

Unaudited Financial Results for the six months ended 29 February 2008

HIGHLIGHTS

- Successful completion of second capital raising of R20.7 million through the private placement of 28 million shares.
- Six prospecting permits granted on Miranda's KwaZulu-Natal coal prospects.
- A further two prospecting permits granted adjacent to the group's Mochudi diamond project in Botswana.
- Acceptance by the DME of Miranda's application to have the mining right of the group's Sesikhona coal project converted.
- First diamonds recovered from North West diamond project.
- Strategic review of assets underway.
- Coal, diamonds and gold the key commodity classes undergoing immediate development and increased focus.

CONSOLIDATED BALANCE SHEETS

| (Figures in R'000) | Unaudited Six months ended 29 Feb 2008 | Unaudited Six months ended 28 Feb 2007 | Audited Year ended 31 Aug 2007 |
|---|---|---|---|
| ASSETS | | | |
| Non-current assets | 317 271 | 316 447 | 317 182 |
| Property, plant and equipment | 321 | 228 | 231 |
| Intangible assets | 316 942 | 315 942 | 316 942 |
| Investment in subsidiaries and associates | 0 | 0 | 0 |
| Loans receivable | 8 | 277 | 9 |
| Current assets | 28 711 | 15 191 | 12 182 |
| Inventories | - | - | 77 |
| Receivables and deposits | 330 | 623 | 85 |
| Cash and cash equivalents | 28 381 | 14 568 | 12 020 |
| Total Assets | 345 982 | 331 638 | 329 364 |
| EQUITY AND LIABILITIES | | | |
| Capital and Reserves | 344 931 | 328 172 | 327 733 |
| Share capital and share premium | 75 681 | 54 961 | 54 962 |
| Revaluation reserve | 284 522 | 284 522 | 284 522 |
| Retained earnings | (15 272) | (11 311) | (11 678) |
| Non-current liabilities | | | |
| Loans payable | 1 004 | 1 367 | 1004 |
| Current liabilities | | | |
| Trade and other payables | 47 | 2 099 | 627 |
| Total equity and liabilities | 345 982 | 331 638 | 329 364 |
| Net asset value per share (cents) | 160.3 | 175.4 | 175.1 |
| Net tangible asset value per share (cents) | 13.0 | 6.5 | 5.8 |
| Shares in issue | | | |
| - closing number ('000) | 215 131 | 187 131 | 187 131 |

CONSOLIDATED INCOME STATEMENTS

| (Figures in R'000) | Unaudited Six months ended 29 Feb 2008 | Unaudited Six months ended 28 Feb 2007 | Audited Year ended 31 Aug 2007 |
|----------------------------------|---|---|---|
| Gross revenue | 263 | - | 2 000 |
| Operating expenses | (4 370) | (1 339) | 4 220 |
| Operating loss | (4 107) | (1 339) | (2 220) |
| Interest received | 817 | - | 441 |
| Interest paid | (229) | - | - |
| Net loss before taxation | (3 519) | (1 339) | (1 779) |
| Taxation | - | - | - |
| Net loss for the period | (3 519) | (1 339) | (1 779) |
| Loss per share (cents) | (1.8) | (0.8) | (0.97) |
| Headline loss per share (cents) | (1.8) | (0.8) | (0.97) |
| Shares in issue | | | |
| - weighted average number ('000) | 192 053 | 163 669 | 187 131 |

CONSOLIDATED CASH FLOWS STATEMENTS

| (Figures in R'000) | Unaudited Six months ended 29 Feb 2008 | Unaudited Six months ended 28 Feb 2007 | Audited Year ended 31 Aug 2007 |
|---|---|---|---|
| Cash flows from operating activities | (4 267) | (1 323) | (2 765) |
| Cash utilised in operating activities | (4 855) | (1 323) | (2 765) |
| Interest paid | 588 | - | - |
| Cash flows from investing activities | (91) | (8 100) | (8 844) |
| Property, plant and equipment acquired | (90) | - | (12) |
| Decrease/(increase) in loans receivable | (1) | - | 268 |
| Subsidiary acquired | - | (8 100) | (9 100) |
| Cash flows from financing activities | 20 719 | 23 966 | 23 604 |
| Capital raised | 20 719 | 23 473 | 23 473 |
| Loan raised | - | 494 | 131 |
| Increase in cash and cash equivalents | 16 361 | 14 543 | 11 995 |
| Cash and cash equivalents at beginning of year | 12 020 | 25 | 25 |
| Cash and cash equivalents at end of year | 28 381 | 14 568 | 12 020 |

