




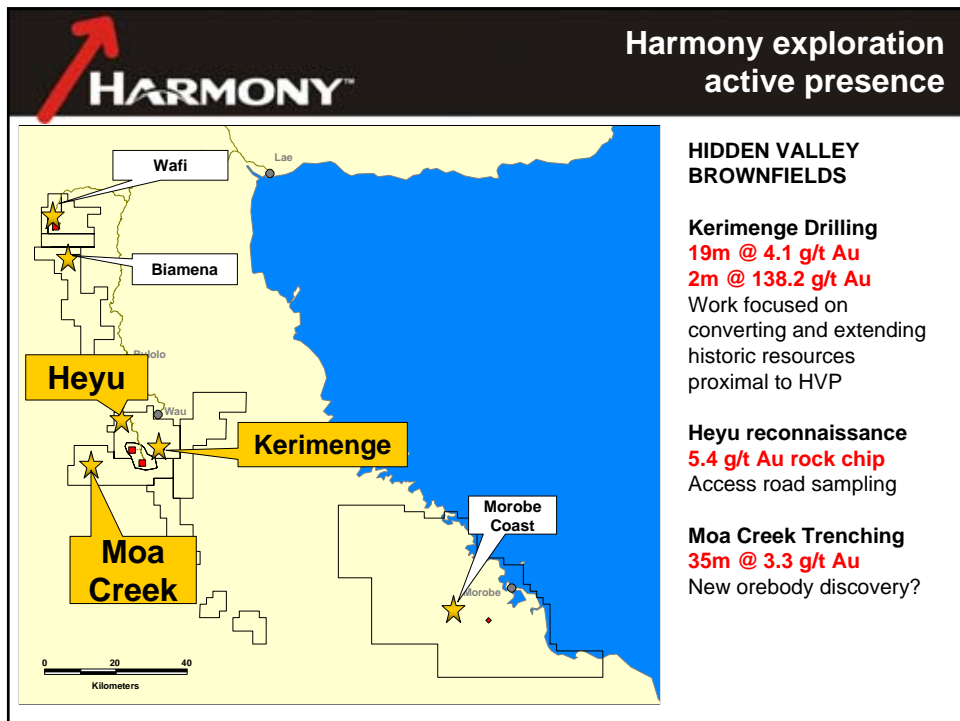
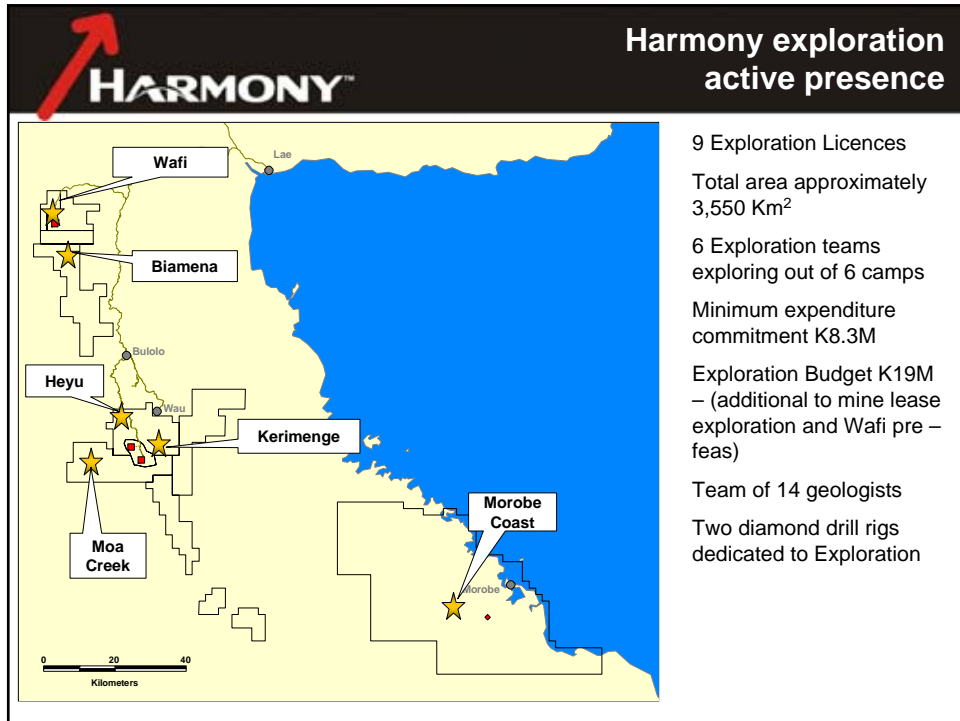
**Exploring for and
building mines in PNG**

