

# Final results for the year ended 30 June 2015

### Consolidated income statement

R'000	Year ended 30 June 2015 Reviewed	Year ended 30 June 2014 Audited
Revenue	3 357 297	2 894 596
Turnover	2 526 096	1 768 561
Cost of sales	(2 376 827)	(1 649 450)
Gross profit	149 269	119 111
Fees and commission earned from joint venture	643 442	926 060
Other income	205 672	200 384
Impairment of non-financial assets – group	(365 073)	_
Impairment of financial assets	(114 258)	(26 327)*
Other expenses	(408 869)	(460 023)*
Finance costs	(33 391)	(61 152)
Profit before taxation and joint venture	76 792	698 053
Taxation	(102 293)	(240 486)
(Loss)/profit after taxation, before joint venture	(25 501)	457 567
Share of profit from joint venture, after taxation	1 317 138	3 572 155
Share of loss of associate, after taxation	(1 197)	_
Profit for the period	1 290 440	4 029 722
Attributable to:		
Shareholders of the holding company – group and associate	1 403 371	4 005 123
Non-controlling shareholders	(112 931)	24 599
As above	1 290 440	4 029 722
Earnings as above	1 403 371	4 005 123
Impairment of non-financial assets	771 261	276 922
Impairment of financial assets	114 258	26 327
Loss on disposal of fixed assets	10 009	542
Taxation effect of above items	(180 831)	(79 024)
Non-controlling shareholders' portion	(141 717)	_
Headline earnings	1 976 351	4 229 890
Earnings per share (basic and diluted – cents)	1 360	3 881
Headline earnings per share (basic and diluted – cents)	1 915	4 098
Dividends per share declared in respect of the profit for the year (cents)	600	1 000
– Interim	300	450
– Final	300	550
Weighted average number of ordinary shares (million)		
Ordinary shares in issue	139,61	139,61
Weighted impact of treasury shares held in trust	(36,40)	(36,40)
	103,21	103,21

\*Other expenses have been restated in order to disclose the impairment of financial assets separately

## Consolidated statement of comprehensive income

Consolidated Statement of Comprehensive income		
R'000	Year ended 30 June 2015 Reviewed	Year ended 30 June 2014 Audited
Profit for the year (as above)	1 290 440	4 029 722
Items that may be reclassified into the income statement dependent on the outcome of a future event	(11 428)	94 183
(Loss)/gain on revaluation to market value of available-for-sale investments after taxation	(24 209)	52 434
(Loss)/gain on revaluation to market value of available-for-sale investments	(29 758)	59 452
Deferred capital gains tax thereon	5 549	(7 018)
Exchange differences on translation of foreign operations	15 506	4 973
Actuarial (loss)/gain on pension fund after taxation	(2 725)	36 776
Total comprehensive income for the year, net of tax	1 279 012	4 123 905
Attributable to:		
Shareholders of the holding company	1 384 130	4 096 869
Non-controlling shareholders	(105 118)	27 036
As above	1 279 012	4 123 905

# Consolidated statement of cash flow

R'000	Year ended 30 June 2015 Reviewed	Year ended 30 June 2014 Audited
Cash (utilised)/generated by operations	(962 774)	(725 162)
Cash retained from investing activities	817 093	1 638 776
Acquisition of available-for-sale investment	_	(161 926)
Long-term liabilities repaid	_	(500 000)
Other financing activities	422 278	189 164
Increase in cash for the year	276 597	440 852
Cash resources at beginning of year	2 144 598	1 703 746
Cash resources per statement of financial position	2 421 195	2 144 598

Segmental information

Associate mining and beneficiation Other mining Eliminations and Marketing R'000 Manganese Chrome Sub-total and shipping and beneficiation Consolidated Iron ore adiustments\* Year ended 30 June 2015 - reviewed Revenues 12 622 422 7 152 284 1 798 712 21 573 418 3 007 156 (21 573 438) 3 357 297 Third party 350 161 Inter-segment 5 101 (5 101) Total revenues 12 622 422 7 152 284 1 798 712 21 573 418 3 012 257 350 161 (21 578 539) 3 357 297 Contribution to profit after taxation 2 381 257 183 802 2 659 224 197 485 94 165 (222986)(2 659 224) (25 501) Impairment of financial and non-financial assets (147 114) (114 258) (365073)(885 519) (665 262) (812 376) 406 188 Year ended 30 June 2014 - audited Revenues 18 101 329 8 309 121 28 020 318 2 541 872 (28 020 318) 2 894 596 1 609 868 352 724 Third party Inter-segment 6 479 (6 479) Total revenues 18 101 329 8 309 121 1 609 868 28 020 318 2 548 351 352 724 (28 026 797) 2 894 596 504 298 Contribution to profit after taxation 6 357 416 127 817 (7 169 258) 259 940 Impairment of financial and non-financial assets (519 880) (519 880)  $(26\ 327)$ (16982)(303249)

\*Eliminations and adjustments comprise mainly the adjustments required to give effect to the requirement of IFRS to equity account the group's investment in Assmang.

