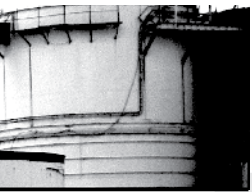
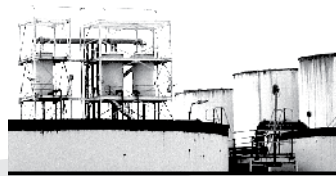


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SIVIMER & JACK
M I N E S L I M I T E D



audited abridged provisional consolidated results for the year ended 31 March 2010

10

SALIENT FEATURES

- **Headline loss per share increases from 38.7 cents to 40.9 cents**
- **Change in accounting treatment of First Uranium from a subsidiary in FY2009 to an associate in FY2010**
- **Impairment charge of R267 million primarily as a consequence of TGME having been placed on care and maintenance in Q4 FY2010**
- **Operating loss of R274.8 million compared to R255.7 million in FY2009**
- **Total comprehensive loss of R638.9 million for FY2010**
- **Comparable gold production down 7% at 119 877 oz (3 729 kg) compared to 129 376 oz (4 024 kg) in FY2009, mainly due to rationalisation programmes***
- **Total cash costs increased by 7% to R998 million from R932 million in FY2009***
- **Unit cash costs up from R231 624/kg (US\$812/oz) to R267 703/kg (US\$1 061/oz)***
- **Gold revenue down 5% from R989 million to R941 million in FY2009***
- **Capital expenditure of R165 million compared to R156 million in FY2009**
- **Cash and cash equivalents of R633 million compared to R843 million in FY2009**

**First Uranium production has been stripped out of FY2009 for comparative purposes*

POST YEAR-END

- **Tau Lekoa mining right executed – awaiting registration**
- **R464 million (C\$62.7 million) invested in First Uranium Recapitalisation Programme funded through some R76 million from cash reserves, the conversion of the R168 million First Uranium loan and a R220 million bridge loan facility from Rand Merchant Bank (RMB bridge loan)**
- **Simmers' stake in First Uranium reduced from 37.24% to 34.35% as a consequence of First Uranium issuing 14 million common shares to Gold Wheaton Corporation in part exchange for a completion penalty**

Transfer secretaries

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Computershare Investor Services (Pty) Limited, Ground Floor, 70 Marshall Street, Johannesburg 2001

United Kingdom

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Auditors Grant Thornton, 137 Daisy Street, Sandown 2196, Republic of South Africa

Registered office 5 Press Avenue, Selby, Johannesburg 2025, Republic of South Africa

Sponsor Rand Merchant Bank – a division of First Rand Bank, 1 Merchant Place, Sandton 2196, Republic of South Africa

COMMENTS

In Q4 FY2009, Simmers' shareholding in First Uranium Corporation (First Uranium) went from 62.36% to 40.99% following a series of share placements by First Uranium. This changed the nature of Simmers' investment in First Uranium from a subsidiary to an associate company. As a result, financial comparisons between FY2010 and FY2009 are not analogous given that First Uranium has been equity accounted in FY2010. This is clearly illustrated by the fact that the R91.8 million gross profit reported in FY2009 includes R68.4 million income from First Uranium while the gross loss of R112.2 million reported in FY2010 does not include any income from First Uranium.

In addition to the change in nature of the investment in First Uranium, the 5% decline in revenue combined with a 7% increase in cash costs from the wholly-owned gold operations also impacted negatively on the gross loss.

The increase in gross loss was partially off-set by First Uranium's overhead costs no longer being reflected in the FY2010 operating loss. As a result, the operating loss increased from R255.6 million to R274.8 million.

Total gold production from Simmers' wholly-owned operations decreased by 7% to 119 877 oz (3 729 kg) compared to 129 376 oz (4 024 kg) in FY2009, primarily due to the shaft rationalisation programme at Buffelsfontein Gold Mine which saw the closure of Number 8 shaft and the scaling down of operations at Number 12 shaft and the suspension of TGME's underground operations in Q2 FY2010, followed by the subsequent decision to place the entire operation on care and maintenance in Q4 FY2010.

