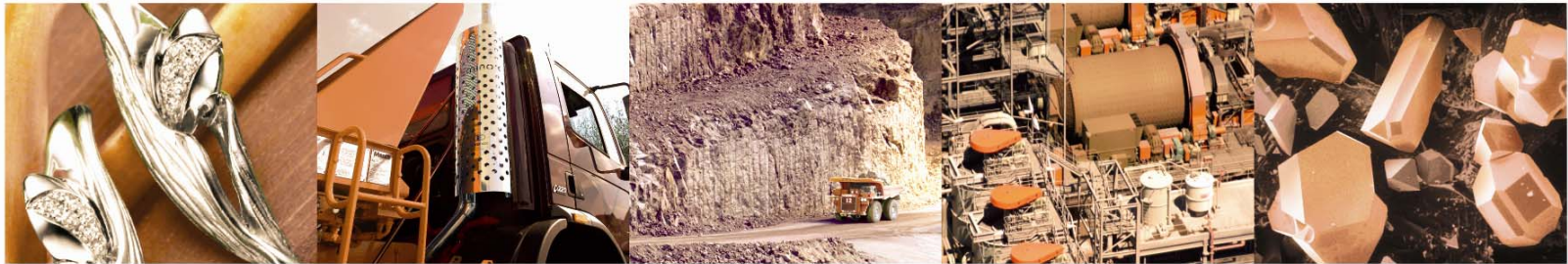




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Platinum 2007 Interim Review



13th November 2007



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Platinum



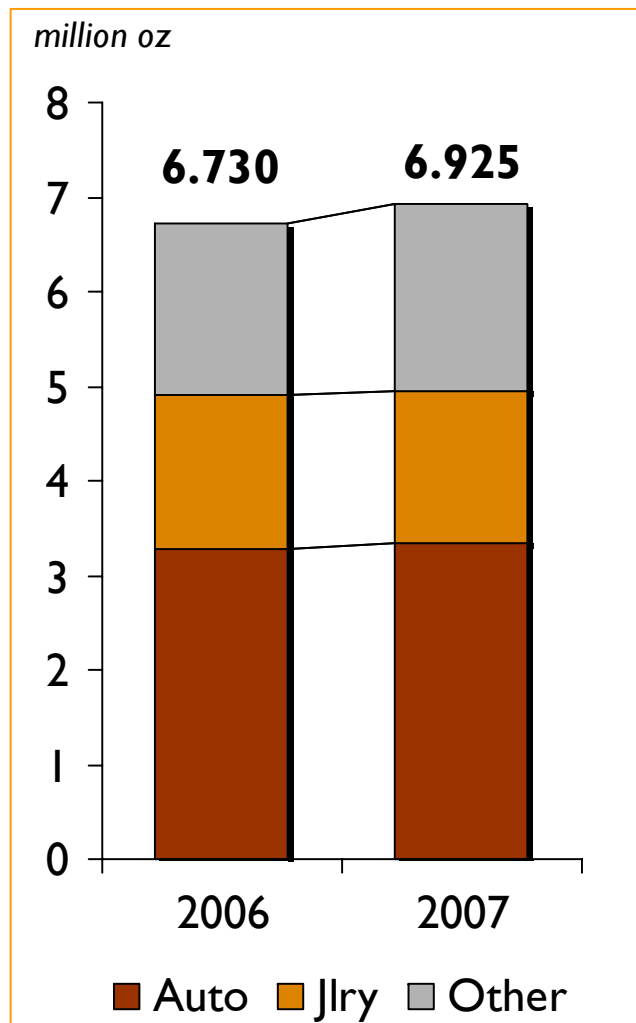
Platinum: Key features

- Platinum market to return to deficit in 2007
- Autocatalyst demand growth outweighs effects of thrifting and substitution
- Jewellery demand not significantly affected by price
- South African supply well below expectations
- Limited impact of ETFs
- Record price due to weak dollar and supply shortfall

Platinum Supply and Demand

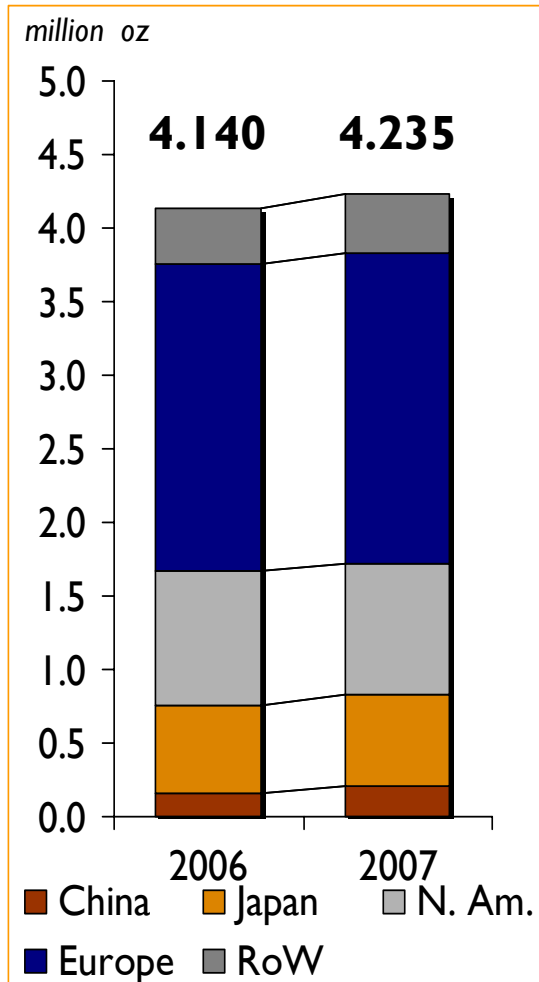
'000 oz	2006	2007	%
Demand	6,730	6,925	+2.9
Supply	6,795	6,660	-2.0
Movements in stocks	65	(265)	

