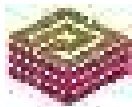
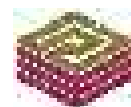


# DURBAN ROODEPOORT DEEP, LIMITED



(Incorporated in the Republic of South Africa)  
 Registration No. 1895/000926/06  
 ARBN 086 277616  
 JSE trading symbol : DUR  
 ISIN Code : ZAE000015079 ; Issuer code: DUSM  
 NASDAQ trading symbol : DROOY



## REPORT TO SHAREHOLDERS FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2002

### Group Results

Highlights			Key Operating Results					
*	Black empowerment transaction successfully concluded				<u>Quarter</u>	<u>Quarter</u>	<u>Quarter</u>	
					<u>Sep 2002</u>	<u>Jun 2002</u>	<u>Jun 2002</u>	
*	Gold price received up : US\$ 31 per ounce R 11 712 per kilogram		Gold production attributable		oz	228 270	226 913	247 207
					kg	7 100	7 058	7 689
*	Cost increase due to annual wage increase of 8.5%		Cash operating costs		US\$/oz	247	227	227
					R/kg	82 878	76 170	76 272
*	Headline earnings up : 47% to US\$ 7.8 million 92% to ZAR 82.1 million		Cash operating profit		US\$ m	11.2	9.1	11.0
					R m	118.0	83.5	101.9
*	Headline EPS up : 39% to 4.3 US cent 80% to 45.1 ZAR cent		Headline earnings		US\$ m	7.8	4.9	5.3
					R m	82.1	38.0	42.8
*	Acquisition of ERPM by CGR completed after quarter-end		Gold price received		US\$/oz	315	285	284
					R/kg	105 586	94 049	93 874
(* Qtr Jun 2002 restated to reflect 60% sale of CGR for comparison purposes only)								

### LETTER TO SHAREHOLDERS

Dear shareholder

#### Overall performance

It is my pleasure to report the results of an unhedged Durban Roodepoort Deep, Limited for the first quarter of the new financial year. With all production now receiving the spot gold price, the company increased headline earnings from US\$ 5.3 million (R 42.8 million) in the June quarter to US\$ 7.8 million (R 82.1 million) this quarter.

During the period under review, Durban Roodepoort Deep, Limited's attributable gold production decreased by eight per cent as a result of the sale of a sixty per cent interest in Crown Gold Recoveries (Pty) Limited (CGR) to Khumo Bathong Holdings (Pty) Limited (KBH). A pro-forma restatement of the previous quarter results to reflect the effect of the sale have been done for comparison purposes and on this basis, gold production saw an increase from 226 913 ounces (7 058 kilograms) in the previous quarter to 228 270 ounces (7 100 kilograms) in the September quarter.

Cash operating cost remain a concern in the current inflationary environment. On an attributable basis cash operating unit cost increased by 9 per cent from US\$ 227 per ounce (R 76 170 per kilogram) to US\$ 247 per ounce (R 82 878 per kilogram), mainly due to the annual labour wage increase.

#### Operations

As a result of our opening-up programmes underground, tonnages at both Blyvoor and Harties operations continued to increase but, as a result of lowering pay limits, grades fell slightly. Crown had a satisfactory quarter with production up ten per cent on the previous quarter. At Tolukuma the new access road to the Kunda deposit is close to completion but underground development has unfortunately been hampered by water problems.

Proposed capital spending for the new financial year is US\$ 15 million (R 152 million). A special interdisciplinary project team has been established to accelerate our organic growth programmes. The company's ore reserves have been independently audited by RSG and, as at 30 June 2002, stood at 16.3 million ounces, calculated on a gold price of R 102 500 per kilogram.

#### Financial

Headline earnings for the quarter of US\$ 7.8 million are 47 per cent higher than the previous quarter, an increase in Rand terms of 92 percent to R 82.1 million. Cash operating profit in Rand terms increased by sixteen per cent despite the exclusion of CGR's operating profit since the company now accounts for DRD's forty percent interest on an equity basis. On a pro-forma basis (June quarter restated to reflect sixty percent sale of CGR), cash operating profit increased by 23 per cent (41%) from US\$ 9.1 million (R 83.5 million) in the previous quarter to US\$ 11.2 million (R 118.0 million) this quarter.

The gold price received improved significantly from US\$ 284 per ounce (R 93 874 per kilogram) to US\$ 315 per ounce (R 105 586 per kilogram) during the September quarter, primarily as a result of all production being unhedged.