Net finance charges went from an expense of R224 million in FY2009 to an income of R97.5 million in FY2010, mainly as a result of the Aberdeen loan having been converted into a net smelter royalty (NSR) on production from Buffelsfontein Gold Mine in Q4 FY2009, details of which were announced on SENS on 16 February 2009.

The reduction in total assets reflects a R253 million impairment charge following the decision to place TGME on care and maintenance in Q4 FY2010 as well as the equity-accounted loss from First Uranium which amounted to R292 million.

Simmers reported a total comprehensive loss of R638.9 million in FY2010 compared to a total comprehensive income of R2.6 billion in FY2009. This is largely attributable to the aforementioned conversion of the Company's investment in First Uranium Corporation from a subsidiary to an associate in Q4 FY2009 which resulted in a once-off amount of R3.2 billion included in the net income of FY2009. The headline loss for FY2010 was therefore R489.7 million compared to R412.5 million in FY2009.

PROSPECTS

In FY2011 **Buffelsfontein Gold Mine** expects to produce in the order of 75 000 oz (2 333 kg) gold and is targeting cash costs of approximately US\$1 050/oz, assuming an exchange rate of R7.68/US\$, or R260 000/kg by Q4 FY2011. This is notwithstanding the fatal accident at the mine's Number 5 shaft on 4 May 2010 which resulted in the mine being closed for 19 days. Normal volumes are only expected to resume in Q3 FY2011.

Growth prospects include the development of the North West Block, a reserve of some 570 377 square meters, estimated to contain some 14 169 kg of gold; the installation of a third mill to provide extra milling capacity to continue treating the mine's lucrative surface rock dump material post the acquisition of Tau Lekoa and the conversion of the existing leach and Carbon in Pulp (CIP) circuits in the South plant to a four stage Carbon in Leach (CIL) circuit, which is expected to increase gold recovery by 4.5%.

As soon as the registration of the Tau Lekoa mining right takes place Buffelsfontein Gold Mine will begin treating ore from Tau Lekoa at its plant with immediate effect. The full benefit in terms of free cash flow will only be evident from the second month onwards given the need to account for a gold lock-up in the first month due to the change in grade of the material being put through the plant.

Tau Lekoa is expected to produce in the order of 125 000 oz (annualised) (or 3 888 kg) in the 2011 financial year at a total cash cost of around US\$815/oz or R200 000/kg. This is expected to generate an average, annualised free cash flow of R150 million.

The acquisition of Tau Lekoa also includes the Weltevreden resource, a shallow, up-dip extension of Tau Lekoa lying between 80 and 300 metres below surface. Development of this 2.3 million ounce resource could significantly extend the life of the Tau Lekoa operation.

This is currently the subject of a prefeasibility study which is expected to be complete by Q3 FY2011.

TGME will remain on care and maintenance for the foreseeable future. The operation will continue to incur costs during FY2011 with care and maintenance costs expected to settle on approximately R500 000 per month. At a sustainable gold price of above R300 000/kg TGME has considerable option value and the board will continue to consider its alternatives in this regard.

First Uranium Recapitalisation Programme: In March 2010, Simmers moved to protect its stake in First Uranium by participating in the First Uranium Recapitalisation Programme. This decision was made on the basis that the upside provided by the anticipated increase in gold and uranium production from First Uranium's two operations, will be substantial in the medium to long term. In the near term however, the decision to invest some R464 million in First Uranium has necessitated a rights offer in order to repay the R220 million bridge loan from RMB and to bolster the Company's cash resources.

In the interim, Simmers is considering alternative funding mechanisms, including the potential sale and listing of all or part of the R464 million (C\$62.7 million) secured convertible bonds issued by Mine Waste Solutions (Proprietary) Limited (Rand FIU Notes) purchased as part of the First Uranium Recapitalisation Programme. The potential sale of a portion of the Rand First Uranium Notes does not preclude a Simmers Rights Offer, and vice versa.

First Uranium's financial and operating results for the 12 months and year ended 31 March 2010 were announced on 21 June 2010 and are available on www.firsturanium.com.

