



**RESULTS FOR THE
QUARTER ENDED
30 JUNE 2003**

HIGHLIGHTS – June 2003 Quarter

- ✓ Headline earnings increased by 19%, from 126 cps to 150 cps
- ✓ Cash operating income of R144,5 million
- ✓ Cash operating income margin of 21%
- ✓ Cash operating cost remained at approximately R68 000/kg
- ✓ Gold production increased by 4% or 299 kilograms
- ✓ ARMgold/Harmony merger process on track

“We Do It Better”

AFRICAN RAINBOW MINERALS GOLD LIMITED
(Incorporated in the Republic of South Africa)
(Registration number: 1997/015869/06)
(Share code: AOD ISIN ZAE000039244)
("ARMgold" or "the Company")

www.armgold.com

SHARE CODE: AOD

EXECUTIVE CHAIRMAN'S REVIEW

"A solid quarter for ARMgold, with an increase in gold production negated by the stronger Rand.

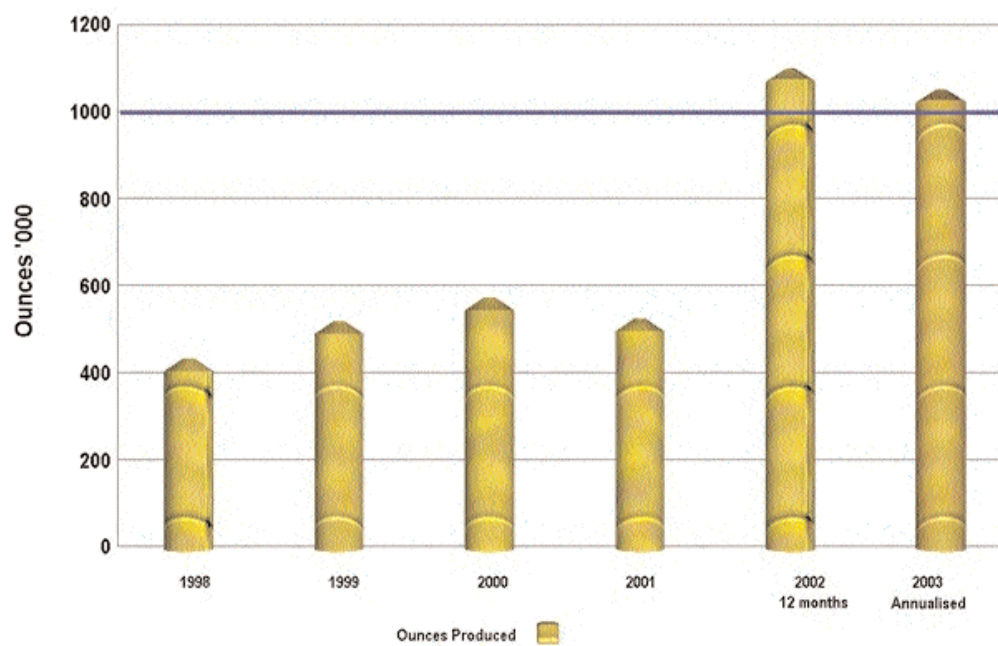
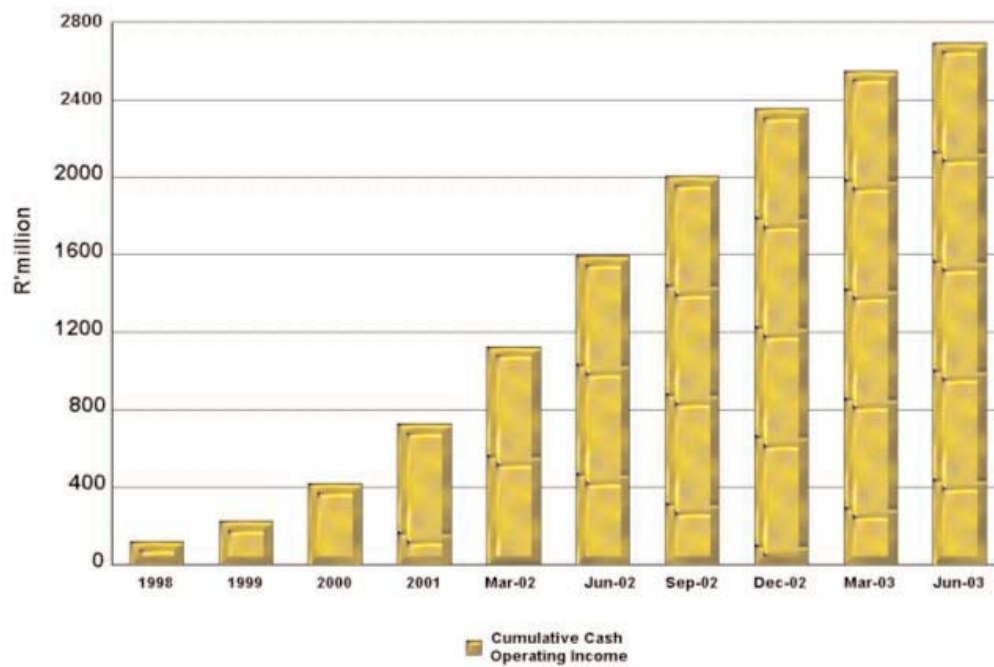
ARMgold has achieved its objectives and exceeded the predicted results contained in its prospectus, thereby creating even more value for its shareholders."

