DURBAN ROODEPOORT DEEP, LIMITED



(Incorporated in the Republic of South Africa)
Registration No.1895/000926/06
ARBN 086 277616
JSE trading symbol : DUR
ISIN Code : ZAE 000015079
NASDAQ trading symbol : DROOY



REPORT TO SHAREHOLDERS FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2001

Group Results

	Highlights	Key Operating Results		
			<u>Quarter</u> Sep 2001	<u>Quarter</u> Jun 2001
*	Cash operating profit up 29% (23% in US\$)		<u>Зер 200 г</u>	<u> </u>
		Gold production :	8 147 kg	8 102 kg
*	Corporate and financing costs drop by R 34.4 m (US\$ 4.4 m)		261 932 oz	260 483 oz
*	Headline earnings per share of 15 SA cents (2 US cents)	Cash operating costs :	R 61 027/kg	R 58 913/kg
			US\$ 227/oz	US\$ 228/oz
*	Elimination of 'long gold purchases' brought forward to Dec 2001			
		Total operating costs :	R 62 498/kg	R 59 130/kg
*	Black Reef open pit production starts at Harties		US\$ 232/oz	US\$ 229/oz
*	Blyvoor Expansion Programme - 10% gold production increase	Cash operating profit :	R 81.3 million	R 63.0 million
			US\$ 9.6 million	US\$ 7.8 million
*	Tolukuma on target and drilling programme begins			
		Headline earnings :	R 23.1 million	R 5.4 million
			US\$ 2.7 million	US\$ 0.7 million

LETTER TO SHAREHOLDERS

Dear shareholder

Overall performance

Continued good cost containment, together with a stronger gold price, led to a 29% rise in cash operating profit for the quarter. Significant reductions in both corporate and financing costs led to a R 35.0 million (US\$ 4.1 million) increase in profits before tax, to R 33.2 million (US\$ 3.9 million). Headline earnings per share were 15 SA cents (2 US cents) per share compared with 4 SA cents last quarter.

Unit cash operating costs were well contained to a 3.6% rise in local currency terms despite the impact of an 8% wage increase effective from 1 July 2001. In total operating cost terms, including capital expenditure, Durban Roodepoort Deep, Limited is now performing well against its peer group, recording R 62 498 per kilogram (US\$ 232 per ounce) for the quarter.

Operational performance

Blyvooruitzicht's improvement in performance, embarked upon in February 2001 with the launch of the expansion programme, continued in the quarter under review and the mine delivered an excellent 10% increase in production. Ore is now being delivered from the Main Reef, in line with the Blyvooruitzicht Expansion Programme rollout.

At the **North West Operations**, open pit mining of the Black Reef has begun and will replace lower grade surface resources. Drilling results on the Race Track outcrop have been encouraging. In the quarter under review, the North West Operations' production was affected by the earlier than planned depletion of payable ore from the No 7 rock dump. In addition, Buffelsfontein's operations were affected by the COSATU-led industrial action on 29 and 30 August 2001.

Tolukuma has returned uneventfully to target levels, following last quarter's milling constraints and disruptions caused by bad weather and political unrest. Work on the new main haulage has been completed and a new open pit at the Joe Kunda vein will start production in the coming quarter. The depth extension of these high grade outcrops will now be tested by a drilling campaign. At the new Saki prospect a further 30 trenches were escavated and the average grade of 341 assays taken was 9.1 grammes per tonne.

In accordance with its mining plan, Crown mined through lower grade material during the quarter, but is back on track for the December 2001 quarter.

Financial

The company's cash operating margin continued its improving trend, reaching 16% in the quarter under review. A significant reduction in overhead and financing costs of R 34.4 million (US\$ 4.4 million) further helped the bottom line. The generation of the improved cash flow has led to the interest-bearing debt: equity ratio decreasing from 54% to 50% and the current ratio improving from 78% to 95%. Cash and equivalents on hand at the end of the quarter amounted to R 134.8 million (US\$ 15.0 million).

Hedge restructuring continues with the elimination of the 'long gold' positions now likely by December 2001-three months earlier than previously advised.

