	(616,441)
- Share-based payments	-	-	-	-	465,179	-	-	-	465,179
- Share options and bonus shares exercised	-	-	923,345	-	(923,345)	-	-	-	-
- Shares cancelled	(36,243)	-	36,243	-	-	-	-	-	-
Dividends declared and paid	-	-	-	(16,671,350)	-	-	-	-	(16,671,350)
Balance at 31 December 2023	2,753,757	173,609,067	(21,788,667)	205,522,784	4,331,308	(65,658,633)	(39,779,293)	(29,741,213)	229,249,110

The notes on pages 23 to 33 form an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Statement of Changes in Equity for the half year ended 31 December 2023

Audited	Issued capital	Share premium reserve	Reserve for own shares	Retained earnings	Share-based payment reserve	Foreign currency translation reserve	Non-controlling interest reserve	Equity reserve	Total Equity
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<i>Balance as at 01 July 2022</i>	2,801,557	173,609,067	(17,994,924)	209,221,487	4,671,159	(52,101,508)	(39,779,293)	(29,741,213)	250,686,332
Profit for the period	-	-	-	45,351,769	-	-	-	-	45,351,769
Total other comprehensive income	-	-	-	-	-	(17,183,248)	-	-	(17,183,248)
<i>Total other comprehensive income for the period</i>	-	-	-	45,351,769	-	(17,183,248)	-	-	28,168,521
Share transactions									
- Shares issued	-	-	-	-	-	-	-	-	-
- Treasury shares payments	-	-	(4,912,348)	-	-	-	-	-	(4,912,348)
- Share-based payments	-	-	-	-	882,216	-	-	-	882,216
- Share options and bonus shares exercised	-	-	763,901	-	(763,901)	-	-	-	-
- Shares cancelled	(11,557)	-	11,557	-	-	-	-	-	-
Dividends declared and paid	-	-	-	(35,460,674)	-	-	-	-	(35,460,674)
Balance at 30 June 2023	2,790,000	173,609,067	(22,131,814)	219,112,582	4,789,474	(69,284,756)	(39,779,293)	(29,741,213)	239,364,047

The notes on pages 23 to 33 form an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Statement of Cash Flows for the half year ended 31 December 2023

	31 December 2023 \$	31 December 2022 \$
Note(s)	Reviewed	Reviewed
<i>Cash flows from operating activities</i>		
Receipts from customers	45,540,831	74,119,091
Payments to suppliers and employees	(34,838,659)	(30,891,587)
Cash generated from operations	10,702,172	43,227,504
Finance income	2,009,565	2,128,381
Taxation paid	(4,805,510)	(7,677,484)
Net cash inflow from operating activities	7,906,227	37,678,401
<i>Cash flows from investing activities</i>		
Purchase of plant and equipment	(7,022,576)	(5,321,899)
Payments for exploration and evaluation capitalised	(379,793)	(884,441)
Advance paid: Joint Ventures	10 (934,870)	(2,701)
Advance paid loans: Third party	10 -	(330,189)
Acquisition of other assets	-	(14,770)
Net cash outflow from investing activities	(8,337,239)	(6,554,000)
<i>Cash flows from financing activities</i>		
Payment of lease liabilities	(219,611)	(179,245)
Payment for treasury shares	(616,441)	(1,144,688)
Dividends paid	(16,671,350)	(25,585,785)
<i>Net cash outflow from financing activities</i>	(17,507,402)	(26,909,718)
Net increase/(decrease) in cash and cash equivalents	(17,938,414)	4,214,683
Effect of exchange fluctuations on cash held	1,010,389	(1,601,737)
Cash and cash equivalents at the beginning of reporting period	124,159,854	121,282,425
Cash and cash equivalents at the end of the reporting period	107,231,829	123,895,371

The notes on pages 23 to 33 form an integral part of these condensed consolidated interim financial statements.