Simmers' results are covered in more detail in the report to shareholders for the quarter and year ended 31 March 2010, available on www.simmers.co.za, under the heading 'Latest Results' on the homepage.

More detailed disclosure and notes are available on SENS.

The auditors' modified report is available for inspection at the Company's registered office.

Details of the modification are as follows: Extracts from the audit report: "In accordance with our responsibilities in terms of sections 44(2) and 44(3) of the Auditing Profession Act, we report that we have identified an alleged breach of fiduciary duty committed by a person responsible for the management of Simmer and Jack Mines, Limited which constitutes a reportable irregularity in terms of the Auditing Profession Act, and have reported such matter to the Independent Regulatory Board for Auditors. The matter pertaining to the reportable irregularity has been described under the heading "Reportable Irregularity" in the directors' report. Extracts from the directors' report: "During the 2010 financial year, allegations were made by the previous Chairman, Mr Brunette, that a non-executive director, Mr KPE Wakeford, had disclosed confidential price-sensitive information regarding the affairs of Simmers. The matter was referred to the relevant regulators. The external auditors issued a reportable irregularity report. The Financial Services Board (FSB) had indicated that the Company would be notified of the commencement of a formal investigation. No such confirmation has been received from the FSB to date."

The abridged financial statements have been prepared in accordance with International Accounting Standard (IAS34).

The financial information on which these forecasts are based has not been reviewed and reported on by Simmers' auditors.

Johannesburg

29 June 2010

STATEMENT OF FINANCIAL POSITION as at 31 March 2010

Figures in Rand thousand	Notes	2010	2009
ASSETS			
Non-current assets			
Investment property		37 376	33 479
Property, plant and equipment	2	583 803	720 804
Investment in associate	3	2 001 030	2 124 404
Financial assets		21 852	14 194
Environmental rehabilitation trust fund		123 424	138 531
		2 767 485	3 031 412
Current assets			
Loans to group companies and associate	4	110 594	3 612
Financial assets		–	2 973
Current tax receivable		18	–
Inventories		26 565	37 951
Trade and other receivables		71 436	86 081
Reimbursive asset		71 227	81 842
Cash and cash equivalents	5	632 798	842 678
		912 638	1 055 137
Non-current assets held for sale		4 903	1 969
Total assets		3 685 026	4 088 518
EQUITY AND LIABILITIES			
Equity			
Equity attributable to owners of the parent			
Share capital and premium		1 231 913	951 847
Reserves		420 185	268 862
Retained income		1 464 136	2 200 499
Equity attributable to owners of the parent		3 116 234	3 421 208
Non-controlling interest		1	1
		3 116 235	3 421 209
Liabilities			
Non-current liabilities			
Finance lease obligation		4 024	3 198
Environmental rehabilitation provision		219 316	200 912
Financial liabilities	6	210 044	263 827
		433 384	467 937
Current liabilities			
Finance lease obligation		2 933	1 277
Financial liabilities	6	13 657	23 267
Current tax payable		–	36
Trade and other payables		118 817	174 792
		135 407	199 372
Total liabilities		568 791	667 309
Total equity and liabilities		3 685 026	4 088 518

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2010

Figures in Rand thousand	Notes	2010	2009
Revenue		940 767	1 336 535
Cost of production		(1 053 010)	(1 244 746)
Gross (loss)/profit		(112 243)	91 789
Other income		39 657	49 815
General administrative and overhead expenditure		(171 239)	(286 892)
Share option costs		(31 002)	(110 363)
Operating loss		(274 827)	(255 651)
Finance income		133 463	60 750
Loss from equity-accounted investment		(291 770)	(109 657)
Partial disposal of investment in subsidiary		–	3 232 089
Restructuring costs		(8 480)	–
Net movement in fair value		8 478	17 212
Impairment of assets	7	(267 049)	(505)
(Loss)/gain on non-current assets held for sale		(230)	288
Finance charges		(35 948)	(322 877)
(Loss)/profit before taxation		(736 363)	2 621 649
Taxation		–	(12 695)
(Loss)/profit for the year		(736 363)	2 608 954
Other comprehensive income			
Share of other comprehensive income of equity-accounted investment		89 765	(8 860)
Movement in available-for-sale financial instruments		7 658	(1 680)
Other comprehensive income/(loss) for the year, net of taxation		97 423	(10 540)
Total comprehensive (loss)/income for the year		(638 940)	2 598 414
Total comprehensive (loss)/income attributable to:			
Owners of the parent		(638 940)	2 670 146
Non-controlling interest		–	(71 732)
		(638 940)	2 598 414
Earnings per share			
Basic (loss)/earnings per share (cents)	8	(61.51)	250.56
Diluted (loss)/earnings per share (cents)	8	(61.51)	245.12
Headline loss per share (cents)	8	(40.90)	(38.71)
Diluted headline loss per share (cents)	8	(40.90)	(37.87)

