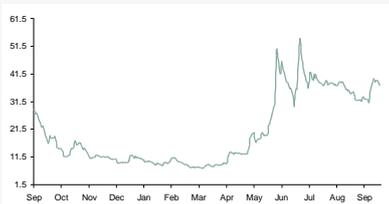


22 September 2009

Code (AIM/JSE)	JLP
Price	37p
Pro-forma market cap	£85m
Year End	30 June
Cash post fundraise	£8.5m
Pro-forma shares in Issue	229m

Final results released next week

### Share price Performance



Source: Factset

### Company Description

Platinum and nickel developer in South African and Australia

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## No-strings placement of shares raises £1.95 million

**The placing of 6,000,000 shares at 32.5 pence per share to existing shareholders, strengthens the balance sheet in advance of next weeks publication of the preliminary results. Our valuation of the combined businesses of Jubilee Platinum and Braemore Resources is 85 pence per share.**

- ▶ **Placement is additional to the £13.25m raised in August.** This latest placement, unlike the placement in August, is not conditional on the merger with Braemore Resources successfully competing.
- ▶ **Funds will be used to pay Mintek for the rights to ConRoast.** Prior to the proposed merger, Braemore agreed to pay R18m to Mintek, the pseudo South African governmental organisation owning the rights to the ConRoast process, for an extension of its exclusive right to commercially exploit the ConRoast platinum group element (PGE) smelting and refining process up until 2020.
- ▶ **Shareholders to vote on the merger on 7 October.** Under the scheme of arrangement, 75 per cent of shareholders participating at the meeting have to vote in favour of the transaction. As Jubilee Platinum has already secured the irrevocable approval of 50 per cent of Braemore Resources' shareholders, we expect the motion to be passed.
- ▶ **Revised LPS for 2009 now 2.96 pence.** We are updating our financial forecast for Jubilee and are including an impairment charge of £3.5m which is mainly the write down of the Madagascar exploration business.
- ▶ **Share placement de-risks the merger from Jubilee's perspective.** For us, the raising of additional funds to pay Mintek send a strong signal to the market that the merger has a high probability of completing.

### Forecasts (£000s)

30 June	2008A	2009E	2010E	2011E
<b>Data</b>				
Revenue	--	--	11,826	35,478
EBITDA	(4,765)	(1,000)	390	4,120
PTP	(4,076)	(4,500)	330	4,050
Tax Rate	--	--	--	--
EPS	(3.45)	(2.96)	0.13	1.54
<b>Ratios</b>				
EV/sales	--	--	7.2	2.4
EV/EBITDA	(0.02)	(0.08)	0.22	0.02
P/e	--	--	--	24.0

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*The recommendation system used for this research is as follows. We expect the indicated target price relative to the FT All Share Index to be achieved within 12 months of the date of this publication. A 'Hold' indicates expected performance relative to this index of +/-10%, a 'Buy' indicates expected outperformance >10% and a 'Sell' indicates expected underperformance of >10%.*

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