Platinum Demand Rises 195,000 oz



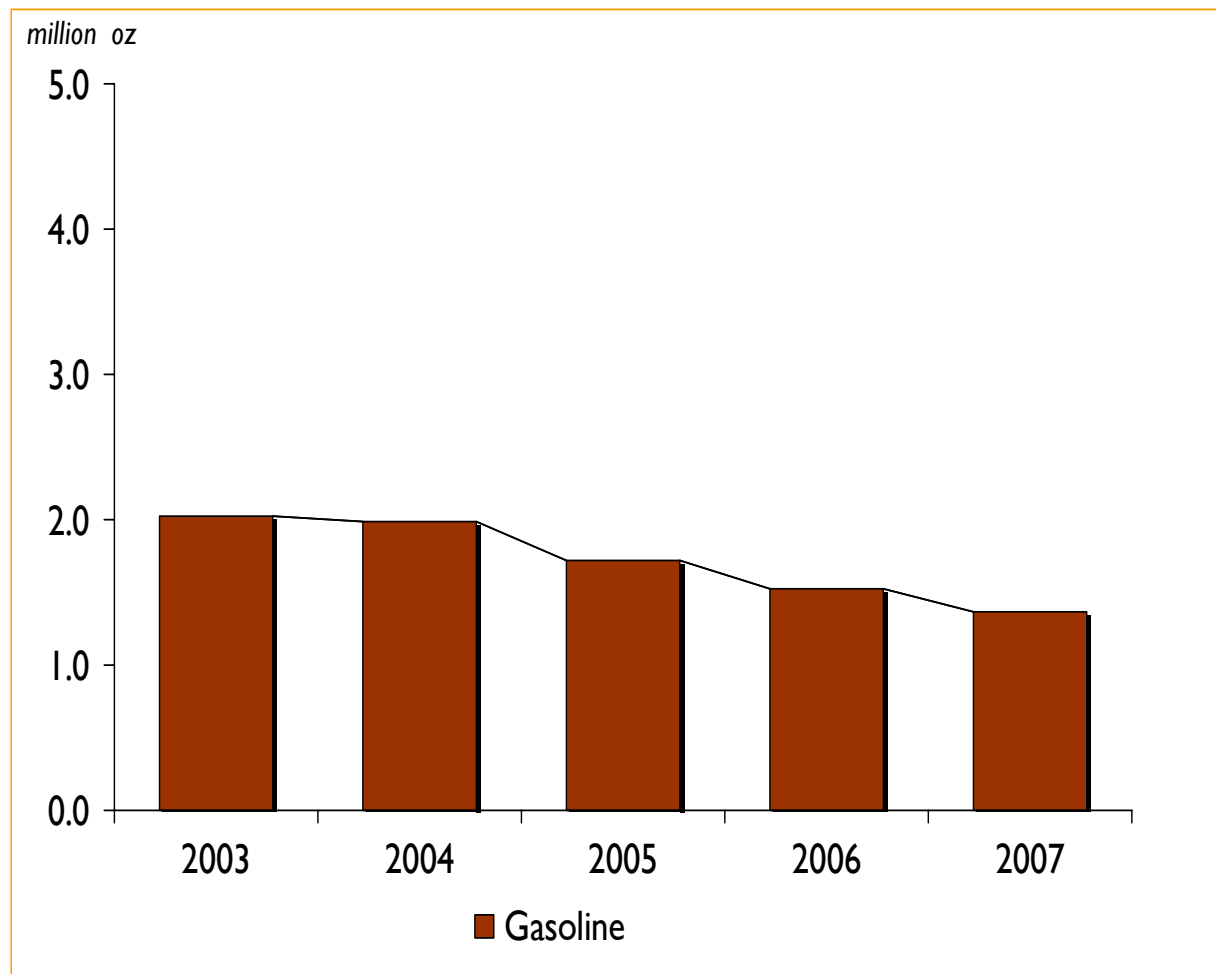
- Total demand climbs 2.9% to 6.93 million oz
- Autocatalyst demand (net of recovery) rises by 65,000 oz
- Jewellery demand falls by only 25,000 oz to 1.60 million oz
- Growth in other sectors including investment