STATEMENT OF CASH FLOWS for the year ended 31 March 2010

Figures in Rand thousand	Note	2010	2009
Net cash from operating activities		(131 567)	(510 048)
Cash flows from investing activities		(341 881)	(1 188 089)
Cash flows from financing activities		263 568	1 072 680
Net effect of exchange rate changes on cash held in foreign currencies		–	(113 877)
Net (decrease)/increase in cash and cash equivalents		(209 880)	(739 334)
Cash and cash equivalents at the beginning of the year		842 678	1 582 012
Total cash and cash equivalents at end of the year	5	632 798	842 678

STATEMENT OF CHANGES IN EQUITY for the year ended 31 March 2010

Figures in Rand thousand	Attributable to owners of the parent								Non-control-ling interest	Total equity
	Share capital	Share premium	Share payment reserve	Avail-able-for-sale valuation	Other reserves	Con-vertible debenture – equity	Accu-mulated (loss)/ Retained income	Total attributable to owners of the parent		
Balance at 1 April 2008	20 738	822 619	158 181	5 760	1 269 314	280 580	(469 647)	2 087 545	334 169	2 421 714
Total changes for the year	1 019	107 471	106 601	(1 680)	(1 269 314)	(280 580)	2 670 146	1 333 663	(334 168)	999 495
Balance at 1 April 2009	21 757	930 090	264 782	4 080	–	–	2 200 499	3 421 208	–	1 3 421 209
Total changes for the year	2 199	277 867	53 900	7 658	89 765	–	(736 363)	(304 974)	–	(304 974)
Balance at 31 March 2010	23 956	1 207 957	318 682	11 738	89 765	–	1 464 136	3 116 234	–	1 3 116 235

1 ACCOUNTING POLICIES

1.1 General information

Simmer and Jack Mines, Limited ('the Company') and its subsidiaries (together 'the Group') are engaged in exploration, extraction and processing of gold. The group has mining operations in the North West and Mpumalanga Provinces in South Africa.

1.2 Presentation of Financial Statements

The financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) and the Companies Act of South Africa. The financial statements have been prepared on the historical cost basis, unless otherwise stated. These accounting policies are consistent with the previous year.

The financial information has been audited by Grant Thornton whose modified report is available for inspection at the Group's registered office.

1.3 Statements and interpretations not yet effective

At the date of authorisation of these financial statements, certain new standards, amendments and interpretations to existing standards have been published but are not yet effective, and have not been early adopted by the Group.

Management anticipates that all of the pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncement. Information on new standards, amendments and interpretations that are expected to be relevant to the Group's financial statements is provided below. Certain other new standards and interpretations have been issued but are not expected to have a material impact on the Group's financial statements.

Standard	Details of Amendment	Annual periods
IFRS 9 Financial Instruments	<ul style="list-style-type: none"> New standard that forms the first part of a three-part project to replace IAS 39 Financial Instruments: Recognition and measurement 	1 January 2013
IAS 1: Presentation of Financial Statements	<ul style="list-style-type: none"> Current/non-current classification of convertible instruments 	1 January 2010
IAS 39: Financial Instruments: Recognition and Measurement	<ul style="list-style-type: none"> Treating loan prepayment penalties as closely related embedded derivatives Scope exemption for business combination contracts 	1 January 2010 1 January 2010

