

Lonmin today announces its production report and interim management statement for the three months and nine months to 30 June 2008 (unaudited).

Chief Executive, Brad Mills said "The effectiveness of our new Mining team is already being demonstrated and the detailed plans now in place will continue to improve performance. I am confident that we are now substantially better equipped to exploit Lonmin's unique and high quality PGM deposits."

Q3 Production

Metallurgical production for the third quarter was 188,350 ounces of Platinum and 369,674 ounces of total PGMs, an increase of 8.2% and 13.1% respectively on production through our Process Division for the third quarter of 2007. Sales for the period were 180,270 ounces of Platinum and 345,887 ounces of PGMs.

At our interim results on 8 May 2008, we announced that we had hired a new senior Mining management team led by Chris Sheppard. We also announced that this team was implementing a number of initiatives to optimise our Mining operations and increase efficiency, reliability and productivity. We are starting to see the benefits of these initiatives with our mining operations showing positive momentum in the third quarter delivering total tonnes mined of 3.2 million, an increase of 11.0% on the second quarter of the 2008 financial year. Tonnages declined by 12.0% on the same period in the prior year as a result of the continued impact of a number of safety related shutdowns (including section 54 shutdowns following two fatal accidents), the slower than anticipated ramp up of our mechanised shafts and our increased emphasis on accelerating ore reserve development across the operations, with development rates rising quarter on quarter.

The Marikana mining operations mined a total of 2.6 million tonnes from underground up 7.0% on the second quarter of 2008. Tonnages declined by 10.0% on the 2.9 million tonnes mined in the prior year period. Conventional underground operations contributed 2.3 million tonnes of ore in the quarter an increase of 5.3% on the second quarter of the financial year and a decrease of 15.0% on the 2.7 million tonnes mined for the same period in 2007.

Production from our mechanised shafts continued to increase with 0.3 million tonnes mined, an increase of 64.0% on the same period last year, contributing around 12% of our underground production from Marikana.

The concentrators produced a total of 184,919 saleable ounces of Platinum in concentrate for the quarter, an increase of 18.0% on the second quarter on 2008. Output was down 15.2% on the third quarter of the 2007 financial year primarily as a result of the lower throughput from the mines. Our improvement programmes in the concentrators showed encouraging results with overall recoveries up to 79.9% from 75.6% and underground recoveries at 82.4% up from 79.3% for the prior year period.

Nine Month Production

Total refined production for the nine months was 470,999 ounces of Platinum, a decrease of 9.1% on the prior year period. This reflects the lower level of throughput from the mines as well as the slower than anticipated release of metal in process across the Process Division. With no toll smelting in the period, production through our own processing facilities increased by 9.0% versus the 433,561 Platinum ounces processed in the first nine months of 2007.

Final metal sales for the nine months were 469,233 ounces of Platinum and 903,163 ounces of total PGMs, broadly flat on the prior year.

We mined a total of 9.2 million tonnes of ore in the first nine months of the year, a decline of 13% on the prior year period. Our Marikana operations contributed 8.5 million tonnes, a 12% decrease on the same period in 2007 with underground operations contributing 7.5 million tonnes. As previously reported underground production was principally impacted by safety related stoppages, the Eskom four day power outage in January, high levels of absenteeism particularly in the first half of the financial year and the slower than anticipated ramp up of our mechanised shafts.

Underground milled head grade was 4.65 grammes per tonne (5PGE+Au), 6.0% lower than the prior year partly as a result of ore mix issues including the increased percentage of lower grade development ore from the Marikana mechanised shafts. Opencast milled head grade was 3.51 grammes per tonne (5PGE+Au), a decline of 22.0% on the prior year as we milled more oxidised shallow material due to the short term reduced percentage of UG2 ore in the mix.

The concentrators produced a total of 531,812 saleable ounces of Platinum in concentrate for the nine months down 20.0% on the first nine months of the 2007 financial year reflecting the lower levels of throughput from the mines and lower opencast pit grades. Overall recoveries improved to 79.2% from 77.3% on the same period in 2007 and underground recoveries were up at 81.8% versus 80.7% last year.

2008 Sales Guidance

Since the half year, the Mining Division's forecast for metals in concentrate for the 2008 financial year has reduced by around 10,000 saleable ounces of Platinum principally as a result of safety related shutdowns including section 54 shutdowns experienced in the third quarter.

On 17 July 2008, we shut down our Merensky furnace following a matte run out through one of the tap holes. Investigations into the incident indicated that a matte build up had caused some damage to the inside of the furnace walls and, to ensure the safety of the vessel, we have elected to rebuild the furnace box. We currently expect to tap matte again from this furnace on 15 September 2008. In order to mitigate the impact of the shutdown and repairs on production, we have increased the power levels and throughput in the Number One furnace and are utilising two of our Pyromet furnaces.