Platinum Demand: Autocatalyst

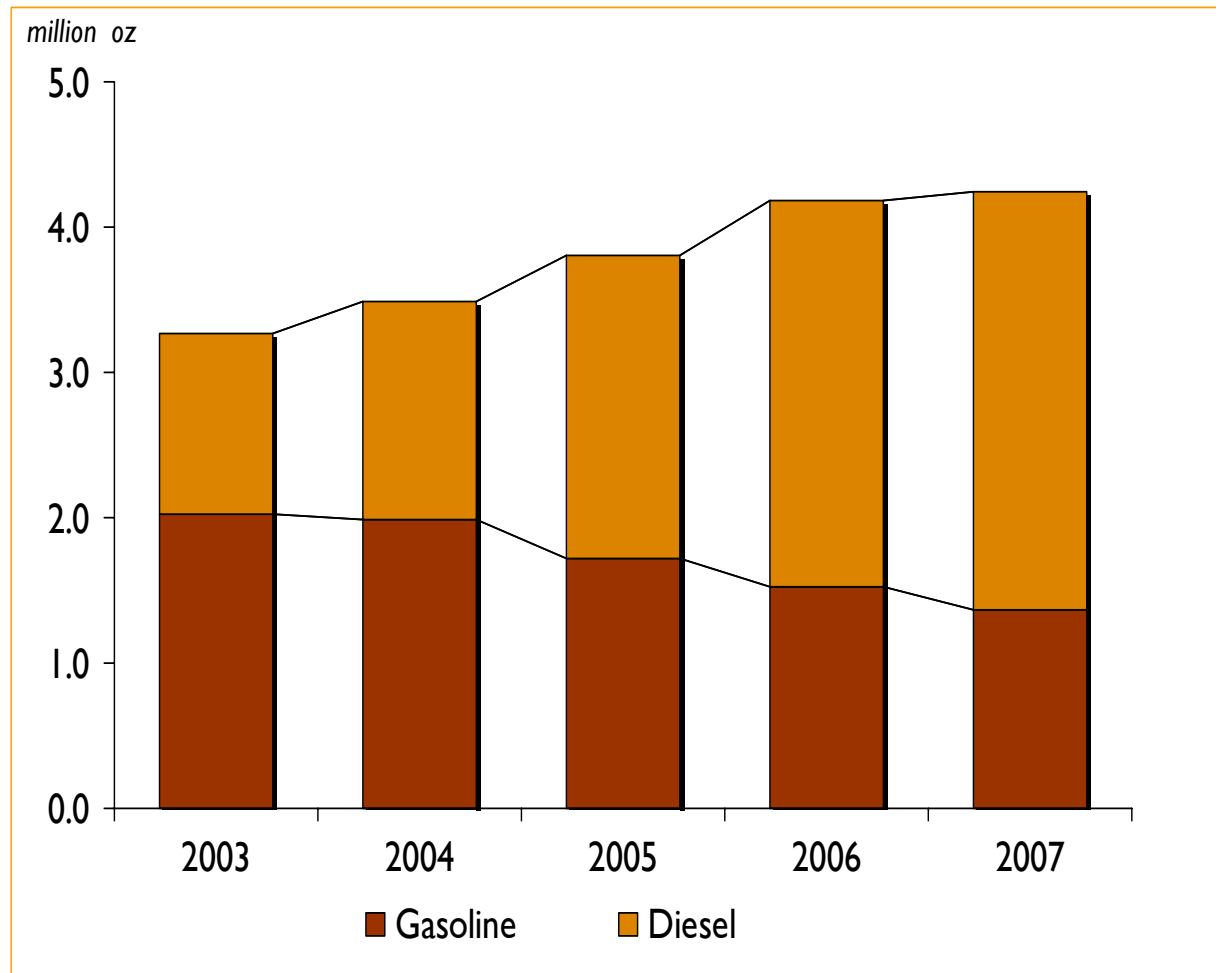


- Auto industry purchases increase by 2.3% to 4.24 million oz
- Increasing fitment of DPFs
- Further growth in heavy duty diesel aftertreatment
- Strong demand for platinum from rising Asian vehicle production
- Thrifting and substitution of platinum