2 PROPERTY, PLANT AND EQUIPMENT

	2010			2009		
	Accumulated depreciation and impairment		Carrying value	Accumulated depreciation and impairment		Carrying value
	Cost	R'000		Cost	R'000	
	R'000	R'000	R'000	R'000	R'000	R'000
Land and buildings	8 553	(2 142)	6 411	8 020	(1 598)	6 422
Plant and equipment	286 391	(189 795)	96 596	250 958	(29 727)	221 231
Furniture and fixtures	25 583	(8 905)	16 678	19 466	(5 369)	14 097
Motor vehicles	1 589	(605)	984	1 813	(455)	1 358
Mining assets	574 894	(115 943)	458 951	475 246	(84 550)	390 696
Computer equipment and software	12 058	(9 312)	2 746	10 881	(5 734)	5 147
Development and infrastructure	134 866	(134 866)	–	113 868	(36 912)	76 956
Mining rights	6 485	(6 485)	–	5 312	(1 672)	3 640
Exploration costs	1 437	–	1 437	1 257	–	1 257
Total	1 051 856	(468 053)	583 803	886 821	(166 017)	720 804

2 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)**Reconciliation of property, plant and equipment – 2010**

	Carrying value beginning of year	Additions	Disposals	Depreciation	Impairment	Carrying value at 31 March 2010
	R'000	R'000	R'000	R'000	R'000	R'000
Land and buildings	6 422	533	–	(378)	(166)	6 411
Plant and equipment	221 231	35 433	–	(15 697)	(144 371)	96 596
Furniture and fixtures	14 097	6 169	(9)	(3 495)	(84)	16 678
Motor vehicles	1 358	–	–	(374)	–	984
Mining assets	390 696	99 649	–	(25 860)	(5 534)	458 951
Computer equipment and software	5 147	1 177	–	(2 704)	(874)	2 746
Development and infrastructure	76 956	20 998	–	(128)	(97 826)	–
Mining rights	3 640	1 172	–	–	(4 812)	–
Exploration costs	1 257	180	–	–	–	1 437
Total	720 804	165 311	(9)	(48 636)	(253 667)	583 803

3 INVESTMENT IN ASSOCIATE

Name of company	Held by	% holding 2010	% holding 2009	Carrying amount 2010	Carrying amount 2009
		%	%	R'000	R'000
Associate					
First Uranium Corporation	Simmer and Jack Mines, Limited	37.24%	40.99%	2 001 030	2 124 404
				2 001 030	2 124 404

As at 31 March 2010 the market value of the investment was R591 million based on the listed share price. Management is of the opinion that this does not reflect the value of the investment.

Impairment testing

In assessing whether the investment in First Uranium Corporation has been impaired, the carrying value is compared with its recoverable amount.

For the purpose of impairment testing, the recoverable amount has been determined based on value in use (VIU) calculations.

4 LOANS TO ASSOCIATE

First Uranium Corporation		
The loan is unsecured, bears interest at JIBAR + 7%.	110 594	3 612
	10 594	3 612

5 CASH AND CASH EQUIVALENTS

	2010 R'000	2009 R'000
Cash and cash equivalents consist of:		
Cash on hand	82	10
Bank balances	632 716	770 055
Unit trust investments	–	72 613
	632 798	842 678

R450 million (2009: R300 million) of the cash and cash equivalents held by the Group at year end is not available for general use by the Group as it has been committed to settle the acquisition of Tau Lekoa. A further R1.7 million (2009: R1.7 million) is held as security for rehabilitation purposes.

6 FINANCIAL LIABILITIES

At fair value through profit or loss

ABSA Put Option

The put option relates to the C\$85 million proceeds from the partial sale of the First Uranium investment which converted to rands on 17 April 2009. The call and put strike prices were R8.10 and R7.43 respectively. At 31 March 2009 the spot price was R7.34.

– 6 735

Aberdeen International Incorporated (Aberdeen)

The Company entered into an agreement with Aberdeen (the Aberdeen Loan Agreement), a Canadian exploration and royalty company trading on TSX, whereby Aberdeen provided a loan facility of US\$10 million to enable the Company to acquire BGM.