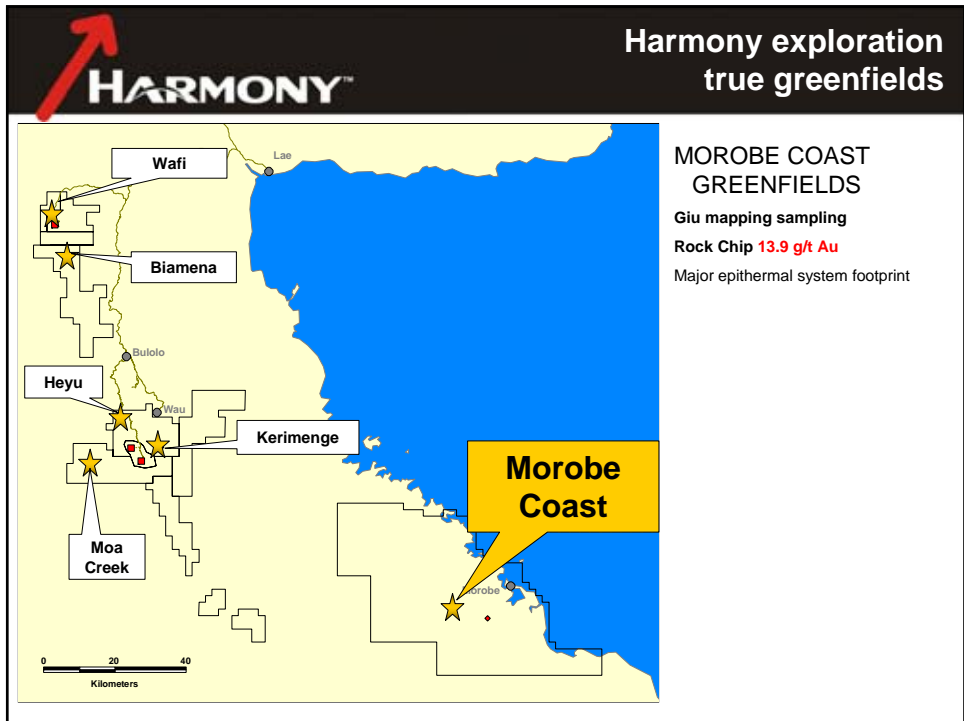
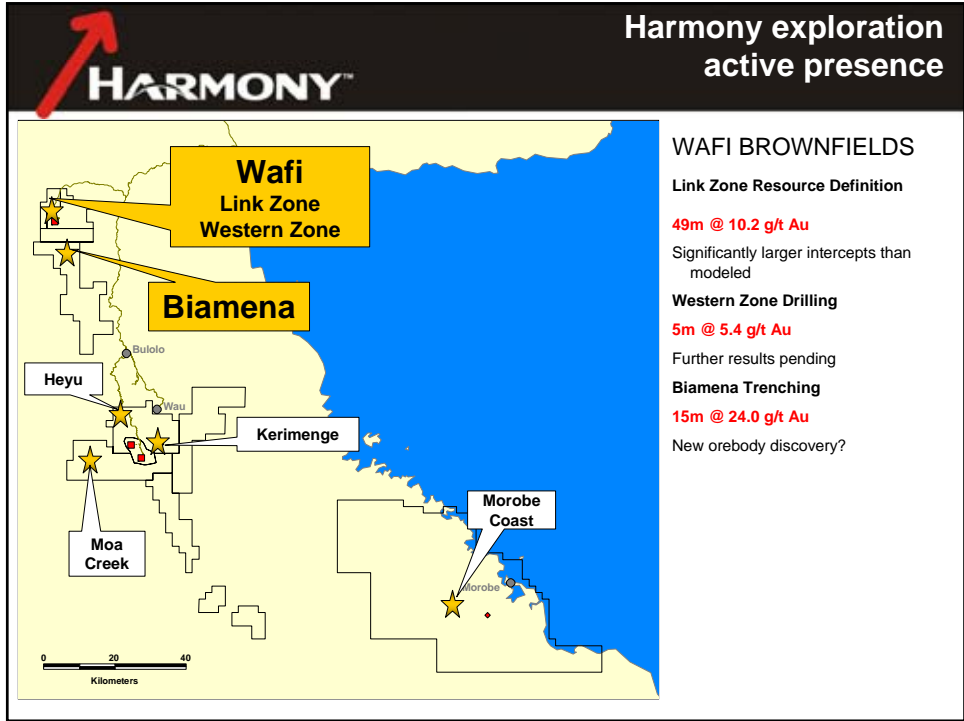
**Graham Briggs
Managing Director
Harmony International**