## Notes to the Condensed Consolidated Financial Statements

### 1. Reporting entity

Sylvania Platinum Limited ("Sylvania" or the "Company") is a limited company incorporated and domiciled in Bermuda whose shares are publicly traded on the Alternative Investment Market ("AIM") of the London Stock Exchange. Sylvania's registered office is at Clarendon House, 2 Church Street, Hamilton HM11, Bermuda. These condensed consolidated interim financial statements ("interim financial statements") as at and for the six months ended 31 December 2023 comprise the Company, its subsidiaries and joint arrangements (together referred to as "the Group").

The principal activities of the Group during the financial period were the mineral retreatment projects and investment in mineral exploration. Operational focus during the financial period was concentrated on the retreatment plants.

### 2. Basis of accounting

This condensed consolidated interim financial statements for the half-year reporting period ended 31 December 2023 have been prepared in accordance with IAS34 Interim Financial Reporting. Accordingly, this report should be read in conjunction with the annual consolidated financial statements as at and for the year ended 30 June 2023 ("last annual financial statements"). It is also recommended that the interim financial statements be considered together with any public announcements made by the Company during the six months ended 31 December 2023 in accordance with the Group's continuous disclosure obligations. The accounting policies applied in the preparation of these interim financial statements are in terms of IFRS and are consistent with those applied in the previous consolidated financial statements.

The interim financial statements do not include all of the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements. For the purposes of preparing the interim financial statements, the half year has been treated as a discrete reporting period.

### 3. Functional and presentation currency

The functional and presentation currency of the Group's interim financial statements are in US Dollars. All amounts have been rounded to the nearest US Dollar, unless otherwise indicated.

### 4. Significant accounting judgements, estimates and assumptions

In preparing these interim financial statements, management has made judgements and estimates that affect the application of the Group's accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

#### *Key assumptions used in the assessment of impairment of assets*

The recoverable amounts of the Group's retreatment plants have been based on cash flow projections as at 31 December 2023. The internal financial model is based on the known and confirmed resources for each plant.

The calculation of fair value less cost to sell is sensitive to changes in the available resources, discount rates, commodity price and operating costs. Changes in key assumptions could cause the carrying value of assets to vary from their recoverable amounts.

## Notes to the Condensed Consolidated Financial Statements (continued)

### 4. Significant accounting judgements, estimates and assumptions (continued)

#### *Key assumptions used in the assessment of impairment of assets (continued)*

*Resources* - The resources for each plant, including the PGM grade and expected recoveries that have been modelled are based on extensive test work, sampling and surveying. Where the useful life of a plant is possibly longer than the material currently available to be processed, alternative feed sources have been considered and utilised.

*Discount rate* - The discount rate (real rate) reflects management's estimate of the time value of money and the risk associated with the plants. A range between 12.33% and 17.5% was used for the pre-tax discounted rate (2023: 10% and 17.55%).

*Commodity price* - The Group has used forecast commodity prices obtained from the Impala consensus. Conservative long-term forecasts were used for the following metal prices – \$1,555/oz (2023: \$2,200/oz) for platinum, \$1,170/oz (2023: \$800/oz) for palladium and \$6,486/oz for rhodium (2023: \$10,000/oz).

*Operating costs* - Operating costs are calculated on a ZAR/ton basis.

*Exchange rates* - Platinum group metals are priced in USD. The USD/ZAR exchange rate used in the discount cash flow model was 18.76 ZAR/\$ (2023: 15.50 ZAR/\$ to 16.10 ZAR/\$1).

The exploration and evaluation assets were considered for impairment under IFRS 6 *Exploration for and Evaluation of Mineral Resources*. There were no indicators of impairment.

### 5. New standards and interpretations not yet effective

#### *New standards effective for annual periods beginning on or after 1 July 2023*

No new standards, amendments to published standards and interpretations which became effective for the year commencing on 1 July 2023 had an impact on the group's accounting policies.

#### *New standards, amendments to existing standards and interpretations not yet effective*

The group did not early adopt any new, revised or amended accounting standards or interpretations. These accounting standards, amendments to issued accounting standards and interpretations are not expected to have a material impact on the group's financial results.



