

DURBAN ROODEPOORT DEEP, LIMITED

NASDAQ trading symbol : DROOY

Registration No.1895/000926/06

ARBN 086 277616

Group Highlights

	<u>Quarter</u> <u>June 2001</u>	<u>Quarter</u> <u>March 2001</u>
Gold production :	8 102 kg 260 483 oz	7 780 kg 250 130 oz
Cash operating costs :	R 58 913/kg US\$ 228/oz	R 60 219/kg US\$ 239/oz
Cash operating profit :	R 63.0 million US\$ 7.8 million	R 43.4 million US\$ 5.5 million
Headline earnings/(loss) :	R 5.4 million US\$ 0.7 million	(R 62.8 million) (US\$ 8.0 million)

REPORT TO SHAREHOLDERS FOR THE 4 th QUARTER ENDED 30 JUNE 2001

LETTER TO SHAREHOLDERS

Dear shareholder

Overall performance

Our cash operating profit increased by R 19.6 million (US\$ 2.3 million) to R 63.0 million (US\$ 7.8 million) in the June quarter, as the result of a 4% rise in gold production and an improved gold price. Cash operating costs in unit terms decreased by 2% to R 58 913 per kilogram (US\$ 228 per ounces) this quarter. Taking capital expenditure for the quarter into account, Durban Roodepoort Deep now records one of the lowest cash costs in the industry, at less than US\$ 230 per ounce. The company has managed to break even before non cash items but after capital expenditure and reported a small positive headline earnings position of R 5.4 million (US\$ 0.7 million) for the first time in its recent history.

In the previous quarter I commented on the lower gold production and operational problems at our North West Operation, which includes the Harties and Buffelsfontein mines. A review by senior management revealed an over-declaration of gold production, which had been accumulating since October 2000. The effect of this was an overstatement of gold production of 400 kilograms (12 860 ounces) and resultant revenue of R 26 million (US\$ 4 million).

Quarter	Previous				Re-stated			
	Production		Revenue		Production		Revenue	
	Kgs	Ounces	R Million	US\$ Million	Kgs	Ounces	R Million	US\$ Million
Dec-00	5 000	160 754	328	43	4 670	150 144	307	40
Mar-01	4 428	142 363	294	38	4 358	140 112	289	37

Gold production at the North West Operation is now on an improving trend as follow: April 1 324 kilogram (42 568 ounces), May 1 549 kilogram (49 801 ounces), and June 1 616 kilograms (51 955 ounces). However, the lower revenue has exposed the mine's cost base and, as a result, it has been necessary to adjust this, with a retrenchment process. The final numbers affected will depend on responses to re-deployment offers.

Operational performance

The performance of **Blyvooruitzicht** continued to improve for the second successive quarter with gold production increasing by 13%, underground grades improving by 26% to 9.38 grams per ton and cash unit costs by 11% to R 57 007 per kilogram (US\$ 221 per ounce).

The Blyvoor Expansion Programme has now been approved by the Board and this Operation should now remain profitable in the future. This has resulted in better efficiencies with the plant call factor remaining above 90% while grams per total employee costed have increased by 40% to 130.

The **North West** Operations has shown continuous improvements in gold production and reduction in cash unit costs. Gold production increased by 3% to 4 489 kilograms (144 324 ounces). Once the retrenchment process has been completed the mine's cost base will be reduced by approximately R 3.5 million (US\$ 0.4 million) per month.

The **Crown** re-processing operations managed to maintain production levels. The ball mill at **West Wits** has been renovated to treat rock dump material which will double gold production at this unit.

Tolukuma suffered milling constraints due to damage to a drive motor. Higher costs were the result of both bad weather and to increased logistical costs caused by civil unrest in Port Moresby. However, exploration results have been encouraging, revealing two further high grade veins.

Financial

Gold revenue increased by 6% on the back of the better spot gold price, exchange rate and increased gold production. The Group has increased its cash operating profit margin this quarter to 12% from 8%. The increase in Other Expenses was mainly due to increased expenditure on investigations and legal costs as well as full provision for year end audit costs.