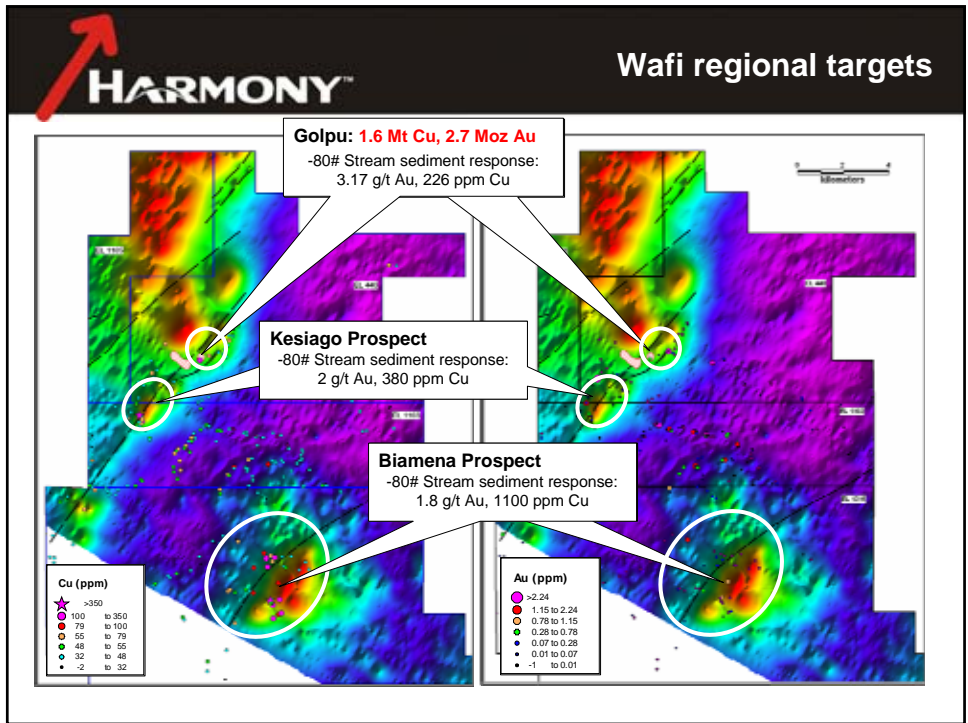
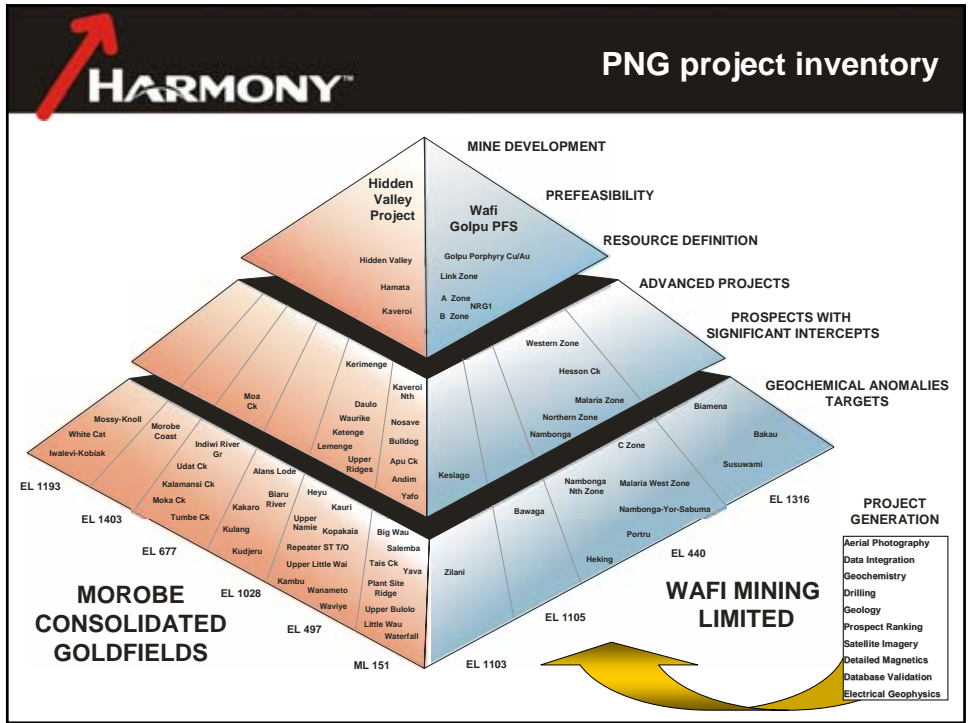


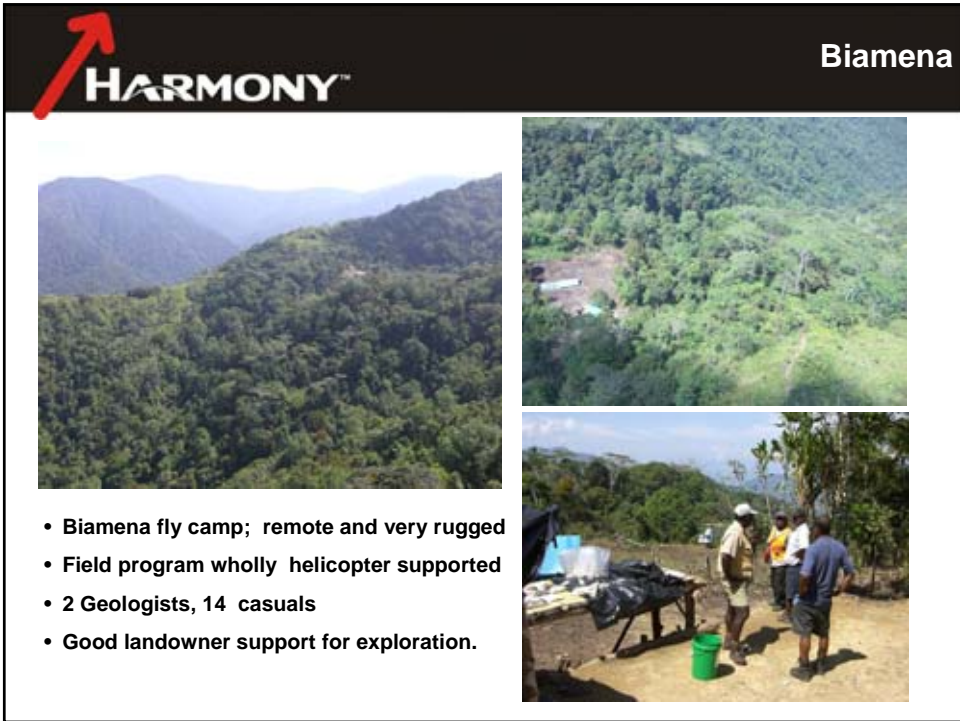
