

Nkwe Platinum (NKP)

Date: 13 February 2008

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Current Share Price **A\$1.00**
Recommendation **SPECULATIVE BUY**

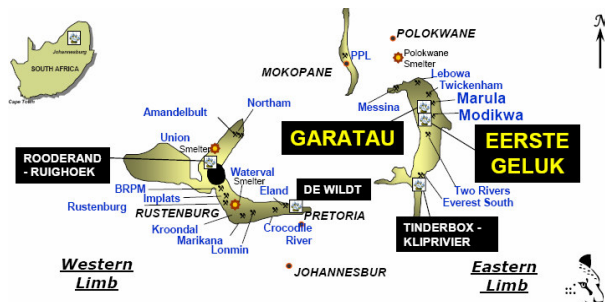
Market Statistics

ASX Code	NKP
Ordinary Shares	184.8 m
Unlisted Options	23.1 m
Capitalisation	A\$184.8m
Cash (31 December 2007)	A\$13.3m
Year High	A\$1.31
Year Low	A\$0.70

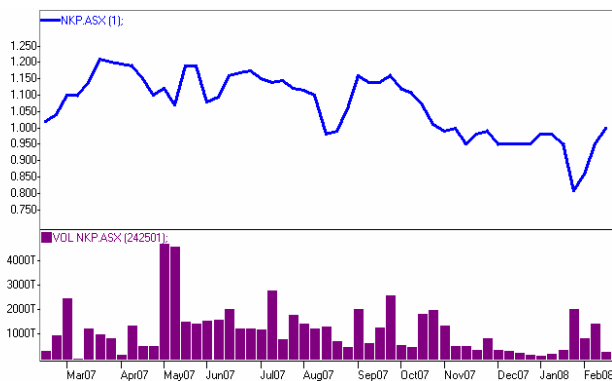
Management

Maredi Mphahlele	Managing Director
Dr Jackie van Schalkwyk	Chief Operating Officer
Pete Landau	Executive Director
Tony Weber	Executive Director

Project Locations in South Africa



12 month share price and volume (Source: IRESS)



Important Disclosures

Argonaut acted as Manager to the placement of 15.3m shares @ \$0.90 to raise \$13.8m. Argonaut received fees commensurate with this service.

SETTLEMENT OF ANGLO CLAIM

Anglo Platinum's court case against the Department of Minerals and Energy (DME) has been a cloud hanging over platinum junior NKP since March 2007. The dispute is now settled. Legal proceedings instituted by Anglo Platinum will be discontinued, and the prospecting licences awarded to NKP are secure.

This news removes the uncertainty attached to the dispute. NKP can now focus on the real business of unlocking value at the Garatouw farms on the Eastern Limb of the Bushveld Complex:

- Established mining district with sound infrastructure
- 30km strike exposure down dip of the producing Modikwa and Marula mines
- Well understood geology with high reef consistency
- Attractive ore widths and grades from ongoing drilling
- Multi-million oz PGM resource potential

Settlement of the Anglo claim is the first step in what promises to be a big year for NKP. With robust demand and supply constraints pushing the platinum price towards US\$2,000/oz the timing is right.

Catalysts capable of driving the stock in the right direction include:

- Initial JORC/SAMREC compliant resource base
- Positive feasibility study on Garatouw and Eerste Geluk farms
- Mine development decision at De Wildt (on the Western Limb)
- AIM / JSE listing
- Corporate activity in the dynamic junior platinum sector

SPECULATIVE BUY

Disclosures & Disclaimer

Argonaut acted as Manager to the placement of 15.3m shares @ \$0.90 to raise \$13.8m. Argonaut received fees commensurate with this service.

Argonaut has an interest in and/or controls 1m NKP options.

Argonaut may receive brokerage income from clients who wish to buy and sell securities subject to this report.

No assistance was provided by NKP in producing this report.

This report was produced by Troy Irvin, an employee of Argonaut. Troy has tertiary qualifications in mining engineering and finance. The analyst has an immaterial interest in NKP shares.

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