RESULTS FOR THE JUNE 2003 QUARTER

- ✓ Cash operating income decreased by 26%, due to the decrease of 8% in the Rand gold price received.
- ✓ Cash operating costs increased by 4%, mainly due to voluntary shifts worked at Freegold operations, as a result of the public holidays, and retrenchment costs incurred at the Orkney operations.
- ✓ The increase in production, of 299 kilograms, resulted in the R/kg cash cost remaining virtually unchanged.
- ✓ ARMgold achieved a fatality free quarter and has seen significant improvements in all safety indices since the inception of the company.

REFLECTIONS ON THE LAST 18 MONTHS

- ✓ Gold production exceeded the 48 429 kilograms predicted in the prospectus by 2%, to 49 565 kilograms.
- ✓ Cash operating income margin was 40%, compared to the 41% as anticipated in the prospectus. This was achieved notwithstanding the lower Rand gold price received.
- ✓ Cash operating income amounted to R2 billion.
- ✓ Cash operating cost was approximately R60 000/kg.
- ✓ Headline earnings of 1 449 cps was achieved.
- ✓ Cash on hand amounted to R1,2 billion.

EARNINGS AND GROWTH SINCE INCEPTION

ARMGOLD/HARMONY MERGER

- ✓ The Competition Tribunal unconditionally approved the ARMgold/Harmony merger on 16 July 2003. Subject to the approval by the shareholders on 1 September 2003, final court approval is scheduled for 9 September 2003, whereafter ARMgold will be delisted on 23 September 2003.
- ✓ New Harmony will, inter alia:-
 - become South Africa's largest gold producer and the fifth largest globally, producing approximately 4 million ounces per annum;
 - be recognised as a role model for empowerment in the mining industry;
 - remain a focused gold mining company;
 - retain its focus on maintaining its successful track record, the upliftment of its employees and of the people and communities that support the industry, which is one of the fundamental pillars of the mining charter;
 - continue with its best practices, structures and philosophies, as implemented at Freegold during the past 18 months;
 - continue with its culture of a flat management style; and
 - remain a low cost gold producer which will, in turn, unlock further value and wealth to its shareholders.

STRATEGIC INVESTMENT

Acquiring a 34,5% Stake in Avmin

- On 2 May 2003, ARMgold and Harmony announced details of their 50/50 Joint Venture for the acquisition of a 34,5% stake in Avmin.
- Based on a value of R43,50 per share, an amount of R1,7 billion was paid in cash.
- The rationale for the acquisition was that the newly merged Harmony will own an effective strategic investment of 14,6% in Avgold, which operates the Target gold mine in the Free State Province.
- On 15 July 2003, Harmony announced that it had acquired an additional 11,5% stake in Avgold from Anglo American, thereby increasing its effective holding in Avgold to 26,1%.

SALIENT FEATURES**Unaudited**

| Line No | Calendar Year 2001 | 18 Months Jan-02 to Jun-03 | Consolidated | Quarter ended Mar 2003 | Quarter ended Jun 2003 | Variance | % Change |
|---------|--------------------|----------------------------|-----------------------------------|------------------------|------------------------|----------|----------|
| 1 | 2 400 | 10 371 | Tonnes milled ('000) | 1 808 | 1 785 | (23) | (1) |
| 2 | 16 292 | 49 565 | Gold produced | 7 667 | 7 966 | 299 | 4 |
| 3 | 524 | 1 594 | – kg | 247 | 256 | 9 | 4 |
| | | | – oz '000 | | | | |
| 4 | 72 546 | 99 785 | Gold price received | 93 717 | 86 550 | (7 167) | (8) |
| 5 | 258 | 328 | – R/kg | 357 | 354 | (3) | (1) |
| | | | – US\$/oz | | | | |
| 6 | 8,76 | 9,47 | Exchange rate US\$1=R | 8,17 | 7,61 | (0,56) | (7) |
| 7 | 1 181,9 | 4 945,7 | Revenue | 718,5 | 689,4 | (29) | (4) |
| 8 | 134,9 | 522,3 | – R million | 88,0 | 90,6 | 3 | 3 |
| | | | – US\$ million | | | | |
| 9 | 873,2 | 2 981,5 | Cash operating cost | 522,1 | 544,9 | (23) | (4) |
| 10 | 53 600 | 60 154 | – R million | 68 096 | 68 412 | (316) | (0) |
| 11 | 364 | 287 | – R/kg | 289 | 305 | (16) | (6) |
| 12 | 99,7 | 314,9 | – R/tonne | 63,9 | 71,6 | (8) | (12) |
| 13 | 190 | 198 | – US\$ million | 259 | 280 | (21) | (8) |
| 14 | 38 | 28 | – US\$/oz | 32 | 36 | (4) | (13) |
| | | | – US\$/ton | | | | |
| 15 | 308,7 | 1 964,2 | Cash operating income | 196,4 | 144,5 | (52) | (26) |
| 16 | 35,2 | 207,4 | – R million | 24,1 | 19,0 | (5) | (21) |
| | | | – US\$ million | | | | |
| 17 | 111,5 | 1 237,1 | Headline earnings | 120,1 | 142,8 | 23 | 19 |
| 18 | 12,8 | 130,6 | – R million | 14,7 | 18,7 | 4 | 27 |
| | | | – US\$ million | | | | |
| 19 | 265 | 1 499 | Earnings per share – cents | 131 | 180 | 49 | 37 |
| 20 | 223 | 1 449 | – Basic earnings | 126 | 150 | 24 | 19 |
| | | | – Headline earnings | | | | |

CHIEF EXECUTIVE OFFICER'S REVIEW

OPERATIONAL REVIEW

CONSOLIDATED

Comparisons on a quarter on quarter basis

Tonnage decreased marginally by 1%, from 1 808 000 tonnes to 1 785 000 tonnes. Recovery grade was higher at 4,46g/tonne compared to the 4,24g/tonne the previous quarter. Accordingly, net gold recovery increased by 299 kilograms to 7 966 kilograms.