## Notes to the Condensed Consolidated Financial Statements (continued)

### 6. Revenue

	Half year ended 31 December 2023 \$	Half year ended 31 December 2022 \$
<i>Disaggregated revenue information</i>		
Revenue from contracts with customers - PGM sales	43,490,060	77,163,121
Other sales - provisionally-priced sales	(2,720,148)	2,738,597
Total revenue	40,769,912	79,901,718

### 7. Profit before income tax

	Half year ended 31 December 2023 \$	Half year ended 31 December 2022 \$
--	--	--

The following income and expenses items are relevant in explaining the financial performance for the half year:

Depreciation	2,207,220	1,967,035
Direct operating cost	28,063,385	28,623,523
Directors' fees	257,500	226,975
Realised foreign exchange profit	-	2,046
Administrative salaries and wages	893,886	859,041
Share-based payment expense	465,180	539,738
	31,887,171	32,218,358

### 8. Exploration and evaluation assets

	As at 31 December 2023 \$	As at 30 June 2023 \$
<i>Exploration and evaluation phase - at cost</i>		
Balance at the beginning of the financial year	46,464,143	46,087,453
Foreign currency movements	290,497	(1,244,926)
Direct expenditure for the year	379,799	1,621,616
Balance at end of period/year	47,134,439	46,464,143

Ultimate recovery of exploration and evaluation expenditure carried forward is dependent upon the recoupment of costs through successful development and commercial exploration and commercial exploitation, or alternatively, by sale of the respective assets.

Specialist consultants have been appointed to assist Sylvania in evaluating the respective resources and exploring the economic potential of deposits through a step plan strategy with the view of possibly upgrading the mineral resource either for development or sale.

## Notes to the Condensed Consolidated Financial Statements (continued)

### 9. Property, plant and equipment

Reviewed	Property	Mining Property	Construction in progress	Plant	Equipment	Leasehold improvements	Computer equipment and software	Furniture and fittings	Office equipment	Motor vehicles	Right-of-use	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>December 2023</b>												
<i>At 1 July 2023</i>												
Cost	1,689,596	1,736,350	1,504,490	91,367,764	1,010,544	41,485	427,772	53,414	266,159	1,022,620	1,231,207	100,351,401
Accumulated depreciation	(100,688)	(1,658,436)	-	(47,414,845)	(708,764)	(24,268)	(350,571)	(37,461)	(176,725)	(678,007)	(551,025)	(51,700,790)
Net carrying value	1,588,908	77,914	1,504,490	43,952,919	301,780	17,217	77,201	15,953	89,434	344,613	680,182	48,650,611
<i>Period ended 31 December</i>												
Opening net carrying value	1,588,908	77,914	1,504,490	43,952,919	301,780	17,217	77,201	15,953	89,434	344,613	680,182	48,650,611
Exchange differences	200,563	2,448	41,187	1,497,381	13,087	1,171	2,208	559	34,905	11,140	(161,546)	1,643,103
Additions	363	-	17,970	6,624,270	223,665	34,879	17,879	5,084	16,038	82,541	178,278	7,200,967
Disposals	-	-	-	-	-	-	(590)	-	-	-	(112)	(702)
Depreciation charge	(33,219)	-	-	(1,864,189)	(47,255)	(4,004)	(27,933)	(2,259)	(24,419)	(67,312)	(146,094)	(2,216,684)
Closing net carrying value	1,756,615	80,362	1,563,647	50,210,381	491,277	49,263	68,765	19,337	115,958	370,982	550,708	55,277,295
<i>At 31 December 2023</i>												
Cost	1,934,866	1,790,909	1,563,647	101,017,357	1,270,532	78,379	455,288	60,280	348,825	1,138,980	982,139	110,641,202
Accumulated depreciation	(178,251)	(1,710,547)	-	(50,806,976)	(779,255)	(29,116)	(386,523)	(40,943)	(232,867)	(767,998)	(431,431)	(55,363,907)
Net carrying value	1,756,615	80,362	1,563,647	50,210,381	491,277	49,263	68,765	19,337	115,958	370,982	550,708	55,277,295

