



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE AND NINE MONTHS ENDED 30 SEPTEMBER 2013

(Unaudited)

(Expressed in Canadian Dollars unless otherwise stated)

ATLATSA RESOURCES CORPORATION

Condensed Consolidated Interim Statements of Financial Position

As at 30 September 2013

(Unaudited - Expressed in Canadian Dollars, unless otherwise stated)

		Audited	
	Note	30 September 2013	31 December 2012
Assets			
Non-current assets			
Property, plant and equipment	5	655,227,925	748,456,905
Capital work-in-progress	6	25,341,001	20,027,764
Intangible assets		338,652	801,928
Mineral property interests		7,641,782	8,036,659
Goodwill		8,941,996	10,234,394
Platinum producers' environmental trust		3,205,510	3,250,760
Other non-current assets		546	231,425
Total non-current assets		700,697,412	791,039,835
Current assets			
Assets classified as held for sale		3,468,519	3,867,259
Inventories		2,386,421	769,447
Trade and other receivables		41,190,826	3,272,400
Cash and cash equivalents		20,523,691	14,580,886
Restricted cash		265,042	535,502
Total current assets		67,834,499	23,025,494
Total assets		768,531,911	814,065,329
Equity and Liabilities			
Equity			
Share capital		71,967,083	71,967,083
Treasury shares		(4,991,726)	(4,991,726)
Convertible preference shares		162,910,000	162,910,000
Foreign currency translation reserve		(4,986,102)	(9,797,657)
Share-based payment reserve		25,362,599	25,285,851
Accumulated loss		(292,501,579)	(264,166,155)
Total equity attributable to equity holders of the Company		(42,239,725)	(18,792,604)
Non-controlling interest		191,025,269	224,049,827
Total equity		148,785,544	205,257,223
Liabilities			
Non-current liabilities			
Loans and borrowings	7	454,507,722	434,968,189
Deferred taxation		117,321,716	142,341,072
Provisions		10,307,979	9,786,479
Total non-current liabilities		582,137,417	587,095,740
Current liabilities			
Trade and other payables		36,715,689	20,888,635
Short-term portion of loans and borrowings	7	893,261	823,731
Total current liabilities		37,608,950	21,712,366
Total liabilities		619,746,339	608,808,106
Total equity and liabilities		768,531,911	814,065,329

Approved by the Board of Directors on 14 November 2013

/s/ Harold Motaung

Harold Motaung (Director)

/s/ Fikile De Buck

Fikile De Buck (Director)

ATLATSA RESOURCES CORPORATION

Condensed Consolidated Interim Statements of Comprehensive Loss

For the periods ended 30 September 2013

(Unaudited - Expressed in Canadian Dollars)

	<u>Note</u>	<u>Three months ended 30</u>		<u>Nine months ended 30</u>	
		<u>September</u>		<u>September</u>	
		2013	2012	2013	2012
Revenue		54,165,421	43,936,126	147,673,671	116,747,710
Cost of sales		(59,008,705)	(54,107,943)	(166,573,860)	(159,929,308)
Gross loss		(4,843,284)	(10,171,817)	(18,900,189)	(43,181,598)
Administrative expenses		(2,747,726)	(3,597,531)	(12,984,725)	(11,779,245)
Other income		3,020	28,509	102,255	87,890
Fair value gain on finance facility		5,350,889	107,553,023	34,798,556	107,553,023
Operating (loss)/profit		(2,237,101)	93,812,184	3,015,897	52,680,070
Finance income		64,532	7,068	254,288	267,069
Finance expense		(15,074,870)	(23,899,918)	(44,048,738)	(69,948,366)
Net finance expense		(15,010,338)	(23,892,850)	(43,794,450)	(69,681,297)
(Loss)/profit before income tax		(17,247,439)	69,919,334	(40,778,553)	(17,001,227)
Income tax		1,791,973	(20,124,229)	7,443,553	(14,882,302)
Profit/(loss) for the period		(15,455,466)	49,795,105	(33,335,000)	(31,883,529)
Other comprehensive (loss)/income					
Foreign currency translation differences for foreign operations		(5,569,143)	(2,668,455)	(23,461,918)	(903,661)
Other comprehensive loss for the period, net of income tax		(5,569,143)	(2,668,455)	(23,461,918)	(903,611)
Total comprehensive (loss)/income for the period		(21,024,609)	47,126,650	(56,796,918)	(32,787,190)
(Loss)/profit attributable to:					
Owners of the Company		(12,879,928)	67,548,621	(28,335,424)	24,942,186
Non-controlling interest		(2,575,538)	(17,753,516)	(4,999,576)	(56,825,715)
(Loss)/profit for the period		(15,455,466)	49,795,105	(33,335,000)	(31,883,529)
Total comprehensive (loss)/income attributable to:					
Owners of the Company		(10,982,491)	70,067,870	(23,772,360)	28,286,796
Non-controlling interest		(10,042,118)	(22,941,220)	(33,024,558)	(61,073,986)
Total comprehensive (loss)/income for the period		(21,024,609)	47,126,650	(56,796,918)	(32,787,190)