As this is the final quarter of the financial year, we have re-appraised the carrying values of our assets to determine the required impairment, balanced all loan accounts with resulting unrealised foreign exchange losses and recognised the "forward gold purchases" as a liability on the balance sheet. The total of these "exceptional items" is R 112.6 million (US\$ 14.0 million).

Due to these exceptional items the interest-bearing debt:equity ratio has increased from 46% to 75% and the current ratio decreased from 93% to 82%. With the "forward purchases" being repaid over the following nine months these ratios will revert back to management's stated objectives of interest-bearing debt:equity below 50% and the current ratio greater than 100%, within the current financial year.

Outlook

This quarter provided further evidence of the robustness of Durban Roodepoort Deep's operations as the turnaround continues. Our operating margin on an earnings basis has now increased to US\$ 30 per ounce or 12%. Management is focusing on increasing this by reducing our hedge book further and with cost drivers such as our procurement initiative and the phasing out of contractors. The Executive Directors have contributed to this process personally by accepting a 10% reduction in salary.

The cost of our hedge book is totally unacceptable. By comparison, if Durban Roodepoort Deep had received the spot price for its gold price last year its cash operating profits would have been R 175.6 million (US\$ 23.1 million) higher than reported. Resolving this aspect of our business has consequently become the utmost priority.

Our budget for the forthcoming year is set to deliver a return of 18% on invested capital and the delivery of this target is the challenge, on which the management team will now deliver. We have identified several areas of organic growth, all of which have the potential to extend mine lives significantly.

MARK WELLESLEY-WOOD

Chairman and Chief Executive Officer

24 July 2001

Incorporating the results of all Durban Roodepoort Deep subsidiaries, including Blyvooruitzicht Gold Mining Company Limited, Buffelsfontein Gold Mines Limited, West Witwatersrand Gold Holdings Limited, Crown Consolidated Gold Recoveries Limited, Hartebeestfontein Gold Mine a division of Buffelsfontein Gold Mines Limited, DRD Australasia and Dome Resources NL

GROUP INCOME STATEMENTS

FINANCIAL RESULTS (Unaudited)	(R Million) Quarter 30/06/01	(R Million) Quarter 31/03/01	(R Million) 12 months to 30/06/01
Gold revenue *	540.4	511.9	2 121.8
Cash operating costs	477.4	468.5	1 907.6
Cash operating profit *	63.0	43.4	214.2
Other expenses	26.3	13.6	60.2
Cash profit from operations *	36.7	29.8	154.0
Hedge restructuring costs	10.4	38.5	111.5
Retrenchment costs	9.6	6.2	24.8
Interest expense	14.2	14.4	59.4
Care and maintenance costs	0.9	2.9	11.3
Net cash operating profit/(loss)	1.6	(32.2)	(53.0)
Non-cash items	3.4	30.5	91.2
Rehabilitation	(0.7)	1.9	6.0
Depreciation	39.1	32.2	124.0
Work in progress	2.8	(3.6)	(1.0)
Gain on financial instruments	(37.8)	-	(37.8)
Loss before taxation	(1.8)	(62.7)	(144.2)
Taxation	(7.2)	0.1	(7.0)
Deferred taxation	-	-	(5.2)
Profit/(loss) after taxation	5.4	(62.8)	(132.0)
Exceptional items	112.6	1.6	114.2
Net loss	(107.2)	(64.4)	(246.2)
Headline earnings/(loss) per share - cents	4	(46)	(103)
Basic loss per share - cents	(77)	(47)	(192)
Calculated on the weighted average ordinary shares issued of :	140 017 307	137 263 875	128 119 013
Capital expenditure - net outflow/(inflow)	1.7	(5.8)	9.6
Net cash absorbed after capital expenditure	(0.1)	(26.4)	(62.6)

Note : * Gold revenue restated due to the over-declaration of gold production at the North West Operations in previous quarters now corrected.