Cash operating income decreased by 26%, from R196,4 million to R144,5 million, mainly due to:

- a lower Rand gold price received, from R93 717/kg to R86 550/kg, which was 8% lower when compared to the previous quarter, resulting in a decrease in revenue of 4%, or R55 million. This decrease was partially off-set by a 4% increase in gold produced, amounting to R26 million;
- cash operating costs increased by 4%, from R522,1 million to R544,9 million. This was mainly due to the increase in underground production, voluntary shifts worked at the Freegold operations as a result of the public holidays, and retrenchment costs incurred at the Orkney operations.

Cash operating cost remained virtually unchanged at approximately R68 000/kg.

In spite of the decrease in cash operating income, income for the period increased by 37%. This can mainly be attributed to the following:

- decrease in amortisation, due to the extended life of mines as a result of the ore reserve review, June 2003;
- attributable income from an associate company, amounting to R21 million; and
- a decrease of R63 million in the tax provision, mainly due to the final approval of the tax values of the Freegold Assets, which resulted in adjustments to the mining and deferred tax charges.

At 30 June 2003 cash on hand amounted to R1,2 billion after;

- the payment of R340 million to AngloGold (in respect of taxation payable by them as a result of the sale of Freegold);
- the payment of R850 million for the acquisition of a 17,5% stake in Avmin; and
- the six-monthly loan repayment of R90 million.

ORKNEY OPERATIONS

Tonnage increased by 5%, from 405 000 tonnes to 427 000 tonnes. Recovery grade was higher at 7,03g/tonne compared to the 6,71g/tonne the previous quarter. Accordingly, net gold recovery increased by 11%, from 2 718 kilograms to 3 005 kilograms.

Cash operating income decreased by 9%, from R60,5 million to R54,9 million, mainly due to a decrease of R6 492/kg, to R86 687/kg, in the Rand gold price received. This was partially offset by an increase of 287 kilograms produced. Overall, excellent production performances were achieved at all shafts.

Cash operating cost increased by 7%, or R13 million, from R193 million to R206 million, mainly due to retrenchment costs and the increase in gold production. R/kg cash operating costs decreased by 4% to R68 428/kg, or R481/tonne.

- No. 1 Shaft:
 - has reached the end of its life and will be closed by the end of the next quarter,
 - this shaft will be returned to AngloGold, in terms of an existing agreement between the two companies.
- No. 2 Shaft:
 - gold production for the quarter did not reduce by the expected 150 kilograms per month (as reported during the previous quarter), but, instead, increased by 46 kilograms per month, or 138 kilograms for the quarter,
 - it is, however, expected that the reduction in gold production, of 150 kilograms per month, will materialise in the near future.

OPERATIONAL REVIEW

Consolidated

Comparisons on a quarter on quarter basis

WELKOM OPERATIONS

The turnaround strategy yielded 5% more tonnage and 3% more gold. Recovery grade was 2% lower at 3,18g/tonne, compared to the 3,24g/tonne for the previous quarter.

The lower Rand gold price received, of R85 731/kg, and the 3% increase in the R/kg cash operating cost, from R103 971/kg to R107 074/kg, resulted in a net loss of R10,5 million.

Improvements are in line with the turnaround strategy and progress of the operations will be closely monitored to restore profitability during the next two quarters.

FREEGOLD OPERATIONS (ATTRIBUTABLE)

Cash operating income decreased by 29%, or R41 million, from R141 million to R100 million mainly due to;

- the lower Rand gold price received, which resulted in a decrease in revenue of R34 million;
- the increase in cash operating cost of 3%, from R280 million to R287 million, mainly due to voluntary shifts worked on public holidays during the quarter.

Gold production was in line with the previous quarter and 4 472 kilograms were recorded. Underground tonnage increased by 5%, or 30 000 tonnes, to 611 000 tonnes. Underground recovery grade was lower at 6,70g/tonne compared to the 6,97g/tonne reported previously. Net underground gold recovery was higher at 4 092 kilograms.

Whilst underground working costs, in R/kg terms, increased by 3% to R64 343/kg, working costs, in R/tonne terms, were lower at R431/tonne.

Due to a higher cut-off grade of 0,65g/tonne, less surface tonnes were milled (594 000 tonnes). This resulted in a decrease of 39 kilograms compared to the 420 kilograms recovered during the March 2003 quarter.

St. Helena Mine is busy with its restructuring programme to restore profitability. It is expected that the effect of the restructuring will be evident during the next quarter.

Freegold recorded its first fatality free quarter since the takeover by the Joint Venture on 1 January 2002.

RE-ORGANISATION OF OPERATIONS

As an unhedged producer, ARMgold is directly exposed to the gold price, the Rand/US dollar exchange rate and the resultant economic influences thereof. However, its flat management structure and operating philosophy allows it to adapt quickly to changes in the environment. The strengthening of the Rand and depletion of ore reserves necessitated the restructuring of ARMgold's operations, which will in return, optimise returns in its existing and newly acquired operations.

