



HARMONY™

**BUILDING OUR
PIPELINE OF QUALITY
GROWTH PROJECTS**

May 2005



HARMONY - OUR STRATEGIC PROFILE

- international gold mining company with exposure in South Africa, Australasia and South America
- pursue potential growth opportunities in Africa, central Asia and South America
- participation in further consolidation internationally

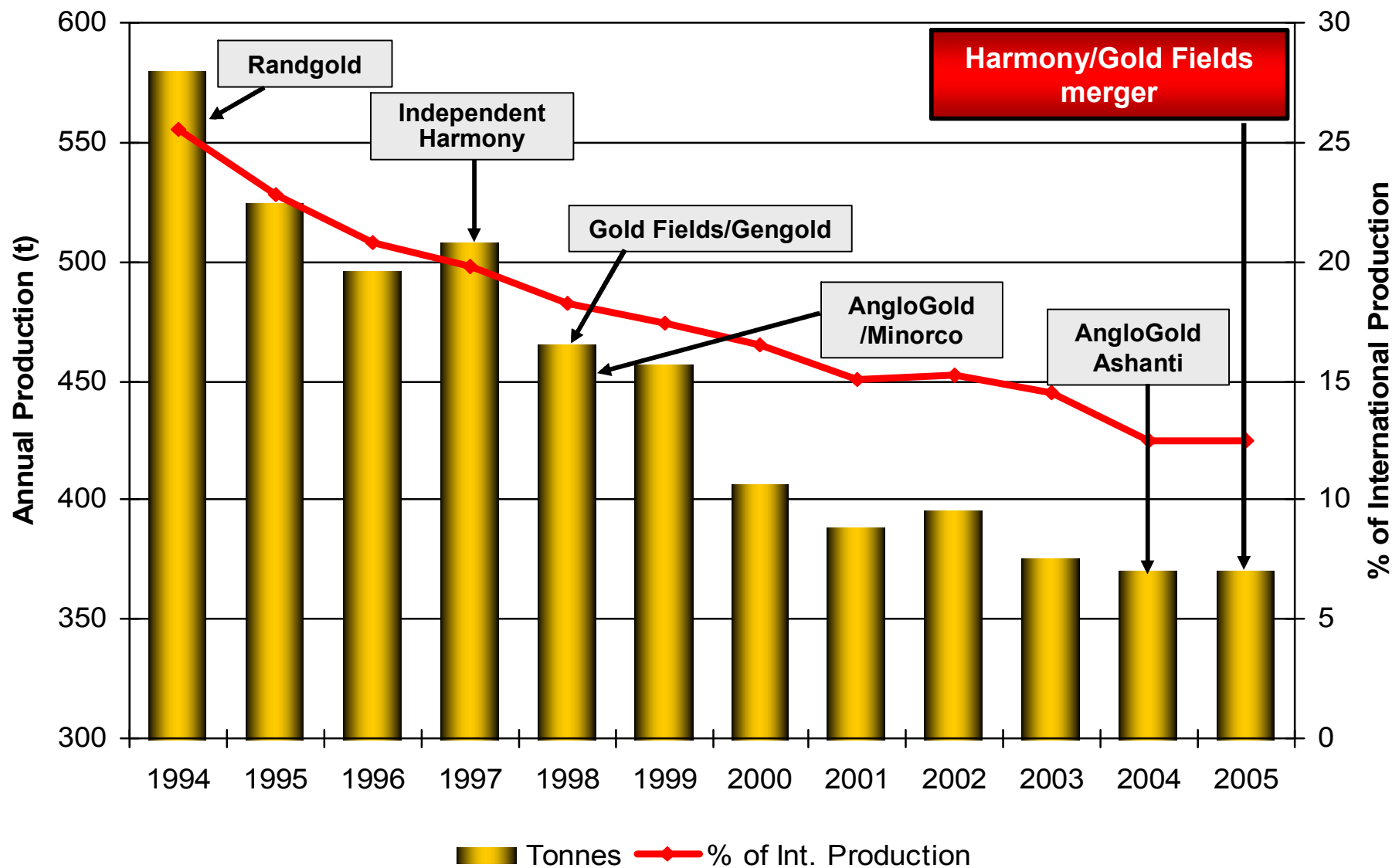
WE HAVE DELIVERED ON

- keeping our growth strategy intact
- over the past seven years consistently creating value for our shareholders
- anticipating and pro-actively managing change in the South African political and economic operating environment
 - received new order mining licences for Evander, Elandsrand and Randfontein
- building an international production base