FINANCIAL RESULTS (Unaudited)	(US\$ Million) Quarter 30/06/01	(US\$ Million) Quarter 31/03/01	(US\$ Million) 12 months to 30/06/01
Gold revenue *	67.3	65.4	279.8
Cash operating costs	59.5	59.9	251.6
Cash operating profit *	7.8	5.5	28.2
Other expenses	3.3	1.6	7.8
Cash profit from operations *	4.5	3.9	20.4
Hedge restructuring costs	1.3	4.9	14.9
Retrenchment costs	1.2	0.8	3.2
Interest expense	1.7	1.9	7.8
Care and maintenance costs	0.1	0.4	1.6
Net cash operating profit/(loss)	0.2	(4.1)	(7.1)
Non-cash items	0.4	3.9	12.2
Rehabilitation	(0.1)	0.3	0.8
Depreciation	4.8	4.2	16.2
Work in progress	0.4	(0.6)	(0.1)
Gain on financial instruments	(4.7)	-	(4.7)
Loss before taxation	(0.2)	(8.0)	(19.3)
Taxation	(0.9)	-	(0.9)
Deferred taxation	-	-	(0.7)
Profit/(loss) after taxation	0.7	(8.0)	(17.7)
Exceptional items	14.0	0.2	14.2
Net loss	(13.3)	(8.2)	(31.9)
Headline earnings/(loss) per share - cents	-	(6)	(14)
Basic loss per share - cents	(10)	(6)	(25)
Calculated on the weighted average ordinary shares issued of :	140 017 307	137 283 875	128 119 013
Capital expenditure - net outflow/(inflow)	0.2	(0.7)	1.5
Net cash absorbed after capital expenditure	-	(3.4)	(8.6)

Note : * Gold revenue restated due to the over-declaration of gold production at the North West Operations in previous quarters now corrected.

CURRENCY CONVERSION

Income Statement:	Apr-01	US\$ 1 =	R 8.0737
	May-01	US\$ 1 =	R 7.9705
	Jun-01	US\$ 1 =	R 8.0499

GROUP BALANCE SHEETS

ABRIDGED (Unaudited)	(R Million)	
	Quarter 30/06/01	Quarter 31/03/01
ASSETS		
Non-current assets	990.6	1 014.8
Mining assets after depreciation	856.7	891.9
Investments	24.1	24.3
Environmental Trust funds	109.8	98.6
Current assets	391.2	409.9
Inventories	77.7	92.4
Trade and other receivables	200.5	214.7
Cash and equivalents	113.0	102.8
Total assets	1 381.8	1 424.7
EQUITY AND LIABILITIES		
Shareholders' equity	421.0	487.2
Non-current liabilities	483.1	495.9
Borrowings	64.0	73.3
Rehabilitation	209.0	202.2
Deferred taxation	41.5	65.7
Provisions	168.6	154.7
Current liabilities	477.7	441.6
Trade and other payables	228.0	287.5
Current portion of borrowings	249.7	152.0
Taxation	-	2.1
Total equity and liabilities	1 381.8	1 424.7

ISSUED CAPITAL

154 529 578 ordinary no par value shares
5 000 000 cumulative preference shares
8 937 607 'B' options

GROUP CASH FLOW STATEMENTS

ABRIDGED (Unaudited)	(R Million)
	Quarter 30/06/01
Cash flow from operating activities	9.7
Loss on ordinary activities	5.1
Interest received	2.3
Interest paid	(14.2)
Dividends received	1.3
Environmental fund funding	(3.7)
Decrease in inventories	10.9
Decrease in receivables	23.4
Decrease in payables	(15.4)
Cash flow from investing activities	(11.1)
Purchase of mining assets	(5.8)
Proceeds from sale of mining assets	4.1
Investments acquired	(9.6)
Proceeds from sale of investments	0.2
Cash flow from financing activities	11.0
Proceeds from issue of share capital	45.9
Repayment of borrowings	(34.9)
Translation adjustments	0.6
Increase in cash and equivalents	10.2
Opening cash and equivalents	102.8
Closing cash and equivalents	113.0

COMMENTS

- The agreement to settle the Western Areas advance and to dispose of the associated share portfolio has been re-scheduled for the end of December 2001. Shareholders are referred to the cautionary announcement from that company.