Outlook

These results provide further evidence of the company's improving ability to deliver both operationally and financially. Our recent track record and our resolve to continue the drive for high-grade, low-cost ounces of production make the outlook for the second quarter look promising. Continuing improvement in the gold price would, of course, be a very welcome bonus.

MARK WELLESLEY-WOOD

KEY OPERATING RESULTS

OPERATION	Quarter	Quarter	Quarter	Quarter	Quarter	Quarter	
	30/09/01	30/06/01	30/09/01	30/06/01	30/09/01	30/06/01	
Metric	Ore milled	l (underground) - t'000	Yield (underground) - g/tonne	Gold pro	oduced (underground) - kg	
Blyvooruitzicht	184	135	8.41	9.38	1 548	1 266	
North West	568	547	6.32	6.65	3 590	3 637	
Crown	-	-	-	-	-	-	
Tolukuma	19	19	16.16	18.58	307	353	
	771	701	7.06	7.50	5 445	5 256	
Metric	Ore mi	lled (surface) - t'000	Yie	ld (surface) - g/tonne	Gold	produced (surface) - kg	
Blyvooruitzicht	466	517	0.94	1.04	439	536	
North West	1 411	1 586	0.56	0.54	784	852	
Crown	3 572	3 445	0.33	0.38	1 168	1 296	
Tolukuma	19	15	16.37	10.80	311	162	
	5 468	5 563	0.49	0.51	2 702	2 846	
Rand/Metric	Cash cost	t (underground) - R/kg	Casi	n cost (surface) - R/kg	Т	Total cash cost - R/kg	
Blyvooruitzicht	57 358	63 164	48 296	42 463	55 356	57 007	
North West	66 788	66 824	44 202	32 201	62 740	60 252	
Crown	-	-	69 607	56 774	69 607	56 774	
Tolukuma	66 847	63 479	35 215	50 191	50 929	59 299	
	64 111	65 718	54 815	46 348	61 027	58 913	
Rand/Metric	Cash cost (underground) - R/tonne	Cash	cost (surface) - R/tonne	Tot	al cash cost - R/tonne	
Blyvooruitzicht	483	592	46	44	169	158	
North West	422	444	25	17	139	127	
Crown	-	-	23	21	23	21	
Tolukuma	1 080	1 179	576	542	828	898	
	453	493	27	24	80	76	

Imperial	Ore milled	d (underground) - t'000	Yield (ur	nderground) - ounces/ton	Gold produc	ed (underground) - troy ounces
Blyvooruitzicht	203	149	0.245	0.273	49 770	40 703
North West	625	603	0.185	0.194	115 421	116 932
Crown	-	-	-	-	-	-
Tolukuma	22	22	0.449	0.516	9 870	11 349
	850	774	0.206	0.218	175 061	168 984
Imperial	Ore mi	lled (surface) - t'000	Yield	(surface) - ounces/ton	Gold prod	uced (surface) - troy ounces
Blyvooruitzicht	513	569	0.028	0.030	14 114	17 233
North West	1 555	1 749	0.016	0.016	25 206	27 392
Crown	3 937	3 798	0.010	0.011	37 552	41 666
Tolukuma	22	17	0.455	0.306	9 999	5 208
	6 027	6 133	0.014	0.015	86 871	91 499
USD/Imperial	Cash cost (u	nderground) - US\$/ounce	Cash co	ost (surface) - US\$/ounce	Tota	l cash cost - US\$/ounce
Blyvooruitzicht	213	245	180	164	206	221
North West	248	259	164	125	233	233
Crown	-	-	258	220	258	220
Tolukuma	248	246	131	194	189	230
	238	255	203	179	227	228
USD/Imperial	Cash cost (underground) - US\$/ton	Cash	cost (surface) - US\$/ton	Tot	al cash cost - US\$/ton
Blyvooruitzicht	52	67	5	5	18	18
North West	46	50	3	2	15	14
Crown	-	-	2	2	2	2
Tolukuma	111	127	59	59	85	98
	49	56	3	3	9	9

