



**Results for the quarter ended
30 June 2001**



The quarter in review

- Overall results reflect a strong performance
- Headline earnings (excluding unrealised gains from hedging) increased by 19% to \$66 million
 - US 62 cents per share
 - R5.01 per share
- Operating profit up 5% to \$120 million
- Total cash costs decreased by 4% to \$185/oz





The quarter in review

- Very good operating quarter
 - Key South African operations again performed at or above plan
 - Africa produced excellent results
 - Steady performances from the Americas and Australia
- Tshepong and Bambanani will remain in the AngloGold portfolio
- Matjhabeng Eland shaft will close by end 2001
- Joel South shaft will be placed in orderly closure mode or be sold by year-end unless a reasonable offer to purchase is received. North shaft drilling programme to continue
- GAExchange goes live for gold trading



The six months in review

- Gold production down due to sale of Elandsrand and Deelkraal, offset by Geita and Morila
- Cash costs down 12% to \$189/oz
- Operating profit down 1% to \$234 million
- Headline earnings (excluding unrealised gains from hedging) down 11% to \$122 million due to increased interest paid in 2001 for Geita and Morila
- Retrenchment costs up from \$6 million to \$16 million as a result of downsizing across the company to reduce overheads
- A dividend payment of R7.00 per share declared, giving a 5% yield on a share price of R288.00 per share





The gold market


- Closing spot price (\$271/oz) was \$15 above opening price for quarter and average price for period \$5/oz higher
- Foreign exchange markets continued to be active –
 - AUD strengthened by 11% against US\$ during May
 - US\$ rallied towards quarter-end and finished strongly
 - Euro and Rand at lows at quarter-end
- SA spot price of gold averaged R69,160/kg - 4% better than Q1
- Concerns with US inflation and tight lease rates early in the quarter provided price support, which softened as inflation fears diminished
- In the immediate future, the physical market is about to enter a traditionally quiet period



Overall performance – South Africa

- Performance at key operations met or exceeded production and cost expectations
- Excluding the effect of the sale Elandsrand and Deelkraal gold production for the region actually increased by 386kg to 36,341kg (1.17 million oz)
- Total cash costs down 1% to R50,120/kg (down 4% in dollar terms to \$194/oz)
- Operating profit decreased marginally by 2% due to higher retrenchment costs
- Agreement reached with NUM on two-year wage deal







Overall performance – South Africa

West Wits

Tau Tona	<ul style="list-style-type: none"> ■ Gold production up by 4% to 4,870kg (157,000oz) ■ Total cash costs higher at R42,229 (largely due to winder maintenance) ■ Improvement in total cash costs to \$164/oz ■ Improvement in operating profit by 28% to R144 million
Savuka	<ul style="list-style-type: none"> ■ Volume mined increased by 11% ■ Gold produced increased by 14% to 2,016kg (65,000oz) ■ Total cash costs decreased by 5% to R63,636/kg (\$246/oz)
Mponeng	<ul style="list-style-type: none"> ■ Production still impacted by lack of available face length ■ Decrease in gold production by 4% to 2,453kg (79,000oz) ■ 11% increase in rand total cash costs (8% in dollar terms) ■ Operating loss of R38 million (\$5 million) ■ Planned incremental improvements over 2nd half 2001


Overall performance – South Africa


Vaal River

Great Noligwa	<ul style="list-style-type: none"> ■ Good gold performance 7,790kg (251,000oz) ■ 2% improvement in cash costs to R34,398/kg (\$133/oz) ■ Higher productivity and 7% increase in recovered grade ■ Operating profit down 3% to R262 million due to movement in inventory
Kopanang	<ul style="list-style-type: none"> ■ Gold production 3% lower on Q1, 2001 (3,820kg or 123,000oz) ■ Operating profit increased to R61 million (\$8 million) ■ Safety milestone reached – 1 million fatality-free shifts
Tau Lekoa	<ul style="list-style-type: none"> ■ Gold production steady at 2,383kg (76,000oz) ■ Total cash costs (rand) increased by 6% due to non-recurring infrastructure maintenance

Ergo

Ergo	<ul style="list-style-type: none"> ■ Production down by 17% to 2,368kg (76,000oz) off exceptional Q1 performance ■ Operating profit R18.5m - still above target level
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Overall performance – South Africa