CAPITAL PROJECTS

Tshepong Sub 66 Decline Project:

- Work at the Sub 66 Decline Project is progressing well.
- The sinking of the decline commenced during the quarter and is on track for completion by March 2004.
- An amount of R106,8 million has been committed with actual expenditure of R22,2 million incurred to date.

Phakisa Project:

- Site establishment commenced during the quarter.
- Tenders for the main contract will close on 11 August 2003.
- Sinking will commence early November 2003.

Nyala Project:

- Restarting of operations is on schedule.
- Changes to the shaft are scheduled to commence in November 2003.
- Development of the shaft pillar has commenced.

ORE RESERVE STATEMENT AS AT 30 JUNE 2003

- Resource base increased by 219%, or 62Moz, compared to December 2002, due to the a decrease in the cut-off grade, from approximately 450 cmg/tonne to 250 cmg/tonne and the inclusion of 11,5Moz attributed from Phakisa.
- Reserve base increased by 39%, or 3,3Moz, compared to December 2002, mainly due to the inclusion of 2,3Moz attributed from Phakisa.

ATTRIBUTABLE MINERALS RESERVES AND RESOURCES*

| As at | | 31 December 2002 | 30 June 2003 |
|------------------------------|----------------|-----------------------------|-------------------------|
| Gold price | R/kg | R95 000 | R93 000 |
| Exchange rate | Average R/US\$ | R9,28 | R8,50 |
| Resource including projected | (Moz) | 28,3 | 90,3 |
| Reserve base | (Moz) | 8,5 | 11,8 |

*(As audited by SRK)

BASIS OF ACCOUNTING

The unaudited results for the quarter and the 18 months have been prepared on the historical costs basis in accordance with the South African Statements of Generally Accepted Accounting Practice. The accounting policies are, in all material respects, consistent with the annual financial statements for the year ended 31 December 2001.

AUDIT REVIEW

The results for the 18 months period have been reviewed in terms of Rule 3,23 on the listing requirements of the JSE Securities Exchange SA by the Company's Auditors, PricewaterhouseCoopers Inc. This review option is available on request from the Company's Secretary.

OPERATING RESULTS

Unaudited

| Line No. | | | | ARMgold | | | FREEGOLD | | TOTAL |
|----------|------------------------------------|-------------|---------------|-------------------|-------------------|---------------|----------------|-------------------------|---------------|
| | | | | Orkney Operations | Welkom Operations | Total Company | Total Freegold | Attributable to ARMgold | Con-solidated |
| 1 | Ore milled | – t'000 | Jun-03 | 427 | 154 | 581 | 2 409 | 1 204 | 1 785 |
| 2 | | | Mar-03 | 405 | 147 | 552 | 2 512 | 1 256 | 1 808 |
| 3 | | Jun vs Mar | % Change | 5 | 5 | 5 | (4) | (4) | (1) |
| 4 | Yield | – g/tonne | Jun-03 | 7,03 | 3,18 | 6,01 | 3,71 | 3,71 | 4,46 |
| 5 | | | Mar-03 | 6,71 | 3,24 | 5,79 | 3,56 | 3,56 | 4,24 |
| 6 | | Jun vs Mar | % Change | 5 | (2) | 4 | 4 | 4 | 5 |
| 7 | Gold produced | – kg | Jun-03 | 3 005 | 490 | 3 494 | 8 944 | 4 472 | 7 966 |
| 8 | | | Mar-03 | 2 718 | 477 | 3 195 | 8 945 | 4 472 | 7 667 |
| 9 | | Jun vs Mar | % Change | 11 | 3 | 9 | 0 | 0 | 4 |
| 10 | Ounces produced | – oz'000 | Jun-03 | 96 | 16 | 112 | 288 | 144 | 256 |
| 11 | | | Mar-03 | 88 | 15 | 103 | 288 | 144 | 247 |
| 12 | | Jun vs Mar | % Change | 10 | 7 | 10 | (0) | (0) | 4 |
| 13 | Cash operating revenue – R million | | Jun-03 | 260,4 | 42,0 | 302,4 | 774,1 | 387,0 | 689,4 |
| 14 | | | Mar-03 | 253,3 | 44,4 | 297,7 | 841,6 | 420,8 | 718,5 |
| 15 | | Jun vs Mar | % Change | 3 | (5) | 2 | (8) | (8) | (4) |
| 16 | Cash operating costs – R million | | Jun-03 | 205,6 | 52,4 | 258,0 | 573,9 | 286,9 | 544,9 |
| 17 | | | Mar-03 | 192,8 | 49,6 | 242,4 | 559,4 | 279,7 | 522,1 |
| 18 | | Jun vs Mar | % Change | (7) | (6) | (6) | (3) | (3) | (4) |
| 19 | Cash operating income – R million | | Jun-03 | 54,9 | (10,5) | 44,4 | 200,2 | 100,1 | 144,5 |
| 20 | | | Mar-03 | 60,5 | (5,2) | 55,3 | 282,2 | 141,1 | 196,4 |
| 21 | | Jun vs Mar | % Change | (9) | (102) | (20) | (29) | (29) | (26) |
| 22 | Cash operating costs – R/kg | | Jun-03 | 68 428 | 107 074 | 73 844 | 64 166 | 64 166 | 68 412 |
| 23 | | | Mar-03 | 70 924 | 103 971 | 75 858 | 62 536 | 62 536 | 68 096 |
| 24 | | Jun vs Mar | % Change | (4) | (3) | 3 | (3) | (3) | 0 |
| 25 | Cash operating costs – US\$/oz | | Jun-03 | 280 | 438 | 302 | 258 | 258 | 280 |
| 26 | | | Mar-03 | 270 | 396 | 289 | 238 | 238 | 259 |
| 27 | | Jun vs Mar | % Change | (4) | (11) | (4) | (10) | (10) | (8) |
| 28 | Cash operating costs – R/tonne | | Jun-03 | 481 | 340 | 444 | 238 | 238 | 305 |
| 29 | | | Mar-03 | 476 | 336 | 439 | 223 | 223 | 289 |
| 30 | | Jun vs Mar | % Change | (1) | (1) | (1) | (7) | (7) | (6) |
| 31 | Capital | – R million | Jun-03 | (2,6) | 15,4 | 12,8 | 52,1 | 26,0 | 38,9 |
| 32 | | | Mar-03 | 8,9 | 0,5 | 9,4 | 24,2 | 12,1 | 21,5 |
| 33 | | Jun vs Mar | % Change | 129 | (2 980) | (36) | (115) | (115) | (77) |
| 34 | Exchange rate | –US\$1 | Jun-03 | 7,61 | 7,61 | 7,61 | 7,61 | 7,61 | 7,61 |
| 35 | | | Mar-03 | 8,17 | 8,17 | 8,17 | 8,17 | 8,17 | 8,17 |
| 36 | | Jun vs Mar | % Change | (7) | (7) | (7) | (7) | (7) | (7) |