- Exceptional items consist of:

	<u>R Million</u>	<u>US\$ Million</u>
Net assets impairment and diminution of investments	(37.2)	(4.6)
Unrealised foreign exchange loss	39.5	4.9
Unrealised hedging loss (long positions)	134.6	16.7
Deferred taxation on unrealised hedging provision	(24.3)	(3.0)
	<u>112.6</u>	<u>14.0</u>

- Ordinary shares issued during the quarter:

<u>Number of shares</u>	<u>Reason</u>
1 500 000	Closure of Australasian hedge book
1 016 666	Settlement of deferred consideration - Dome Resources
4 453 750	Share options exercised
<u>6 970 416</u>	

- Estimated capital expenditure for the quarter ending September 2001:

Blyvoor Operation	R 4.9 million	US\$ 0.3 million
North West Operation	R 8.3 million	US\$ 1.0 million
Crown Operation	R 3.5 million	US\$ 0.2 million
Tolukuma Operation	R 6.2 million	US\$ 1.1 million

- The market value of listed investments held at 30 June 2001 amounted to R 121.2 million. They are carried in the balance sheet at historical cost of R 99.3 million.

GROUP BALANCE SHEETS

	(US\$ Million)	
	Quarter 30/06/01	Quarter 31/03/01
ABRIDGED (Unaudited)		
ASSETS		
Non-current assets	123.0	126.2
Mining assets after depreciation	106.4	110.9
Investments	3.0	3.0
Environmental Trust funds	13.6	12.3
Current assets	48.5	51.0
Inventories	9.6	11.5
Trade and other receivables	24.9	26.7
Cash and equivalents	14.0	12.8
Total assets	171.5	177.2
EQUITY AND LIABILITIES		
Shareholders' equity	52.2	60.7
Non-current liabilities	60.0	61.6
Borrowings	7.9	9.1
Rehabilitation	26.0	25.1
Deferred taxation	5.2	8.2
Provisions	20.9	19.2
Current liabilities	59.3	54.9
Trade and other payables	28.3	35.7
Current portion of borrowings	31.0	18.9
Taxation	-	0.3
Total equity and liabilities	171.5	177.2

CURRENCY CONVERSION

Balance Sheet:	30-Jun-01	US\$ 1 =	R 8.0536
	31-Mar-01	US\$ 1 =	R 8.0425

ISSUED CAPITAL

154 529 578 ordinary no par value shares
5 000 000 cumulative preference shares
8 937 607 'B' options

GROUP CASH FLOW STATEMENTS

	(US\$ Million)
	Quarter 30/06/01
ABRIDGED (Unaudited)	
Cash flow from operating activities	1.2
Loss on ordinary activities	0.6
Interest received	0.3
Interest paid	(1.8)
Dividends received	0.2
Environmental fund funding	(0.5)
Decrease in inventories	1.4
Decrease in receivables	2.9
Decrease in payables	(1.9)
Cash flow from investing activities	(1.4)
Purchase of mining assets	(0.7)
Proceeds from sale of mining assets	0.5
Investments acquired	(1.2)
Proceeds from sale of investments	-
Cash flow from financing activities	1.4
Proceeds from issue of share capital	5.7
Repayment of borrowings	(4.3)
Translation adjustments	-
Increase in cash and equivalents	1.2
Opening cash and equivalents	12.8
Closing cash and equivalents	14.0