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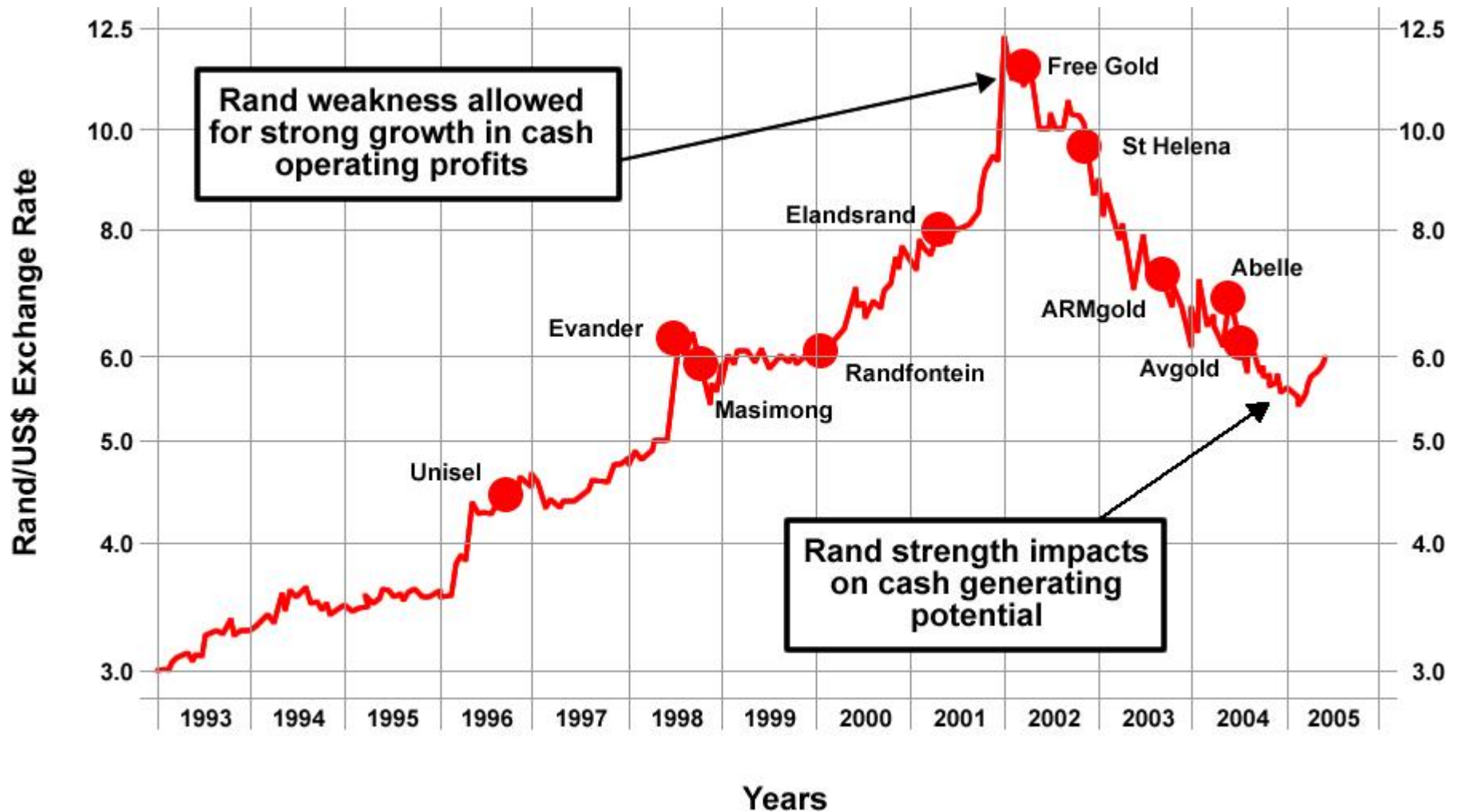
SOUTH AFRICAN GOLD PRODUCTION AS A PERCENTAGE OF TOTAL WORLD PRODUCTION





