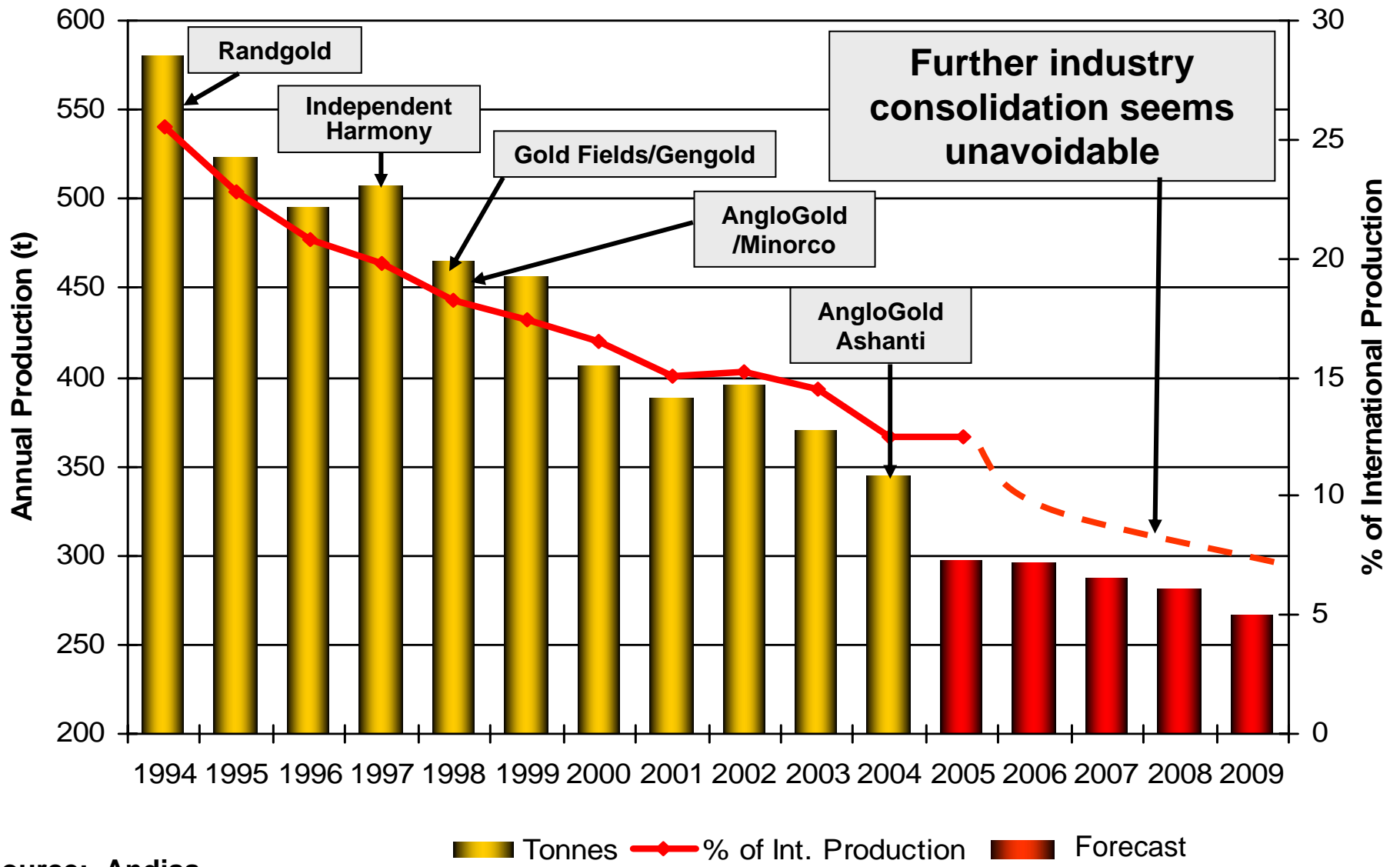




**“With our restructuring process completed we can focus on delivery of our growth projects”**

**November 2005**

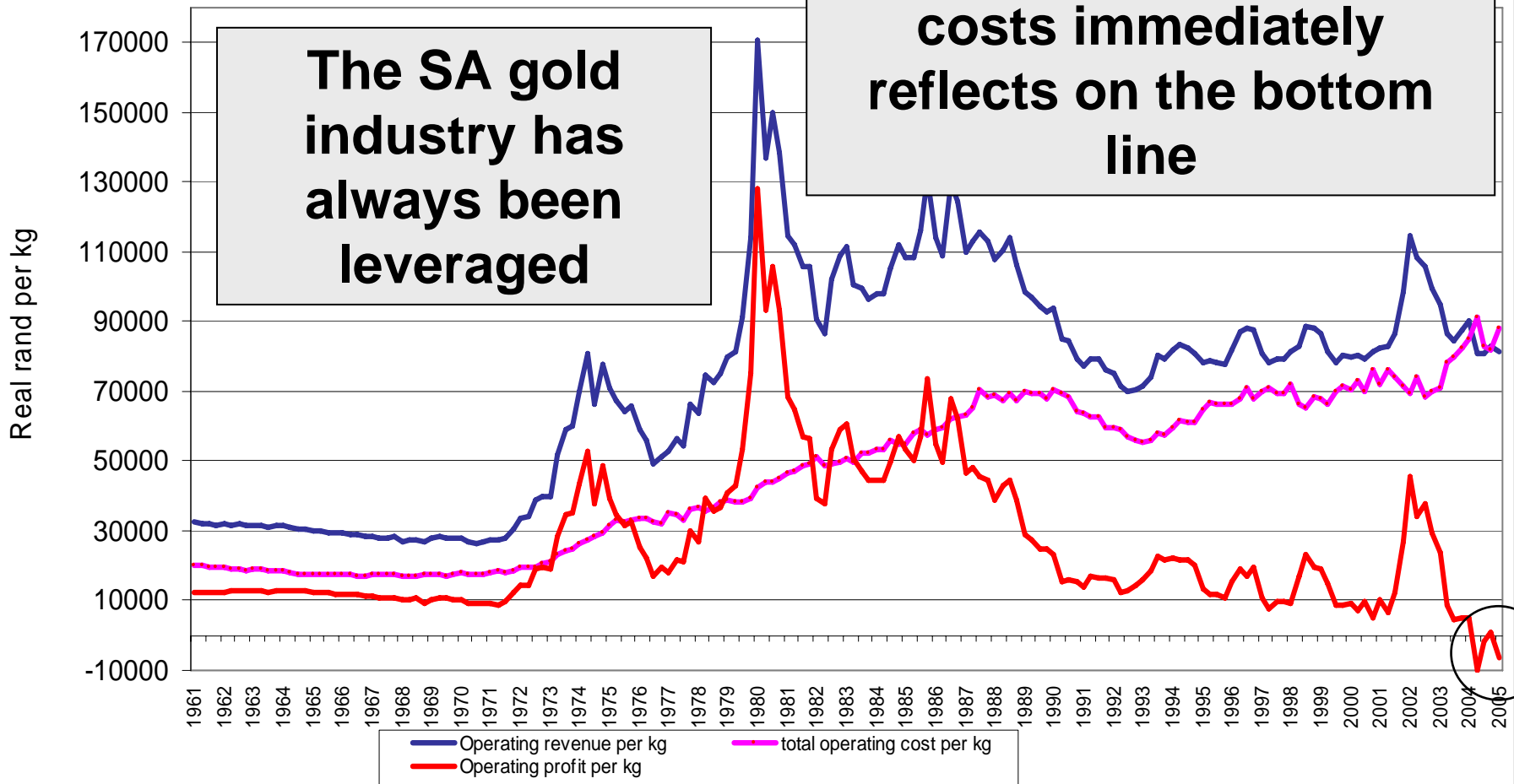
# SOUTH AFRICAN GOLD PRODUCTION IS DECLINING RAPIDLY



Source: Andisa



Operating revenue, total operating costs and profit, all per kg in real first Quarter 2005 rand terms (PPI deflator)