OPERATING RESULTS

Rand/Metric

| Line No. | Calendar Year 2001 Unaudited | 18 Months Jan 2002 to Jun 2003 Unaudited | Consolidated for the period | | Quarter ended Mar 2003 Unaudited | Quarter ended Jun 2003 Unaudited | Variance | % Change |
|----------|---------------------------------|---|-----------------------------|-----------------------|-------------------------------------|-------------------------------------|----------|----------|
| 1 | 2 400 | 6 839 | Ore milled – tonnes '000 | – underground | 1 134 | 1 192 | 58 | 5 |
| 2 | 0 | 3 532 | | – surface | 674 | 593 | (81) | (12) |
| 3 | 2 400 | 10 371 | | – total | 1 808 | 1 785 | (23) | (1) |
| 4 | 6,79 | 6,91 | Yield – g/tonne | – underground | 6,39 | 6,36 | (0,03) | (0) |
| 5 | 0,00 | 0,66 | | – surface | 0,62 | 0,64 | 0,02 | 3 |
| 6 | 6,79 | 4,78 | | – average | 4,24 | 4,46 | 0,22 | 5 |
| 7 | 16 292 | 47 233 | Gold produced – kg | – underground | 7 246 | 7 585 | 339 | 5 |
| 8 | 0 | 2 332 | | – surface | 421 | 381 | (40) | (10) |
| 9 | 16 292 | 49 565 | | – total | 7 667 | 7 966 | 299 | 4 |
| 10 | 72 546 | 99 785 | Gold price | – R/kg | 93 717 | 86 550 | (7167) | (8) |
| 11 | 8,76 | 9,47 | Exchange rate | – R/US\$ | 8,17 | 7,61 | (0,56) | (7) |
| 12 | 364 | 287 | Total cash operating costs | – R/tonne | 289 | 305 | (16) | (6) |
| 13 | 53 600 | 60 154 | | – R/kg | 68 096 | 68 412 | (316) | (0) |
| 14 | 55 924 | 64 284 | Total production costs | – R/kg | 73 054 | 71 774 | 1 280 | 2 |
| 15 | 40 | 172 | Capital expenditure | – R million | 22 | 39 | (17) | (77) |
| 16 | 168 | 169 | Productivity per employee | – g/TEC | 156 | 165 | 9 | 6 |
| 17 | 4,4 | 4,3 | | – m ² /TEC | 4,4 | 4,6 | 0,2 | 5 |
| 18 | 25 | 35 | | – tonnes/TEC | 37 | 37 | 0 | 0 |

