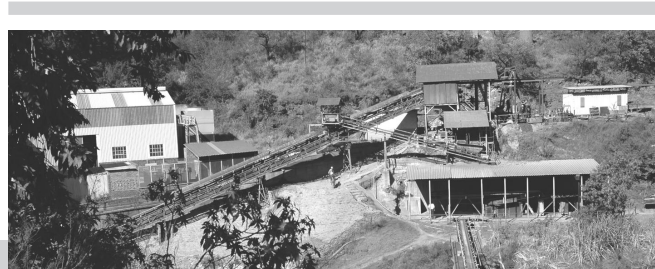


CONSOLIDATED REVIEWED PROVISIONAL RESULTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2006

Metorex Limited

Registration number: 1934/005478/06 • JSE code: MTX • ISIN 0000745 • Issuer code: MEMTX
 Incorporated in the Republic of South Africa • Listed on the JSE Limited and London Stock Exchange



- ◆ Earnings per share increased by 302%
- ◆ Ruashi/Sable projects commissioned

- ◆ Chibuluma achieves design capacity in June 2006
- ◆ Vergenoeg fluorspar expansion complete

- ◆ Ruashi Phase II bankable feasibility complete

Consolidated Income Statement

R000's	Year ended 30 June 2006 (Reviewed)	Year ended 30 June 2005 (Restated)
Revenue:		
Mineral sales		
Copper	295 313	61 276
Coal	440 779	385 765
Fluorspar	156 546	122 743
Gold	395 544	363 823
Antimony	165 925	95 606
Other	—	796
Gross revenue	1 454 107	1 030 009
Realisation costs	128 390	84 167
On-mine revenue	1 325 717	945 842
Cost of production	954 325	823 659
Stock movement	7 272	(13 326)
Depreciation	75 361	50 597
Mining profit	288 759	84 912
Other income	7 184	14 472
Operating income before finance costs	295 943	99 384
Finance income	8 158	3 817
Finance costs	(11 576)	(13 786)
Income before taxation	292 525	89 415
Taxation – normal and STC	18 613	4 818
Taxation – deferred	62 012	26 032
Income after taxation from continuing operations	211 900	58 565
Discontinued operations	(2 244)	(12 439)
Profit for the year	209 656	46 126
Attributable to:		
Equity holders of the parent	155 394	27 401
Minority interest	54 262	18 725
	209 656	46 126
From continuing and discontinued operations:		
Earnings per share (cents)	54,3	13,5
Diluted earnings per share (cents)	53,1	12,7
From continuing operations:		
Earnings per share (cents)	55,1	19,6
Diluted earnings per share (cents)	53,9	18,4
Earnings per share and headline earnings per share are calculated using the following:		
Income attributable to ordinary shareholders	155 394	27 401
Profit on sale of subsidiary shares	(20 152)	(4 607)
Profit on sale of fixed assets, net of tax	(1 014)	—
Discontinued operations	2 244	2 357
Headline earnings (R000's)	136 472	25 151
Headline earnings per share (cents)	47,7	12,3
Diluted headline earnings per share (cents)	46,7	11,6
Weighted average number of shares in issue (000's)	286 147	203 717
Diluted number of shares in issue (000's)	292 455	216 584

Consolidated Balance Sheet

R000's	Year ended 30 June 2006 (Reviewed)	Year ended 30 June 2005 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	930 084	568 727
Mineral rights	309 254	250 748
Goodwill	18 309	18 309
Investments	929	929
Rehabilitation trust funds	41 056	43 033
Deferred tax asset	262	16 170
	1 299 894	897 916
Current assets		
Inventories	57 688	47 691
Trade and other receivables	273 870	161 777
Derivative instruments	599	—
Taxation prepaid	3 592	4 985
Bank balances and cash	91 590	207 779
	427 339	422 232
Total assets	1 727 233	1 320 148
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital and premium	802 038	765 197
Hedging and translation reserve	(145 202)	(60 631)
Retained income	278 824	123 430
Share option equity	7 536	3 500
Equity reserve	(128 066)	(128 066)
Equity attributable to equity holders of parent	815 130	703 430
Minority interest	153 438	150 822
Total equity	968 568	854 252
Non-current liabilities		
Long-term liabilities – interest bearing	66 330	48 953
Long-term provisions	78 799	72 645
Deferred tax liabilities	135 985	74 456
	281 114	196 054
Current liabilities		
Trade and other payables	226 494	162 577
Short-term borrowings – interest bearing	39 750	43 610
Short-term provisions	35 011	29 673
Derivative instruments	161 479	14 947
Bank overdraft	3 421	18 713
Taxation	11 396	322
	477 551	269 842
Total equity and liabilities	1 727 233	1 320 148
Net asset value per share (cents)	282	251
Net tangible asset value per share (cents)	276	245