The Group recorded a profit of US\$ 8.1 million (R 82.6 million) for the sixty percent sale of CGR as an exceptional item. Durban Roodepoort Deep, Limited's forty percent share in CGR's profits is reflected as "income from associate" in the income statement.

#### Outlook

Further initiatives have been undertaken to control costs, including a complaint to the Competition Commission in relation to the steel supply monopoly in South Africa. On the 10 October 2002, CGR completed the acquisition of the East Rand Proprietary Mines Limited (ERPM) for a total consideration of R 90 million (US\$ 8.6 million), subject only to one condition subsequent. ERPM has a reserve of 46 212 kilograms (1.47 million ounces) of gold and an estimated mine life of ten years. DRD will manage ERPM on behalf of CGR.

Durban Roodepoort Deep, Limited welcomes the clarity on the new Minerals Bill and associated Empowerment Charter. Considering our recent transactions with KBH, we are already well on our way to achieving these targets.

**MARK WELLESLEY-WOOD**

Chairman and Chief Executive Officer

24 October 2002

# KEY OPERATING AND FINANCIAL RESULTS

US\$/Imperial	Quarter	Blyvoor		North West			Crown (CGR) Surface	Tolukuma		Total DRD *	Dis- continued operation #
		Under- ground	Surface	Under- ground	Surface	Open-pit		Under- ground	Open-pit		
Ore milled - t'000	Sep 2002	234	470	728	1 211	231	3 101	37	1	4 152	735
	Jun 2002	198	473	655	1 313	284	2 997	38	7	4 167	818
Gold produced - ounces	Sep 2002	51 698	11 188	108 958	15 658	6 366	37 295	14 565	161	223 512	4 758
	Jun 2002	47 004	12 892	105 229	21 670	3 472	33 823	16 172	2 123	222 091	4 822
Yield - ounces per ton	Sep 2002	0.221	0.024	0.150	0.013	0.028	0.012	0.394	0.161	0.054	0.006
	Jun 2002	0.237	0.027	0.161	0.017	0.012	0.011	0.426	0.303	0.053	0.006
Cash operating cost - US\$/oz (excluding Eskom link tariff)	Sep 2002	223	198	268	207	208	210	278	317	247	348
	Jun 2002	221	156	244	192	177	210	242	260	227	359
Cash operating cost - US\$/ton (excluding Eskom link tariff)	Sep 2002	49	5	40	3	6	3	110	51	18	2
	Jun 2002	52	4	39	3	2	2	103	79	16	2
Cash operating profit - US\$ m (excluding Eskom link tariff)	Sep 2002	4.8	1.3	5.1	1.7	0.7	4.0	0.4	-	14.0	( 0.1)
	Jun 2002	2.8	1.6	3.9	1.9	0.5	2.4	1.3	0.1	12.1	( 0.3)

ZAR/Metric	Quarter	Blyvoor		North West			Crown (CGR) Surface	Tolukuma		Total DRD *	Dis- continued operation #
		Under- ground	Surface	Under- ground	Surface	Open-pit		Under- ground	Open-pit		
Ore milled - t'000	Sep 2002	213	426	661	1 099	209	2 813	34	1	3 768	667
	Jun 2002	180	429	595	1 191	258	2 719	35	7	3 783	742
Gold produced - kg	Sep 2002	1 608	348	3 389	487	198	1 160	453	5	6 952	148
	Jun 2002	1 462	401	3 273	674	108	1 052	503	66	6 908	150
Yield - g/tonne	Sep 2002	7.55	0.82	5.13	0.44	0.95	0.41	13.32	5.00	1.85	0.22
	Jun 2002	8.12	0.93	5.50	0.57	0.42	0.39	14.37	9.43	1.83	0.20
Cash operating cost - R/kg (excluding Eskom link tariff)	Sep 2002	74 646	66 345	89 747	69 154	69 955	70 506	93 576	104 800	82 878	116 878
	Jun 2002	74 120	52 372	81 980	64 263	59 574	70 605	81 260	88 000	76 170	120 440
Cash operating cost - R/tonne (excluding Eskom link tariff)	Sep 2002	564	54	460	31	66	29	1 247	524	203	26
	Jun 2002	602	49	451	36	25	27	1 168	830	183	24
Cash operating profit - R m (excluding Eskom link tariff)	Sep 2002	50.0	13.7	54.5	17.9	7.1	41.3	4.0	-	147.2	( 1.5)
	Jun 2002	27.3	16.2	35.3	19.2	3.5	23.3	13.5	1.3	116.3	( 4.2)

\* Includes only 40% of Crown (CGR) production attributable to Durban Roodepoort Deep, Limited. (The Jun 2002 quarter has been restated for comparisons purposes).