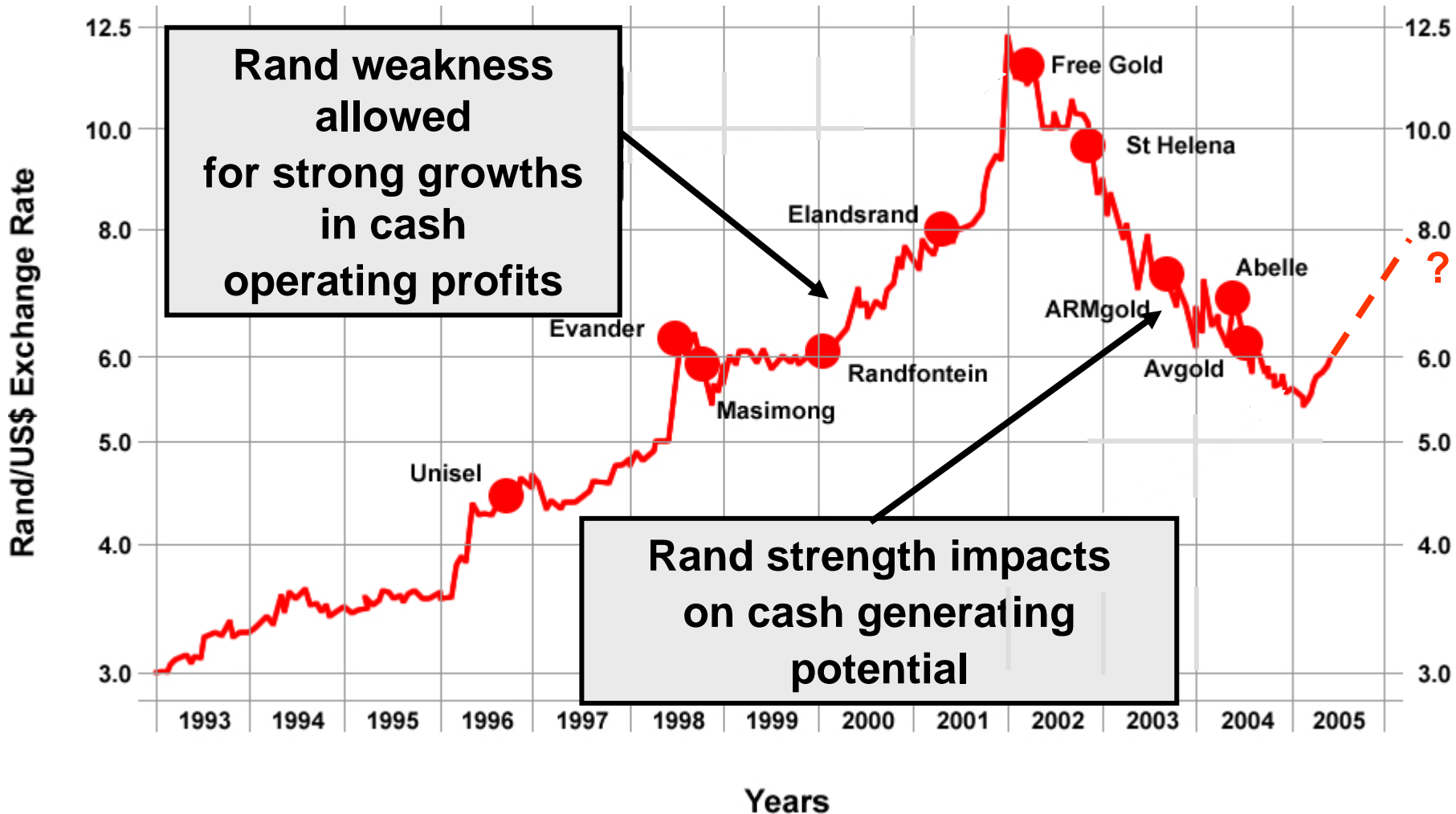


**WE HAVE DELIVERED ON:**

- **keeping our growth strategy intact – increasing production from 580 000 ounces to in excess of 3,0 million ounces per annum**
  - **building an international gold mining company with exposure in South Africa, Australasia and South America**
  - **we are pursuing potential growth opportunities in Africa, Central Asia and South America**
  - **anticipating and pro-actively managing change in the South African political and economic operating environment**
- **We have received new order mining licences for Evander, Elandsrand and Randfontein**