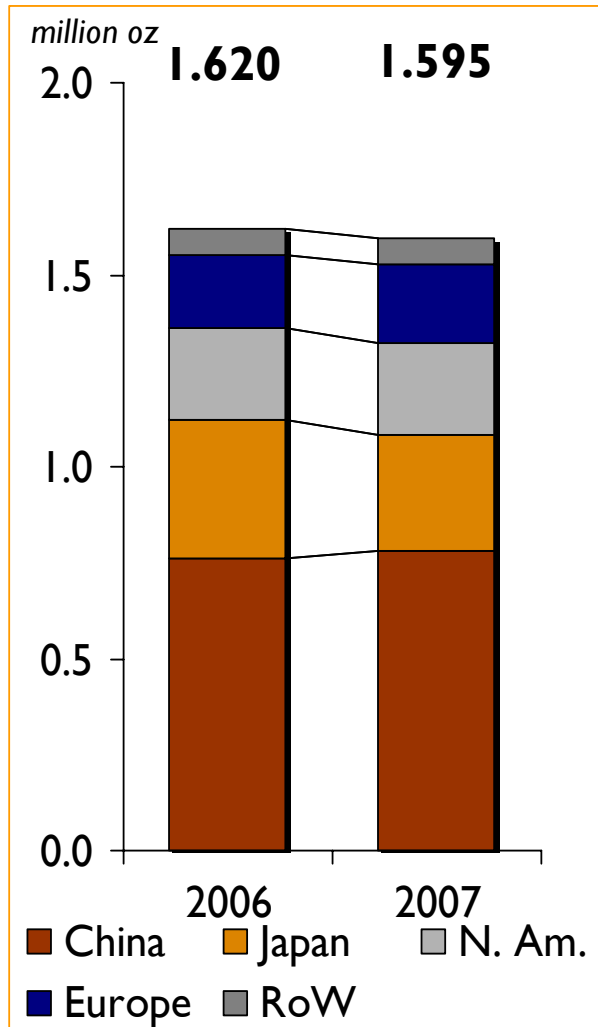
Platinum Demand: Autocatalyst



Platinum Demand: Autocatalyst



Platinum Demand: Jewellery



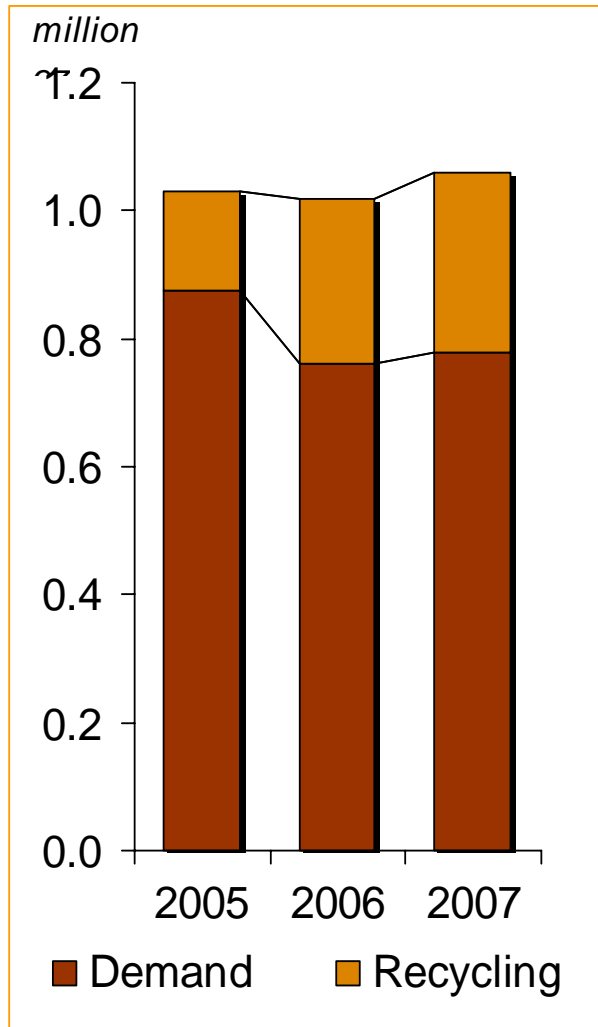
www.platinum.matthey.com

- Jewellery demand steady, despite high prices
- Global demand for new metal falls by 1.5% to 1.595 million oz
- Demand expected to grow in China and Europe
- Recycled metal again a significant input to Asian manufacturing levels



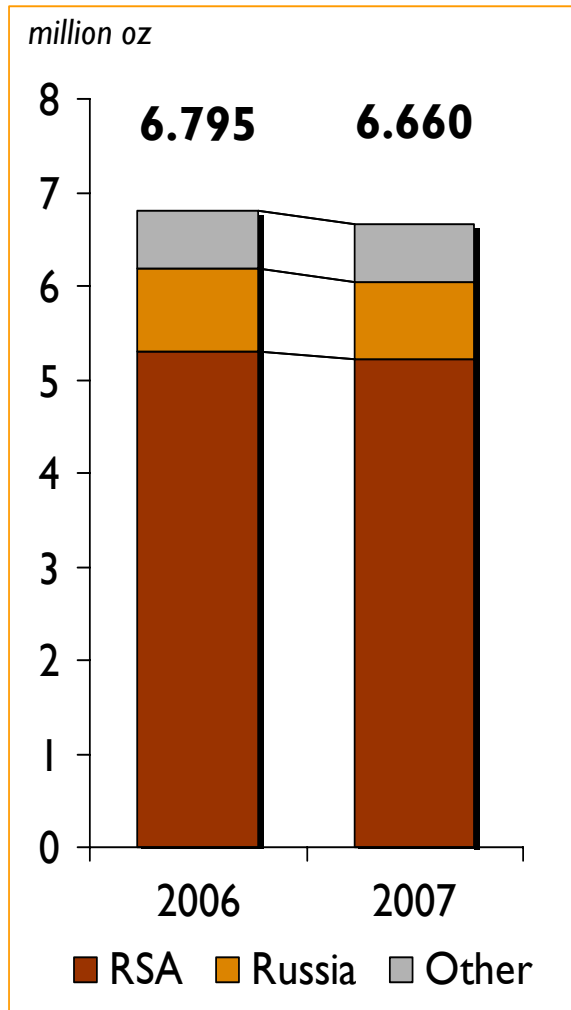
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Platinum: Chinese Jewellery Manufacture



- Chinese demand for new metal climbs 20,000 oz to 780,000 oz
- Strong consumer purchasing helped by economic growth
- High prices have little further effect on recycling rates

Platinum Supply



- 2007 South African output falls to 5.22 million oz due to strikes, safety issues and processing problems
- Challenges of finding and retaining staff remain key
- Russian primary production to fall but export licence issues will have no effect across 2007 as a whole