# During the quarter the West Wits operation was discontinued.

Capital Expenditure	Quarter	Blyvoor		North West		Crown (CGR)		Tolukuma		Total DRD (excl. CGR)	
		US\$ m	R m	US\$ m	R m	US\$ m	R m	US\$ m	R m	US\$ m	R m
Net Outflow	Sep 2002	0.8	8.0	2.4	24.7	0.8	8.4	0.3	2.9	3.5	35.6
	Jun 2002	0.6	5.7	1.0	10.2	0.5	5.5	0.5	4.9	2.1	20.8
Forecast	Dec 2002	1.0	10.2	0.9	9.8	1.2	12.2	0.9	9.6	2.8	29.6

**Incorporating the results of all Durban Roodepoort Deep, Limited subsidiaries, including Blyvooruitzicht Gold Mining Company Limited, Buffelsfontein Gold Mines Limited, West Witwatersrand Gold Holdings Limited, Crown Consolidated Gold Recoveries Limited which has a forty per cent interest in Crown Gold Recoveries (Pty) Limited (CGR), Hartbeestfontein Gold Mine a division of Buffelsfontein Gold Mines Limited, DRD Australasia and Dome Resources NL**

### GROUP INCOME STATEMENTS

FINANCIAL RESULTS (Unaudited)	(US\$ m)	(US\$ m)		(R m)	(R m)	
	Quarter Sep 2002	Quarter Jun 2002	Quarter Jun 2002	Quarter Sep 2002	Quarter Jun 2002	Quarter Jun 2002
		Pro-forma *			Pro-forma *	
Gold revenue	67.2	60.8	70.3	700.7	624.2	721.8
Cash operating costs	( 53.3)	( 49.0)	( 56.1)	( 555.0)	( 512.1)	( 586.4)
Eskom linked electricity tariff	( 2.7)	( 2.7)	( 3.2)	( 27.7)	( 28.6)	( 33.5)
<b>Cash operating profit</b>	<b>11.2</b>	<b>9.1</b>	<b>11.0</b>	<b>118.0</b>	<b>83.5</b>	<b>101.9</b>
Other expenses - net	( 1.0)	( 2.4)	( 2.7)	( 10.1)	( 28.8)	( 32.4)
Business development	( 0.1)	( 0.2)	( 0.2)	( 1.2)	( 1.0)	( 1.0)
Care and maintenance costs	( 0.2)	( 0.2)	( 0.2)	( 1.9)	( 1.5)	( 1.5)
<b>Cash profit from operations</b>	<b>9.9</b>	<b>6.3</b>	<b>7.9</b>	<b>104.8</b>	<b>52.2</b>	<b>67.0</b>
Retrenchment costs	-	-	-	( 0.3)	( 0.5)	( 0.5)
Investment income	1.1	0.5	0.5	12.6	7.1	7.1
Income from associate	0.8	0.3	-	8.0	3.4	-
Interest paid	( 0.1)	-	( 0.3)	( 1.5)	( 2.9)	( 3.0)
<b>Net cash operating profit</b>	<b>11.7</b>	<b>7.1</b>	<b>8.1</b>	<b>123.6</b>	<b>59.3</b>	<b>70.6</b>
Non-cash items	( 1.8)	( 0.1)	( 0.7)	( 19.1)	( 2.3)	( 8.7)
Rehabilitation	( 0.2)	0.6	0.7	( 2.5)	5.3	6.4
Depreciation	( 1.8)	( 1.2)	( 1.7)	( 18.4)	( 12.8)	( 18.5)
Gain on financial instruments	0.1	-	-	1.1	0.8	0.8
Gold in process	0.1	0.5	0.3	0.7	4.4	2.6
<b>Profit before taxation</b>	<b>9.9</b>	<b>7.0</b>	<b>7.4</b>	<b>104.5</b>	<b>57.0</b>	<b>61.9</b>
Taxation	( 0.5)	( 0.1)	( 0.1)	( 5.2)	( 0.2)	( 0.3)
Deferred taxation	( 1.6)	( 2.0)	( 2.0)	( 17.2)	( 18.8)	( 18.8)
<b>Profit after taxation</b>	<b>7.8</b>	<b>4.9</b>	<b>5.3</b>	<b>82.1</b>	<b>38.0</b>	<b>42.8</b>
Exceptional items	7.9	( 58.6)	( 58.7)	79.8	( 591.7)	( 593.0)
<b>Net profit/(loss)</b>	<b>15.7</b>	<b>( 53.7)</b>	<b>( 53.4)</b>	<b>161.9</b>	<b>( 553.7)</b>	<b>( 550.2)</b>
<b>Headline earnings per share - cents</b>	<b>4.3</b>	<b>2.7</b>	<b>3.1</b>	<b>45.1</b>	<b>22.2</b>	<b>25.0</b>
Basic earnings/(loss) per share - cents	8.6	( 31.4)	( 31.3)	88.8	( 324.1)	( 322.0)
Calculated on the weighted average ordinary shares issued of :	182 236 525	170 866 680	170 866 680	182 236 525	170 866 680	170 866 680