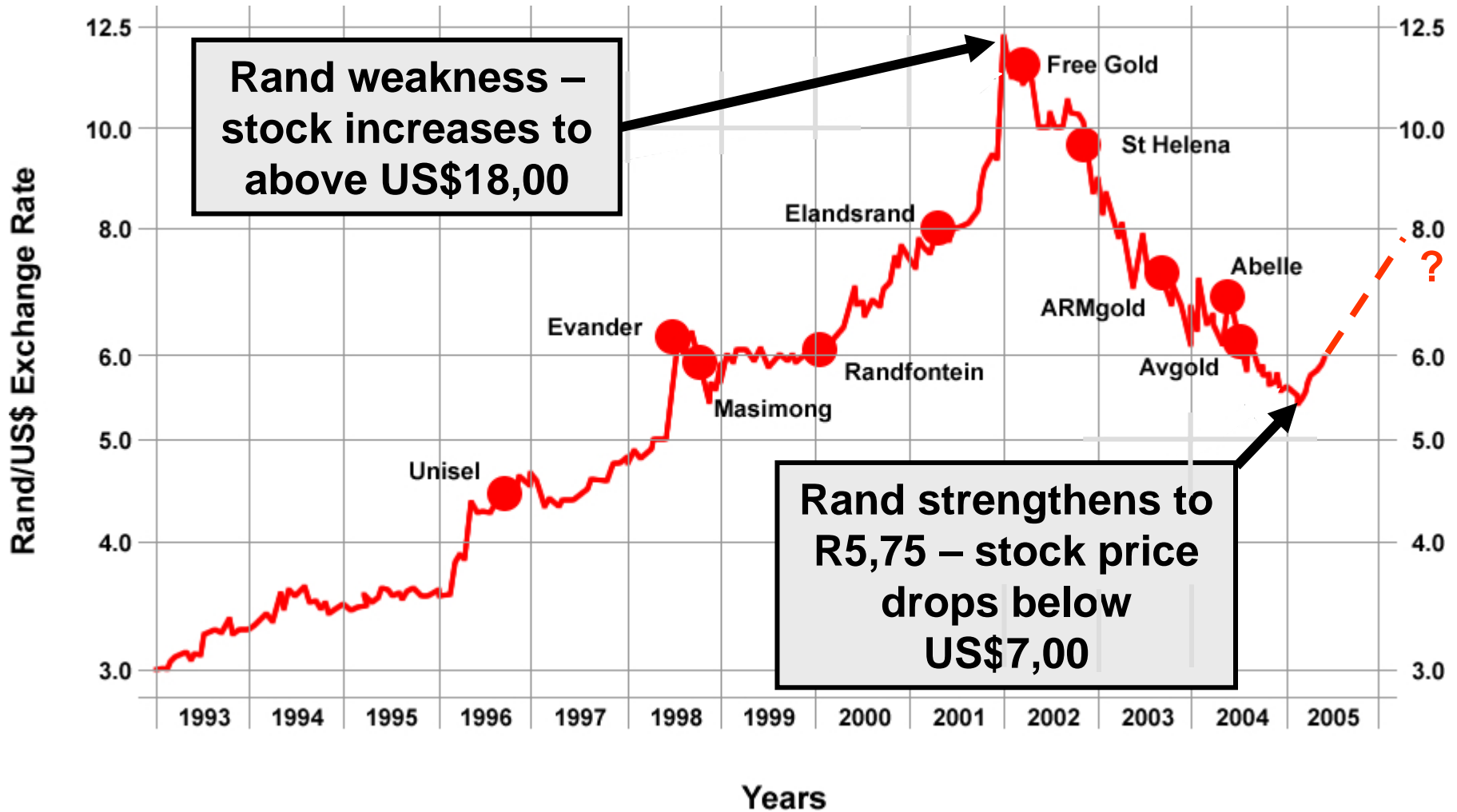


## ACQUISITION OPPORTUNITIES DURING THE R/US\$ CYCLE





## HOW RAND STRENGTH AFFECTS OUR STOCK PRICE

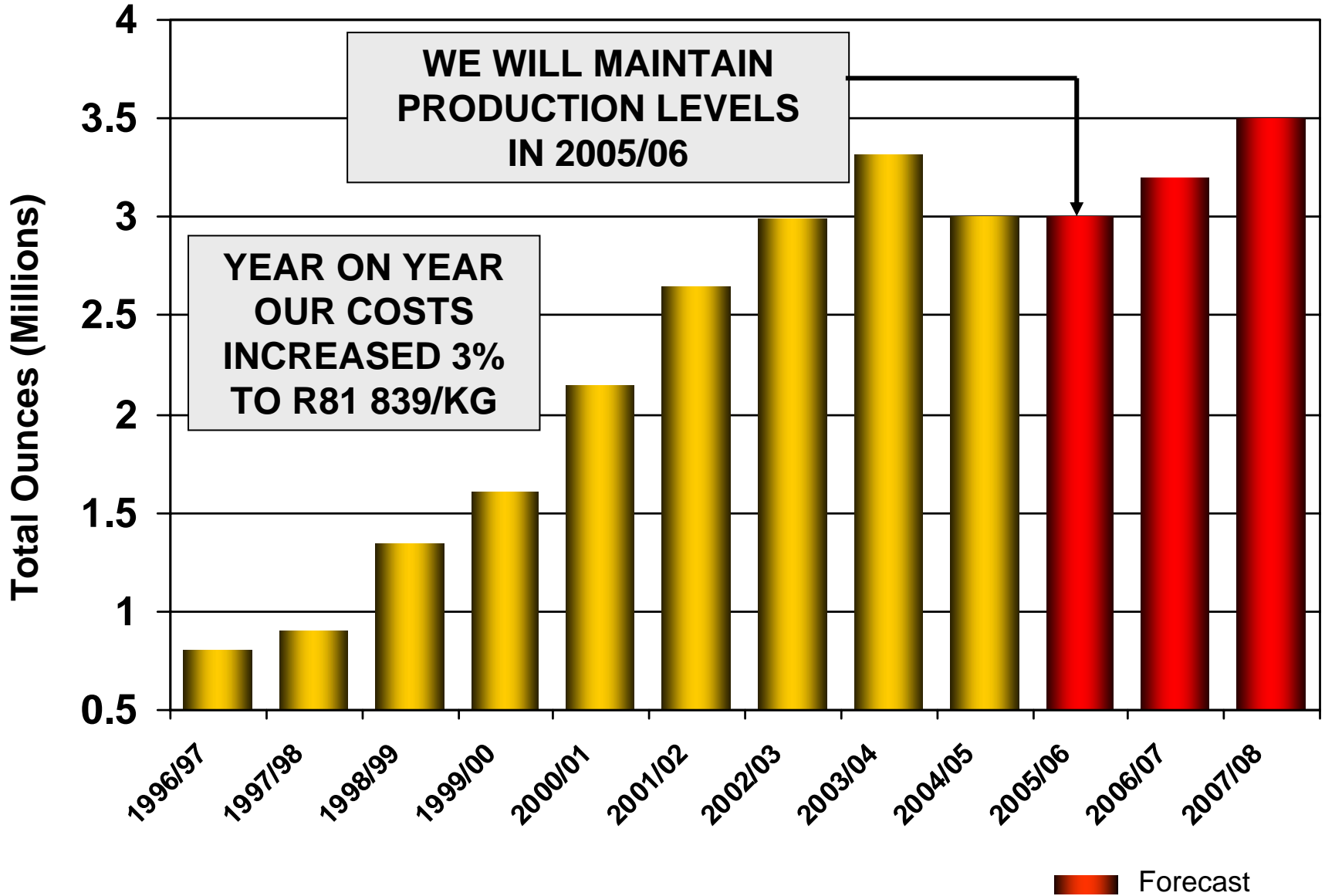


- **concluded agreement with NUM on 19 July 2005**
- **the agreement allowed for a 20% reduction in our labour force**
- **allowed the company to increase its operating margins significantly**
  
- **implementation completed by end August 2005**
- **ends operational disruption in Free State and additional costs incurred**
- **operations normalised in September month with CONPS expected to be fully implemented by end December 2005 quarter**