ATLATSA RESOURCES CORPORATION

Condensed Consolidated Interim Statements of Changes in Equity

For the periods ended 30 September 2013

(Unaudited - Expressed in Canadian Dollars)

	Attributable to equity holders of the Company								
	Share Capital	Treasury Shares	Convertible preference shares	Foreign currency translation reserve	Share-based payment reserve	Accumulated loss	Total	Non-controlling interest	Total
For the period ended 30 September 2012									
Balance at 1 January 2012	71,967,083	(4,991,726)	162,910,000	(11,238,333)	24,042,711	(245,448,316)	(2,758,581)	(25,326,683)	(28,085,264)
Acquisition of shares Bokoni Holdco	-	-	-	-	-	-	-	197,477,602	197,477,602
Total comprehensive income/(loss) for the period									
Loss for the period	-	-	-	-	-	24,942,186	24,942,186	(56,825,715)	(31,883,529)
Other comprehensive income/(loss)									
Foreign currency translation differences	-	-	-	(638,060)	(265,601)	-	(903,661)	4,248,271	3,344,610
Total comprehensive income/(loss) for the period	-	-	-	(638,060)	(265,601)	24,942,186	24,038,525	(52,577,444)	(28,538,919)
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners									
Share-based payment transactions	-	-	-	-	771,489	-	771,489	-	771,489
Fair value gain on de-recognition of debt facility	-	-	-	-	-	-	-	127,814,103	127,814,103
Total contributions by and distributions to owners	-	-	-	-	771,489	-	771,489	127,814,103	128,585,592
Balance at 30 September 2012	71,967,083	(4,991,726)	162,910,000	(11,876,393)	24,548,599	(220,506,130)	22,051,433	247,387,578	269,439,011
For the period ended 30 September 2013									
Balance at 1 January 2013	71,967,083	(4,991,726)	162,910,000	(9,797,657)	25,285,851	(264,166,155)	(18,792,604)	224,049,827	205,257,223
Total comprehensive income/(loss) for the period									
Loss for the period	-	-	-	-	-	(28,335,424)	(28,335,424)	(4,999,576)	(33,335,000)
Other comprehensive income/(loss)									
Foreign currency translation differences	-	-	-	4,811,555	(248,491)	-	4,563,064	(28,024,982)	(23,461,918)
Total comprehensive income/(loss) for the period	-	-	-	4,805,821	(248,491)	(28,335,424)	(23,772,360)	(33,024,558)	(56,796,918)
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners									
Share-based payment transactions	-	-	-	-	325,239	-	325,239	-	325,239
Total contributions by and distributions to owners	-	-	-	-	325,239	-	325,239	-	325,239
Balance at 30 September 2013	71,967,083	(4,991,726)	162,910,000	(4,986,102)	25,362,599	(292,501,579)	(42,239,725)	191,025,269	148,785,544

ATLATSA RESOURCES CORPORATION
Condensed Consolidated Interim Statements of Cash Flows
For the periods ended 30 September 2013
(Unaudited - Expressed in Canadian Dollars)