(\* Quarter Jun 2002 restated to reflect 60% sale of CGR for comparison purposes only)

### GROUP BALANCE SHEETS

ABRIDGED (Unaudited)	(US\$ m)		(R m)	
	Quarter Sep 2002	Quarter Jun 2002	Quarter Sep 2002	Quarter Jun 2002
<b>ASSETS</b>				
<b>Non-current assets</b>	<b>104.5</b>	<b>111.3</b>	<b>1 103.4</b>	<b>1 154.5</b>
Mining assets - net	62.1	74.4	656.2	771.9
Investments	9.3	1.8	97.7	18.4
Environmental Trust funds	12.1	12.1	127.7	125.9
Deferred mining and income taxes	21.0	23.0	221.8	238.3
<b>Current assets</b>	<b>40.4</b>	<b>44.4</b>	<b>426.3</b>	<b>460.6</b>
Inventories	7.4	8.4	78.6	86.7
Trade and other receivables	8.4	12.2	88.4	126.6
Cash and equivalents	24.6	23.8	259.3	247.3
<b>Total assets</b>	<b>144.9</b>	<b>155.7</b>	<b>1 529.7</b>	<b>1 615.1</b>
<b>EQUITY AND LIABILITIES</b>				
Shareholders' equity	63.9	42.1	674.6	438.0
<b>Non-current liabilities</b>	<b>46.5</b>	<b>59.0</b>	<b>491.2</b>	<b>611.1</b>
Borrowings	14.3	24.0	151.5	248.4
Rehabilitation	16.6	18.6	174.8	193.4
Deferred mining and income taxes	6.7	6.8	70.6	70.0
Provisions	8.9	9.6	94.3	99.3
<b>Current liabilities</b>	<b>34.5</b>	<b>54.6</b>	<b>363.9</b>	<b>566.0</b>
Trade and other payables	25.5	38.2	269.3	396.4
Current portion of borrowings	8.1	16.0	85.5	165.6
Taxation	0.9	0.4	9.1	4.0
<b>Total equity and liabilities</b>	<b>144.9</b>	<b>155.7</b>	<b>1 529.7</b>	<b>1 615.1</b>

### EXCEPTIONAL ITEMS

	(US\$ m)	(R m)
Quarter Sep 2002	Quarter Sep 2002	Quarter Sep 2002
Profit on sale of investment *	8.1	82.6
Impairment of assets	( 0.2)	( 2.8)
	<b>7.9</b>	<b>79.8</b>

\* On 1 July 2002 Durban Roodepoort Deep Limited sold 60% of its holding in CGR in a black empowerment joint venture to Khumo Bathong Holdings (Pty) Ltd and realised a profit of US\$ 8.1 million (R 82.6 million).