This incident coupled with the seven day power down of the Number One furnace, which we announced on 30 June 2008, will result in the deferral of around 10,000 to 15,000 ounces of Platinum sales from the 2008 financial year to the 2009 financial year. These incidents have also impacted our ability to release all of the metal in process (both from closing stock at the end of the 2007 financial year and the build-up of additional stocks during the year) that we anticipated would flow through our system before the end of the financial year.

As a result of the timing issues around the release of metal in process, we now estimate that Platinum sales for the 2008 financial year will be around the current market consensus of circa 725,000 ounces of Platinum.

Other than as described above, and as noted in the press release this morning in respect of the pre-conditional offer by Xstrata, there have been no material events or transactions affecting Lonmin, and there has been no significant change in the financial position or performance of the Group since 31 March 2008 to the date of this report.

Enquiries:

Alex Shorland-Ball
Vice President, Investor Relations & Communications

+44 (0) 20 7201 6060

Disclaimer on Forward Looking Statements

This release contains statements that are forward looking, including statements relating to metallurgical production, mining operations, efficiency initiatives and our expectations regarding 2008 sales. Forward-looking statements are not based on historical facts, but rather on current expectations and projections about future events, and are therefore subject to risks and uncertainties which could cause actual results to differ materially from the future results expressed or implied by the forward-looking statements. Often, but not always, forward-looking statements may be identified by the use of forward-looking words such as "plans", "expects" or "does not expect", "is expected", "is subject to", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or statements that certain actions, events or results "may", "could", "should", "would", "might" or "will" be taken, occur or be achieved. Such statements are qualified in their entirety by the inherent risks and uncertainties surrounding future expectations. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Lonmin, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding Lonmin's present and future business strategies and the environment in which Lonmin will operate in the future. Among the important factors that could cause Lonmin's actual results, performance or achievements to differ materially from those in the forward-looking statements include, among others, levels of actual production during any period, levels of demand and market prices, the ability to produce and transport products profitably, the impact of foreign currency exchange rates on market prices and operating costs, interest rates, operational problems, industry trends, labour relations, political uncertainty and economic conditions in relevant areas of the world, the actions of competitors and activities by governmental authorities such as changes in taxation or regulation. Other than in accordance with its legal or regulatory obligations (including under the UK Listing Rules and the Disclosure and Transparency Rules of the Financial Services Authority), Lonmin is not under any obligation and Lonmin expressly disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

				3 months to 30 June 2008	3 months to 30 June 2007	9 months to 30 June 2008	9 months to 30 June 2007
Tonnes mined	Marikana	Underground - conventional	000	2,291	2,694	6,640	8,038
		Underground - M&A ¹	000	305	186	857	422
		Underground - total	000	2,596	2,880	7,497	8,460
		Opencast	000	370	472	994	1,176
		Total	000	2,966	3,352	8,491	9,636
	Limpopo	Underground	000	138	174	402	564
		Opencast	000	0	0	0	0
		Total	000	138	174	402	564
	Pandora attributable ²	Underground	000	28	32	96	92
		Opencast	000	77	82	178	232
		Total	000	105	114	273	324
	Lonmin Platinum	Underground	000	2,762	3,086	7,995	9,115
		Opencast	000	447	554	1,172	1,408
		Total	000	3,208	3,640	9,166	10,524

Tonnes milled³	Marikana	Underground	000	2,622	2,834	7,466	8,415
		Opencast	000	198	340	917	1,078
		Total	000	2,820	3,173	8,383	9,493
	Limpopo	Underground	000	199	198	405	595
		Opencast	000	0	0	0	0
		Total	000	199	198	405	595
	Pandora ⁴	Underground	000	66	75	225	217
		Opencast	000	147	194	338	530
		Total	000	212	270	563	747
	Ore purchases ⁵	Underground	000	0	3	0	75
		Opencast	000	0	20	30	20
		Total	000	0	23	30	95
	Lonmin Platinum	Underground	000	2,887	3,110	8,097	9,300
		<i>Head grade⁶</i>	<i>g/t</i>	<i>4.54</i>	<i>4.94</i>	<i>4.65</i>	<i>4.96</i>
		<i>Recovery rate⁷</i>	<i>%</i>	<i>82.4%</i>	<i>79.3%</i>	<i>81.8%</i>	<i>80.7%</i>
		Opencast	000	344	554	1,286	1,629
		<i>Head grade⁶</i>	<i>g/t</i>	<i>4.41</i>	<i>4.77</i>	<i>3.51</i>	<i>4.49</i>
		<i>Recovery rate⁷</i>	<i>%</i>	<i>58.5%</i>	<i>54.0%</i>	<i>57.4%</i>	<i>55.3%</i>
		Total	000	3,231	3,665	9,382	10,929
		<i>Head grade⁶</i>	<i>g/t</i>	<i>4.52</i>	<i>4.92</i>	<i>4.50</i>	<i>4.89</i>
<i>Recovery rate⁷</i>		<i>%</i>	<i>79.9%</i>	<i>75.6%</i>	<i>79.2%</i>	<i>77.3%</i>	