223 701 280 358

The loan had a 3% coupon up to a gold price of US\$400/oz and 2.5% thereafter. In addition a Net Smelter Royalty (NSR) on BGM's gold production was charged, which was linked to the price of gold ranging from 0.5% NSR at US\$300/oz to a 4.75% NSR at gold prices of US\$750/oz or higher. The principal amount of the loan was converted into a 1% NSR on BGM's gold production.

In October 2008, the Company advised shareholders that Aberdeen had elected to convert its US\$10 million loan facility into equity. Accordingly, a circular was dispatched to shareholders on 30 January 2009 outlining the implications of the conversion being accepted or declined, and recommending that shareholders vote against the conversion. The issue was put to the vote at a general meeting held on 16 February 2009 at the Company's registered offices, whereupon 87.1% of the voteable shares present voted against the issue of shares to Aberdeen. 71.88% of the voteable shares were represented at the meeting. Aberdeen disputes the terms of the agreement – see Disputes with Aberdeen below.

As a consequence of Aberdeen's request to convert its loan into ordinary share capital, the loan was converted and therefore required a write back (credit/gain) to the Statement of Comprehensive Income amounting to R121 million. In terms of the Loan Agreement, should the application to convert the loan into Simmers' equity be unsuccessful, the loan converted into a 1% perpetual royalty. This necessitated the recognition of the fair value of the 1% NSR in terms of the requirements of IAS 32 amounting to R277 million. The net result of R156 million has been accounted for as a finance charge in the Group's results.

The loan is secured by a bond over BGM's North Plant.

The loan, royalties and options have been fair valued by Mr Ranti Mothapo, a consulting actuary and analyst with the Matlotlo Group (Proprietary) Limited.

6 FINANCIAL LIABILITIES (CONTINUED)

	2010 R'000	2009 R'000
<p>Disputes with Aberdeen</p> <p>Aberdeen has declared two disputes with regard to the Aberdeen Loan Agreement. In the first, the South African High Court of Appeal ruled against an appeal by Aberdeen against an earlier ruling by the North Gauteng High Court on 5 September 2008 in which it was found that Simmers had not breached the Right of First Refusal in the Aberdeen Loan Agreement.</p> <p>The dispute followed a notification from Aberdeen in September 2008 alleging that Simmers was in breach of a right of first refusal following a private placement of shares concluded during May 2007. As a consequence, Aberdeen attempted to claim an amount of R68 739 162.40 as being the loss of appreciation of share value had Aberdeen been given the option to participate in the private placement.</p> <p>Since Aberdeen has no further recourse in the South African law courts, this matter has effectively been brought to a close.</p> <p>The second dispute relates to Aberdeen's attempt to recover the US\$10 million convertible loan plus the balance of a graduated gold royalty due for the fourth quarter of FY2008, from Simmers and is ongoing. Simmers' view is that Aberdeen's claim for US\$11.4 million, filed in August 2009, is invalid in terms of the Aberdeen Loan Agreement which states that should Aberdeen's application to convert the loan into Simmers' equity be unsuccessful, the loan converted into a 1% perpetual royalty.</p> <p>Simmers shareholders voted against the conversion of the Aberdeen loan into Simmers equity at a general meeting held on 16 February 2009.</p>		
	223 701	287 093
<p>7 IMPAIRMENT OF ASSETS</p> <p>Material impairment losses recognised</p> <p>Property, plant and equipment</p> <p>A decision was taken to place TGME on care and maintenance due to a deterioration in the subsidiary's economics and significant inflation-related increases, together with lower than expected gold recoveries. The recoverable amount of the assets were based on its expected recoverable amount.</p> <p>Loans to Margaret Water Company</p> <p>The Department of Water Affairs and Forestry issued a directive that made Simmer and Jack Mines, Limited, Harmony Gold Mining Company Limited and AngloGold Ashanti Limited responsible for the financing of the operations of Margaret Water Company (a section 21 company limited by guarantee). The loan to this company has been impaired as the recoverability of it is remote.</p>	(253 667)	(505)
	(13 382)	–
	(267 049)	(505)