➤ Substantially lower prices for iron and manganese ores

➤ Impairment charges recorded of R886 million

➤ Record sales volumes of iron and chrome ores

➤ Headline earnings for the year reduced by 53,3%

Strong cash position

➤ Final dividend declared of R3,00 per share

### **COMMENTARY**

Headline earnings for the financial year to 30 June 2015 declined by 53,3% to R2,0 billion, compared to R4,2 billion in the previous financial year, while profit for the year, which is stated after impairment charges of R886 million, decreased by 68,0% to R1,3 billion, compared to R4,0 billion. These declines are due mainly to the lower level of headline earnings of Assmang Proprietary Limited (Assmang) for the year, which were lower by 56,8%, at R3,3 billion compared to the previous financial year and impairment charges in Assmang amounting to R812 million.

Assore holds a 50% interest in Assmang, which it controls jointly with African Rainbow Minerals Limited (ARM) and which, in terms of International Financial Reporting Standards (IFRS) is accounted for on the equity accounting basis. Accordingly, Assore has disclosed its 50% share of Assmang's profit after taxation in its income statement as "Share of profit from joint venture after taxation".

Average index prices for iron ore (62% iron content, fines grade, delivered in China) were 41,6% lower than the prior year, at US dollars 72 per tonne and those for manganese ore (44% manganese content, lumpy grade, delivered in China) were 21,6% lower, at US dollars 3,88 per manganese unit. The declines in prices were caused by lower-thanexpected demand from China and increased global supply. Manganese alloy prices also reduced during the year although the decline for refined alloys was less than for high carbon ferromanganese. Steady increases in the demand for stainless steel resulted in prices for chrome ore generally remaining fairly stable over the year. The lower US dollar selling prices for the group's products were partly offset by a weaker rand/US dollar exchange rate, which across the year, was 8,0% weaker than the previous year. Based on lower turnover, commission income declined over the previous year by 30,5%.

Following a technical and financial review of the underground chrome mines at Rustenburg Minerals, the group has decided to suspend indefinitely further underground development, resulting in an impairment charge of R365 million. In addition, Assmang has closed its last operational furnace at Machadodorp Works and a further ferromanganese furnace at Cato Ridge Works has been closed due to the weak alloy market and increased electricity and labour costs necessitating impairment charges amounting to R812 million, of which 50% has been included in the Group's results. An additional impairment charge of R114 million was recorded against the group's share portfolio, due to declines in the share prices of the shares in which the group is invested.

Assmang achieved record sales volumes of iron ore, brought about by strong local demand, which was met from the Beeshoek Iron Ore Mine and improvements in the throughput of the off-grade plant at Khumani Iron Ore Mine. Record sales volumes of chrome ore were also achieved by Dwarsrivier Chrome Mine, due to better availability of

The table below sets out Assmang's sales volumes for the year:

			Increase/
	Year ende	Year ended 30 June	
Metric tonnes '000	2015	2014	%
Iron ore	16 185	15 640	3
Manganese ore*	2 736	2 708	1
Manganese alloys	223	279	(20)
Chrome ore	1 068	988	8
*Excluding intra-group sales to alloy plants.			

### **Expansion and capital expenditure**

On 24 June 2015, Assore announced the acquisition from ARM of its 50% indirect share of Dwarsrivier Chrome Mine (Dwarsrivier) (held in Assmang) for a consideration of R450 million. The completion of the transaction is subject to certain conditions precedent, the most significant of which is the consent required, in terms of the Mineral Resources and Petroleum Development Act, by the Department of Mineral Resources (DMR) for the transfer of the mining right from Assmang to a new entity that will operate Dwarsrivier (the "Section 11" transfer). This amount has been disclosed as "Restricted cash" in the Consolidated statement of financial position. The consideration will be adjusted for capital expenditure net of financial results from the operation in the intervening period until the Section 11 transfer is achieved. Once consent is granted, Assore will own 100% of Dwarsrivier, retrospective to 1 July 2014.