Platinum Outlook

- Increasing use of light duty diesel filters and heavy duty catalysts to support demand growth
- Consumer interest in Pt jewellery still strong but effects of high price uncertain
- Limited price sensitivity in industrial sectors
- Supply to grow but challenges remain
- Market likely to remain tight

Forecast Platinum Price for the Next 6 Months



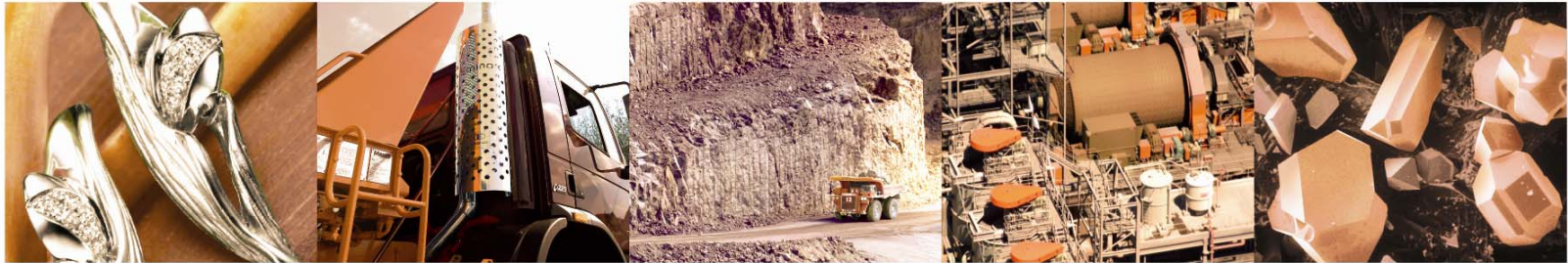
Forecast Platinum Price for the Next 6 Months





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Palladium



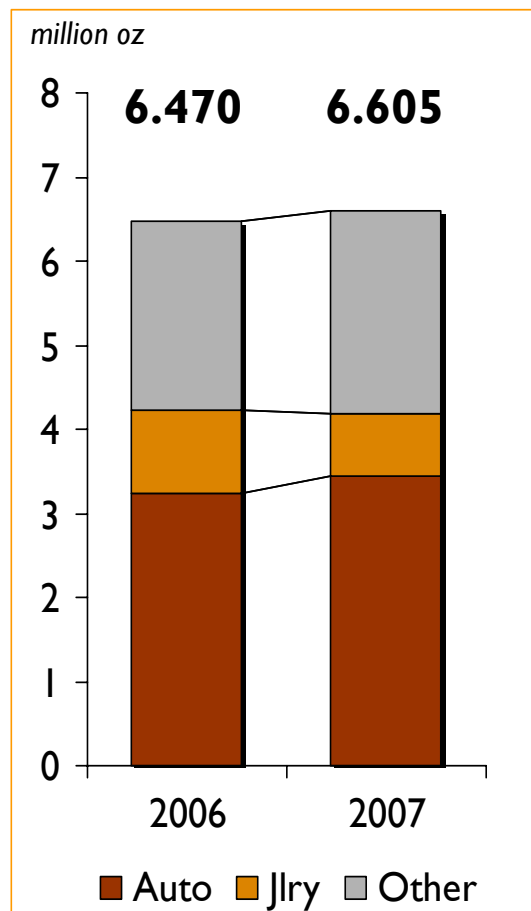
Palladium: Key features

- Palladium market to be in fundamental surplus
- Substitution for platinum in gasoline catalysts and further use in diesel catalysts
- Chinese jewellery demand drops – manufacturing levels down and recycling up
- Supplies rise, boosted by Russian stock sales
- Price supported by investor demand

Palladium Supply and Demand

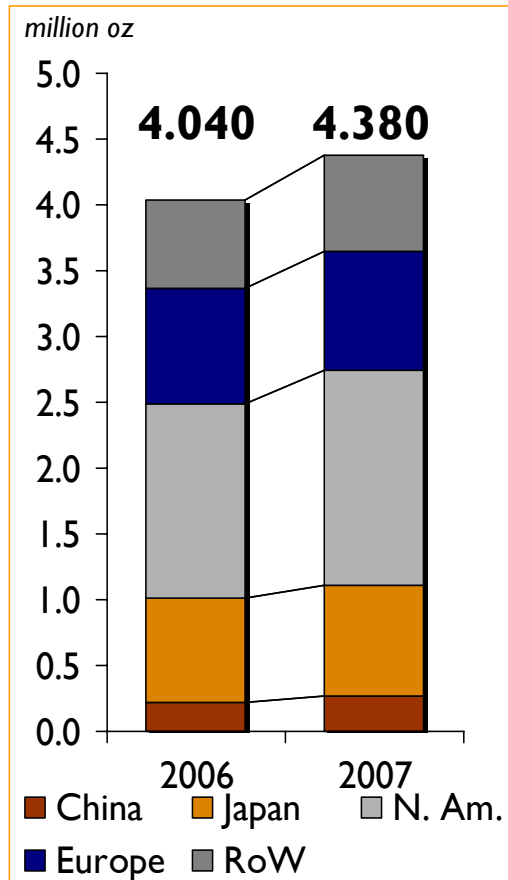
'000 oz	2006	2007	%
Demand	6,470	6,605	+2.1
Supply	8,060	8,320	+3.2
Movements in stocks	1,590	1,715	