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EXCELLENT ACQUISITION OPPORTUNITIES DURING R/US\$ CYCLE

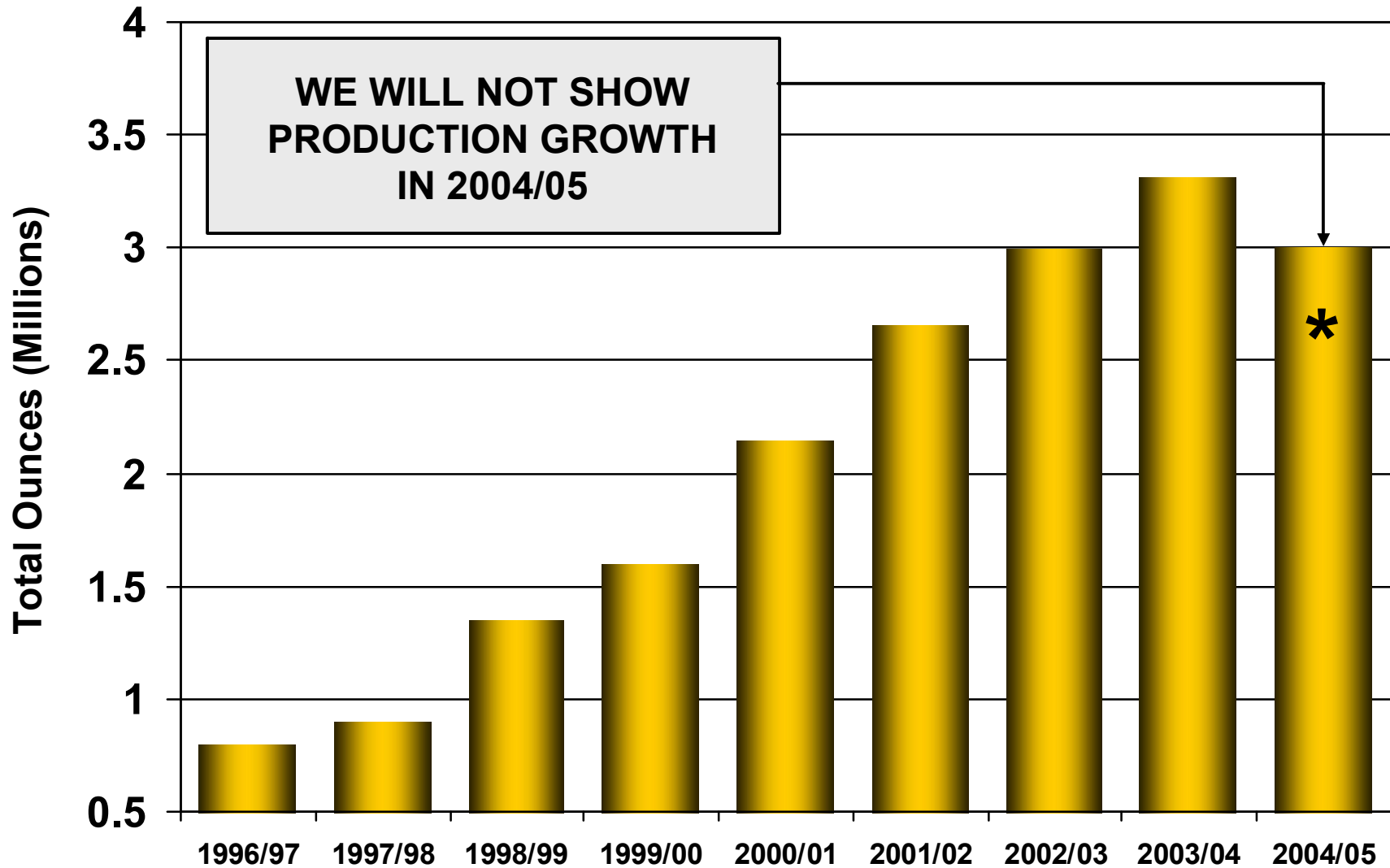


Source: I-Net Bridge; Deutsche Securities



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RESTRUCTURING OUR OPERATIONS WILL HAVE AN IMPACT



* Estimated production profile at R82 000/kg



RECONCILIATION OF OUR ORE RESERVES

		Jan-05	CPR	Variance
		Ounces (000)	Ounces (000)	Ounces
1. Operations	Proven and Probable	43,737	41,720	2017
2. Projects				
Below infrastructure	Proven and Probable	10,116	9,91	- 206
3. Stockpiles				
Underground (Vamping)	Proven and Probable	1,095	-	1095
4. Surface	Proven and Probable	703	548	155
5. TOTAL	Proven and Probable	55,651	52,186	- 3465
	Inferred in Life of Mine	6,696	8,279	1583
	Total in LoM	62,347	60,416	1931
				-3%

Reconciliation

Jan '05	Proven and Probable ozs ('000)	55,651
	Vamping	(1,095)
	Interpretation difference in probable reserve	(1,534)
	Closure of Saaiplaas 3 Shaft	(268)
	Percentage extraction	(568)
SRK Jan '05	Proven and Probable ozs ('000)	52,186



ESTIMATED ANNUALISED PRODUCTION

Estimated Annualised Production @ R6,25 per US\$

	Ounces	Cash Costs (R/kg)	Cash Costs (\$/oz)	Cash costs plus capex (R/kg)	Cash costs plus capex (\$/oz)
Leveraged shafts	865 000	84 394	420	85 387	425
Quality Shafts	1 383 000	66 881	333	70 497	351
Project Shafts	323 000	80 626	401	111 244	554
SA u/ground sources	2 571 000	74 497	371	80 624	401
Australia	273 000	71 875	358	83 854	417
SA Surface Operations	103 000	71 214	354	71 214	354
Total Harmony	2 947 000	74 140	369	80 595	401