Capital expenditure for the year by Assmang amounted to R3,8 billion (2014: R3,6 billion), of which R1,3 billion was spent in Assmang's Manganese Division on the sustainability and expansion of the Black Rock Mines, which will increase the mines' capacity to 4 million tonnes per annum by 2017. A further R730 million was spent on wastestripping in Assmang's Iron Ore Division, with R441 million spent at Beeshoek Iron Ore Mine and R289 million at

Construction at Sakura Ferroalloys in Malaysia, in which Assmang holds a 54,36% interest, is progressing well, within budget and on schedule to be commissioned by the fourth calendar quarter of the current year and to achieve design capacity of 110 000 tonnes of high carbon ferromanganese and 70 000 tonnes of silico manganese alloys annually by the end of the next financial year.

Growth in crude steel production is expected to remain subdued for the short to medium term with the Chinese economy, in particular, showing continued signs of weakness and reduced demand. Economic growth in the rest of the world is also expected to remain muted and, combined with the increased supply of low cost iron ore and central and local government support for Chinese iron ore mines, prices are not anticipated to recover over this period and may deteriorate further from current levels. Similar dynamics are evident in the markets for manganese, where additional mine capacity has resulted in oversupply of mostly medium grade ores. This low priced ore and the poor demand from the largest seaborne markets in North America and Europe will continue to depress manganese alloy prices for the foreseeable future. Stainless steel demand appears to be stronger and prices for chrome ore are not expected to change significantly.

The cost of mining and production in South Africa is becoming increasingly expensive, due largely to price increases in electricity and labour which far exceed inflation, resulting in the group embarking on various right-sizing and restructuring projects in an attempt to improve and maintain the competitiveness of its operations.

In addition to the impacts of the above market dynamics, the results of the group remain significantly exposed to fluctuations in exchange rates.

## Dividends

The results in this announcement include the interim dividend of 300 cents (2014: 450 cents) per share which was declared on 10 February 2015 and paid to shareholders on 9 March 2015. In line with the results for the year, the board of directors of Assore (the board) has declared a final dividend of 300 cents (2014: 550 cents) per share, making a total dividend in respect of results for the year of 600 cents (2014: 1 000 cents) per share. The final dividend will be paid to shareholders on or about 21 September 2015 and, in accordance with IFRS, is not included in the results contained in this announcement as it was declared after year end.

## Accounting policies, basis of preparation and review by auditors

The financial results for the year under review have been prepared under the supervision of Mr CJ Cory, CA(SA), and in accordance with IAS 34 Interim Financial Reporting and comply with International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, the Listings Requirements of the JSE Limited (JSE) and the Companies Act No 71 of 2008, as amended. The accounting policies applied are consistent with those adopted in the financial year ended 30 June 2014 and amendments and improvements to IFRS effective in the year have not had any significant impact on the results or disclosures of the group for the year under review. Ernst & Young Inc., the group's auditors, have reviewed and issued an unmodified report on the condensed financial results included in this announcement in accordance with ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A copy of their report is available for inspection at the registered office of the company.

Since the interim results announcement on 10 February 2015, Mr RJ Carpenter resigned from the board as a non-executive director on 15 June 2015, after 51 years' service in the group, 25 years of which were as an executive director.

## **Declaration of final dividend**

Shareholders are advised that on 25 August 2015, the board declared final gross dividend number 117 (the dividend), of 300 (2014: 550) cents per share (gross) for the year ended 30 June 2015.

In terms of paragraph 11.17 of the Listings Requirements of the JSE, shareholders are advised of the following with regard to the declaration:

- The dividend has been declared from retained earnings
- 2. The local dividend tax (dividend tax) rate of 15% will apply.
- 3. The net local dividend amount is 255,0 cents per share for shareholders liable to pay dividends tax.
- 4. The issued ordinary share capital of Assore is 139 607 000 shares, of which 36 400 000 shares are accounted for as treasury shares in terms of IFRS and are therefore excluded from earnings per share calculations.
- 5. Assore's Income Tax reference number is 9045/018/84/4.

The salient dates are as follows: Last day for trading to qualify for and participate in the final dividend Trading "ex dividend" commences Record date Dividend payment date

Dates (inclusive) between which share certificates may not be dematerialised or rematerialised

On behalf of the board

**Desmond Sacco** CJ Cory Chief Executive Officer

Friday, 11 September 2015

Monday, 14 September 2015

Monday, 21 September 2015 Monday, 14 September 2015

to Friday, 18 September 2015.