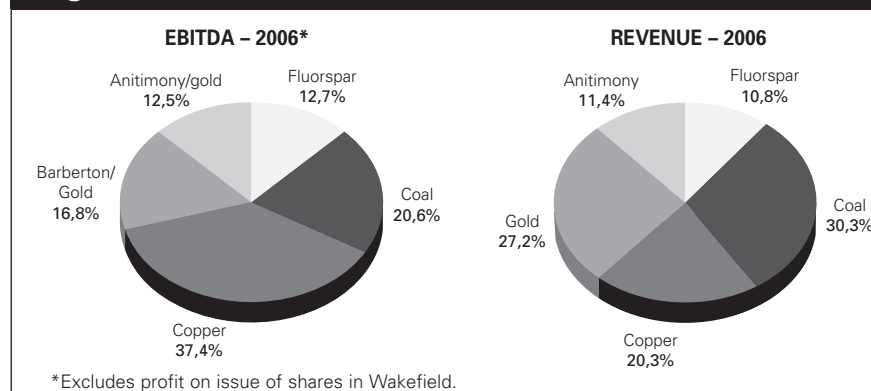
Condensed Consolidated Cash Flow Statement

R000's	Year ended 30 June 2006 (Reviewed)	Year ended 30 June 2005 (Audited)
Cash generated before working capital changes	351 848	129 260
Working capital changes	(34 260)	(5 732)
Cash generated by operations	317 588	123 528
Dividends paid to minorities	(15 132)	(3 009)
Taxation paid	(6 408)	(6 702)
Finance costs, net	(3 418)	(9 969)
Cash inflows from operating activities	292 630	103 848
Cash outflows from investing activities	(428 011)	(131 045)
Cash inflows from financing activities	34 562	217 220
Net (decrease)/increase in cash and cash equivalents	(100 819)	190 023
Cash at beginning of year	189 066	(1 041)
Effect of foreign exchange rate changes	(78)	84
Cash at end of year	88 169	189 066

Condensed Statement of Changes in Equity

R000's	Year ended 30 June 2006 (Reviewed)	Year ended 30 June 2005 (Restated)
Shareholders' equity at start of year – Restated	854 252	538 984
Ordinary shares issued	36 841	263 386
Hedging and translation reserve	(84 571)	(9 881)
Net income for the year	155 394	27 401
Share option equity	4 036	2 500
Minority interest	2 616	31 862
Total equity	968 568	854 252

Segmental Information



COMMENTARY

SAFETY AND TRAINING

The Group conducts its activities with due regard to the safety and health of its employees and runs approved training programmes through its respective training centres. Barberton Mines (Pty) Limited was awarded a Million Fatality Free Shifts trophy for which the management and staff are to be commended. However, the Group reports with regret the death of three employees through mine accidents during the past year.

FINANCIAL RESULTS AND CASH FLOW

The Group's repositioning in 2005, focusing on long-life, high-margin projects, together with continued internal expansion, resulted in improved levels of production and cost improvements. The robust commodity prices experienced during the second half of the year further boosted earnings.

All divisions contributed meaningfully to the Group's earnings for the year. The most significant improvement came from the copper division with a revenue increase of 382% and a contribution of 37% of Group EBITDA compared to a loss last year.

The revenue from mineral sales increased by 41% to R1,454 million from the previous year. The main volume increase occurred in the copper division with a 186% increase in sales volumes with the remainder of the divisions, with the exception of Barberton Mines gold sales, producing volume increases ranging between 8% and 17% during the year. The most significant commodity price increase was reflected in copper at a 69% improvement from the previous year. The remainder of the Group's commodities reflected price increases ranging between 7% and 48%. The increase of 16% in Group production cash costs is largely due to increased production volumes from the copper, coal and industrial minerals divisions.