Free State

Bambanani	<ul style="list-style-type: none"> ■ Performance continues to improve ■ Production increased by 10% on Q1 ■ Total cash costs 2% lower at R60,185/kg (\$233/oz) ■ Operating profit marginally down due to fire costs
Tshepong	<ul style="list-style-type: none"> ■ Gold production increased by 17% ■ Total cash costs 11% down to R44,579/kg (\$173/oz) ■ Operating profit 13% higher at R55 million (\$7 million) ■ Exceptional performance with high efficiencies
Matjhabeng	<ul style="list-style-type: none"> ■ Planned closure of Sable shaft and Nyala shaft during the quarter - 16% decline in gold production to 1,440kg (46,000oz) ■ Total cash costs reduced by 15% to R60,344/kg ■ Operating loss for quarter reduced to R25 million (\$3 million) ■ Eland shaft will be sold or managed to closure by year-end
Joel	<ul style="list-style-type: none"> ■ Mine to be placed in an orderly closure mode – to be closed or sold by year-end ■ Better quarter, but reported operating loss of R18 million




Overall performance – Africa

- Very good quarter
- Gold produced up 9% to 211,000oz attributable
- Total cash costs at \$121/oz – 2% lower than Q1
- Operating profit increased by 29% to \$22 million





Overall performance – Africa

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|----------------------|--|
| Sadiola (38%) | <ul style="list-style-type: none"> 5% increase in gold production to 52,000oz (attributable) Reduction in total cash costs of 4% to \$125/oz |
| Yatela (40%) | <ul style="list-style-type: none"> Produced first gold on 9 May, 2001 ahead of schedule and below construction budget 8,000oz attributable for the quarter – credited to pre-production costs |
| Morila (40%) | <ul style="list-style-type: none"> Power generation problems were overcome Production increased by 3% to 65,000oz (attributable) Total cash costs \$100/oz increased 11% on previous quarter due in part, to a change in material mined |
| Geita (50%) | <ul style="list-style-type: none"> Higher plant throughput resulted in production of 72,000oz (attributable) Total cash costs \$133/oz - 6% lower Operating profit increased by 53% to \$7 million |
| Navachab | <ul style="list-style-type: none"> Production up by 7% to 22,000oz and cash costs down by 7% to \$162/oz |



Overall performance – North America

- Production up 4%
- Operating profit increased by 28% - higher production despite lower realised gold price
- Total cash costs decreased by 4% to \$202/oz
- Performance is expected to be on target by year-end

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|---------------------------------------|--|
| Jerritt Canyon (70%) | <ul style="list-style-type: none"> Production of 73,000oz was 3% lower as a result of decreased Cortez ore tonnage Total tonnage processed - 3% lower Total cash costs at \$217/oz, 6% lower due to lower volumes of purchased Cortez Ore |
| Cripple Creek and Victor (67%) | <ul style="list-style-type: none"> Production was up 13% to 57,000oz Total cash costs - 5% higher at \$177/oz due to increased tonnage mined |





Overall performance – South America

- Gold production was 1% lower at 106,000oz
- Total cash costs were 4% lower at \$141/oz

Cerro Vanguardia (46.25%)

- 10% reduction in gold production due to lower than expected grade
- Improved safety trend continues

Morro Velho

- Production up 3% due to an additional 1,900oz from Nova Lima plant clean-up

Serra Grande (50%)

- 3% improvement in production due to increased tonnage treated



Overall performance – Australia

- Gold production of 118,000oz was 11% down on Q1 – in part due to commissioning of Sunrise Dam plant and underperformance of Union Reefs and Tanami
- Decrease in production was matched by reductions in cash expenditure - allowed total cash costs to be reduced by 3% to \$195/oz





Overall performance – Australia

Sunrise Dam

- Plant expansion completed ahead of schedule and within budget
- Output of 68,000oz higher than planned, but still 9% below Q1
- Total cash costs up by 12% due to restricted plant throughputs and use of lower grade ore

Union Reefs

- Disappointing performance – poor mining rates
- 25% fall in production to 23,000oz and increase in cash costs to \$269/oz
- Due to limited future value, disposal options being considered

Boddington

- Oxide operation is nearing completion - mining restricted to ore blocks
- Production improved to 20,000oz
- Plant on care and maintenance at end Q3 pending possible start of the expansion project

Tanami

- Unusually heavy rains in Q1 resulted in restricted pit access and major loss of reserves
- Mining terminated at end June - processing will cease during Q3