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| (Figures in R'000) | Share capital | Share premium | Accumulated loss | Revaluation reserve | Total |
|----------------------------------|------------------|------------------|---------------------|------------------------|----------------|
| Balance at 1 Sep 2005 | 307 | 5 866 | (6 633) | - | (460) |
| Net loss for the year | - | - | (3 339) | - | (3 339) |
| Issue of share capital | 1 230 | 24 086 | - | - | 25 316 |
| Revaluation of intangible assets | - | - | - | 284 522 | 284 522 |
| Balance at 1 Sep 2006 | 1 537 | 29 952 | (9 972) | 284 522 | 306 039 |
| Net loss for the year | - | - | (1 706) | - | (1 706) |
| Issue of share capital | 334 | 23 138 | - | - | 23 472 |
| Balance at 1 Sep 2007 | 1 871 | 53 090 | (11 753) | 284 522 | 327 733 |
| Net loss for the period | - | - | (3 519) | - | - |
| Issue of share capital | 280 | 20 440 | - | - | - |
| Balance at 29 Feb 2008 | 2 151 | 73 530 | (15 272) | 284 522 | 344 931 |

COMMENTARY

1. OPERATIONAL REVIEW

During the six months under review Miranda has continued to establish itself as a new generation exploration group, adding to its significant portfolio of mineral assets and communicating its business model to the market.

The group has followed a strategic direction that has positioned Miranda as a significant coal player in KwaZulu-Natal ("KZN"). As a result, Miranda has been granted prospecting permits over substantial coal and anthracite resources in the Glencoe/ Dannhauser area. Until recently this area had been largely neglected by the larger coal operators. The group is continuing to identify potentially economically viable coal resources in the area and to apply for the necessary permits to the Department of Mineral and Energy ("DME") to explore these prospects further. Management is confident it has achieved a significant "first mover" advantage in KZN and will be able to progress these projects rapidly up the value curve.

1.1 Coal Division

To date the group has been granted six prospecting permits in KZN covering an area of 18 520 hectares. Analysis of the historical borehole data by PC Meyer, a SAMREC-registered Competent Person, has shown estimated in-situ resources of approximately 120 million tons (for further details see the relevant SENS announcements). The quality of the coal ranges from Anthracitic to Bituminous coal with excellent coking properties. The majority of the farms held under these prospecting permits are contiguous and Miranda has commenced with a detailed drilling program to prove up the resources to that of a measured resource and to confirm the quality and distribution of the coal.

Sesikhona Kliprand Colliery

The first phase drilling program on this project has been completed, resulting in a measured resource of 5.3 million tons of high grade anthracite. Management is confident that further drilling will prove the resource up to an estimated 22 million tons. Based on these results, an application has been made to, and has been accepted by, the DME to convert the prospecting permit to a mining permit. The company is currently completing the environmental impact assessment and mine plan, which is expected to be submitted for approval to the DME during the second quarter of this calendar year.

1.2 Diamond Division

Northwest alluvial project

Prospecting activities have continued during the period yielding promising results. A total of 106.43 carats have been recovered with an average grade of 3.2 carats per hundred tons. The value of the diamonds recovered has ranged from USD180 to USD587 per carat. The company is currently conducting geophysical testing of the area to determine possible potholes and paeleo channels.

Mochudi project (Botswana)

The group has been granted a further two prospecting licenses, adjacent to the existing Mochudi prospect, that cover a total area of 1022.9 km². The prospects were extensively explored by De Beers in the late 1960's and as recently as 2000. A number of potential Kimberlite anomalies were identified, but at the time these did not meet De Beers' development criteria. It is the group's intention to focus on these anomalies to determine the diamondiferous potential of these targets.

1.3 Precious Metals Division

Geophysical testing on the group's Syferbult-Boons gold project has recently been completed and a number of targets warranting further investigation have been identified. Management is currently reviewing the data and plans to begin with a detailed drilling program during the second quarter of this year.

1.4 Base and industrial minerals division

Rozynbosch base metal project

The group has completed a thorough analysis of all of the existing geological information in its possession and is now planning to undertake additional work, which will include a limited drilling program to confirm existing results. As part of this next phase Miranda plans to conduct a scoping study in the next quarter whilst metallurgical consultants have already been appointed in this regard.