	<u>Note</u>	<u>Three months ended 30</u> <u>September</u>		<u>Nine months ended 30</u> <u>September</u>	
		2013	2012	2013	2012
Cash flows from operating activities					
Cash utilised by operations	8	7,384,307	(10,825,322)	(24,621,853)	(29,878,815)
Interest received		40,587	60,034	173,339	210,969
Interest paid		(21)	(20)	(3,211)	(105)
Taxation paid		-	-	-	(34,604)
Cash generated/(utilised) by operating activities		7,424,874	(10,765,308)	(24,451,724)	(29,702,555)
Cash flows from investing activities					
Acquisition of property, plant and equipment		-	-	-	(2,620)
Acquisition of capital-work-in-progress	6	(12,492,210)	(14,246,178)	(37,665,559)	(33,881,767)
Proceeds on disposal of property, plant and equipment		66,040	-	281,320	-
Investment in environmental trusts		(104,770)	(114,001)	(327,633)	(353,924)
Cash utilised by investing activities		(12,530,940)	(14,360,179)	(37,711,872)	(34,238,311)
Cash flows from financing activities					
Long term borrowings raised		15,673,960	-	70,451,806	-
Long term borrowings raised - OCSF		-	25,663,980	-	64,300,573
Funding loan raised – RPM		-	315,612,211	-	315,612,211
Proceeds on issue of Bokoni Holdings shares		-	197,477,614	-	197,477,614
Redemption of A preference shares		-	(401,782,311)	-	(401,782,311)
Repayment of long term borrowings – OCSF		-	(110,074,287)	-	(110,074,287)
Repayment of funding loan – RPM		-	(1,233,228)	-	(1,233,228)
Settlement of other loans provided		293,604	-	293,604	-
Repayment of other loans		-	(203,940)	(349,421)	(859,611)
Cash generated/(utilised) from financing activities		15,967,564	25,460,039	70,395,989	63,440,961
Effect of foreign currency translation		(1,052,686)	(626,026)	(2,289,587)	(843,844)
Net increase/(decrease) in cash and cash equivalents		9,808,811	(294,474)	5,942,806	(1,343,749)
Cash and cash equivalents, beginning of period		10,714,880	14,895,733	14,580,886	15,945,008
Cash and cash equivalents, end of period		20,523,691	14,601,259	20,523,691	14,601,259

ATLATSA RESOURCES CORPORATION

Notes to the Condensed Consolidated Interim Financial Statements

For the periods ended 30 September 2013

(Unaudited - Expressed in Canadian Dollars)

1. REPORTING ENTITY

Atlatsa Resources Corporation (the "Company" or "Atlatsa") is incorporated in the Province of British Columbia, Canada. The Company has a primary listing on the TSX Venture Exchange ("TSX-V") and a secondary listing on the New York Stock Exchange ("NYSE") and the JSE Limited ("JSE"). The condensed consolidated interim financial statements of the Company as at and for the three and nine months ended 30 September 2013 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities") and the Group's interests in associates, special purpose entities and jointly controlled entities.

2. GOING CONCERN

Atlatsa incurred a net loss for the nine months ended 30 September 2013 of \$33.3 million (2012 fiscal year: \$95.6 million) and as of that date its total assets exceeded its total liabilities by \$148.8 million (2012: total assets exceeded total liabilities by \$205.3 million). Atlatsa continues to incur losses.

The company embarked on a restructuring and recapitalising plan during 2012 and on 28 September 2012 the first phase of the restructure plan was completed. The effect was a consolidation of all loan facilities into one facility at a more favourable interest rate of 5.92% compared to 12.31% of the previous facilities. Under the proposed restructure plan, the new senior facility will only be repayable once the company generates sufficient free cash flow. On 28 May 2013 an Amendment Agreement was signed making additional funds of \$22 million (ZAR215 million) available due to the implementation of the second phase of the plan not being finalised. Due to certain conditions precedent still awaiting finalisation, the implementation of the second phase is still in progress. The delay in the implementation has resulted in the \$22 million (ZAR215 million) having been utilised and no further facility being available until such time as the second phase is implemented. This has resulted in alternative funding arrangements with Rustenburg Platinum Mines Limited, a 100% subsidiary of Anglo American Platinum Limited ("RPM"), having been arranged until such time as the second phase is completed.