Adjusting for the increases in production volumes, the increase in cash costs of production was approximately 5%. The profit margin from mining increased to 25% from 13% and the profit from mining operations increased to R288,8 million from R84,9 million the previous year.

Earnings per share of 54.3 cents constitutes a 302% increase on the previous year and headline earnings of 47.7 cents per share is a 288% increase on the previous year.

In calculating the earnings and headline earnings per share, the weighted average number of shares in issue has been applied. The additional shares issued for the Ruashi project are included in this weighted average number of shares in issue, however the Ruashi capital project has yet to contribute to earnings.

The Group generated R351,8 million of cash before working capital changes. R479 million was spent on capital projects, mainly Ruashi and Sable, leaving Group cash balances of R88,2 million remaining at year-end.

DIVISIONAL PERFORMANCE FOR THE YEARS ENDED 30 JUNE

Financial Performance	2006	2005	2004	2003
Gross revenue (R'000)	1 454 107	1 030 009	1 055 417	886 317
EBITDA (R'000)	371 304	149 981	103 179	84 093
^Cash mining profit margin (%)	25	13	7	9
*EPS (cents)	54,3	13,5	(8,6)	7,4
*HEPS (cents)	47,7	12,3	2,2	9,1
Market capitalisation (R'000)	3 237 093	1 167 321	428 764	385 042
Shares in issue (000)	289 026	279 933	187 233	175 018
Share price (cents)	1 120	417	229	220
ZAR/US\$ rate – Average (R/\$)	6,4	6,2	6,9	9,1
ZAR/US\$ rate – Closing (R/\$)	7,2	6,7	6,2	7,6

DENOTES

* Prior years restated.
 ^ Cash mining profit as percentage of gross revenue.

DIVISIONAL PERFORMANCE FOR THE YEARS ENDED 30 JUNE (UNREVIEWED)

COPPER	2006*
Chibuluma South	
Tons milled (t)	363 311
Headgrade (%)	2,7
Concentrator and smelter recovery (%)	81,6
Copper produced (t)	8 002
Copper sold (t)	8 017
Average price (excl. Eskom) (\$/t)	5 427
Cash cost/ton sold (\$/t)	2 984
^Cash mining profit margin (%)	45

* First year of production.

Mining and development of the Chibuluma South Mine commenced at the start of the financial year, during which production has ramped-up to the design capacity of 40 000 tons per month or ore milled. The headgrade has been affected by a barren area within the orebody in the upper levels, which is pinching out with depth with anticipated increased headgrades going forward. The South mine and concentrator are operating efficiently and production levels are expected to be bettered during the forthcoming financial year.

The decline shaft development continues to be accelerated in order to establish ore reserve access for approximately 18 months ahead of mine production. The contribution to the Group earnings for the year, at a cash mining profit margin of 45%, has been significant and resulted in a 37% contribution to the Group EBITDA.

COAL

Wakefield	2006	2005	2004	2003
ROM production (excl. Eskom) (t)	4 472 890	4 440 714	2 536 563	2 448 765
Yield (%)	56	57	55	56
Produced (t)	2 486 234	2 531 983	1 383 485	1 362 612
Sold (excl. Eskom) (t)	2 511 627	2 317 208	1 422 166	1 416 569
Sold – Eskom (t)	896 333	1 077 220	639 597	—
Average price (excl. Eskom) (R/t)	164	154	137	127
Total cash cost/tonne (excl. Eskom) (R/t)	139	123	131	112
^Cash mining profit margin (%)	21	26	11	12

The run of mine coal production for the year was largely in line with that of the previous financial year and was hampered by strike action during the first two months of the financial year at the underground mining operations.

Coal sales, excluding Eskom, increased by 8% during the year, which is mainly attributable to increased production levels from the Middelburg Townlands Colliery. Eskom discard dump coal sales however declined by 17% during the year.

The average coal price achieved increased by 7% from that of the previous year and unit operating costs also increased by approximately 13% due to higher overburden stripping costs and particularly the higher diesel price. The cash mining profit margin declined to 21% from 26% the previous year.

Further to a company announcement dated 7 July 2006, subject to the signing of a Definitive Sale of Shares Agreement and satisfying certain conditions precedent, Metorex has agreed to sell its 74% interest in Wakefield for R314,5 million.