FINANCIAL RESULTS**ABRIDGED INCOME STATEMENT**

Rand

| Line No. | Calendar Year 2001 Audited R million | 18 months Jan 2002 to Jun 2003 Reviewed R million | Consolidated for the period | | Quarter ended Mar 2003 Unaudited R million | Quarter ended Jun 2003 Unaudited R million | Variance R million | % Change |
|----------|--|---|---|--|--|--|-----------------------|----------|
| 1 | 1 181,9 | 4 945,7 | Gold revenue | | 718,5 | 689,4 | (29) | (4) |
| 2 | 873,2 | 2 981,5 | Cash operating costs | | 522,1 | 544,9 | (23) | (4) |
| 3 | 308,7 | 1 964,2 | Cash operating income | | 196,4 | 144,5 | (52) | (26) |
| 4 | 0,0 | 1,1 | Post retirement benefits | | 0,0 | 0,0 | 0 | 0 |
| 5 | (2,6) | 29,0 | Rehabilitation costs | | 6,6 | 3,6 | 3 | 45 |
| 6 | 40,5 | 175,7 | Amortisation and Depreciation | | 31,4 | 23,1 | 8 | 26 |
| 7 | 270,8 | 1 758,4 | Operating income | | 158,4 | 117,8 | (41) | (26) |
| 8 | 26,5 | 60,3 | Corporate expenditure | | 14,1 | 8,2 | 6 | 42 |
| 9 | 53,6 | 0,0 | Tribute expenditure | | 0,0 | 0,0 | 0 | 0 |
| 10 | 190,7 | 1 698,1 | Mining income | | 144,3 | 109,6 | (35) | (24) |
| 11 | 6,0 | 45,3 | Other income | | 6,7 | 7,4 | 1 | 10 |
| 12 | 19,3 | 167,2 | Net finance income | | 49,5 | 45,1 | (4) | (9) |
| 13 | 0,0 | 21,1 | Income from associates | | 0,0 | 21,1 | 21 | 100 |
| 14 | 216,0 | 1 931,7 | Income before taxation | | 200,5 | 183,2 | (17) | (9) |
| 15 | 83,5 | 651,9 | Taxation | | 74,9 | 11,5 | 63 | 85 |
| 16 | 132,5 | 1 279,8 | Income for the period | | 125,6 | 171,7 | 46,1 | 37 |
| 17 | 0,0 | 42,7 | Adjustments: | | | | | |
| 18 | 21,0 | 0,0 | – Profit on sale of mining assets | | 5,5 | 28,9 | 23 | 425 |
| 19 | 111,5 | 1 237,1 | – Profit on long-term borrowings waived | | 0,0 | 0,0 | 0 | 0 |
| 20 | | | Headline earnings | | 120,1 | 142,8 | 23 | 19 |
| 21 | | | Earnings per share - cents | | | | | |
| 22 | 265 | 1 499 | – Basic earnings | | 131 | 180 | 49 | 37 |
| 23 | 223 | 1 449 | – Headline earnings | | 126 | 150 | 24 | 19 |
| 24 | 40 000 | 3,60 | Dividends per share - cents | | 0 | 0 | 0 | 0 |
| 25 | 0,50 | 85,40 | Calculated number of shares in issue | | | | | |
| 26 | | | - Weighted average (million) | | 95,50 | 95,50 | 0,00 | 0 |

OPERATING RESULTS

Dollar/Imperial

| Line No. | Calendar Year 2001 Unaudited | 18 Months Jan 2002 to Jun 2003 Unaudited | Consolidated for the period | Quarter ended Mar 2003 Unaudited | Quarter ended Jun 2003 Unaudited | Variance | % Change |
|----------|---------------------------------|---|-----------------------------|-------------------------------------|-------------------------------------|----------|----------|
| 1 | 2 646 | 7 539 | Ore milled – tonnes '000 | 1 250 | 1 314 | 64 | 5 |
| 2 | 0,0 | 3 893 | – underground | 743 | 654 | (89) | (12) |
| 3 | 2 646 | 11 432 | – surface | 1 993 | 1 968 | (25) | (1) |
| 4 | 0,198 | 0,201 | Yield – oz/t | 0,186 | 0,186 | (0) | 0 |
| 5 | 0,000 | 0,019 | – underground | 0,019 | 0,018 | (0) | 0 |
| 6 | 0,198 | 0,139 | – surface | 0,124 | 0,130 | 0 | 5 |
| 7 | 524 | 1 519 | Gold produced – oz'000 | 233 | 244 | 11 | 5 |
| 8 | 0,0 | 75 | – underground | 14 | 12 | (2) | (19) |
| 9 | 524 | 1 594 | – surface | 247 | 256 | 9 | 4 |
| 10 | 258 | 328 | Gold price | 357 | 354 | (3) | (1) |
| 11 | 8,76 | 9,47 | Exchange rate | 8,17 | 7,61 | (1) | (7) |
| 12 | 38 | 28 | Total cash operating costs | 32 | 36 | (4) | (13) |
| 13 | 190 | 198 | – US\$/oz | 259 | 280 | (21) | (8) |
| 14 | 199 | 211 | Total production costs | 278 | 293 | (15) | (5) |
| 15 | 4,5 | 18,2 | Capital expenditure | 2,6 | 5,1 | (3) | (96) |
| 16 | 5,4 | 5,4 | Productivity per employee | 5,0 | 5,3 | 0 | 6 |
| 17 | 47,4 | 46,4 | – oz/TEC | 47,6 | 49,8 | 2 | 5 |
| 18 | 27,6 | 39,0 | – ft ² /TEC | 40,6 | 40,8 | 0 | 0 |