				3 months to 30 June 2008	3 months to 30 June Restated ⁸ 2007	9 months to 30 June 2008	9 months to 30 June Restated ⁸ 2007
Metals in concentrate ⁹	Marikana	Platinum	oz	165,757	192,751	485,300	589,855
		Palladium	oz	76,299	87,986	222,773	269,178
		Gold	oz	4,231	5,367	12,753	16,397
		Rhodium	oz	22,686	25,510	66,014	77,656
		Ruthenium	oz	35,236	40,237	101,915	124,191
		Iridium	oz	7,704	8,346	21,649	25,629
		Total PGMs	oz	311,913	360,196	910,404	1,102,906
		Nickel ¹⁰	MT	772	959	2,265	2,875
		Copper ¹⁰	MT	474	557	1,381	1,711
	Limpopo	Platinum	oz	7,594	8,613	16,183	27,372
		Palladium	oz	6,357	5,784	12,850	18,867
		Gold	oz	460	783	1,080	2,231
		Rhodium	oz	990	953	1,884	2,908
		Ruthenium	oz	1,426	1,516	2,728	4,569
		Iridium	oz	315	327	589	1,049
		Total PGMs	oz	17,141	17,975	35,314	56,996
		Nickel ¹⁰	MT	146	180	321	596
		Copper ¹⁰	MT	109	119	228	404
	Pandora ⁴	Platinum	oz	11,569	15,799	29,392	41,399
		Palladium	oz	5,236	7,223	13,384	19,219
		Gold	oz	96	142	229	368
		Rhodium	oz	1,583	2,110	4,061	5,817
		Ruthenium	oz	2,315	3,012	5,991	8,523
		Iridium	oz	421	695	1,036	1,893
		Total PGMs	oz	21,220	28,981	54,095	77,219
		Nickel ¹⁰	MT	13	18	38	48
		Copper ¹⁰	MT	7	9	18	26
	Ore purchases ⁵	Platinum	oz	0	1,018	937	3,693
		Palladium	oz	0	476	793	1,709
		Gold	oz	0	9	74	46
		Rhodium	oz	0	110	83	526
		Ruthenium	oz	0	128	107	798
		Iridium	oz	0	40	25	177
		Total PGMs	oz	0	1,782	2,019	6,949
		Nickel ¹⁰	MT	0	2	16	18
		Copper ¹⁰	MT	0	1	11	9
	Lonmin Platinum	Platinum	oz	184,919	218,182	531,812	662,318
		Palladium	oz	87,893	101,468	249,800	308,973
		Gold	oz	4,787	6,301	14,136	19,041
		Rhodium	oz	25,259	28,683	72,042	86,907
		Ruthenium	oz	38,977	44,893	110,742	138,082
Iridium		oz	8,440	9,407	23,299	28,749	
Total PGMs		oz	350,274	408,935	1,001,830	1,244,071	
Nickel ¹⁰		MT	931	1,159	2,641	3,537	
Copper ¹⁰		MT	590	685	1,637	2,151	

				3 months to 30 June 2008	3 months to 30 June 2007	9 months to 30 June 2008	9 months to 30 June 2007
Metallurgy	Lonmin refined Metal Production	Platinum	oz	188,350	174,128	470,999	433,561
		Palladium	oz	91,871	77,402	220,011	193,983
		Gold	oz	5,213	5,720	14,775	13,275
		Rhodium	oz	25,932	21,972	68,369	52,991
		Ruthenium	oz	46,539	40,855	109,302	83,443
		Iridium	oz	11,669	6,694	22,246	19,533
		Total PGMs	oz	369,574	326,772	905,702	796,786
	Toll refined metal production	Platinum	oz	0	60,910	0	84,782
		Palladium	oz	0	24,795	0	35,658
		Gold	oz	0	0	0	0
		Rhodium	oz	0	8,038	0	11,485
		Ruthenium	oz	0	13,331	0	18,740
		Iridium	oz	0	2,637	0	3,700
		Total PGMs	oz	0	109,712	0	154,365
	Total refined PGMs	Platinum	oz	188,350	235,037	470,999	518,344
		Palladium	oz	91,871	102,198	220,011	229,641
		Gold	oz	5,213	5,720	14,775	13,275
		Rhodium	oz	25,932	30,010	68,369	64,476
		Ruthenium	oz	46,539	54,187	109,302	102,183
		Iridium	oz	11,669	9,332	22,246	23,233
		Total PGMs	oz	369,574	436,484	905,702	951,152
	Base metals	Nickel¹¹	MT	960	1,502	2,282	3,106
		Copper¹¹	MT	567	755	1,361	1,580