26 August 2015

Friday, 18 September 2015

### Consolidated statement of financial position

R'000         At 2015 2015 2014 2015 2014 2015 2014 Reviewed         Audited           ASSETS           Non-current assets           Property, plant and equipment and intangible assets         256 504         552 191           Investments         14 585 308         14 768 170           - joint venture         14 585 308         14 768 170           - available-for-sale         233 972         377 988           - associate         120 756         —           - other         47 808         46 613           Pension fund surplus         57 474         56 73           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         15 306 786         15 801 935           Current assets         410 325         333 923           Inventories         924 762         627 190           Trade and other receivables         410 325         333 923           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         17 808 956         17 302 592           Non-controlling interest         15 765		•	
Non-current assets         256 504         552 191           Property, plant and equipment and intangible assets         256 504         552 191           Investments         -joint venture         14 585 308         14 768 170           - available-for-sale         233 972         377 988           - associate         120 756         —           - other         47 808         46 613           Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         15 306 786         15 801 935           Inventories         924 762         627 190           Trade and other receivables         410 325         383 92           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         15 765         150 271           Total equity         17 808 956         17 302 592           Non-controlling interest         15 765         150 271 <th>R'000</th> <th>30 June 2015</th> <th>30 June 2014</th>	R'000	30 June 2015	30 June 2014
Property, plant and equipment and intangible assets         256 504         552 191           Investments         14 585 308         14 768 170           - available-for-sale         233 972         377 988           - associate         120 756         —           - other         47 808         46 613           Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         15 306 786         15 801 935           Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         19 513 068         18 957 61           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         19 513 068         18 957 646           EQUITY AND LIABILITIES         17 808 956         17 302 592           Non-controlling interest         17 808 956         17 302 592           Non-current liabilities         —         63 426 <t< td=""><td>ASSETS</td><td></td><td></td></t<>	ASSETS		
Investments	Non-current assets		
- joint venture         14 585 308         14 768 170           - available-for-sale         233 972         377 988           - associate         120 756         —           - other         47 808         46 613           Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         15 306 786         15 801 935           Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         17 808 956         17 302 592           Non-controlling interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilitie	Property, plant and equipment and intangible assets	256 504	552 191
- available-for-sale       233 972       377 988         - associate       120 756       —         - other       47 808       46 613         Pension fund surplus       57 474       56 973         Deferred taxation       4 964       —         Total non-current assets       15 306 786       15 801 935         Current assets         Inventories       924 762       627 190         Trade and other receivables       4 10 325       383 923         Restricted cash       4 50 000       —         Cash resources       2 421 195       2 144 598         Total current assets       4 206 282       3 155 711         TOTAL ASSETS       19 513 068       18 957 646         EQUITY AND LIABILITIES         Share capital and reserves         Ordinary shareholders' interest       17 808 956       17 302 592         Non-current liabilities       —       63 426         Non-current liabilities       —       63 426         Long-term liabilities <t< td=""><td>Investments</td><td></td><td></td></t<>	Investments		
- associate         120 756         —           - other         47 808         46 613           Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets           Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES           Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-current liabilities         —         63 426           Non-current liabilities         —         63 426           Long-term liabilities <td< td=""><td>– joint venture</td><td>14 585 308</td><td>14 768 170</td></td<>	– joint venture	14 585 308	14 768 170
- other         47 808         46 613           Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         115 306 786         15 801 935           Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         15 765         150 271           Total equity         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities	- available-for-sale	233 972	377 988
Pension fund surplus         57 474         56 973           Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         3 18 957 646         4 206 282         3 155 711           Total equity and reserves         17 808 956         17 302 592         17 302 592           Non-controlling interest         15 765         150 271         15 765         150 271         17 302 e92           Non-current liabilities         —         63 426         63 426           Long-term liabilities         —         63 426           Current liabilities	- associate	120 756	_
Deferred taxation         4 964         —           Total non-current assets         15 306 786         15 801 935           Current assets         15 306 786         15 801 935           Univentories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Interest-bearing         346 100         346 100           — non-interest-bearing         367 181         436 600           Current liabi	- other	47 808	46 613
Total non-current assets         15 306 786         15 801 935           Current assets         Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Current liabilities         367 181         436 600           Current liabilities         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 088 12	Pension fund surplus	57 474	56 973
Current assets         Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Current liabiliti	Deferred taxation	4 964	_
Inventories         924 762         627 190           Trade and other receivables         410 325         383 923           Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Current liabilities         367 181         436 660           Current liabilities         367 181         436 660           Current liabilities         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Total non-current assets	15 306 786	15 801 935