FINANCIAL RESULTS

ABRIDGED INCOME STATEMENT

Dollar

| Line No. | Calendar Year 2001 Audited US\$ million | 18 Months Jan 2002 to Jun 2003 Reviewed US\$ million | Consolidated for the period | Quarter ended Mar 2003 Unaudited US\$ million | Quarter ended Jun 2003 Unaudited US\$ million | Variance US\$ million | % Change |
|----------|---|--|--|---|---|--------------------------|----------|
| 1 | 134,9 | 522,3 | Gold revenue | 88,0 | 90,6 | 3 | 3 |
| 2 | 99,7 | 314,9 | Cash operating costs | 63,9 | 71,6 | (8) | (12) |
| 3 | 35,2 | 207,4 | Cash operating income | 24,1 | 19,0 | (5) | (21) |
| 4 | 0,0 | 0,1 | Post retirement benefits | 0,0 | 0,0 | 0 | 0 |
| 5 | (0,3) | 3,1 | Rehabilitation costs | 0,8 | 0,5 | 0 | 38 |
| 6 | 4,6 | 18,5 | Amortisation and Depreciation | 3,9 | 3,1 | 1 | 21 |
| 7 | 30,9 | 185,7 | Operating income | 19,4 | 15,4 | (4) | (21) |
| 8 | 3,0 | 6,4 | Corporate expenditure | 1,7 | 1,1 | 1 | 35 |
| 9 | 6,1 | 0,0 | Tribute expenditure | 0,0 | 0,0 | 0 | 0 |
| 10 | 21,8 | 179,3 | Mining income | 17,7 | 14,3 | (3) | (19) |
| 11 | 0,7 | 4,9 | Other income | 0,8 | 1,0 | 0 | 25 |
| 12 | 2,2 | 17,6 | Net finance income | 6,1 | 5,9 | 0 | (3) |
| 13 | 0,0 | 2,2 | Income from associates | 0,0 | 2,8 | 3 | 100 |
| 14 | 24,7 | 204,0 | Income before taxation | 24,6 | 24,0 | (1) | (2) |
| 15 | 9,5 | 68,9 | Taxation | 9,2 | 1,5 | 8 | 84 |
| 16 | 15,2 | 135,1 | Income for the period | 15,4 | 22,5 | 7 | 46 |
| 17 | 0,0 | 4,5 | Adjustments: | 0,7 | 3,8 | 3 | 443 |
| 18 | 2,4 | 0,0 | – Profit on sale of mining assets | 0,0 | 0,0 | 0 | 0 |
| 19 | 12,8 | 130,6 | Headline earnings | 14,7 | 18,7 | 4 | 27 |
| 20 | 30 | 158 | Earnings per share – US\$ cents | 16 | 24 | 8 | 50 |
| 21 | 25 | 153 | – Basic earnings | 15 | 20 | 5 | 33 |
| 22 | 3 333 | 0,32 | Dividends per share – US\$ cents | 0,0 | 0,0 | 0,0 | 0 |
| 23 | 0,50 | 85,40 | Calculated number of shares in issue | 95,50 | 95,50 | 0,00 | 0 |
| 24 | 8,76 | 9,47 | – Weighted average (million) | 8,17 | 7,61 | (1) | (7) |
| | | | Exchange rate = N.Y. noon buying rates | | | | |

ABRIDGED BALANCE SHEET

Rand

| Line No. | CONSOLIDATED as at | 31 Dec 2001 Audited R million | 31 Dec 2002 Audited R million | 31 Mar 03 Unaudited R million | 30 Jun 03 Reviewed R million |
|----------|--|-------------------------------------|-------------------------------------|-------------------------------------|------------------------------------|
| | ASSETS | | | | |
| 1 | Non-current assets | 85,9 | 1 604,4 | 1 570,6 | 2 768,3 |
| 2 | Current assets | 206,7 | 2 299,9 | 2 575,6 | 1 396,6 |
| 3 | Cash and cash equivalents | 117,6 | 2 137,9 | 2 397,4 | 1 157,8 |
| 4 | Other | 89,1 | 162,0 | 178,2 | 238,8 |
| 5 | TOTAL ASSETS | 292,6 | 3 904,3 | 4 146,2 | 4 164,9 |
| | EQUITY AND LIABILITIES | | | | |
| | Capital and Reserves | | | | |
| 6 | Ordinary share capital and share premium | 0,1 | 1 132,6 | 1 132,6 | 1 132,6 |
| 7 | Retained earnings | 8,6 | 991,2 | 1 116,7 | 1 288,3 |
| 8 | Shareholders' equity | 8,7 | 2 123,8 | 2 249,3 | 2 420,9 |
| 9 | Non-current liabilities | 41,5 | 747,2 | 777,7 | 998,3 |
| 10 | Long-term borrowings | 0,0 | 505,4 | 529,3 | 460,6 |
| 11 | Deferred taxation | 0,0 | 0,0 | 0,0 | 324,8 |
| 12 | Provision for post-retirement liability | 0,0 | 1,1 | 1,1 | 1,1 |
| 13 | Rehabilitation and closure cost obligation | 41,5 | 240,7 | 247,3 | 211,8 |
| 14 | Current liabilities | 242,4 | 1 033,3 | 1 119,2 | 745,7 |
| 15 | TOTAL EQUITY AND LIABILITIES | 292,6 | 3 904,3 | 4 146,2 | 4 164,9 |

ABRIDGED BALANCE SHEET

Dollar

| Line No. | CONSOLIDATED as at | 31 Dec 2001 Audited US\$ million | 31 Dec 2002 Audited US\$ million | 31 Mar 03 Unaudited US\$ million | 30 Jun 03 Reviewed US\$ million |
|----------|--|--|--|--|---------------------------------------|
| | ASSETS | | | | |
| 1 | Non-current assets | 7,1 | 186,8 | 198,8 | 368,6 |
| 2 | Current assets | 17,2 | 267,7 | 326,0 | 186,0 |
| 3 | Cash and cash equivalents | 9,8 | 248,9 | 303,5 | 154,2 |
| 4 | Other | 7,4 | 18,8 | 22,5 | 31,8 |
| 5 | TOTAL ASSETS | 24,3 | 454,5 | 524,8 | 554,6 |
| | EQUITY & LIABILITIES | | | | |
| | Capital and Reserves | | | | |
| 6 | Ordinary share capital and share premium | 0,0 | 111,5 | 111,5 | 111,5 |
| 7 | Retained earnings | 11,7 | 107,6 | 123,0 | 145,5 |
| 8 | Foreign currency translation reserve | (10,9) | 28,1 | 50,2 | 65,3 |
| 9 | Shareholders' equity | 0,8 | 247,2 | 284,7 | 322,3 |
| 10 | Non-current liabilities | 3,5 | 86,9 | 98,4 | 132,9 |
| 11 | Long-term borrowings | 0,0 | 58,8 | 67,0 | 61,3 |
| 12 | Deferred taxation | 0,0 | 0,0 | 0,0 | 43,3 |
| 13 | Provision for post-retirement liability | 0,0 | 0,1 | 0,1 | 0,1 |
| 14 | Rehabilitation and closure cost obligation | 3,5 | 28,0 | 31,3 | 28,2 |
| 15 | Current liabilities | 20,0 | 120,4 | 141,7 | 99,4 |
| 16 | TOTAL EQUITY AND LIABILITIES | 24,3 | 454,5 | 524,8 | 554,6 |