Sales	Refined Metal Sales	Platinum	oz	179,803	202,096	464,533	475,287
		Palladium	oz	82,775	83,436	216,765	208,320
		Gold	oz	5,228	7,320	14,436	14,880
		Rhodium	oz	22,545	29,089	66,082	66,259
		Ruthenium	oz	44,704	46,684	110,644	103,176
		Iridium	oz	9,945	11,556	21,665	25,537
		Total PGMs	oz	345,000	380,181	894,127	893,459
	Concentrate and other ¹²	Platinum	oz	467	1,103	4,700	2,352
		Palladium	oz	189	613	2,022	1,109
		Gold	oz	10	(1,912)	107	125
		Rhodium	oz	71	157	829	203
		Ruthenium	oz	120	258	1,110	348
		Iridium	oz	30	42	270	64
		Total PGMs	oz	887	261	9,037	4,201
	Lonmin Platinum	Platinum	oz	180,270	203,199	469,233	477,639
		Palladium	oz	82,964	84,049	218,787	209,429
		Gold	oz	5,238	5,408	14,543	15,005
		Rhodium	oz	22,616	29,246	66,911	66,462
		Ruthenium	oz	44,824	46,942	111,754	103,524
		Iridium	oz	9,975	11,598	21,935	25,601
		Total PGMs	oz	345,887	380,442	903,163	897,660
		Nickel¹¹	MT	966	864	2,182	3,096
	Copper¹¹	MT	546	626	1,351	1,400	

				3 months to 30 June 2008	3 months to 30 June 2007	9 months to 30 June 2008	9 months to 30 June 2007
Prices	Average	Platinum	\$/oz	1,994	1,264	1,738	1,171
		Palladium	\$/oz	437	362	412	340
		Gold	\$/oz	883	662	864	624
		Rhodium	\$/oz	9,350	6,028	7,874	5,631
		Ruthenium	\$/oz	308	558	391	420
		Iridium	\$/oz	405	413	416	402
		Basket price of PGMs ¹³	\$/oz	1,820	1,309	1,658	1,190
		Nickel ¹¹	\$/MT	22,940	34,523	25,333	27,706
		Copper ¹¹	\$/MT	7,909	7,285	7,330	6,883
Exchange Rates	Average rate for period		R/\$	7.76	7.07	7.34	7.20
	Closing rate		R/\$	7.85	7.01	7.85	7.01

Notes:

- 1 M&A comprises ore produced by our ultra low profile mechanised equipment.
- 2 JV attributable tonnes mined includes Lonmin's share (42.5%) of the total tonnes mined on the Pandora joint venture.
- 3 Tonnes milled excludes slag milling.
- 4 Lonmin purchases 100% of the ore produced by the Pandora joint venture for onward processing which is included in downstream operating statistics.
- 5 Relates to the tonnes milled and derived metal in concentrate from third-party ore purchases.
- 6 Head Grade is the grammes per tonne (5PGE + Au) value contained in the tonnes milled and fed into the concentrator from the mines (excludes slag milled).
- 7 Recovery rate in the concentrators is the total content produced divided by the total content milled (excluding slag)
- 8 The metals in concentrate numbers for the prior year have been restated to adjust for a measurement error, discovered during the fourth quarter in the prior year, which occurred at one of our concentrators during the 2007 financial year.
- 9 Metals in concentrate includes slag and have been calculated at industry standard downstream processing losses.
- 10 Corresponds to contained base metals in concentrate.
- 11 Nickel is produced and sold as nickel sulphate crystals or solution and the volumes shown correspond to contained metal. Copper is produced as refined product but typically at LME grade C.
- 12 Concentrate and other sales have been adjusted to a saleable ounces basis using standard industry recovery rates.
- 13 Basket price of PGMs is based on the revenue generated from the actual PGMs sold in the period.