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MVL - Mvela Resources - Trading Statement

MVELAPHANDA RESOURCES LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 1980/001395/06)

Share code: MVL

ISIN: ZAE000050266

("Mvela Resources" or the "company")

TRADING STATEMENT

In terms of the JSE Limited Listings Requirements, companies are required to publish a trading statement as soon as they are reasonably certain that the financial results for the current reporting period will differ by more than 20% from those of the previous corresponding reporting period. In light of the aforementioned requirements, shareholders are advised that Mvela Resources (or "the group") expects basic earnings of between 215 cents per share and 235 cents per share for the six months ended 31 December 2008. This compares with a basic loss of 114 cents per share, reported for the year ended 30 December 2007. Earnings have largely been impacted by a significant change in the accounting treatment of Northam, which makes comparison with the previous reporting period extremely difficult. Pursuant to the completion of the Booyensdal Transaction in August 2008, Mvela Resources shareholding in Northam increased from 22% to 63% and as a result, from September 2008, Northam has been consolidated in Mvela Resources' accounts instead of being equity accounted, which was the previous treatment.

An 8% decline in Gold Field's share price during the six-month period and fair value adjustments related to the consolidation of Northam in Mvela Resources accounts, have also had a meaningful impact on earnings. These fair value adjustments have no impact on the group's cash flows.

In compliance with the Listings Requirements of the JSE Limited, the interim financial results will be reported in accordance with International Financial Reporting Standards ("IFRS"). The group's interim results are expected to be released on or about 19 February 2009.

The information on which this trading statement is based has not been reviewed or reported on by the company's auditors.

ENDS

Johannesburg

17 February 2009

Sponsor

JP Morgan Equities

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