

IN THE JUDICIAL COMMISSION OF INQUIRY INTO THE EVENTS AT THE
MARIKANA MINE IN RUSTENBURG, NORTH-WEST PROVINCE, SOUTH
AFRICA DURING AUGUST 2012

WITNESS STATEMENT OF MR SIMON SCOTT

I, the undersigned,

SIMON SCOTT

do hereby state:

1. I am the Financial Director of Western Platinum Limited ("WPL") and Eastern Platinum Limited ("EPL"), and the Chief Financial Officer of Lonmin Plc.
2. I have been requested by the Commission of Inquiry to furnish a statement concerning certain financial information which arose during the cross examination of Mahomed Seedat by the Evidence Leaders.
3. Pursuant to this request, I have prepared:
 - 3.1 a revised schedule of dividends paid by WPL and EPL during the period 2007 – 2012. This schedule also sets out the dividends paid to Lonmin Plc by WPL and EPL during this period. A copy of this schedule is annexed hereto marked "A";
 - 3.2 a schedule giving the breakdown of the management and marketing costs incurred by Lonmin Management Services during the period of 2007 - 2012. A copy of this schedule is annexed hereto marked "B";

- 3.3 a schedule of sales commissions and management fees paid to Lonmin Management Services by WPL and EPL during the period of 2007 – 2012, which is reconciled to the audited accounts of Lonmin Management Services. A copy of this schedule is annexed hereto marked "C";
- 3.4 a schedule of monies reinvested in WPL and EPL by Lonmin Plc during the period 2007 – 2012 by way of loans and advances. A copy of this schedule is annexed hereto marked "D"; and
- 3.5 a comparison of the dividends paid by Lonmin Plc and the dividends paid by other platinum produces during the period of 2007 - 2010. A copy of this document is annexed marked "E".

I hereby sign this statement of my own volition. I know and understand the contents of this statement.

Thus done and signed at JOHANNESBURG on this 29th day of September 2014.



SIMON SCOTT

ANNEXURE A:

Dividends paid by WPL and EPL to PLC

Financial Year	Total Dividend Paid (\$)	Dividend paid to Incwala (\$)	Dividend paid to PLC (\$)
FY2007	114 000 000	-21 000 000	93 000 000
FY2008	360 000 000	-65 000 000	295 000 000
FY2009	101 000 000	-21 000 000	80 000 000
FY2010	22 000 000	-22 000 000	-
FY2011	10 000 000	-10 000 000	-
FY2012	14 000 000	-14 000 000	-
	621 000 000	-153 000 000	468 000 000

AFS not yet finalised/signed

ANNEXURE B

Management and Marketing costs incurred by Lonmin Management Services

Financial Year	Total Operating expenses (including Marketing costs) (R)	Marketing costs (R)
FY2007	114 388 211	3 000 000
FY2008	241 393 009	26 000 000
FY2009	264 744 688	154 000 000
FY2010	124 562 714	20 000 000
FY2011	226 164 485	17 000 000
FY2012	222 581 956	19 000 000
	1 193 835 063	239 000 000

AFS not yet finalised/signed

ANNEXURE C:

Sales commissions and management fees paid to Lonmin Management Services (LMS) by WPL and EPL

Financial Year	Management Fees received from related parties (R)	Commission received (R)	Management fees paid to PLC (R)	Sundry income/Other (R)	TOTAL INCOME (R)
FY2007	265 962 904	-	-88 046 150	70 267 733	248 184 488
FY2008	317 752 192	167 324 627	-98 117 583	5 273 454	392 232 690
FY2009	172 274 237	181 394 668	-134 578 958	6 346 934	225 436 880
FY2010	220 935 796	232 008 266	-108 620 197	164 194	344 488 059
FY2011	265 276 496	279 819 598		1 693 505	546 789 600
FY2012	193 924 326	203 790 933		2 016 462	399 731 721
	1 436 125 951	1 064 338 093	-429 362 888	85 762 282	2 156 863 438

AFS not yet finalised/signed

Operating profit in LMS's accounts was calculated as follows:

Financial year	Income (R)	Operating expenses (R)	Operating Profit (Per LMS AFS) (R)
FY2007	248 184 488	114 388 211	133 796 277
FY2008	392 232 690	241 393 009	150 839 681
FY2009	225 436 880	264 744 688	-39 307 808
FY2010	344 488 059	124 562 714	219 925 345
FY2011	546 789 600	226 164 485	320 625 115
FY2012	399 731 721	222 581 956	177 149 765
	2 156 863 438	1 193 835 063	963 028 375

AFS not yet finalised/signed

Note: The fee paid to Lonmin Plc is for services that it renders to LMS, and for which it in turn incurs costs. LMS is subject to taxation in South Africa, and Lonmin Plc to taxation in the United Kingdom.