Palladium Demand Climbs 135,000 oz



- Total demand grows by 2.1% to 6.605 million oz
- Rising Asian car production and substitution for platinum drive autocatalyst growth
- Decline in demand for new palladium for jewellery to 745,000 oz
- ETFs boost other demand by 270,000 oz

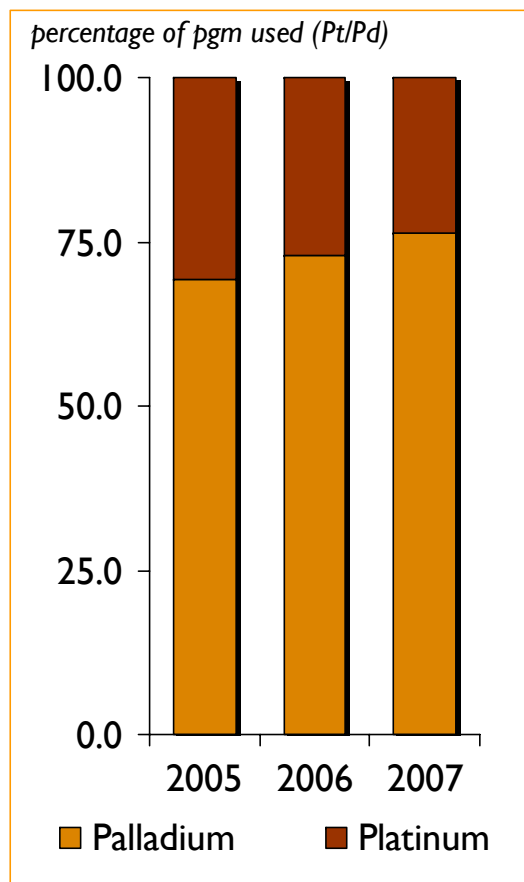
Palladium Demand: Autocatalyst



- Asian palladium demand grows due to rising vehicle production
- Palladium continues to replace platinum
 - Approaching limit in gasoline sector
 - Still potential growth in diesel