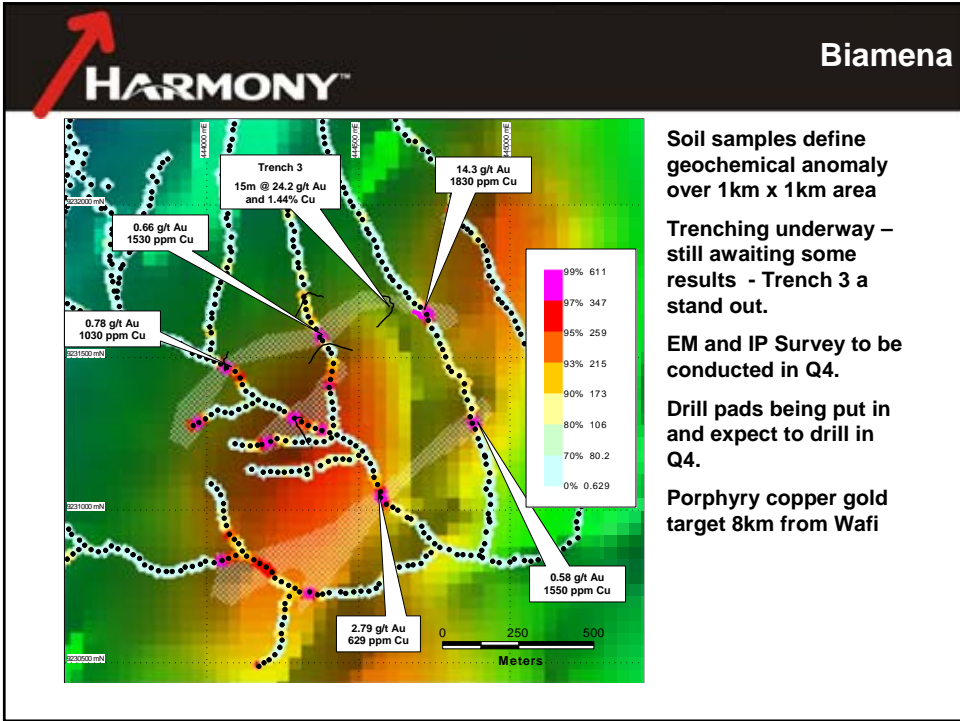
**Private Securities litigation reform
act safe harbour statement**