## Notes to the Condensed Consolidated Financial Statements (continued)

### 9. Property, plant and equipment (continued)

Audited	Property	Mining Property	Construction in progress	Plant	Equipment	Leasehold improvements	Computer equipment and software	Furniture and fittings	Office equipment	Motor vehicles	Right-of-use	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>June 2023</b>												
<i>At 1 July 2022</i>												
Cost	2,653,025	2,002,843	7,583,338	85,917,153	1,038,159	65,584	568,425	78,335	297,868	1,052,086	345,498	101,602,314
Accumulated depreciation	(111,229)	(1,912,971)	-	(50,905,480)	(726,332)	(36,320)	(458,707)	(62,059)	(181,089)	(662,415)	(246,734)	(55,303,336)
Net carrying value	2,541,796	89,872	7,583,338	35,011,673	311,827	29,264	109,718	16,276	116,779	389,671	98,764	46,298,978
<i>Period ended 30 June</i>												
Opening net carrying value	2,541,796	89,872	7,583,338	35,011,673	311,827	29,264	109,718	16,276	116,779	389,671	98,764	46,298,978
Additions	(298,769)	(11,958)	(700,312)	(5,674,559)	(29,717)	(3,371)	(13,450)	(2,285)	(14,780)	(52,284)	(51,287)	(6,852,772)
Re-classifications	26,428	-	921,370	11,814,475	126,536	-	44,588	6,017	17,089	174,080	1,020,195	14,150,778
Disposals	-	-	(6,299,906)	6,299,906	-	-	-	-	-	-	-	-
Depreciation charge	(676,014)	-	-	(66,876)	(13,792)	-	(2,300)	-	-	(36,755)	(2,026)	(797,763)
Exchange differences	(4,533)	-	-	(3,431,700)	(93,074)	(8,676)	(61,355)	(4,055)	(29,654)	(130,099)	(385,464)	(4,148,610)
Closing net carrying value	1,588,908	77,914	1,504,490	43,952,919	301,780	17,217	77,201	15,953	89,434	344,613	680,182	48,650,611
<i>At 30 June 2023</i>												
Cost	1,689,596	1,736,350	1,504,490	91,367,764	1,010,544	41,485	427,772	53,414	266,159	1,022,620	1,231,207	100,351,401
Accumulated depreciation	(100,688)	(1,658,436)	-	(47,414,845)	(708,764)	(24,268)	(350,571)	(37,461)	(176,725)	(678,007)	(551,025)	(51,700,790)
Net carrying value	1,588,908	77,914	1,504,490	43,952,919	301,780	17,217	77,201	15,953	89,434	344,613	680,182	48,650,611

## Notes to the Condensed Consolidated Financial Statements (continued)

### 10. Other financial assets

	As at 31 December 2023 \$	As at 30 June 2023 \$
<i>Loans and receivables</i>		
Loans receivable (a)	8,653,104	7,068,571
Rehabilitation debtor (b)	281,227	261,012
Restricted cash (c)	877,699	823,144
Balance at the end of the financial year	9,812,030	8,152,727
Non-current asset	7,354,644	6,352,325
Current asset	2,457,386	1,800,402
	9,812,030	8,152,727

#### a) Loans receivable consist of:

- A loan amounting to \$333,493 (2023: \$317,073) was granted to TS Consortium by Sylvania South Africa (Pty) Ltd. The loan is unsecured, bears interest at 7% per annum and is repayable on demand. The Group's interest in the TS Consortium Joint Operation is currently 75% in the assets and liabilities.
  - A loan amounting to \$985,311 (2023: \$902,285) was granted to Forward Africa Mining (Pty) Ltd. The loan is secured over the Grasvally Plant and bears interest at the Johannesburg Inter-Bank Offer Rate (JIBAR) + 3%, compounded monthly in arrears. The loan is repayable in 15 equal instalments.
  - A loan amounting to \$6,386,800 (2023: \$5,849,213) was granted to Forward Africa Mining (Pty) Ltd relating to the sale of shares and claim agreement in respect of the Grasvally Chrome Mine (Pty) Ltd sale. The loan is secured over the Grasvally Mining Right, bears interest at the JIBAR + 3%, compounded monthly in arrears. The loan is repayable in 15 equal instalments.
  - A loan amounting to \$947,500 (2023: \$nil) was granted to Limberg Mining Company (Pty) Ltd by Sylvania Metals (Pty) Ltd. The loan bears interest at the prime rate, and is repayable in substantially equal consecutive quarterly instalments, commencing on the first anniversary of the commissioning date.
- b) Contribution paid to the host mine for rehabilitation purposes. The debtor is ZAR denominated and was translated at a spot rate of ZAR18.31:\$1 (2023: ZAR18.89:\$1).
- c) Restricted cash relates to guarantees with Eskom and DMRE \$877,699 (2023: \$823,144).