KEY OPERATING RESULTS

OPERATION	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01
Metric	Ore milled (underground) - t'000			Yield (underground) - g/tonne			Gold produced (underground) - kg		
Blyvooruitzicht Mine	135	151	595	9.38	7.47	7.97	1 266	1 128	4 745
North West Operations	547	598	2 398	6.65	5.96	6.50	3 637	3 562	15 596
Crown Operations	-	-	14	-	-	2.79	-	-	39
Tolukuma Mine	19	14	72	18.58	21.71	18.53	353	304	1 334
	701	763	3 079	7.50	6.55	7.05	5 256	4 994	21 714
Metric	Ore milled (surface) - t'000			Yield (surface) - g/tonne			Gold produced (surface) - kg		
Blyvooruitzicht Mine	517	476	1 986	1.04	0.98	1.07	536	467	2 123
North West Operations	1 586	1 530	6 274	0.54	0.52	0.53	852	796	3 325
Crown Operations	3 445	3 552	13 523	0.38	0.36	0.39	1 296	1 293	5 291
Tolukuma Mine	15	15	46	10.80	15.33	14.00	162	230	644
	5 563	5 573	21 829	0.51	0.50	0.52	2 846	2 786	11 383
Rand/Metric	Cash cost (underground) - R/kg			Cash cost (surface) - R/kg			Total cash cost - R/kg		
Blyvooruitzicht Mine	63 164	69 460	65 841	42 463	50 822	45 250	57 007	64 003	59 476
North West Operations	66 824	65 070	60 119	32 201	46 614	42 454	60 252	61 699	57 015
Crown Operations	-	-	102 282	56 774	58 708	58 591	56 774	58 708	58 911
Tolukuma Mine	63 479	45 671	57 237	50 191	33 648	46 526	59 299	40 493	53 750
	65 718	64 881	61 268	46 348	51 862	50 707	58 913	60 219	57 636
Rand/Metric	Cash cost (underground) - R/tonne			Cash cost (surface) - R/tonne			Total cash cost - R/tonne		
Blyvooruitzicht Mine	592	519	525	44	50	48	158	163	158
North West Operations	444	388	391	17	24	23	127	126	124
Crown Operations	-	-	285	21	21	23	21	21	23
Tolukuma Mine	1 179	992	1 060	542	516	651	898	746	901
	493	425	432	24	26	26	76	74	77

OPERATION	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01	Quarter 30/06/01	Quarter 31/03/01	12 mth to 30/06/01
Imperial	Ore milled (underground) - t'000			Yield (underground) - ounces/ton			Gold produced (underground) - troy ounces		
Blyvooruitzicht Mine	149	167	656	0.273	0.217	0.233	40 703	36 266	152 556
North West Operations	603	659	2 643	0.194	0.174	0.190	116 932	114 521	501 425
Crown Operations	-	-	15	-	-	0.084	-	-	1 254
Tolukuma Mine	22	16	82	0.516	0.611	0.523	11 349	9 773	42 889
	774	842	3 396	0.218	0.191	0.206	168 984	160 560	698 124
Imperial	Ore milled (surface) - t'000			Yield (surface) - ounces/ton			Gold produced (surface) - troy ounces		
Blyvooruitzicht Mine	569	524	2 186	0.030	0.029	0.031	17 233	15 014	68 255
North West Operations	1 749	1 686	6 915	0.016	0.015	0.015	27 392	25 591	106 902
Crown Operations	3 798	3 915	14 906	0.011	0.011	0.011	41 666	41 570	170 106
Tolukuma Mine	17	18	52	0.306	0.411	0.398	5 208	7 395	20 704
	6 133	6 143	24 059	0.015	0.015	0.015	91 499	89 570	365 967
USD/Imperial	Cash cost (underground) - US\$/ounce			Cash cost (surface) - US\$/ounce			Total cash cost - US\$/ounce		
Blyvooruitzicht Mine	245	276	270	164	202	186	221	254	244
North West Operations	259	259	246	125	185	175	233	245	234
Crown Operations	-	-	462	220	233	241	220	233	242
Tolukuma Mine	246	182	235	194	134	191	230	161	221
	255	258	251	179	206	208	228	239	236
USD/Imperial	Cash cost (underground) - US\$/ton			Cash cost (surface) - US\$/ton			Total cash cost - US\$/ton		
Blyvooruitzicht Mine	67	60	63	5	6	6	18	19	19
North West Operations	50	45	47	2	3	3	14	15	15
Crown Operations	-	-	39	2	2	3	2	2	3
Tolukuma Mine	127	111	123	59	55	76	98	81	105
	56	49	52	3	3	3	9	9	9

Note : Crown Operations include the West Wits operation and North West Operations now includes Hartebeestfontein and Buffelsfontein operations.