Trade and other receivables       410 325       383 923         Restricted cash       450 000       —         Cash resources       2 421 195       2 144 598         Total current assets       4 206 282       3 155 711         TOTAL ASSETS       19 513 068       18 957 646         EQUITY AND LIABILITIES       Share capital and reserves         Ordinary shareholders' interest       17 808 956       17 302 592         Non-controlling interest       15 765       150 271         Total equity       17 824 721       17 452 863         Non-current liabilities       —       63 426         Long-term liabilities       —       63 426         Long-term liabilities       —       63 426         Long-term liabilities       —       63 426         Current liabilities       —       63 426         Current liabilities       367 181       436 660         Current liabilities       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Current assets		
Restricted cash         450 000         —           Cash resources         2 421 195         2 144 598           Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           non-interest-bearing         346 100         346 100           non-interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Inventories	924 762	627 190
Cash resources       2 421 195       2 144 598         Total current assets       4 206 282       3 155 711         TOTAL ASSETS       19 513 068       18 957 646         EQUITY AND LIABILITIES       Share capital and reserves         Ordinary shareholders' interest       17 808 956       17 302 592         Non-controlling interest       15 765       150 271         Total equity       17 824 721       17 452 863         Non-current liabilities       —       63 426         Long-term liabilities       —       63 426         Current liabilities       —       1 321 166       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Trade and other receivables	410 325	383 923
Total current assets         4 206 282         3 155 711           TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES         Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Interest-bearing         346 100         346 100           non-interest-bearing         21 081         27 134           Total non-current liabilities         —         63 858           Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Restricted cash	450 000	_
TOTAL ASSETS         19 513 068         18 957 646           EQUITY AND LIABILITIES           Share capital and reserves           Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         960 866         538 588           Non-interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Cash resources	2 421 195	2 144 598
EQUITY AND LIABILITIES         Share capital and reserves         Ordinary shareholders' interest       17 808 956       17 302 592         Non-controlling interest       15 765       150 271         Total equity       17 824 721       17 452 863         Non-current liabilities       —       63 426         Long-term liabilities       —       63 426         Long-term liabilities       —       46 100       346 100         — non-interest-bearing       21 081       27 134         Total non-current liabilities       367 181       436 660         Current liabilities       960 866       538 588         Non-interest-bearing       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Total current assets	4 206 282	3 155 711
Share capital and reserves         Ordinary shareholders' interest       17 808 956       17 302 592         Non-controlling interest       15 765       150 271         Total equity       17 824 721       17 452 863         Non-current liabilities       —       63 426         Long-term liabilities       —       63 426         Long-term liabilities       —       346 100       346 100         – non-interest-bearing       21 081       27 134         Total non-current liabilities       367 181       436 660         Current liabilities         Interest-bearing       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	TOTAL ASSETS	19 513 068	18 957 646
Ordinary shareholders' interest         17 808 956         17 302 592           Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         63 426           non-interest-bearing         346 100         346 100           non-interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         960 866         538 588           Non-interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	EQUITY AND LIABILITIES		
Non-controlling interest         15 765         150 271           Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Net deferred taxation liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         46 100           non-interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         —         58 588           Non-interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Share capital and reserves		
Total equity         17 824 721         17 452 863           Non-current liabilities         —         63 426           Long-term liabilities         —         63 426           Long-term liabilities         —         346 100         346 100           – interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities           Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Ordinary shareholders' interest	17 808 956	17 302 592
Non-current liabilities         —         63 426           Net deferred taxation liabilities         —         63 426           Long-term liabilities         —         346 100         346 100           – interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         —         —           Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Non-controlling interest	15 765	150 271
Net deferred taxation liabilities       —       63 426         Long-term liabilities       —       346 100       346 100         - interest-bearing       21 081       27 134         Total non-current liabilities       367 181       436 660         Current liabilities       —       538 588         Interest-bearing       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Total equity	17 824 721	17 452 863
Long-term liabilities       346 100       346 100         – interest-bearing       21 081       27 134         Total non-current liabilities       367 181       436 660         Current liabilities       8         Interest-bearing       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Non-current liabilities		
- interest-bearing       346 100       346 100         - non-interest-bearing       21 081       27 134         Total non-current liabilities       367 181       436 660         Current liabilities       8         Interest-bearing       960 866       538 588         Non-interest-bearing       360 300       529 535         Total current liabilities       1 321 166       1 068 123	Net deferred taxation liabilities	_	63 426
- non-interest-bearing         21 081         27 134           Total non-current liabilities         367 181         436 660           Current liabilities         8         538 588           Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Long-term liabilities		
Total non-current liabilities       367 181       436 660         Current liabilities       960 866       538 588         Interest-bearing       960 360 300       529 535         Total current liabilities       1 321 166       1 068 123	- interest-bearing	346 100	346 100
Current liabilities           Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	- non-interest-bearing	21 081	27 134
Interest-bearing         960 866         538 588           Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Total non-current liabilities	367 181	436 660
Non-interest-bearing         360 300         529 535           Total current liabilities         1 321 166         1 068 123	Current liabilities		
Total current liabilities 1 321 166 1 068 123	Interest-bearing	960 866	538 588
	Non-interest-bearing	360 300	529 535
<b>TOTAL EQUITY AND LIABILITIES 19 513 068</b> 18 957 646	Total current liabilities	1 321 166	1 068 123
	TOTAL EQUITY AND LIABILITIES	19 513 068	18 957 646