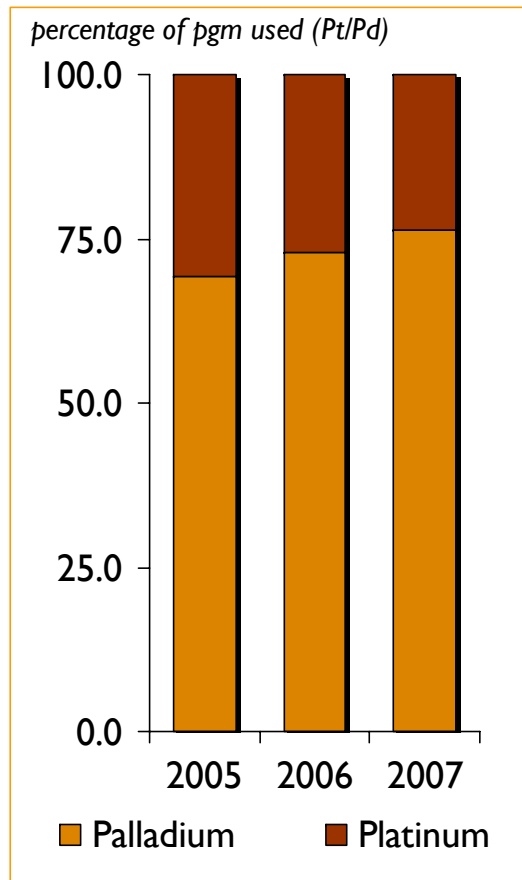
Pgm choice in Autocatalysts

Gasoline

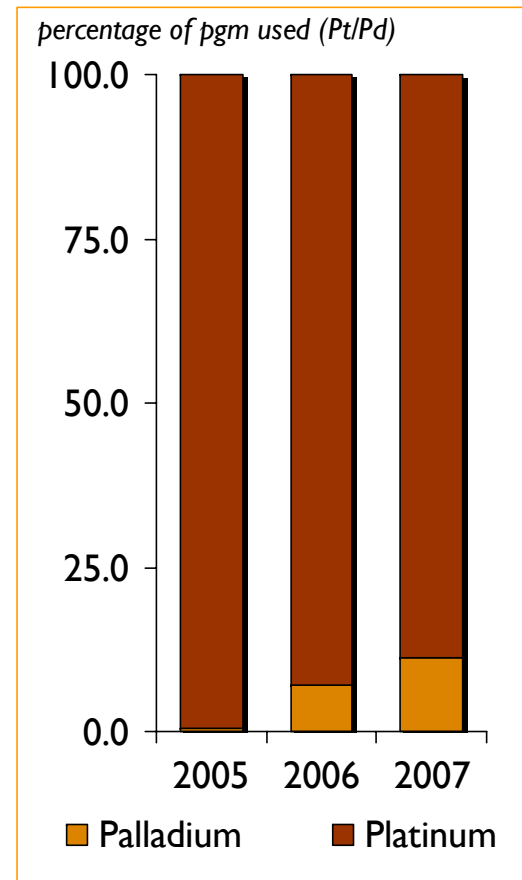


Pgm choice in Autocatalysts

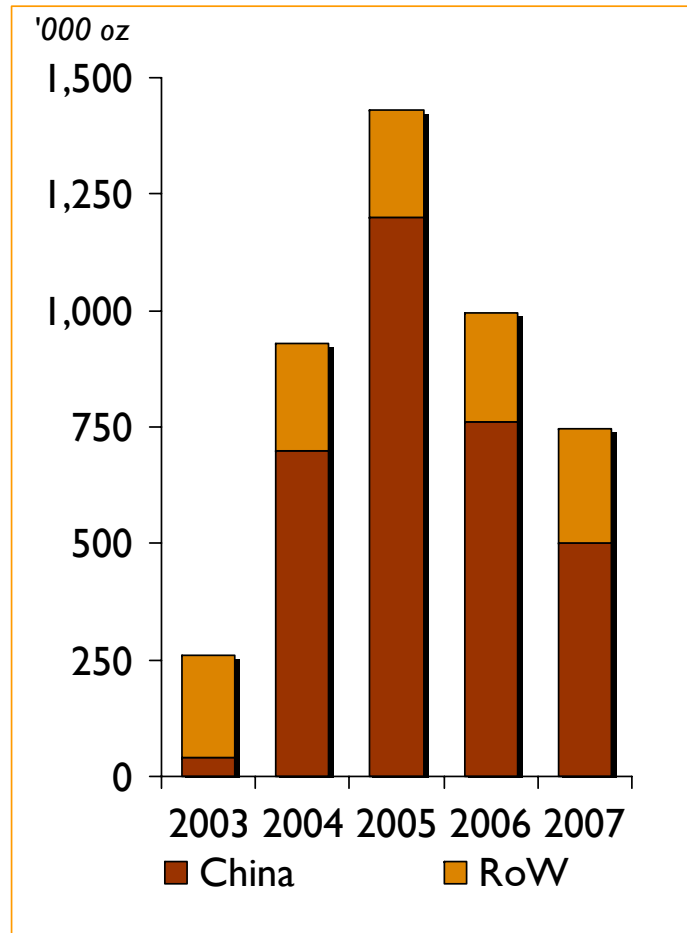
Gasoline



Diesel

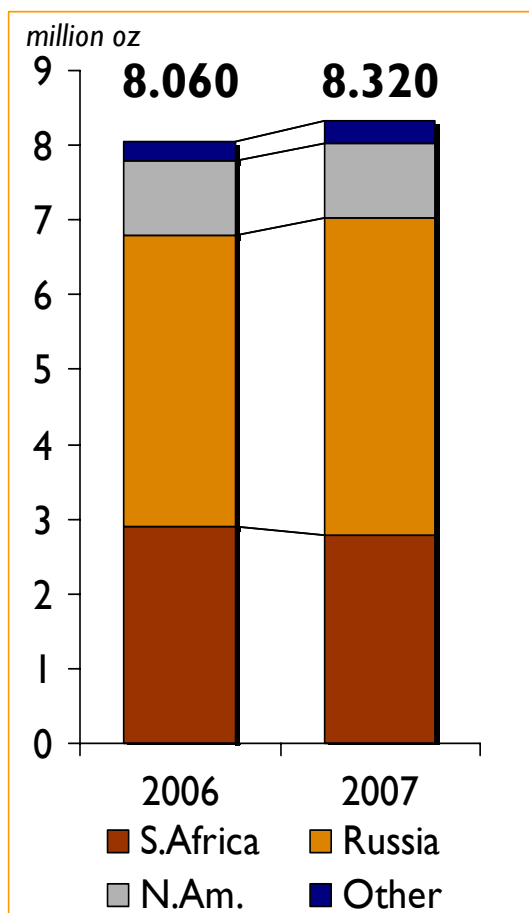


Palladium Demand: Jewellery



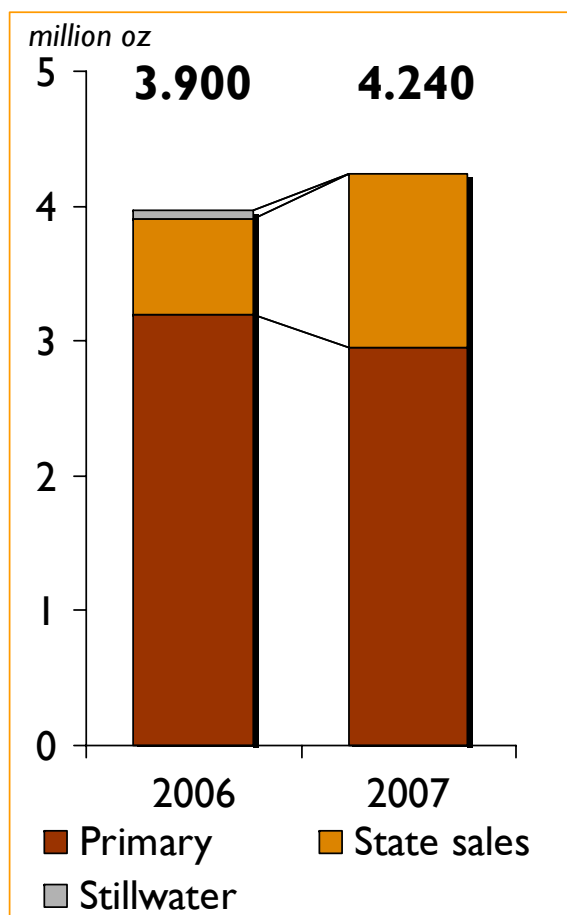
- Chinese new metal purchases drop 260,000 oz to 500,000 oz
- Manufacturing demand falls
- Significant use of recycled palladium
- Retail sales picture mixed