### 11. Trade and other receivables

	As at 31 December 2023 \$	As at 30 June 2023 \$
<i>Financial instruments</i>		
Trade receivable (not subject to provisional pricing) - fair value	9,322,776	9,301,077
Trade receivable (subject to provisional pricing) - fair value	21,186,837	24,999,154
Trade receivables - amortised cost	123,995	120,217
<i>Non-financial instruments</i>		
Other receivables - amortised cost	2,952,474	1,293,555
	33,586,082	35,714,003

## Notes to the Condensed Consolidated Financial Statements (continued)

### 11. Trade and other receivables (continued)

Trade receivables are due from major minerals mining and processing companies.

Trade receivables (not subject to provisional pricing) are non-interest bearing and are generally on terms not exceeding 30 days.

Trade receivables (subject to provisional pricing) are non-interest bearing but are exposed to future commodity price and exchange rate fluctuations over a period. It relates to revenue from contracts with customers and the Group has an unconditional right to the consideration due as the performance conditions have been met.

Other receivables are non-interest bearing and are generally on 30 – 90 day terms. Included in other receivables are pre-paid expenditure, VAT receivable and advances.

### 12. Issued capital

	As at 31 December 2023 No of shares	As at 30 June 2023 No of shares	As at 31 December 2023 \$	As at 30 June 2023 \$
<i>Share capital</i>				
Ordinary shares fully paid	275,375,725	279,000,000	2,753,757	2,790,000

Date	Details	No of shares	\$
1 July 2023	Opening balance	279,000,000	2,790,000
	Transactions during the 6 month period	(3,624,275)	(36,243)
31 December 2023	Closing balance	275,375,725	2,753,757
1 July 2022	Opening balance	280,155,657	2,801,557
		(1,155,657)	(11,557)
30 June 2023	Closing balance	279,000,000	2,790,000

#### *Dividend*

The Board declared a dividend of 5p per ordinary share on 7 September 2023. The record date was close of business on 27 October 2023. The dividend was paid on 1 December 2023.

#### *Shares held in treasury:*

The following ordinary shares in Sylvania Platinum Limited were repurchased during the period. The shares are being held in Treasury and it is intended to use these Treasury shares for future allocations of shares to staff as part of the Company deferred share plan.

Date	No of shares
Opening balance at 1 July 2023	15,939,736
Shares purchased from employees	684,750
Exercise of bonus shares	(1,235,000)
Shares cancelled	(3,624,275)
Closing balance at 31 December 2023	11,765,211

## Notes to the Condensed Consolidated Financial Statements (continued)

### 12. Issued capital (continued)

Of the 11,765,211 shares held in the treasury share account, 7,500,000 shares are ring-fenced for the Employee Dividend Entitlement Plan ("EDEP").

At 31 December 2023, the Company's issued share capital amounted to 275,375,725 Ordinary Shares, of which a total of 11,765,211 are held in Treasury. The total number of Ordinary Shares with voting rights is 263,610,514.

### 13. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM), who is responsible for allocating resources and assessing performance of the reportable operating segments. The CODM considers each segment's net profit/(loss) as a measure for assessing the respective segment's performance. The CODM is identified as the Board. Segments reported are based on the Group's operations and performance is evaluated on PGM ounce production and operating costs. Operating costs consist of costs incurred in the production and delivery of PGMs.

In applying IFRS 8 Operating Segments, judgements have been made by the CODM with regards to the identification of reportable segments of the Group. These judgements are supported by the nature of the operations and the location of the operations. The segments, as described below, are managed separately based on location and support function grouping.