GROUP INCOME STATEMENTS

FINANCIAL RESULTS	(R Million)	(R Million)	(US\$ Million)	(US\$ Million)
(Unaudited)	Quarter	Quarter	Quarter	Quarter
	30/09/01	30/06/01	30/09/01	30/06/01
Gold revenue	578.5	540.4	68.9	67.3
Cash operating costs	497.2	477.4	59.3	59.5
Cash operating profit	81.3	63.0	9.6	7.8
Other expenses	9.2	25.7	1.1	3.2
Business development	0.9	0.6	0.1	0.1
Care and maintenance costs	3.6	0.9	0.4	0.1
Cash profit from operations	67.6	35.8	8.0	4.4
Retrenchment costs	2.3	9.6	0.3	1.2
Hedge restructuring costs	1.0	10.4	0.1	1.3
Interest expense	9.2	14.2	1.1	1.7
Net cash operating profit	55.1	1.6	6.5	0.2
Non-cash items	21.9	3.4	2.6	0.4
Rehabilitation	2.8	(0.7)	0.3	(0.1)
Depreciation	28.1	39.1	3.4	4.8
Work in progress	(2.1)	2.8	(0.3)	0.4
Gain on financial instruments	(6.9)	(37.8)	(0.8)	(4.7)
Profit/(loss) before taxation	33.2	(1.8)	3.9	(0.2)
Taxation	0.1	(7.2)	-	(0.9)
Deferred taxation	10.0		1.2	
Profit after taxation	23.1	5.4	2.7	0.7
Exceptional items	-	* 112.6	-	* 14.0
Net profit/(loss)	23.1	(107.2)	2.7	(13.3)
Headline earnings per share - cents	15	4	2	-
Basic earnings/(loss) per share - cents	15	(71)	2	(9)
Calculated on the weighted average ordinary shares issued of :	154 809 059	150 292 594	154 809 059	150 292 594
Capital expenditure - net outflow	12.0	1.7	1.4	0.2
Net cash generated/(absorbed)	43.1	(0.1)	5.1	-

COMMENTS

Income Statements

Exceptional items for the previous quarter mainly consisted of unrealised long position hedging loss.

Balance Sheets

- 1. 1 087 172 Ordinary shares issued during the quarter for share options exercised.
- The settlement of the Western Areas advance remains on track for the end of December 2001.

The associated share portfolio market value as at 30 September 2001 amounted to R 131.2 million. They are carried in the balance sheet at historical cost of R 99.3 million.

Other

 Capital expenditure for the next quarter ending December 2001 is estimated at R 22.0 million (US\$ 2.4 million)

CURRENCY CONVERSION

Balance Sheet:	30-Sep-01	US\$ 1 =	R 9.0141
Income Statement:	Jul-01	US\$ 1 =	R 8.2040
	Aug-01	US\$ 1 =	R 8.3061
	Sep-01	US\$ 1 =	R 8 6398

GROUP BALANCE SHEETS

	(R Million)		(US\$	Million)
ABRIDGED	Quarter	Quarter	Quarter	Quarter
(Unaudited)	30/09/01	30/06/01	30/09/01	30/06/01
ASSETS				
Non-current assets	960.9	974.9	106.5	121.4
Mining assets - net	826.8	842.9	91.7	105.0
Investments	21.0	21.0	2.3	2.6
Environmental Trust funds	113.1	111.0	12.5	13.8
Current assets	403.3	413.7	44.8	51.5
Inventories	78.0	75.7	8.7	9.4
Trade and other receivables	190.5	224.2	21.1	27.9
Cash and equivalents	134.8	113.8	15.0	14.2
Total assets	1 364.2	1 388.6	151.3	172.9
EQUITY AND LIABILITIES				
Shareholders' equity	464.5	439.4	51.5	54.7
Non-current liabilities	476.4	416.6	52.8	51.9
Borrowings	49.1	58.5	5.4	7.3
Rehabilitation	189.3	186.5	21.0	23.2
Deferred taxation	24.6	14.6	2.7	1.8
Provisions	213.4	157.0	23.7	19.6
Current liabilities	423.3	532.6	47.0	66.3
Trade and other payables	239.1	352.1	26.5	43.8
Current portion of borrowings	183.6	178.4	20.4	22.2
Taxation	0.6	2.1	0.1	0.3
Total equity and liabilities	1 364.2	1 388.6	151.3	172.9