FLUORSPAR

Vergenoeg	2006	2005	2004	2003
Tons milled (t)	470 623	428 976	455 032	436 096
CaF ₂ grade (%)	43,3	42,6	40,7	37,1
CaF ₂ recovery (%)	73,7	70,8	68,8	62,1
Acidspars produced (dmt)	155 007	129 454	127 400	102 016
Acidspars sold (dmt)	149 051	126 205	136 467	101 516
Price (acidspars) (\$/dmt)	155	138	115	99
Total cash cost/ton (R/t)	755	776	701	728
^Cash mining profit margin (%)	28	20	14	21

During the first quarter of 2006 Vergenoeg successfully completed an expansion programme aimed at achieving a 40% increase in production.

For the 2006 year, acidspars production increased by 20% with improvements in both the feed grade and plant recovery. Fluorspar sales volume increased by 18% and at improved prices, which resulted in a reduction in the cash cost per ton sold and an improvement in the cash mining profit margin from 20% to 28%.

GOLD

Barberton	2006	2005	2004
Tons milled (t)	313 779	316 094	349 219
Headgrade (g/t)	10,7	11,1	10,4
Overall recovery (%)	92	92	91
Produced (kg)	3 088	3 230	3 305
Sold (kg)	3 108	3 201	3 321
Price: Spot (R/kg)	108 683	86 255	88 133
Hedge (R/kg)	90 047	101 890	100 900
Total cash cost/kg (R/kg)	88 177	85 073	75 460
^Cash mining profit margin (%)	16	12	23

Barberton Mines gold production was largely in line with that of the previous year. The effects of the introduction of larger underground machines at Fairview mine and the establishment of underground access between Fairview mine and Sheba mine, are planned to result in a 10% increase in gold production during the forthcoming year. The gold price has assisted in lifting the cash mining profit margin from 12% during the previous year to 16% in the current year.

Whilst the gold headgrade is high by South African gold industry standards, as a greenstone belt deposit, its grade is highly variable.

ANTIMONY

Cons Murch	2006	2005	2004	2003
Tons milled (t)	447 547	437 798	475 601	550 049
Produced: Sb (mtu)	576 317	502 194	522 238	506 773
Au (kg)	675	672	718	916
Sold: Sb (mtu)	585 600	500 021	520 976	551 352
Au (kg)	669	671	706	916
Price: Sb (\$/mtu)	44,2	30,7	24,9	24,3
Au (\$/oz)	560	416	386	331
Total cash cost/mtu– (R/mtu)	209	194	191	170
^Cash mining profit margin (%)	18	(1)	(6)	13

– Net of gold revenue.

Antimony production and sales volumes have increased by approximately 16% as a result of improved antimony grades. The antimony price has increased by 44% in US Dollar terms and 48% in Rand terms. The cash cost per unit sold has increased by 8% as a result of higher off-mine charges, which are proportionate to the higher antimony price. The earnings contribution for the year has increased from a negative contribution in 2005 to a 13% contribution to the Group EBITDA for the current year.

Evaluative work is currently taking place with regard to the potential of re-equipping the Athens and Gravelotte shafts to access additional ore resources/reserves.

RUASHI/SABLE PROJECT

The Ruashi capital development programme is largely complete with cold commissioning of the concentrator, having commenced in June 2006 and first ore feed to the plant during July 2006. The fine-tuning of the plant and rectification of snagging is taking place concurrently with the production build-up, which at mid-August 2006 was at approximately 50% of design capacity. This build-up is expected to be complete shortly. The design capacity of the Ruashi concentrator is for the production of copper/cobalt concentrate containing 10 000 tons of copper and 1 000 tons of cobalt per annum in Phase I.

A bankable feasibility study on Phase II of the Ruashi project, which involves the expansion of the existing plant infrastructure, construction of a solvent extraction, electro-winning circuit and acid plant, and an increase in mining volumes, is complete and has been submitted to the lead financiers for funding.

Phase II is being fast-tracked with site establishment procedures having commenced, negotiations with Société Nationale d'Electricité ("SNEL") having been initiated and the sourcing of electrical and mechanical components for the expanded plant under way.

In addition, a drilling team has been mobilised for the evaluation of the Musonoi and Sokoroshe exploration targets situated in the Kolwezi and Lubumbashi regions respectively.