#### *Sylvania Dump Operations*

This reportable segment comprises the six tailings operational plants located in the Western Limb as well as Eastern Limb. A single operational segment exists for all the six tailings operational plants. Segment performance is evaluated on PGM ounce production.

#### *Exploration projects*

This reportable segment comprises the Group's exploration projects on the Northern Limb. The CODM reviews the exploration projects as a reportable segment and makes relevant decisions based thereon. The three exploration projects have similar economic characteristics (all in the PGM market) as they are all currently in the exploration phase with geological and drilling costs being the main activity. The projects operate in the same jurisdiction.

#### *Other*

The 'Other' column is not a segment as defined. However, it is part of the CODM's review and comprises corporate, administration and other expenditure not allocated to the reported segments. These have been appropriately aggregated into this column.

#### *Joint Arrangements*

This reportable segment comprises of two joint operations focusing on a pelletizer project and the construction of a Chrome and PGM beneficiation plant respectively.

## Notes to the Condensed Consolidated Financial Statements (continued)

### 13. Segment reporting (continued)

The following table presents revenue and profit information as well as certain assets and liability information.

	Reportable segments				Consolidated (\$)
	SDO (\$)	Exploration projects (\$)	Other (\$)	Joint Arrangements (\$)	
December 2023					
Segment assets	122,043,580	55,010,429	81,828,272	1,848,739	260,731,020
Capital expenditure*	50,477,946	47,945,997	2,317,784	1,670,000	102,411,727
Other assets**	71,565,634	7,064,432	79,510,488	178,739	158,319,293
Segment liabilities	22,134,065	7,648,288	775,566	923,991	31,481,910
Segment revenue	40,769,912	-	3,269,983	-	44,039,895
Net profit/(loss) for the year after tax	4,154,759	(44,242)	(1,016,668)	(12,297)	3,081,552
Included within the segment results:				-	-
Depreciation	2,157,011	236	49,955	18	2,207,220
Direct operating costs	31,459,803	-	-	-	31,459,803
Royalty tax	583,667	-	-	-	583,667
Other items:				-	-
Income tax expense	2,585,505	(426)	2,665,224	-	5,250,303
Capital expenditure additions*	5,505,956	379,799	58,427	1,636,584	7,580,766
30 June 2023					
Segment assets	168,239,679	53,245,968	48,272,457	-	269,758,104
Segment liabilities	21,344,657	7,649,856	1,399,544	-	30,394,057

\*Capital expenditure consists of property, plant and equipment and exploration and evaluation assets.

\*\*Other assets consist of trade receivables, cash and cash equivalents, inventory, other assets and other receivables.

\*\*\*The sum of depreciation amounting to \$2,157,011 and direct operating costs amounting to \$31,459,803 agree to the cost of sales as per the consolidated statement of profit or loss. Refer note 7 for more detail.

	Reportable segments				Consolidated (\$)
	SDO (\$)	Exploration projects (\$)	Other (\$)	Joint Arrangements (\$)	
December 2022					
Segment assets	228,409,762	47,390,579	12,974,106	-	288,774,447
Capital expenditure*	44,397,593	46,647,650	3,803,155	-	94,848,398
Other assets**	184,012,169	742,929	9,170,951	-	193,926,049
Segment liabilities	33,021,743	512,493	1,254,087	-	34,788,323
Segment revenue	79,901,718	-	2,359,757	-	82,261,475
Net profit/(loss) for the year after tax	33,648,239	(153,020)	489,166	-	33,984,385
Included within the segment results:				-	-
Depreciation	1,893,625	-	-	-	1,893,625
Direct operating costs	36,068,322	-	-	-	36,068,322
Other items:				-	-
Income tax expense	12,841,936	62	399,230	-	13,241,228
Capital expenditure additions*	4,464,363	884,441	857,535	-	6,206,339
30 June 2022					
Segment assets	190,598,062	53,485,435	34,488,308	-	278,571,805
Segment liabilities	19,159,697	8,860,674	731,244	-	28,751,615

\*Capital expenditure consists of property, plant and equipment and exploration and evaluation assets.