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 latest Annual Report on Form 20-F for the year ended June 30, 2006, 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.









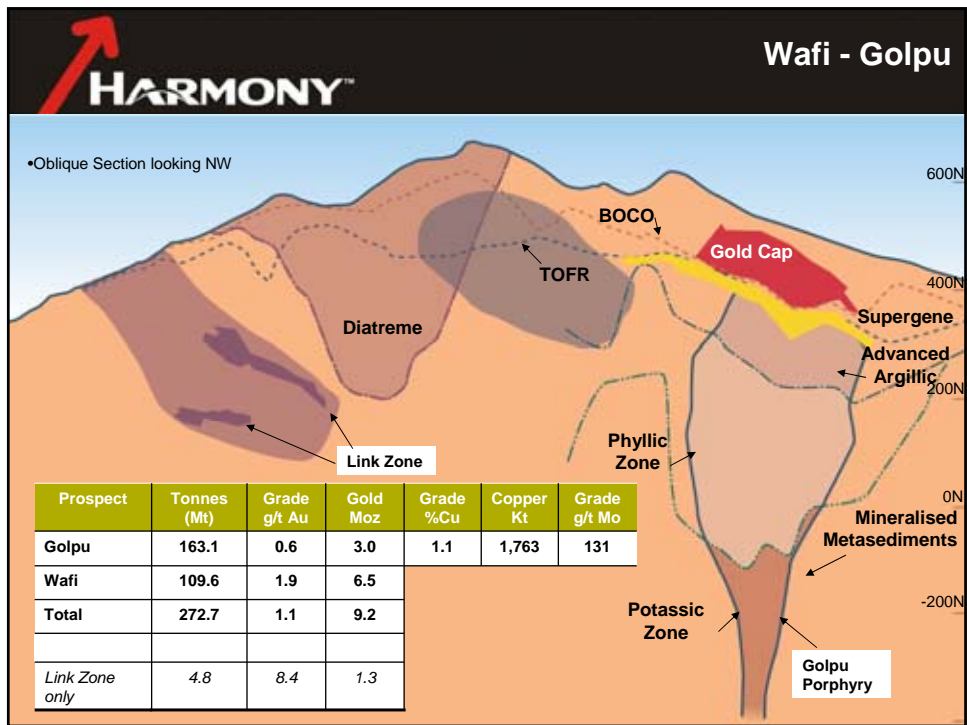
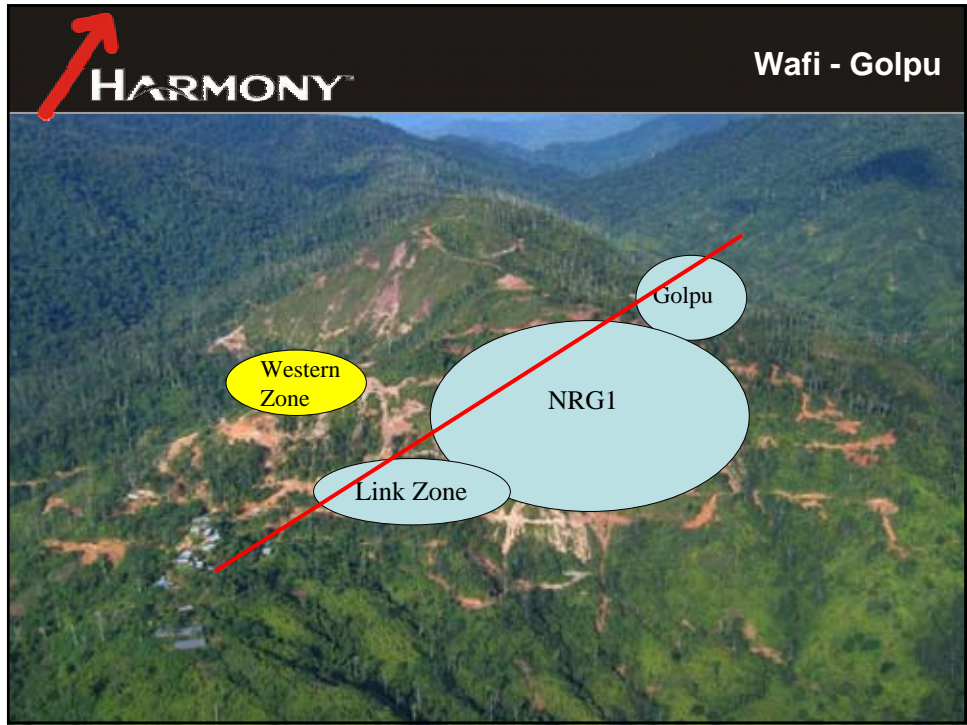


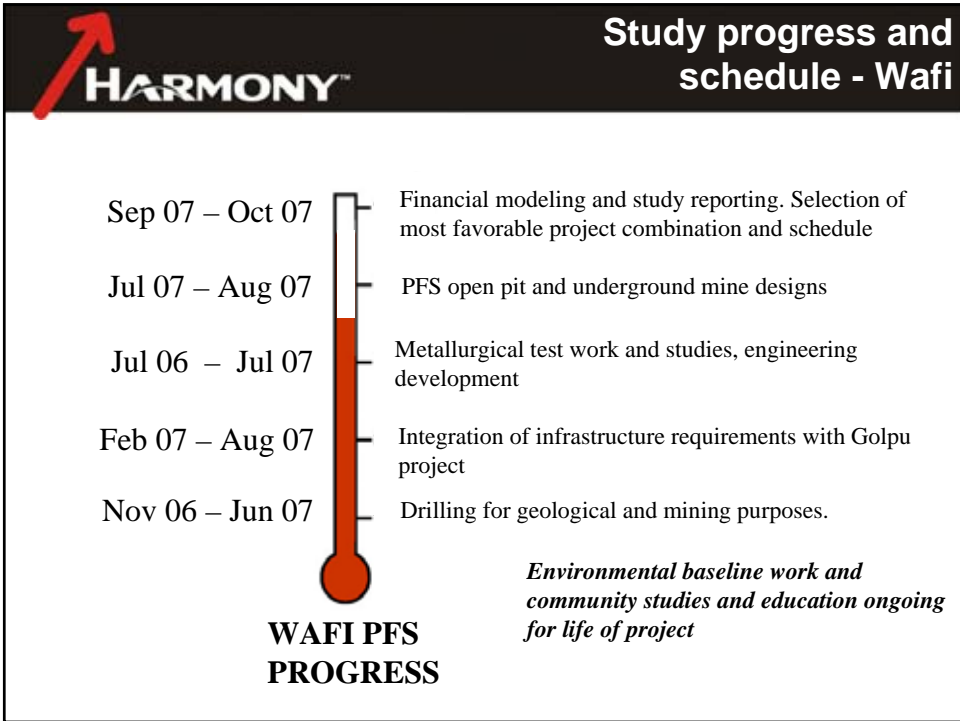