ANNEXURE D:
Monies loaned and advanced to WPL and EPL by Lonmin Plc

Financial Year	Loans advanced (\$)
FY2007	-
FY2008	-
FY2009	129 689 000
FY2010	45 000 000
FY2011	305 000 000
FY2012	193 472 645
	673 161 645

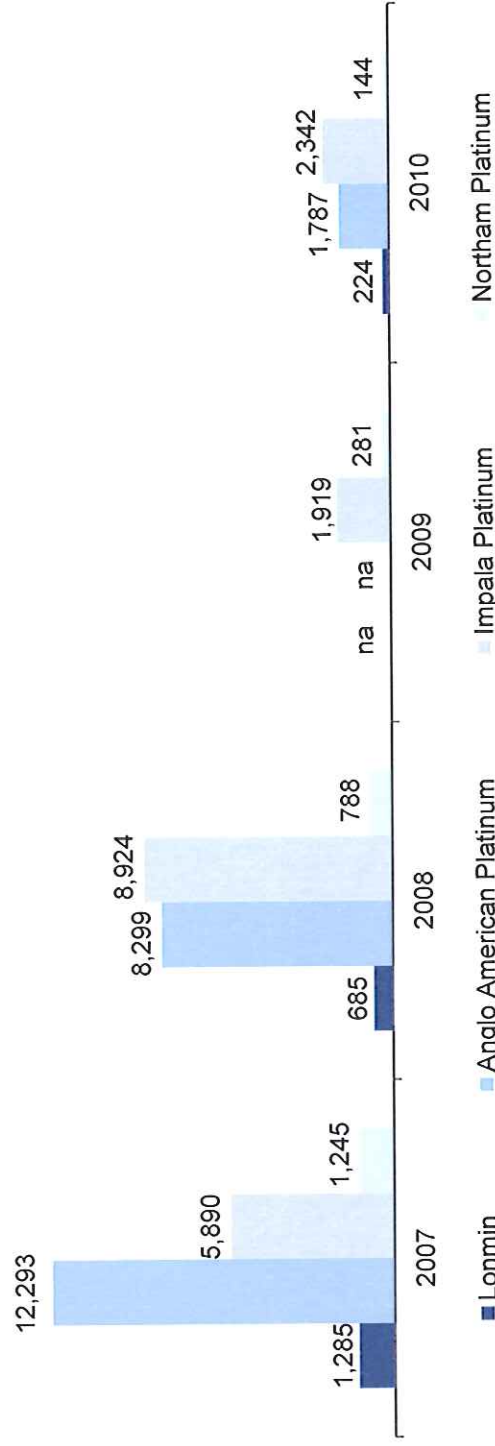
Historical dividend benchmarking

September 2014

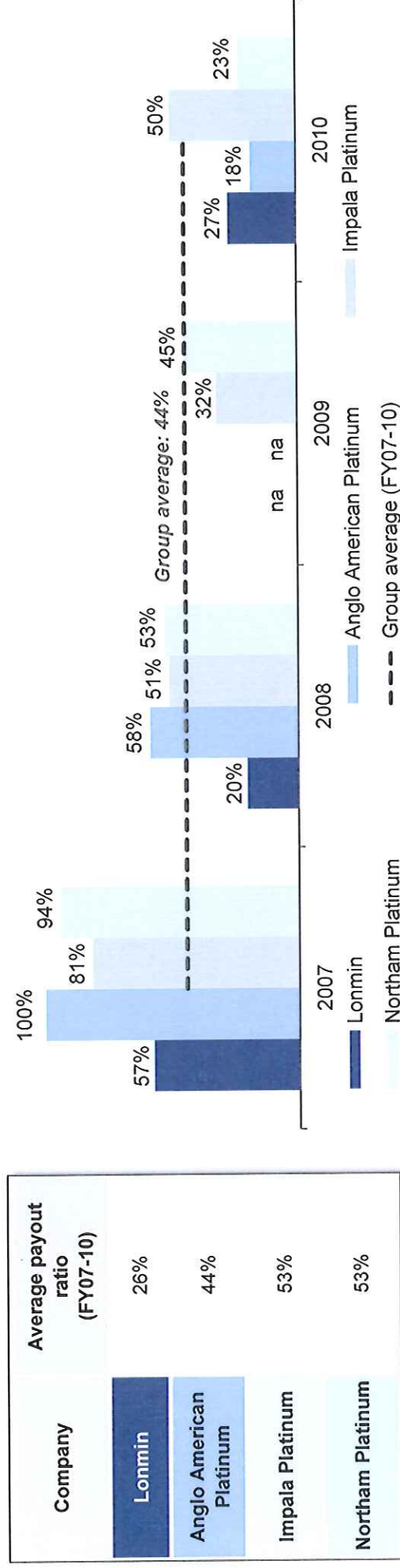
Lonmin dividend history versus peers: 2007 - 2010