8 HEADLINE LOSS

	2010 R'000	2009 R'000
Reconciliation between earnings/(loss) and headline loss:		
Basic (loss)/earnings for the year	(736 363)	2 608 954
Add back:		
Non-controlling interest	–	71 732
Attributable to the owners of the parent	(736 363)	2 680 686
Impairment of property, plant and equipment	253 667	505
Valuation gain on available-for-sale investment	–	1
Disposal of property, plant and equipment – (gain)/loss	(10)	30
(Loss)/gain on sale of non-current assets held for sale	230	(288)
Reversal of impairment	–	(1 083)
Translation differences	–	(19 400)
Conversion of Aberdeen loan and recognition of perpetual royalty	–	166 872
Fair value adjustment – investment property	(8 201)	(11 063)
Impairment of assets	–	337
Fair value adjustment on held-for-sale assets	960	(669)
Partial disposal of investment in subsidiary	–	(3 232 089)
Non-controlling interest	–	3 632
Headline loss for the year	(489 717)	(412 529)
Basic (loss)/profit per share (cents)*	(61.51)	250.56
Diluted (loss)/profit per share (cents)*	(61.51)	245.12
Headline loss per share (cents)*	(40.90)	(38.71)
Diluted headline loss per share (cents)*	(40.90)	(37.87)
Net asset value per share (cents)	255.15	307.84
<i>*Based on weighted average number of shares in issue</i>		
Reconciliation of number of shares issued	'000	'000
Reported at 1 April	1 111 368	1 062 031
Shares issued for cash	109 950	49 337
Shares issued at 31 March	1 221 318	1 111 368
Weighted average number of ordinary shares in issue	1 197 219	1 065 681
Adjusted for:		
– Share options	–	23 660
Weighted average number of ordinary shares for diluted earnings per share	1 197 219	1 089 341

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

9 EVENTS AFTER STATEMENT OF FINANCIAL POSITION DATE

First Uranium convertible redeemable notes

During April 2010, First Uranium Corporation concluded its convertible redeemable note financing (the Offering) in terms of the First Uranium Recapitalisation Programme. In connection with the Offering, Simmer and Jack Mines, Limited exchanged its R160 million loan plus accrued and unpaid interest for an equivalent value of Rand Notes. Each Rand Note will have a principal amount of R1 000 and will be convertible into 107.36 Common FIU Shares, also representing a conversion price of C\$1.30.

The Company has furthermore used the Rand equivalent of C\$10 million from Simmers' cash reserves to subscribe for Rand FIU Notes. In addition, Rand Merchant Bank has provided the Company with a Bridge Loan Facility of R220 million (approximately C\$30 million) which Simmers used to subscribe for Rand FIU Notes.

Proceeds of the Offering will be used for Mine Waste Solutions (Proprietary) Limited (MWS) capital expenditures including completion of the second gold module and uranium plant, new tailings facility, the third gold plant module, restructuring, financing and interest expenses and for general corporate purposes.

Consideration of alternatives to rights issue

The Company announced on SENS on 28 April 2010 and in the press on 29 April 2010 its intention to proceed with a rights offer of R360 million secured convertible redeemable bonds in the Company (Rights Offer) in order to repay the Rand Merchant Bank Bridge Loan Facility and to fund directly or indirectly, its mining projects.

Shareholders were advised that the Board is investigating alternative solutions to the proposed Rights Offer, including the listing and sale of part of the R463.9 million (C\$62.7 million) secured convertible bonds issued by Mine Waste Solutions (Rand Notes) and purchased as part of the First Uranium Corporation recapitalisation programme.

The listing and potential sale of a portion of the Rand Notes is being considered solely for the purpose of raising capital and to limit dilution of the Company shareholders.

Increase in authorised share capital

At the General Meeting on 24 May 2010, it was resolved that the authorised ordinary share capital of the Company be increased from R30 million, comprising 1 500 000 000 ordinary shares with a par value of 2 cents each, to R38 million, comprising 1 900 000 000 ordinary shares with a par value of 2 cents each, by the creation of 400 000 000 new ordinary shares with a par value of 2 cents each, which new shares shall rank pari passu in all respects with the ordinary shares of the Company already in issue.