The alternative funding arrangement relates to an advance on the Purchase of Concentrate revenue ("Advance") on the concentrate sales made to RPM. This arrangement is available from 1 November 2013 until 30 November 2014, in addition to the new senior facility that will be available once the second phase of the restructure plan is completed. The Advance term extends to 30 November 2014, which is beyond the anticipated completion date of the second phase of the restructure plan, because the new senior facility available is forecasted to be insufficient on the closing of the second phase of the restructure plan due to interest accruing on the existing 2009 senior debt facility.

The financial statements are prepared on the basis of accounting policies applicable to a going concern. This basis presumes that the debt restructuring as described above is successfully concluded. The outstanding conditions precedent in relation to the debt restructuring gives rise to a material uncertainty which may cast significant doubt about the ability of the Company and its subsidiaries to continue as going concerns and, therefore that they may be unable to realise their assets and discharge their liabilities in the normal course of business. The condensed consolidated financial statements are prepared on the basis that the company and its subsidiaries will continue as a going concern which contemplates the realisation of assets and settlement of liabilities in the normal course of operations as they become due.

3. STATEMENT OF COMPLIANCE

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They do not include all of the information required for complete set of International Financial Reporting Standards annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2012. The consolidated financial statements of the Group as at and for the year ended 31 December 2012 are available upon request from the Company's registered office at 82 Grayston Drive, Sandton, South Africa or at www.sedar.com.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2012, except for the following standards and interpretations adopted in the current financial year:

- IAS 19, *Employee Benefits: Defined benefit plans* (effective 1 January 2013)
- IAS 27, *Separate Financial Statements* (effective 1 January 2013)
- IAS 28, *Investment in Associates and Joint ventures* (effective 1 January 2013)
- Amendment to IFRS 7, *Disclosures – Offsetting Financial Assets and Financial Liabilities* (effective 1 January 2013)
- IFRS 10, *Consolidated Financial Statements* (effective 1 January 2013)
- IFRS 11, *Joint Arrangements* (effective 1 January 2013)

ATLATSA RESOURCES CORPORATION

Notes to the Condensed Consolidated Interim Financial Statements

For the periods ended 30 September 2013

(Unaudited - Expressed in Canadian Dollars)

- IFRS 12, *Disclosure of Interests in Other Entities* (effective 1 January 2013)
- IFRS 13, *Fair Value Measurement* (effective 1 January 2013)
- Amendment to IFRS 10, IFRS 11 and IFRS 12, *Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance* (effective 1 January 2013)
- IFRIC 20, *Stripping Costs in the Production Phase of a Surface Mine* (effective 1 January 2013)

There was no significant impact on these condensed consolidated interim financial statements as a result of adopting these standards and interpretations.

Standards and interpretations issued but not yet effective and applicable to the Group:

Effective for the financial year commencing 1 January 2014

- IFRS 7 amendment Disclosures – Offsetting Financial Assets and Financial Liabilities
- IAS 32 Offsetting Financial Assets and Financial Liabilities

Effective for the financial year commencing 1 January 2015

- IFRS 9 Financial Instruments

The Group is currently evaluating the impact, if any, that these standards will have on the consolidated financial statements.

	<u>Nine months ended 30 September 2013</u>	<u>Year ended 31 December 2012</u>
5. PROPERTY, PLANT AND EQUIPMENT		
Summary		
Cost		
Balance at beginning of period	856,549,652	876,764,628
Additions	-	2,563
Transferred from capital work-in-progress	29,379,024	40,632,355
Disposals	(1,782,424)	(934)
Adjustment to rehabilitation assets	1,365,663	1,391,080
Effect of translation	(109,717,479)	(62,240,040)
Balance at end of period	<u>775,794,436</u>	<u>856,549,652</u>
Accumulated depreciation and impairment losses		
Balance beginning of period	108,092,749	77,840,208
Depreciation for the period	28,925,047	37,091,152
Disposals	(1,321,684)	(353)
Effect of translation	(15,129,600)	(6,838,260)
Balance at end of period	<u>120,566,511</u>	<u>108,092,747</u>
Carrying value	<u>655,227,925</u>	<u>748,456,905</u>

6. CAPITAL WORK-IN-PROGRESS

Capital work-in-progress consists of mine development and infrastructure costs relating to the Bokoni mine and will be transferred to property, plant and equipment when the relevant projects are commissioned.