# HARMONY™

## RESTRUCTURING OUR OPERATIONS HAS HAD AN IMPACT







**HARMONY™**

# OUR VALUE UPLIFTMENT PROCESS

**“Increasing the quality of our production base”**

**Cash available for dividends and re-investment in quality production**

**Restructure for profitability**

**Acquisition of marginal assets**

**“Owning sufficient quality replacement ounces”**

**PROJECTS BEING COMMISSIONED**

**Masimong Expansion  
Target Mine**

**PROJECTS UNDER CONSTRUCTION**

**Elandsrand New Mine  
Phakisa Mine  
Tshepong Decline  
Doornkop South Reef  
Hidden Valley (PNG)**

**PROJECTS UNDER INVESTIGATION**

**Wafi (PNG)  
Target North**

**PROJECTS REQUIRING STRONGER GOLD PRICE**

**Poplar  
Rolspruit**





# LOW CAPITAL COST PER PRODUCTION OUNCE

PROJECT		MINEABLE RESERVE ('000/oz)	TOTAL COST** (US\$M)	US\$ COST/oz	g/t	oz/ANNUM
Masimong	(SA)	2 530	30	12	5,2	260 000
Phakisa	(SA)	4 100	73	18	7,4	250 000
Hidden Valley	(PNG)	2 040	196	96	3,0	300 000
Elandsrand	(SA)	6 300	210	33	8,8	450 000
Doornkop South Reef	(SA)	3 700	169	46	6,4	330 000
Tshepong	(SA)	1 300	36	28	7,5	130 000
<b>TOTAL</b>		<b>17 930</b>	<b>518</b>	<b>29</b>	<b>-</b>	<b>1 527 000</b>

Based on R92 000/kg

\*\* Includes acquisition, exploration and capex charges

**WE ARE BUILDING SIX MINES TO EXPLOIT  
17,9 MILLION OUNCES OF GOLD AT A RATE OF  
1 527 000 OUNCES PER ANNUM AT AN AVERAGE  
CASH COST OF US\$260/OZ**

- **all required statutory approvals have been obtained**
- **draft Environmental Management Plan to be submitted by end December 2005**
- **construction of access road to Hidden Valley at a cost of A\$16,4 million gets underway**
- **updating of feasibility document and project execution plan continues**
- **finalising funding of mining fleet**
- **alternative of securing electricity from national power supplier being investigated**

<b>Gold production per annum</b>	<b>('000 oz)</b>	<b>300</b>
<b>Silver production per annum</b>	<b>('000 oz)</b>	<b>4 500</b>
<b>Gold equivalent production</b>	<b>('000 oz)</b>	<b>360</b>
<b>LOM gold production</b>	<b>('000 oz)</b>	<b>2 065</b>
<b>LOM silver production</b>	<b>('000 oz)</b>	<b>26 744</b>
<b>Mine construction period</b>	<b>(months)</b>	<b>18</b>
<b>LOM</b>	<b>(years)</b>	<b>7</b>

<b>Cash operating costs – by product basis</b>	<b>(US\$/oz)</b>	<b>165</b>
<b>Royalty cost</b>	<b>(US\$/oz)</b>	<b>19</b>
<b>Tax and PRI cost</b>	<b>(US\$/oz)</b>	<b>35</b>
<b>Total cost</b>	<b>(US\$/oz)</b>	<b>219</b>
<b>Total project capital</b>	<b>(A\$m)</b>	<b>277</b>
<b>Project IRR</b>	<b>(%)</b>	<b>21</b>
<b>Project NPV at 8%</b>	<b>(A\$m)</b>	<b>112</b>