CHANGES IN SHAREHOLDER'S INTEREST

(R Million)	(US\$ Million)
Quarter	Quarter
30/09/01	30/09/01
439.4	54.7
6.7	0.8
-	-
-	-
6.7	0.8
18.4	(4.0)
23.1	2.7
(4.7)	(6.7)
-	- 1
464.5	51.5

GROUP CASH FLOW STATEMENTS

	(R Million)	(US\$ Million)
ABRIDGED	Quarter	Quarter
(Unaudited)	30/09/01	30/09/01
Cash flow from operating activities	37.9	4.8
Profit on ordinary activities	63.9	8.0
Environmental Fund funding	(3.0)	(0.4)
Investment income	1.3	0.2
Interest paid	(9.2)	(1.1)
Decrease in working capital	(15.1)	(1.9)
Cash flow from investing activities	(12.0)	(1.5)
Purchase of mining assets	(16.1)	(2.0)
Proceeds from sale of mining assets	4.1	0.5
Cash flow from financing activities	(5.9)	(0.8)
Proceeds from issue of share capital	6.7	0.8
Repayment of borrowings	(12.6)	(1.6)
Translation adjustments	1.0	(1.7)
Increase in cash and equivalents	21.0	0.8
Opening cash and equivalents	113.8	14.2
Closing cash and equivalents	134.8	15.0

STOCK DATA

ISSUED CAPITAL

period

155 616 750 ordinary no par value shares 5 000 000 cumulative preference shares 8 937 607 'B' options

Shareholder's interest at the beginning

- for share options exercised

Shareholder's interest at the end of the

Movement in retained income
- profit attributable to shareholders
- currency translation adjustment

- exceptional items

of the period

Share capital issued
- for acquisitions
- for cash

Average volume for the quarter per day (000) % of issued stock traded (annualised) Price - High

- Low - Close

JSE	NASDAQ
144	712
24%	108%
R 11.20	USD 1.41
R 6.50	USD 0.75
R 11.00	USD 1.28

NOTES

SOUTH AFRICAN HEDGE BOOK

	Type of	Ounces	Contract	%	%
Year ending	contract	of gold	price/oz	Hedged	Committed
		· ·	•		
Oct 01 - Jun 02	Fwd sales	265 868	R 1,767.33	31%	40%
	Calls sold	90 000	US\$ 333.23		
	Calls sold	153 000	R 2,042.66		
	Calls bought	65 625	R 2,300.00		
	Puts bought	30 000	US\$ 283.00		
	Puts bought	63 000	R 1,900.00		
Jul 02 - Jun 03	Fwd sales	170 000	R 2,153.90	15%	20%
	Calls sold	204 000	R 2,077.00		
	Calls bought	150 000	R 2,999.93		
	Puts bought	84 000	R 1,967.50		
Jul 03 - Jun 04	Fwd sales	150 000	R 2,200.25	14%	3%
	Call sold	34 000	R 2,084.00		
	Calls bought	150 000	R 2,999.93		
	Puts bought	14 000	R 1,990.00		

The company has forward purchases of 81 802 ounces at an average of US\$ 338.79 per ounce which are amortised on a monthly basis. It is expected that these positions will be completely eliminated by December 2001.

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

GOLD LEASE RATE SWAPS

Maturity date	Volume	Rate	Reset date
Jun-02	18 750	2.00%	Mar-02
Jun-04	300 000	0.20%	Dec-01

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.

ACCOUNTING POLICIES

The financial statements are prepared on the historical cost basis and in accordance with 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 30 June 2001.

ADDRESS DETAILS

REGISTERED OFFICE:

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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 IA INP

DEPOSITORY BANK:

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

INVESTOR RELATIONS

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