



PLATINUM AUSTRALIA LIMITED

ACN 093 417 942

3rd Floor, 18 Richardson Street, West Perth
Western Australia 6005

Telephone: (08) 9324 1491
Facsimile: (08) 9226 4259

PO Box 1083, West Perth
Western Australia 6872

Email: mail@platinumaus.com
Website: www.platinumaus.com

30 January 2004

QUARTERLY REPORT TO SHAREHOLDERS FOR THE PERIOD ENDED 31 DECEMBER, 2003

OPERATIONS

During the quarter Platinum Australia Limited ("PLA") completed an initial testwork program on the application of the "Panton Process" to a low grade platinum group metals ("PGM") concentrate from an undeveloped South African PGM deposit and achieved comparable results to those achieved on concentrates from the Panton Project. Recoveries ranged from approximately 80% for platinum to over 95% for palladium and gold.

This is considered extremely significant as the results achieved on this South African Project confirm that the "Panton Process" can be successfully applied to ores other than Panton.

The Company has continued to focus on identifying and evaluating potential PGM projects in South Africa is planning to undertake further testwork on the application of the "Panton Process" to a number of other ores from South Africa in the coming quarter.

CORPORATE

PLA successfully completed a 1 for 6 Non-Renounceable Entitlement Issue during the month which raised approximately \$2.3 million. The issue was at 20 cents and included a free attaching option on a 1:2 basis.

As a result of the Rights Issue the Anglo Pacific Group Plc. increased their holding in PLA to approximately 18.5% and the Lonmin holding has been diluted to 38%.

The Board recently announced the appointment of Mr William Alexander (Lex) Hansen as a Director of the Company, representing the interests of Anglo Pacific Group Plc. Lex brings more than 35 years experience in senior positions in the mining industry and will be a valuable asset to the Company.

* The six Platinum Group Metals (PGM's) are Platinum (Pt), Palladium, (Pd), Rhodium, (Rh), Iridium (Ir), Osmium (Os) and Ruthenium (Ru).

Appendix 5B

Mining Exploration Entity Quarterly Report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

PLATINUM AUSTRALIA LIMITED

ABN

99 093 417 942

Quarter ended ("current quarter")

31 December 2003

Consolidated Statement of Cash Flows

		Current quarter	Year to date (6 months)
		\$A'000	\$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(245)	(564)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(333)	(548)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	8	22
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	4	9
	Net Operating Cash Flows	(566)	(1081)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	(1)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	89
	(c) other fixed assets	-	4
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	Net investing cash flows	-	92
1.13	Total operating and investing cash flows (carried forward)	(566)	(989)

1.13	Total operating and investing cash flows (brought forward)	(566)	(989)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	36	36
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide detail if material) Fundraising Costs	(11)	(11)
	Net financing cash flows	25	25
	Net increase (decrease) in cash held	(541)	(964)
1.20	Cash at beginning of quarter/year to date	1065	1488
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	524	524

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	108
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Subsequent to the end of the quarter, the Company raised \$2.3 Million via a non-renounceable entitlement issue

Non-cash Financing and Investing Activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

Financing Facilities Available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	N/A	-
3.2 Credit standby arrangements	N/A	-

Estimated Cash Outflows for next Quarter

	\$A'000
4.1 Exploration and evaluation	773
4.2 Development	-
Total	1134

Reconciliation of Cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	50	99
5.2 Deposits at call	474	966
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	524	1065

Changes in Interests in Mining Tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	No Change		
6.2	Interests in mining tenements acquired or increased	No Change		

Issued and Quoted Securities at end of Current Quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	69,776,369	69,610,770		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	155,599			
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	34,290,450	34,446,049	Exercise price 20 Cents	Expiry date 1 September 2004
	20,000	-	47 Cents	3 April 2005
	1,000,000	-	20 Cents	29 October 2005
	120,000	-	43.5 Cents	14 March 2007
7.8 Issued during quarter				
7.9 Exercised during quarter	155,599	155,599	20 cents	1 September 2004
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance Statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 30 January 2004
(Company Secretary)

Print name: GILLIAN SWABY