Change in Articles of Association

During the General Meeting on 24 May 2010, it was resolved that the Company's Articles of Association be amended to include provisions for the conversion of the Secured Convertible Redeemable Bonds to be issued by the Company pursuant to the Rights Offer, upon the exercise of the conversion rights of such Secured Convertible Redeemable Bonds by inserting the following new Article 135:

135 Convertible securities

"Where the Company has issued any securities that are convertible into ordinary shares of the Company, then if and when the conversion rights of any such security are exercised by a holder of that security in accordance with the terms and conditions attaching to such security, then subject to Article 85, that security will convert in accordance with, and into such number of ordinary shares of the Company as provided for in terms of, such terms and conditions."

Irrevocable guarantee issued

In terms of the arrangement agreed between the Company and the DMR, the Company issued a R94 million bank guarantee for purposes of the Tau Lekoa rehabilitation liability funding to enable the transfer and registration of the Tau Lekoa mining right to take place.

Domestic Medium Term Note Programme

The establishment of a Domestic Medium Term Note Programme (Programme) has been approved by the JSE Limited. In terms of this Programme, the Company may from time to time issue notes (Notes) denominated in South African rand, up to an aggregate nominal amount of R250 million outstanding under the Programme from time to time. The first drawdown amounting to R100 million was made during June 2010.

10 SEGMENT INFORMATION

The Group's mining and exploration activities are conducted mainly in the Mpumalanga and North West provinces of South Africa. The Group only has one product, gold. An analysis of the Group's operating segments is set out below. The Group undertakes exploration activities in Mpumalanga, which are included in the corporate and exploration segment.

It was determined that an operating segment consists of a shaft or a group of shafts managed by a single general manager and management team.

When assessing profitability, management considers the revenue and cash production costs of each segment. Segment assets and liabilities consist of mining assets which can be attributed to the shaft or group of shafts.

All gold is sold to Rand Refinery Limited.

2010

Figures in Rand thousand	BGM	TGME	Corporate and exploration	Total
Profit/(loss)				
Revenue	867 395	73 372	–	940 767
Production related depreciation	(26 545)	(16 035)	–	(42 580)
Cost of production	(897 137)	(113 543)	250	(1 010 430)
Gross profit/(loss)	(56 287)	(56 206)	250	(112 243)
Other income	10 404	3 556	25 697	39 657
General administrative and overhead expenditure	(50 408)	(8 812)	(112 019)	(171 239)
Share options costs	(11 307)	(2 890)	(16 805)	(31 002)
Operating loss	(107 598)	(64 352)	(102 877)	(274 827)
Finance income	56 582	171	76 710	133 463
Restructuring costs	(3 650)	(4 830)	–	(8 480)
Loss from equity-accounted investment	–	–	(291 770)	(291 770)
Net movement in fair value	677	(1 262)	9 063	8 478
Impairment of assets	(30 509)	(269 176)	32 636	(267 049)
Loss on non-current assets held for sale	(230)	–	–	(230)
Finance charges	(34 922)	(1 008)	(18)	(35 948)
Loss on ordinary activities	(119 650)	(340 457)	(276 256)	(736 363)
Other comprehensive income				
Share of other comprehensive income of equity-accounted investment	–	–	89 765	89 765
Movement in available-for-sale financial instruments	7 658	–	–	7 658
Total comprehensive income/(loss) for the year	(111 992)	(340 457)	(186 491)	(638 940)
Capital expenditure	(119 410)	(59 730)	13 828	(165 311)
Total assets	893 744	37 092	2 754 189	3 685 026
Total liabilities	(526 791)	(19 664)	(22 336)	(568 791)
Net cash flows utilised in operations	(80 274)	(49 396)	(1 897)	(131 567)
Net cash flows (utilised in)/generated from investing activities	81 945	46 955	(470 781)	(341 881)
Net cash generated from financing activities	–	1 656	261 912	263 568
Net (decrease)/increase in cash and cash equivalents	1 671	(784)	(210 767)	(209 880)

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