**HARMONY™****IMPAIRMENT CALCULATIONS****SA Operations**

	Impairment	% of Book Value	Reserve
<u>Shafts</u>	<u>R' millions</u>	<u>Impaired</u>	<u>m/ozs</u>
Bambanani	149,0	24	-
Unisel	119,8	85	-
St Helena	118,7	100	0,6
E 2/3/5	138,7	100	0,8
Nyala	96,2	100	0,4
Free State other assets	180,0	54	-
Kudu/Sable/Eland	77,3	100	-
B2/B3 complex	33,4	100	-
Joel	22,0	55	-
M1	21,0	100	1,4
Orkney 3/6	2,8	100	-
Kalgold	64,9	46	-
Sub Total	1 023,8		3,2

Optionality of these 3,2 million reserve ounces is retained



IMPAIRMENT CALCULATION (CONTINUED)

	<u>R'millions</u>
<u>SA Operations</u>	1 023,8
Undeveloped properties (Kalgold)	72,0
<u>Australia Operations</u>	200,1
Undeveloped properties	<u>217,7</u>
Total	<u>1 513,6</u>
Less deferred tax	<u>331,5</u>
<u>Net impairment</u>	<u>1 182,2</u>

ANNUAL COST OF RETAINING OREBODY OPTIONALITY

Estimated annual cost of care and maintenance	R 35 million
Resource ounces contained in care and maintenance shafts (m)	113,8 million
% of total resource base	22%

It is costing the company US\$0,05 per ounce per annum to retain the optionality on these ounces



CASH RECONCILIATION FOR THE PERIOD APRIL 2004 TO MARCH 2005

	R million
Cash and equivalents on 31 March 2004	2 337
Operational	(2 184)
Operating profit	198
Capex (net)	(607)
Corporate / exploration expenditure	(235)
Retrenchment and restructuring	(618)
Interest paid	(287)
Other income - net	99
Other cash flow items and adjustments	(342)
Movement in working capital	(392)
Other investing and financing activities	(386)
Cash and equivalents on 31 March 2005	(233)