Company	Total dividend declared (FY07-10)
Lonmin	R 2,194m
Anglo American Platinum	R 22,378m
Impala Platinum	R 19,075m
Northam Platinum	R 2,458m

Dividend in respect of the year (ZARm)⁽¹⁾



Dividend payout ratio (%)⁽²⁾

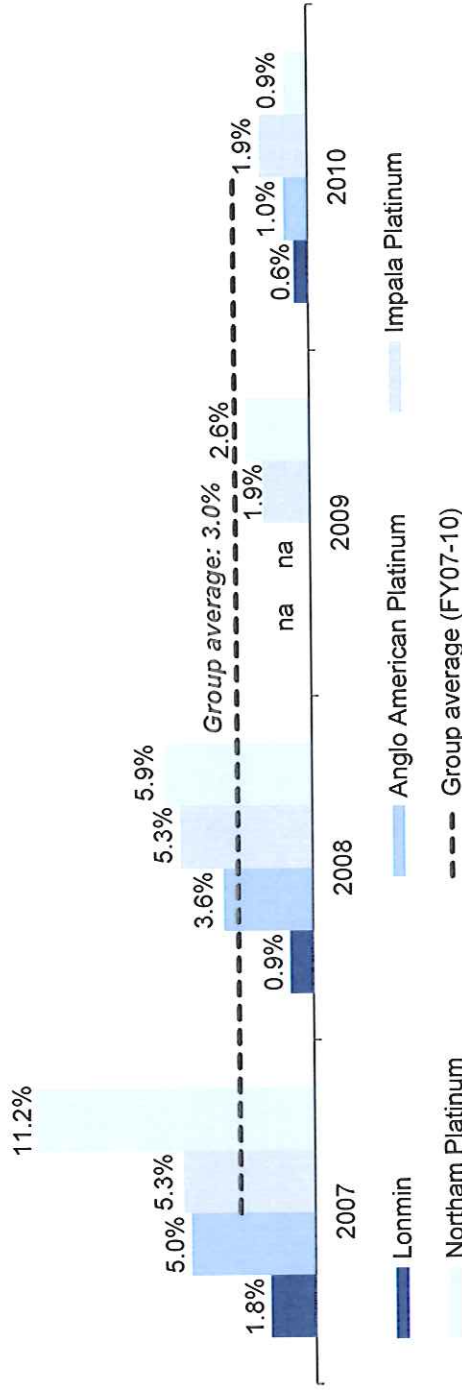


Note: Financials converted to ZAR using average FX rate for the period per Lonmin company filings; Fiscal year corresponds to each peer's respective fiscal year; (1) Dividend in respect of each year calculated as dividend per share in respect of each year multiplied by the number of Ordinary shares outstanding at the end of the year, with the exception of Lonmin where a reported \$m figure is used; (2) Dividend payout ratio calculated as dividend in respect of the year as a percentage of attributable profit / loss for the year