### CHANGES IN SHAREHOLDER'S INTEREST

	(US\$ m)	(R m)
Quarter Sep 2002	Quarter Sep 2002	Quarter Sep 2002
Shareholders' interest at the beginning of the period	42.1	438.0
Share capital issued	7.4	74.7
- for cash	6.7	68.0
- for share options exercised	0.7	7.2
- for share issue expenses	-	( 0.5)
Movement in retained income	14.4	161.9
- profit attributable to shareholders	7.8	82.1
- currency adjustments and other	( 1.3)	-
- exceptional items	7.9	79.8
Shareholders' interest at the end of period	63.9	674.6

**GROUP CASH FLOW STATEMENTS**

ABRIDGED (Unaudited)	(US\$ m)	(R m)
	Quarter	Quarter
	Sep 2002	Sep 2002
Cash inflow from operating activities	15.8	165.1
Cash outflow from investing activities	( 4.1)	( 42.3)
Cash outflow from financing activities	( 8.8)	( 91.3)
Translation adjustments	( 0.5)	( 2.6)
Increase in cash and cash equivalents	2.4	28.9
Opening cash and cash equivalents *	22.2	230.4
Closing cash and cash equivalents	24.6	259.3

(\* Opening balance restated to exclude cash and cash equivalents attributable to CGR)

**CONVERSION FACTORS****CURRENCY**

Balance Sheet:	30-Sep-02	US\$ 1 =	R 10.5600
Income Statement:	Jul-02	US\$ 1 =	R 10.1083
	Aug-02	US\$ 1 =	R 10.5734
	Sep-02	US\$ 1 =	R 10.5995

**UNIT OF MEASUREMENT**

Metric	Imperial
1 metric tonne	1.10229 short tonnes
1 kilogram	32.1507 ounces

**STOCK DATA****ISSUED CAPITAL**

182 957 397 ordinary no par value shares  
5 000 000 cumulative preference shares

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

JSE	Frankfurt	NASDAQ
293	128	3 223
42%	18%	458%
R 49.20	Euro 4.69	USD 4.56
R 22.00	Euro 2.52	USD 2.31
R 46.01	Euro 4.43	USD 4.16

**EXPLORATION**

At the Tolukuma mine, drilling at Saki produced 1 032 meters of core in 14 holes during the quarter. The best intersections for the period was in DDH SK14 with Saki 1 and Saki 2 veins intersected and results of 6.6 grams per ton over one meter and 5.5 grams per ton over 3.25 meter true width respectively. In the near mine area, drill pads are being prepared for a short program on the Taula Vein at Seri Seri, four kilometers south of the Tolukuma mine in EL580.

A new road is being extended south from the Gulbadi pit into the Illive Valley for the drilling of deep holes into the Milaihamba structure. Some 24 kilometers of line has been cleared for surveyors to mark out the boundaries of a new extended mining lease.

In the regional programs aimed at longer-term targets, reconnaissance work was carried out in EL1297 at the Awara and Gira prospects and both have confirmed the work of earlier exploration companies with delineation of anomalous gold and gold base metals mineralisation. The planned airborne geophysical survey covering EL's 1297, 1286, 1264 and 1284 will commence early in the new quarter. The Daylesford EL3431 license was renewed on 27 July 2002 for a period of one year expiring on 15 May 2003.

The Argonaut project represents DRD's southern down-dip extension of the Central Rand goldfield. The total surface area is covering 250 square kilometers with the Main Reef and Main Reef Leader extending from 3 000 meters to at least 5 000 meters below surface. The resource contains an estimated 111 million ounces of gold. Management believes that the project will be viable at current Rand gold prices and thus represents a major opportunity for DRD shareholders. In the current financial year, US\$ 8.2 million (R 86 million) has been identified for project work, of which US\$ 2.4 million (R 25 million) is required for the acquisition of surface rights for future shafts and slime deposition sites.

Nick Goodwin has been appointed Project Manager for the Argonaut Project.

**SHARE OPTION SCHEME**

The following summary provides information in respect of the Durban Roodepoort Deep (1996) Share Option Scheme as at 30 September 2002 :

Number of options granted :	5 157 688
Number of options currently exercisable :	1 185 945

**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 2002.

**INVESTOR RELATIONS**

For further information, contact Maryna Eloff at :  
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Johannesburg 2000, South Africa

**UNITED KINGDOM REGISTRARS :**

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6 St. James' Place,  
London SW IA INP

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

Directors : MM Wellesley-Wood (Chairman and Chief Executive Officer)\* ; IL Murray (Chief Financial Officer) ; FH Coetzee (Chief Operations Officer) ;  
MP Ncholo ; N Goodwin ; RP Hume ; GC Campbell\* ; DC Baker\*\*  
MA Eloff (Group Company Secretary) (\*British) (\*\*Australian)