\*\*Other assets consist of trade receivables, cash and cash equivalents, inventory, other assets and other receivables.

\*\*\*The sum of depreciation amounting to \$1,893,625 and direct operating costs amounting to \$36,068,322 agree to the cost of sales as per the consolidated statement of profit or loss. Refer note 7 for more detail.

## Notes to the Condensed Consolidated Financial Statements (continued)

### 13. Segment reporting (continued)

	Half year ended 31 December 2023 \$	Year ended 30 June 2023 \$
<i>Major items included in other</i>		
<i>Capital expenditure</i>		
Property, plant and equipment	2,317,784	2,248,744
	<u>2,317,784</u>	<u>2,248,744</u>
<i>Other assets</i>		
Cash and cash equivalents	76,093,102	43,448,886
Other financial assets	(9,513)	2,077,423
Current tax asset/(liability)	2,609,921	(8,809)
Other receivables	816,978	506,213
	<u>79,510,488</u>	<u>46,023,713</u>
<i>Liabilities</i>		
Borrowings Other	156,461	187,782
Trade payables	154,013	34,746
Other	465,097	1,177,016
	<u>775,571</u>	<u>1,399,544</u>

	Half year ended 31 December 2023 \$	Half year ended 31 December 2022 \$
<i>Major items included in other</i>		
Administrative salaries and wages	909,711	859,041
Auditor's remuneration	34,719	56,114
Consulting fees	10,702	(5,467)
Depreciation	49,955	73,410
Finance income	(3,269,983)	(2,359,757)
Finance cost	239,649	536,505
Foreign exchange (profit)/loss	(2,844)	2,046
Legal expenses	21,405	67,670
Other income	(69,064)	(45,547)
Overseas travelling expenses	78,218	182,551
Profit on disposal of property, plant and equipment	64	38,563
Share-based payments	222,265	355,259
Income tax expense	33,645	399,230
Dividend tax	2,631,579	-
Profit on disposal of discontinued operations	-	(1,732,642)
Other	(16,329)	1,083,859
	<u>873,692</u>	<u>(489,165)</u>



## Notes to the Condensed Consolidated Financial Statements (continued)

### 13. Segment reporting (continued)

	Half year ended 31 December 2023 \$	Half year ended 31 December 2022 \$
<i>Reconciliations of total segment to the Group</i>		
<i>Depreciation</i>		
Included within cost of sales	2,157,030	1,893,625
Included within general and administrative costs	50,190	73,410
	<u>2,207,220</u>	<u>1,967,035</u>
<i>Cost of sales</i>		
Direct operating costs	32,055,391	32,174,697
Depreciation	2,157,030	1,893,625
	<u>34,212,421</u>	<u>34,068,322</u>

	Half year ended 31 December 2023 \$	Half year ended 31 December 2022 \$
<i>Total segment revenue</i>		
Revenue	40,769,912	79,901,718
Finance income	3,269,983	2,359,757
	<u>44,039,895</u>	<u>82,261,475</u>

### 14. Fair value determination of financial instruments

The following table presents the Group's financial assets measured and recognised at fair value at 31 December 2023 and 30 June 2023.

	Level 1 \$	Level 2 \$	Level 3 \$
<i>Financial assets at fair value</i>			
<i>31 December 2023</i>			
Trade and other receivables*	-	30,509,613	-
<i>30 June 2023</i>			
Trade and other receivables*	-	34,300,231	-

\*The fair value was determined using the commodity prices and foreign exchange rates.

### 15. Events after reporting date

The directors are not aware of any matter or circumstance arising since the end of the reporting period, not otherwise dealt with in the interim financial position of the Group or the results of its operations.

### 16. Going Concern

The Group has sufficient cash reserves and resources to continue to meet its obligations even in the event if operations were to be placed under care and maintenance for 12 months. Considering the strong financial position, operational performance, budgets and forecasts as well as the timing of cash flows and sensitivity analyses, the Directors are satisfied that the Group has adequate resources to continue in operational existence for at least 12 months from date of signing the financial statements.