Balance at beginning of period	20,027,764	20,826,290
Additions	37,665,559	38,917,145
Transfer to property, plant and equipment	(29,379,024)	(40,632,355)
Capitalisation of borrowing costs	-	2,382,069
Effect of translation	(2,973,298)	(1,465,385)
Balance at end of period	<u>25,341,001</u>	<u>20,027,764</u>

Capital work-in-progress is funded through cash generated from operations and available loan facilities.

ATLATSA RESOURCES CORPORATION

Notes to the Condensed Consolidated Interim Financial Statements
For the periods ended 30 September 2013
(Unaudited - Expressed in Canadian Dollars)

7. LOANS AND BORROWINGS	<u>Nine months ended 30 September</u>	<u>Year ended 31 December</u>
	<u>2013</u>	<u>2012</u>
Rustenburg Platinum Mines – Consolidated facility (related party)	450,325,150	430,570,710
Rustenburg Platinum Mines – Transaction cost loan agreement	716,800	-
Rustenburg Platinum Mines – Interest-free loan (related party)	2,960,491	3,388,374
Other	1,398,551	1,832,836
	455,400,992	435,791,920
<i>Short-term portion</i>		
Other	(893,261)	(823,731)
	(893,261)	(823,731)
<i>Non-current liabilities</i>	454,507,722	434,968,189

The carrying value of the Group's loans and borrowings changed during the period as follows:

Balance at beginning of the period	435,791,923	745,552,722
Rustenburg Platinum Mine – OCSF	-	72,872,141
Loans repaid – RPM	(349,421)	(111,307,515)
Loans repaid – other	-	(1,048,243)
Commitment fee capitalised	-	(82,457)
Finance expenses accrued	43,554,318	84,546,911
Funding loan raised – Rustenburg Platinum Mine	69,735,006	315,612,211
Transaction cost loan raised – Rustenburg Platinum Mines	716,800	
Redemption of A Preference shares	-	(401,782,311)
Commitment fee liability	-	82,457
De-recognition of OCSF and Senior funding loan	-	(682,365,807)
Recognition of consolidated facility	-	682,365,807
Fair value gain on recognition of consolidated facility and subsequent adjustments	(34,798,556)	(215,470,758)
Effect of translation	(59,249,087)	(53,183,238)
Balance at end of the period	455,400,993	435,791,920
<i>Short-term portion</i>		
Other	(893,261)	(823,731)
	(893,261)	(823,731)
<i>Non-current portion</i>	454,507,722	434,928,189

Senior Term Loan Facility

RPM has waived the loan covenants on the debt as of 30 September 2013.

ATLATS A RESOURCES CORPORATION

Notes to the Condensed Consolidated Interim Financial Statements

For the periods ended 30 September 2013

(Unaudited - Expressed in Canadian Dollars)

	<u>Three months ended</u>		<u>Nine months ended</u>	
	<u>30 September</u>		<u>30 September</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
8. CASH GENERATED/(UTILISED) BY OPERATIONS				
Loss before income tax	(17,247,439)	69,919,334	(40,778,553)	(17,001,227)
Adjustments for:				
Finance expense	15,074,870	23,899,918	44,048,738	69,948,366
Finance income	(64,532)	(7,068)	(254,288)	(267,069)
Non-cash items:				
Depreciation and amortisation	9,767,765	10,150,446	29,307,559	29,662,529
Equity-settled share-based compensation	(6,170)	79,064	325,239	572,565
Loss on disposal of property, plant and equipment	(241,940)	594	179,419	594
Fair value gain on consolidated facility	(5,350,889)	(107,553,023)	(34,798,556)	(107,553,023)
Cash generated/(utilised) before ESOP transactions	1,931,665	(3,510,735)	(1,970,442)	(24,637,265)
ESOP cash transactions (restricted cash)	159,442	-	195,252	258,156
Cash generated/(utilised) before working capital changes	2,091,107	(3,510,735)	(1,775,190)	(24,379,109)
Working capital changes				
Increase in trade and other receivables	(4,140,632)	(6,857,336)	(40,712,787)	(8,681,157)
Increase in trade and other payables	11,372,340	786,889	19,677,354	4,408,454
Increase in inventories	(1,938,507)	(1,244,141)	(1,811,230)	(1,227,003)
Cash generated/(utilised) by operations	7,384,307	(10,825,322)	(24,621,853)	(29,878,815)