West Rand clay project

An agreement in principal has been reached with a large JSE-listed brick producer to enter into a joint venture once a mining right has been granted by the DME. In terms of this agreement the group will earn a "JV fee" of R25 per thousand bricks produced. Once full scale production begins it is anticipated that between 8-10 million bricks will be produced per month.

2. FINANCIAL REVIEW

2.1 Financial results

On 29 February 2008 the net asset value and net tangible asset value of the company amounted to R345 million and R28 million respectively (2007: R328 million and R12 million). This was equivalent to 160.3 cents per share ("cps") and 13.0 cps (2007: 175.4 cps and 6.5 cps).

Total income including interest received, amounted to R1.08 million (2007: R nil). Operating expenses and interest paid amounted to R4.60 million (2007: R1.34 million). The resultant net loss for the period was R3.52 million (2007: R1.34 million).

The increase in operating expenses is reflective of the group's stepped-up exploration activities. The group has incurred material expenditure in the period as a direct result of its ongoing exploration program, the preparation of the mining right application for Sesikhona and the capital raising fees.

2.2 Private placing

In line with its strategy of "just-in-time" capital raising, the group successfully completed its second capital raising exercise during the period under review. The private placing was 2.7 times over-subscribed. R20.72 million was raised through the issue of 28 million shares at a price of 74 cps. The shares were issued under the board's general authority and the proceeds of the private placing will enable the company to complete its exploration objectives on the coal projects discussed above.

Prior to the first capital raising, completed in February 2007, the group's activities had been funded by a number of the major shareholders from their personal resources. These loans totaling approximately R1 million will be repaid by the group during the course of the next six months.

2.3 Valuation of Rozynbosch base metal project

In terms of International Financial Reporting Standards ("IFRS") the board is required to test on a regular basis for any impairment or material change in the value of the company's assets. At the end of the current financial reporting date the two main variables affecting value, namely the exchange rate and commodity prices, had shown an upward movement. The price of silver has increased substantially from USD7.6 per ounce to the current level of USD17.9 per ounce. Lead, which constitutes a significant proportion of the in-situ resource, has also increased significantly. Given these changes, the value of the project in Rand terms has increased to in excess of R600 million (Feb 2007: R284 million). Consistent with the approach taken in the 2007 annual results and given the uncertainty of the long-term sustainability of current commodity prices, the board is still of the opinion that the previously reported value of R284 million is more realistically achievable over the life of the project. The value of the project has therefore not been adjusted at the reporting date.

3. PROSPECTS

The company is satisfied with the exploration results and expenditure on certain key assets to date. The success of the private placing and the potential revenue that will be generated from current and future JV partnerships has placed the group in a position to focus on fast tracking the development of certain coal projects within its fledgling coal business, Miranda coal, and Miranda diamonds, which houses the company's diamond interests including the highly prospective Botswana diamond projects. Miranda is further developing its emerging gold business, Miranda Gold, which will form the basis of a three pronged thrust into mine development.

The impact of this strategy is expected to yield positive results in the next 12 to 18 months. The remainder of the asset base is undergoing a strategic review with the company's advisors to further streamline the focus of the executive team. Announcements will follow in due course.

4. STATEMENT ON GOING CONCERN

The financial statements have been prepared on the going-concern basis since the directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future. The funds raised by the private placement will be used to complete the exploration program planned for the KZN coal prospects. The company will continue with its strategy of "just in time" capital raising as and when required. Additional cash flow requirements will be funded internally from future revenue generated from joint venture projects.

5. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The annual financial statements have been prepared in accordance with IFRS and IAS34 on International Financial Reporting. The financial statements have been prepared under the historical cost convention and the accounting policies are consistent with those of the previous year except as modified by IFRS for the period ending 29 February 2008. As previously reported, the application of IFRS to the financial statements required no adjustment to the historical financial results. The value of the Rozynbosch mineral resource is stated at fair value and is in accordance with IFRS6 and its interpretation adopted by the International Accounting Standards Board.

6. DIVIDENDS

No dividends were recommended or declared for the financial year under review (2007: nil).

For and on behalf of the Board

AR Thompson
Chairman

RJ Nel
Chief Executive Officer

31 March 2008
Pretoria