Palladium Supply



- Supply grows 260,000 oz to 8.32 million oz
- Russian supplies boosted by sales of Dec. 2006 shipments
- South African production falls to 2.795 million oz

Palladium Supply: Russia



- Norilsk primary production from Russia expected to fall
- All Stillwater/Norilsk metal now sold
- Forecast does not include any potential 2007 shipments of state stocks

Palladium Outlook

- Palladium to continue to take share from platinum in autocatalysts
- Growth in Chinese jewellery demand possible if recycling slows and marketing is extended
- Timing of Russian stock sales unknown
- Market to remain in surplus - fund and investor interest remain vital to the price performance

Forecast Palladium Price for the Next 6 Months



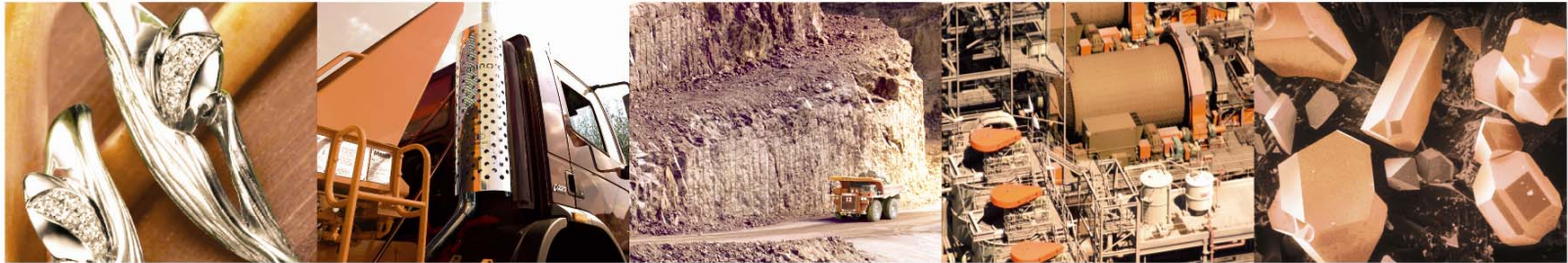
Forecast Palladium Price for the Next 6 Months





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Other pgm

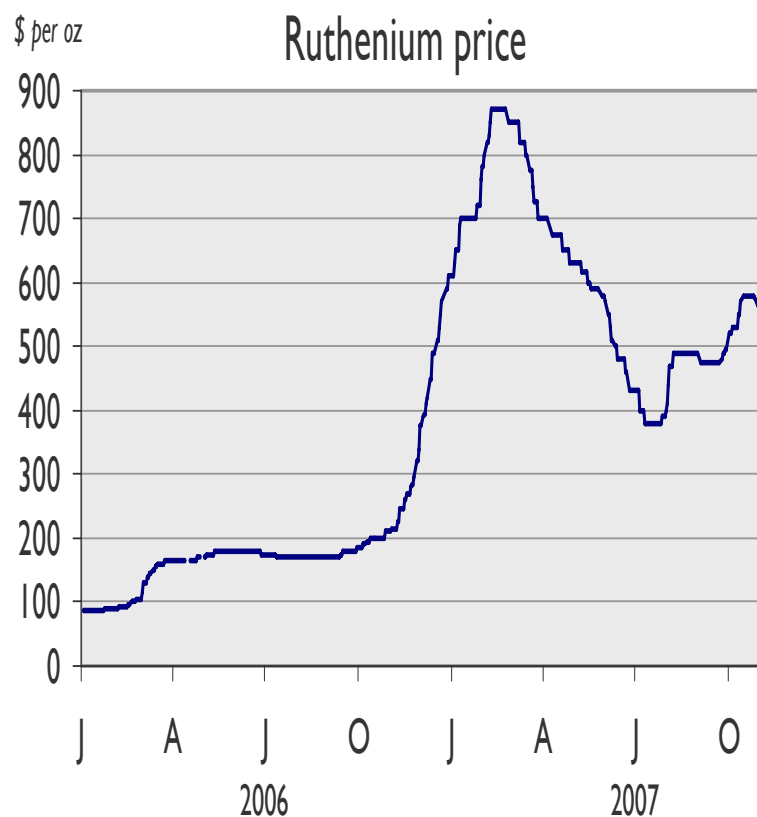


Rhodium



- Market to be in small deficit again in 2007
- Supplies to fall 20,000 oz to 804,000 oz due to lower Russian shipments
- Demand falls to 808,000 oz on lower glass sector demand
- Price supported by tightness and likely to remain at elevated levels

Ruthenium



- Demand to rise 53,000 oz to record 1.344 million oz
- PMR hard disk market share increases
- Expansion of refining capacity and concentration on reduction of inventory limits increase in demand



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