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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
NEW MINES					
Masimong (SA)	2 530	30	12	5,2	315 000
Phakisa (SA)	4 100	73	18	7,4	265 000
Hidden Valley (PNG)	2 040	196	96	3,0	300 000
NEW MINES THROUGH CURRENT INFRASTRUCTURE					
Elandsrand (SA)	6 300	210	33	8,8	450 000
Doornkop South Reef (SA)	3 700	169	46	6,4	330 000
EXPANSION PROJECTS					
Tshepong (SA)	1 300	36	28	7,5	167 000
TOTAL	17 930	518	29	-	1 527 000

Based on R92 000/kg

** Includes acquisition, exploration and capex charges



WE HAVE A DECREASING CASH COST PROFILE

	US\$ cash cost	US\$ total cost
R7,00 PER US\$		
2004/05 Financial Year Cost/oz	350	375

<u>Project cash cost/oz</u>		
Masimong Expansion	255	267
Phakisa Mine	238	256
Hidden Valley	205	301
Elandsrand New Mine	239	272
Doornkop South Reef	219	265
Tshepong Mine	225	253



HIDDEN VALLEY – BOARD APPROVED PROJECT

- **production of 300 000 oz gold per annum and 4,5 million oz of silver (total gold equivalent 360 000 oz/annum), commencing early 2006**
- **2,04 million oz of gold produced in Phase I (plus 27,5 million oz silver)**
- **maximum capital requirement of A\$177 million**
- **IRR of 28%**
- **possibility exists over time to convert more of resource to reserves**
- **permitting of project underway**