9. SEGMENT INFORMATION

The Group has two reportable segments as described below. These segments are managed separately based on the nature of operations. For each of the segments, the Group's CEO (the Group's chief operating decision maker) reviews internal management reports monthly. The following summary describes the operations in each of the Group's reportable segments:

- Bokoni Mine - Mining of PGM's.
- Projects - Mining exploration in Boikgantsho, Kwanda, and Ga-Phasha exploration projects.

The majority of operations and functions are performed in South Africa. An insignificant portion of administrative functions are performed in the Company's country of domicile.

The CEO considers earnings before net finance expense, income tax, depreciation and amortisation ("EBITDA") to be an appropriate measure of each segment's performance. Accordingly, the EBITDA for each segment is included in the segment information. All external revenue is generated by the Bokoni Mine segment.

	<u>Nine months ended 30 September</u>						<u>Note</u>
	<u>2013</u>			<u>2012</u>			
	<u>Bokoni Mine</u>	<u>Projects</u>	<u>Total</u>	<u>Bokoni Mine</u>	<u>Projects</u>	<u>Total</u>	
EBITDA	37,290,894	(12,140)	37,278,754	(23,494,677)	(33,876)	(23,528,553)	(i)
Total Assets	784,012,584	99,932,185	883,944,769	868,134,086	3,239,657	871,373,743	(ii)

	<u>Three months ended 30 September</u>						<u>Note</u>
	<u>2013</u>			<u>2012</u>			
	<u>Bokoni Mine</u>	<u>Projects</u>	<u>Total</u>	<u>Bokoni Mine</u>	<u>Projects</u>	<u>Total</u>	
EBITDA	10,411,676	247	10,411,923	(3,283,454)	(2,940)	(3,286,394)	(i)

ATLATSA RESOURCES CORPORATION

Notes to the Condensed Consolidated Interim Financial Statements
For the periods ended 30 September 2013
(Unaudited - Expressed in Canadian Dollars)

	<u>2013</u>	<u>2012</u>
(i) EBITDA – nine months ended		
EBITDA for reportable segments	37,278,754	(23,528,553)
Net finance expense	(43,794,450)	(69,681,297)
Depreciation and amortisation	(29,307,559)	(29,662,529)
Corporate and consolidation adjustments	(4,955,298)	101,416,042
Consolidated loss before income tax	(40,778,553)	(21,456,337)
EBITDA - three months ended		
EBITDA for reportable segments	10,411,923	(3,286,394)
Net finance expense	(15,010,338)	(23,892,850)
Depreciation and amortisation	(9,767,765)	(10,504,446)
Corporate and consolidation adjustments	(2,881,259)	103,147,914
Consolidated loss before income tax	(17,247,439)	65,464,224
(ii) Total assets		
Assets for reportable segments	883,944,769	871,373,743
Corporate and consolidation adjustments	(115,412,858)	(99,895,780)
Consolidated total assets	768,531,911	751,477,963

10. EARNINGS PER SHARE

The basic and diluted (loss)/earnings per share for the three and nine months ended 30 September 2013 was (3 cents) (2012: 16 cents) and (7 cents) (2012: 6 cents) respectively.

The calculation of basic (loss)/earnings per share for the three months ended 30 September 2013 of (3 cents) (2012: 16 cents) is based on the (loss)/profit attributable to owners of the Company of (\$12,879,928) (2012: \$67,548,621) and a weighted average number of shares of 424,791,411 (2012: 424,791,411).

The calculation of basic (loss)/earnings per share for the nine months ended 30 September 2013 of (7 cents) (2012: 6 cents) is based on the (loss)/profit attributable to owners of the Company of (\$28,335,424) (2012: \$24,942,186) and a weighted average number of shares of 424,791,411 (2012: 424,791,411).

Share options were excluded in determining diluted weighted average number of common shares as their effect would have been anti-dilutive.

11. SUBSEQUENT EVENTS

There have been no events that have occurred after the reporting date that would have a material impact on the reported results.