NOTES

SOUTH AFRICAN HEDGE BOOK

Year ending	Type of contract	Ounces of gold	Kilograms of gold	Contract price/oz	% Hedged	% Committed
Jul 01 - Jun 02	Fwd sales	14 000	435	US\$ 280.00	32%	54%
	Fwd sales	306 250	9 525	R 1,777.29		
	Calls sold	120 000	3 732	US\$ 333.23		
	Calls sold	170 000	5 288	R 2,042.66		
	Calls bought	65 625	2 041	R 2,300.00		
	Puts bought	60 000	1 866	US\$ 275.00		
	Puts bought	70 000	2 177	R 1,900.00		
Jul 02 - Jun 03	Fwd sales	170 000	5 288	R 2,153.90	17%	22%
	Calls sold	204 000	6 345	R 2,077.00		
	Calls bought	150 000	4 666	R 2,999.93		
	Puts bought	84 000	2 613	R 1,967.50		
Jul 03 - Jun 04	Fwd sales	150 000	4 666	R 2,200.25	15%	3%
	Call sold	34 000	1 058	R 2,084.00		
	Calls bought	150 000	4 666	R 2,999.93		
	Puts bought	14 000	435	R 1,990.00		

The company has forward purchases of 151 548 ounces at an average of US\$ 338 per ounce which are amortised on a monthly basis. It is expected that these positions will be completely eliminated by March 2002. These positions have been now been accounted for on the balance sheet as a liability.

In addition to the above, 50% of the Group's South African electricity charge for the next four and a quarter years is linked to the gold price via a gold linked tariff agreement.

GOLD LEASE RATE SWAPS

Maturity date	Volume	Rate
Jun-02	18 750	2.00%
Jun-04	300 000	0.20%

Notes : - Call options bought, totaling 65 625 oz of notional volume in the financial year 2002, at a strike level of R 2 300, have a down and out barrier at R 1 650.

AUSTRALASIAN HEDGE BOOK

<u>FX Contracts</u>	<u>US\$ sold</u>	<u>AUD\$ rate</u>
Rolled monthly	2 257 704	0.589

ACCOUNTING POLICIES

The financial statements are prepared on the historical cost basis and in accordance with South African Generally Accepted Accounting Standards. The accounting policies are, in all material respects, consistent with the annual financial statements for the year ended 30 June 2000.

ADDRESS DETAILS

REGISTERED OFFICE :

45 Empire Road, Parktown, South Africa,
PO Box 390,
Maraisburg 1700,
South Africa

SHARE TRANSFER SECRETARIES :

Ultra Registrars (Pty) Ltd,
PO Box 4844,
Johannesburg 2000,
South Africa

UNITED KINGDOM REGISTRARS :

St. James' Corporate Services Ltd,
6 St. James' Place,
London SW 1A 1NP

DEPOSITORY BANK :

American Depository Receipts,
The Bank of New York,
Shareholders Relations Department,
101 Barclay Street,
New York, NY 10296

INVESTOR RELATIONS

For further information, contact Maryna Eloff
at : Tel : (+27-11) 482-4968,
Fax : (+27-11) 482-4641
45 Empire Road, Parktown, South Africa,
PO Box 390,
Maraisburg 1700, South Africa

e-mail : eloffm@drd.co.za
web site: <http://www.durbans.com>

Directors : MM Wellesley-Wood (Chairman and Chief Executive Officer)* ; RAR Kebble (Deputy Chairman) ; IL Murray (Chief Financial Officer) ;
F Weideman ; G Fischer ; N Goodwin ; VO Hoops ; LG Njenje ; F Lips** (*British) (**Swiss)
MA Eloff (Group Company Secretary)