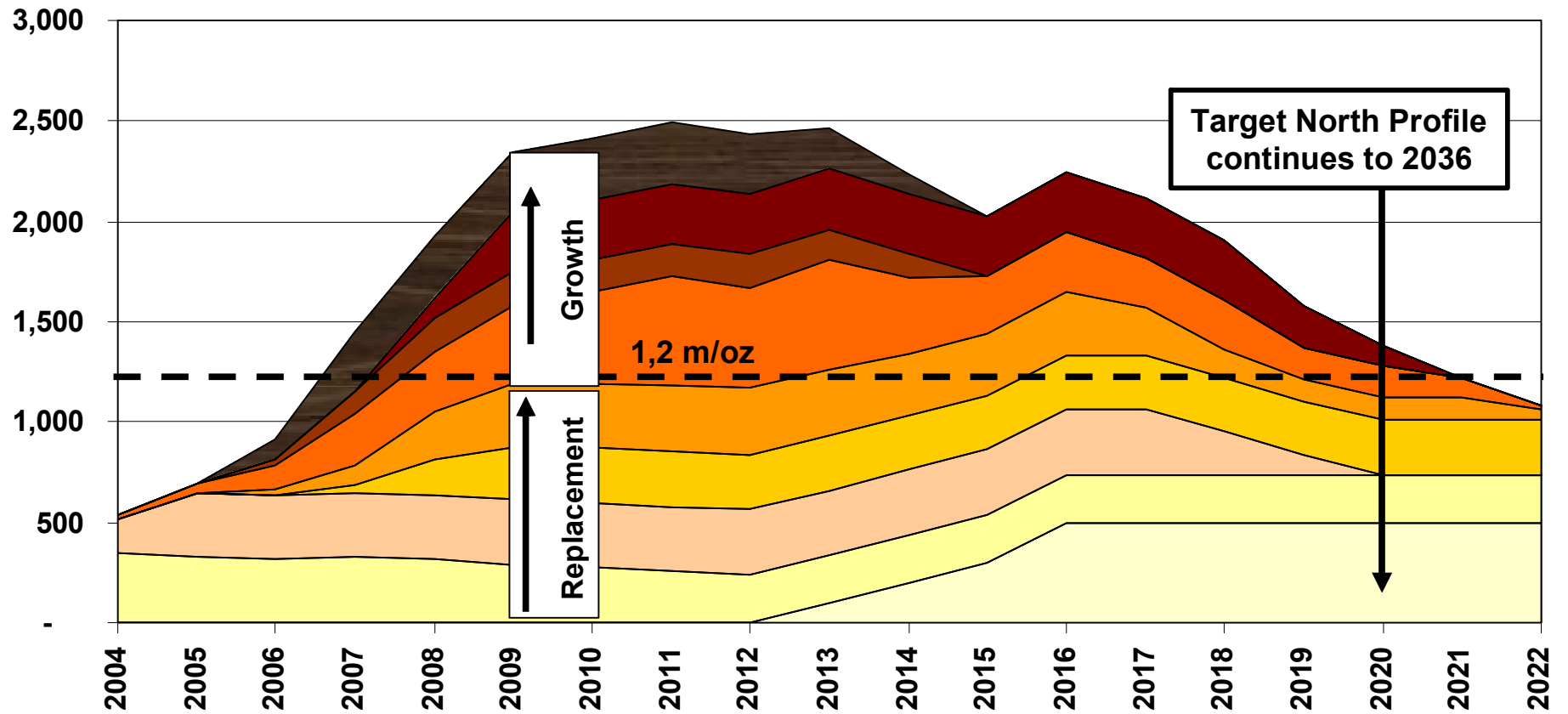


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HARMONY PROJECT AND ACQUISITION PRODUCTION PROFILES

Projects not yet approved: Wafi and Target North

Ounces (000's)



- Target North
- Target
- Masimong Expansion
- Phakisa Shaft
- Doornkop South Reef
- Elandsrand
- Tshepong Decline Ext.
- Wafi
- Hidden Valley



WE REMAIN A UNIQUE VALUE PROPOSITION

- **a South African Rand leveraged, unhedged, pure gold company producing 3,2 million ounces per annum**
- **affordable quality projects to ensure long-term sustainability and growth**
- **rightsizing for profitability under low Rand/gold price scenario**
- **short-term production growth through CONOPS**
- **exposure to our exploration successes in PNG**
- **willing and able to do more value enhancing acquisitions**



“MORE VALUE UPLIFTMENT TO FOLLOW”



PRIVATE SECURITIES LITIGATION REFORM ACT SAFE HARBOR STATEMENT

This presentation contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and 21E of the Securities Exchange Act of 1934, as amended, that are intended to be covered by the safe harbour created by such sections. All statements other than those of historical facts included in this presentation are forward-looking statements including, without limitation, (i) estimates of future earnings, and the sensitivity of earnings to the gold and other metals prices; (ii) estimates of future gold and other metals production and sales, (iii) estimates of future cash costs; (iv) estimates of future cash flows, and the sensitivity of cash flows to the gold and other metals prices; (v) statements regarding future debt repayments; (vi) estimates of future capital expenditures; (vii) estimates of reserves, and statements regarding future exploration results and the replacement of reserves; and (viii) statements regarding modifications to the Company's hedge position. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, gold and other metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries in which we operate and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company's Annual Report on Form 20-F for the year ended June 30, 2004, which is on file with the Securities and Exchange Commission, as well as the Company's other SEC filings. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statement" to reflect events or circumstances after the date of this presentation, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.



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Questions

Website

www.harmony.co.za



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THE GOLD FIELDS BID - WHAT HAVE WE ACHIEVED TO DATE ?

- **within a period of approximately 5 months:-**
 - **we received a strong mandate from our shareholders**
 - **we took ownership of 11,5% of Gold Fields**
 - **IAMGold transaction was rejected by Gold Fields shareholders, leaving the company without any strategic direction and/or alternatives**
- **no conditions precedent except Competition Authorities**
- **Norilsk's irrevocable undertaking remains intact**



**WE REMAIN EN ROUTE TO TAKE CONTROL
OF GOLD FIELDS**



A MERGED HARMONY AND GOLD FIELDS OFFERS VALUE

- **both companies have a combination of diverse assets:**
 - **quality, low cash cost ounces**
 - **orebody optionality from high cash cost ounces**
- **merging the two companies creates the world's largest international gold producer with a low cash cost profile**
- **we plan to increase the margin on the GFI ounces by 15%**
- **we retain the higher cash cost ounces for exposure to future currency weakness**
- **we have the proven ability to extract value during the various cycles**