STATEMENT OF CHANGES IN EQUITY

Rand

| Line No. | CONSOLIDATED as at | 31 Dec 2001 Audited R'000 | 31 Dec 2002 Audited R'000 | 31 Mar 03 Unaudited R'000 | 30 Jun 03 Reviewed R'000 |
|----------|--|---------------------------------|---------------------------------|---------------------------------|--------------------------------|
| | Share capital | | | | |
| | <i>Ordinary shares</i> | | | | |
| 1 | Balance at beginning of the period | 50 | 50 | 96 | 96 |
| 2 | Ordinary shares issued during the period | 0 | 46 | 0 | 0 |
| 3 | Balance at end of the period | 50 | 96 | 96 | 96 |
| | Share premium | | | | |
| 4 | Balance at beginning of the period | 0 | 0 | 1 132 454 | 1 132 454 |
| 5 | Share premium raised on issue of shares | 0 | 1 209 973 | 0 | 0 |
| 6 | Expenses written-off against share premium | 0 | (77 519) | 0 | 0 |
| 7 | Balance at end of the period | 0 | 1 132 454 | 1 132 454 | 1 132 454 |
| | Retained earnings | | | | |
| 8 | Balance at beginning of the period | 76 142 | 8 613 | 991 179 | 1 116 732 |
| 9 | Net earnings for the period | 132 471 | 982 584 | 125 553 | 171 629 |
| 10 | Dividends paid during the period | (200 000) | 0 | 0 | 0 |
| 11 | Capitalisation shares issued | 0 | (18) | 0 | 0 |
| 12 | Balance at end of the period | 8 613 | 991 179 | 1 116 732 | 1 288 361 |

STATEMENT OF CHANGES IN EQUITY

Dollar

| Line No. | CONSOLIDATED as at | 31 Dec 2001 Audited US\$'000 | 31 Dec 2002 Audited US\$'000 | 31 Mar 03 Unaudited US\$'000 | 30 Jun 03 Reviewed US\$'000 |
|----------|---|------------------------------------|------------------------------------|------------------------------------|-----------------------------------|
| | Share capital | | | | |
| | <i>Ordinary shares</i> | | | | |
| 1 | Balance at beginning of the period | 10 | 10 | 14 | 14 |
| 2 | Ordinary shares issued during the period | 0 | 4 | 0 | 0 |
| 3 | Balance at end of the period | 10 | 14 | 14 | 14 |
| | Share premium | | | | |
| 4 | Balance at beginning of the period | 0 | 0 | 111 526 | 111 526 |
| 5 | Share premium raised on issue of shares | 0 | 119 141 | 0 | 0 |
| 6 | Expenses written-off against share premium | 0 | (7 615) | 0 | 0 |
| 7 | Balance at end of the period | 0 | 111 526 | 111 526 | 111 526 |
| | Retained earnings | | | | |
| 8 | Balance at beginning of the period | 13 196 | 11 651 | 107 591 | 122 968 |
| 9 | Net earnings for the period | 15 122 | 95 942 | 15 377 | 22 550 |
| 10 | Dividends paid during the period | (16 667) | 0 | 0 | 0 |
| 11 | Capitalisation shares issued | 0 | (2) | 0 | 0 |
| 12 | Balance at end of the period | 11 651 | 107 591 | 122 968 | 145 518 |
| | Foreign currency translation reserve | | | | |
| 13 | Balance at beginning of the period | (3 140) | (10 939) | 28 097 | 50 211 |
| 14 | Exchange differences for the current period | (7 799) | 39 036 | 22 114 | 15 089 |
| 15 | Balance at end of the period | (10 939) | 28 097 | 50 211 | 65 300 |

ABRIDGED CASH FLOW

Rand

| Line No. | CONSOLIDATED for the period | 12 months Jan 2001 to Dec 2001 Audited R million | 18 Months Jan 2002 to Jun 2003 Reviewed R million | Quarter ended March 2003 Unaudited R million | Quarter ended Jun 2003 Unaudited R million |
|----------|---|---|--|---|---|
| 1 | Net cash flows from operating activities | 5,3 | 1 998,3 | 315,4 | 64,9 |
| 2 | Net cash flow from investing activities | (38,2) | (2 099,2) | (29,0) | (905,6) |
| 3 | Net cash flow from financing activities | 0,0 | 1 141,1 | (26,9) | (398,9) |
| 4 | Net movement in cash and cash equivalents | (32,9) | 1 040,2 | 259,5 | (1 239,6) |
| 5 | Cash and cash equivalents at the beginning of the year | 150,5 | 117,6 | 2 137,9 | 2 397,4 |
| 6 | Cash and cash equivalents at the end of the year | 117,6 | 11 157,8 | 2 397,4 | 1 157,8 |