## Consolidated statement of changes in equity

R'000	Year ended 30 June 2015 Reviewed	Year ended 30 June 2014 Audited
Share capital, share premium and other reserves		
Balance at beginning of year	418 583	326 837
Other comprehensive (loss)/income for the year	(19 747)	91 746
Net (decrease)/increase in the market value of available-for-sale investments	(24 209)	52 434
Actuarial gains/(losses) on pension plan after taxation	(2 725)	36 776
Foreign currency translation reserve arising on consolidation	7 187	2 536
Balance at beginning and end of year	398 836	418 583
Treasury shares		
Balance at beginning and end of the year	(5 051 583)	(5 051 583)
Retained earnings		
Balance at beginning of year	21 935 592	18 756 125
Profit for the period attributable to shareholders	1 403 371	4 005 123
Ordinary dividends declared during the year	(877 260)	(825 656)
- total dividends declared	(1 186 660)	(1 116 856)
– dividends on treasury shares held in BEE trusts	309 400	291 200
Balance at end of year	22 461 703	21 935 592
Ordinary shareholders' interest	17 808 956	17 302 592
Non-controlling interests		
Balance at beginning of year	150 271	128 910
Share of total comprehensive income	(134 506)	21 361
– profit for the year	(112 931)	24 599
- other comprehensive income	7 813	2 437
- dividends paid to non-controlling shareholders	(29 388)	(5 675)
Balance at end of year	15 765	150 271
Total equity	17 824 721	17 452 863

## Fair values of financial instruments

The group uses the following hierarchy for determining and disclosing the fair value inputs of financial instruments: Level 1 - quoted prices in an active market that are unadjusted for identical assets or liabilities

Level 2 - valuation techniques using inputs, which are directly or indirectly observable.

Level 3 – valuations based on data that is not observable (not applicable to the group). The values of all other financial instruments recognised, but not subsequently measured at fair value, approximate

value.		Year ended 30 June 2015 – Reviewed	
R'000	Level 1	Total	
Assets measured at fair value			
Available-for-sale investments	233 972	233 972	
Other investments	47 808	47 808	
	281 780	281 780	

Year ended 30 June 2014 -R'000 Level 1 Total 377 988 377 988

Company registration number: 1950/037394/06 Share code: ASR ISIN: ZAE000146932 ("Assore" or "group" or "company") Directors: Executive Desmond Sacco (Chairman), CJ Cory (Chief Executive Officer), AD Stalker (Marketing), BH van Aswegen (Technical and Operations) Non-executive EM Southey\* (Deputy Chairman and Lead Independent Director), TN Mogoduso\*, S Mhlarhi\*, IN Mkhari\*, WF Urmson\* Alternate PE Sacco \*Independent

www.assore.com Assore Limited Assets measured at fair value Available-for-sale investments Registered office Assore House, 15 Fricker Road, Illovo Boulevard, Johannesburg, 2196 Company secretary African Mining and Trust Company Limited

Transfer office Computershare Investor Services Proprietary Limited, 70 Marshall Street, Johannesburg, 2001 Sponsor The Standard Bank of South Africa Limited Other investments 46 613 46 613 424 601 424 601