Lonmin dividend yield versus peers: 2007 - 2010

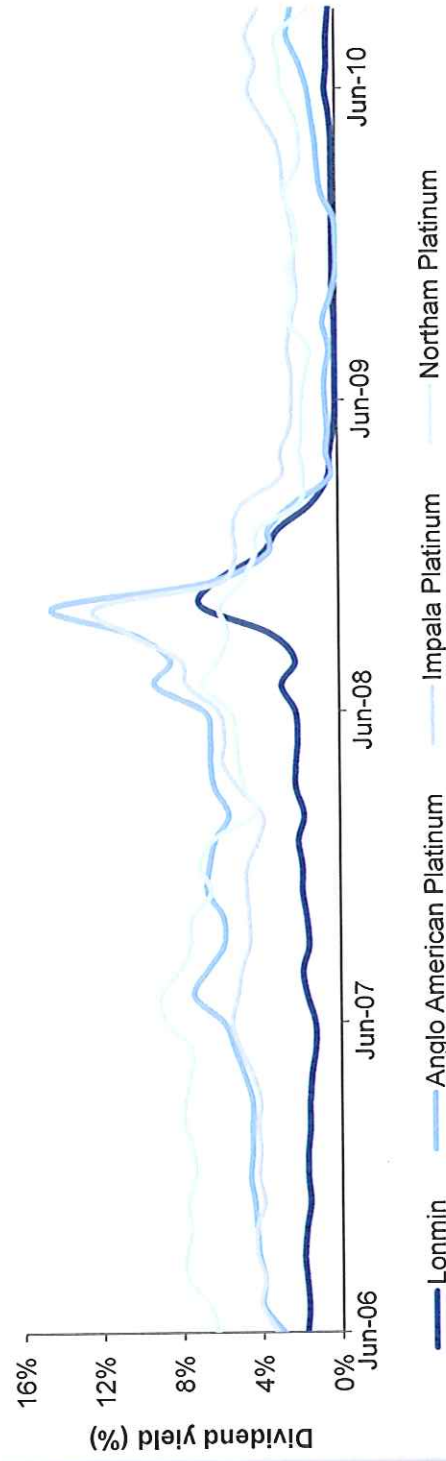
Dividend yield development (FY07-10)⁽¹⁾

Company	Average dividend yield (FY07-10)
Lonmin	0.8%
Anglo American Platinum	2.4%
Impala Platinum	3.6%
Northam Platinum	5.2%



Rolling forward-looking dividend yield⁽²⁾

Company	Average over period:			
	FY07	FY08	FY09	FY10
Lonmin	1.6%	2.2%	1.9%	0.3%
Anglo American Platinum	5.7%	7.6%	0.8%	1.6%
Impala Platinum	4.3%	5.0%	5.9%	2.7%
Northam Platinum	7.7%	6.4%	3.9%	2.1%



Average shown represents each peer's average dividend yield in its respective fiscal year (i.e. Lonmin reflects the average in each year over the period October to September)

Note: Financials converted to ZAR using average FX rate for the period per Lonmin company filings; Fiscal year corresponds to each peer's respective fiscal year; ⁽¹⁾ Dividend yield calculated as dividend in respect of each year as a percentage of the average market capitalisation over the fiscal year; ⁽²⁾ Rolling forward looking dividend yield calculated as Next Twelve Months forecast dividend per share as a percentage of rolling share price

Underlying financial data

Lonmin

<i>y/e 30-Sep</i> <i>R million</i>	FY07	FY08	FY09	FY10	Total (FY07-10)
Revenue	13,859	16,621	9,558	11,808	51,846
Net income	2,242	3,390	(2,565)	834	3,901
Dividend in respect of the year	1,285	685	-	224	2,194
Net cash / (debt)	(2,678)	(2,257)	(1,017)	(2,794)	-

Impala Platinum

<i>y/e 30-Jun</i> <i>R million</i>	FY07	FY08	FY09	FY10	Total (FY07-10)
Revenue	31,482	37,619	26,121	25,446	120,668
Net income	7,232	17,596	6,020	4,715	35,563
Dividend in respect of the year	5,890	8,924	1,919	2,342	19,075
Net cash / (debt)	2,504	8,883	1,363	1,730	-

Anglo American Platinum

<i>y/e 31-Dec</i> <i>R million</i>	FY07	FY08	FY09	FY10	Total (FY07-10)
Revenue	46,616	50,765	36,687	46,025	180,093
Net income	12,299	14,231	3,007	9,959	39,496
Dividend in respect of the year	12,293	8,299	-	1,787	22,378
Net cash / (debt)	(4,086)	(13,459)	(19,261)	(4,111)	-

Northam Platinum

<i>y/e 30-Jun</i> <i>R million</i>	FY07	FY08	FY09	FY10	Total (FY07-10)
Revenue	3,740	3,886	3,186	3,945	14,757
Net income	1,326	1,493	630	641	4,091
Dividend in respect of the year	1,245	788	281	144	2,458
Net cash / (debt)	1,210	1,500	921	1,187	-

Note: Net income reflects attributable profit / loss for the year; Dividend in respect of each year calculated as dividend per share in respect of each year multiplied by the number of Ordinary shares outstanding at the end of the year, with the exception of Lonmin where a reported \$m figure is used; Financials converted to ZAR using average FX rate for the period per Lonmin company filings
Source: Company information