# ROAD CONSTRUCTION ON THE BULOLO HIDDEN VALLEY ACCESS ROAD





# ROAD CONSTRUCTION ON THE BULOLO HIDDEN VALLEY ACCESS ROAD

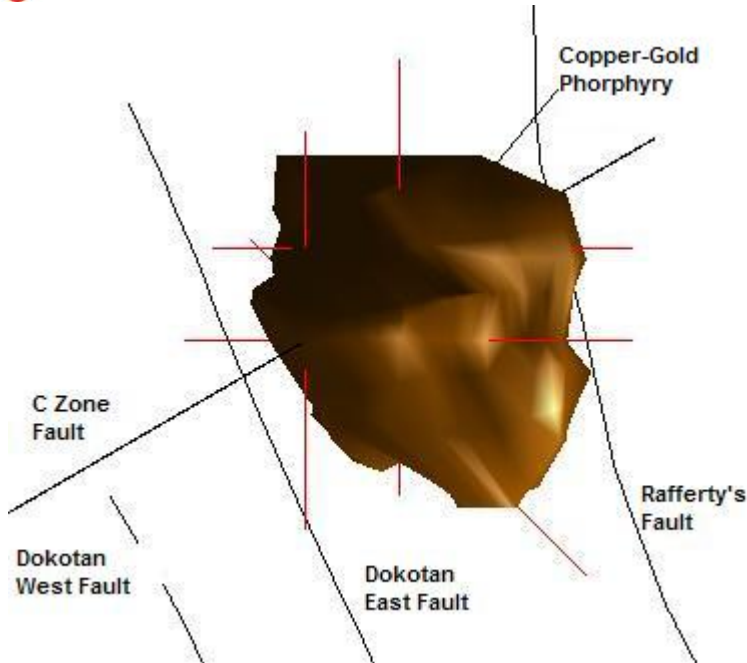






- a large gold and copper resource in close proximity
  - Golpu resource 96m tonnes @ 1.41% Cu, and 0.65 g/t Au
    - 1.35m tonnes contained copper
    - 2m oz contained gold
  - Wafi Gold resource divided into 3 significant zones
    - Link Zone – 5.8m tonnes @ 7g/t (1.3m oz Au)
    - Zone A – 39.8m tonnes @ 2.45 g/t (3.1m oz Au)
    - Zone B – 18.8m tonnes @1.72 g/t (1m oz Au)
- both resources are well drilled, with significant metallurgical test work already completed

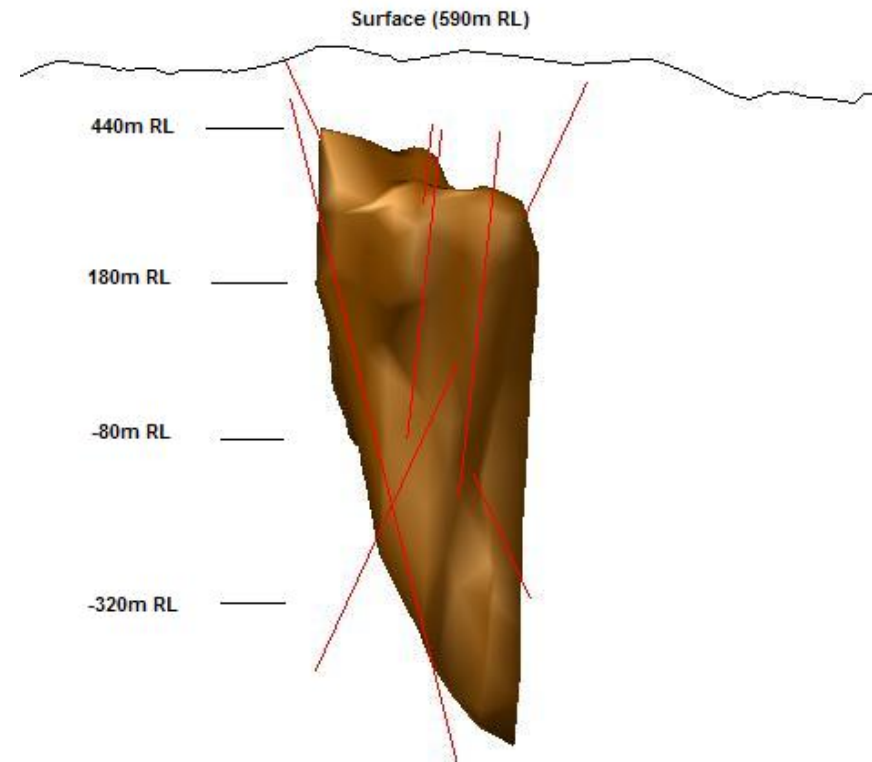
- **large gold, and copper gold resources: focus on Golpu (Cu/Au) and high grade Wafi Link Zone (Au)**
- **scoping study for Golpu Cu/Au resource identified the need for additional geotechnical information and initial 6000m drilling programme has commenced**
- **drill core to be utilised to collect geotechnical, resource, and metallurgical test data**



**Golpu plan view showing major structures and geotechnical drilling program planned holes**

- 6 holes, 6 000m total
- all holes test major structures and add resource confidence

**Isometric view of copper gold porphyry and geotechnical drilling program**



- **commencement of pre-feasibility at a cost of A\$8 million gets underway in July 2005**
- **contracts have been awarded for:**
  - **diamond drilling**
  - **geotechnical consulting**
  - **environmental studies**
  - **upgrading of access road**
  - **metallurgical testwork**
- **pre-feasibility study scheduled for completion by December 2006**

- a South African Rand leveraged, unhedged, pure gold company producing 3,0 million ounces per annum
- affordable quality projects to ensure long-term sustainability and growth
- rightsizing for profitability under a low Rand/gold price scenario
- short-term production growth through CONOPS
- exposure to our exploration successes in PNG



**“MORE VALUE UPLIFTMENT TO FOLLOW”**