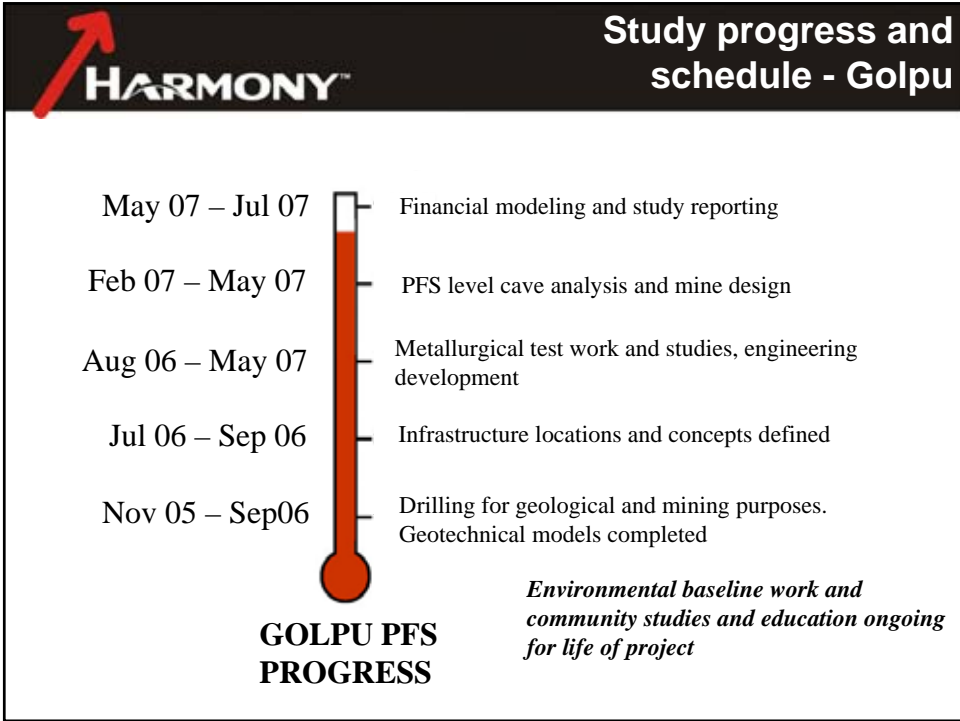
Above: chalcocite and malachite in float collected from soil traverses

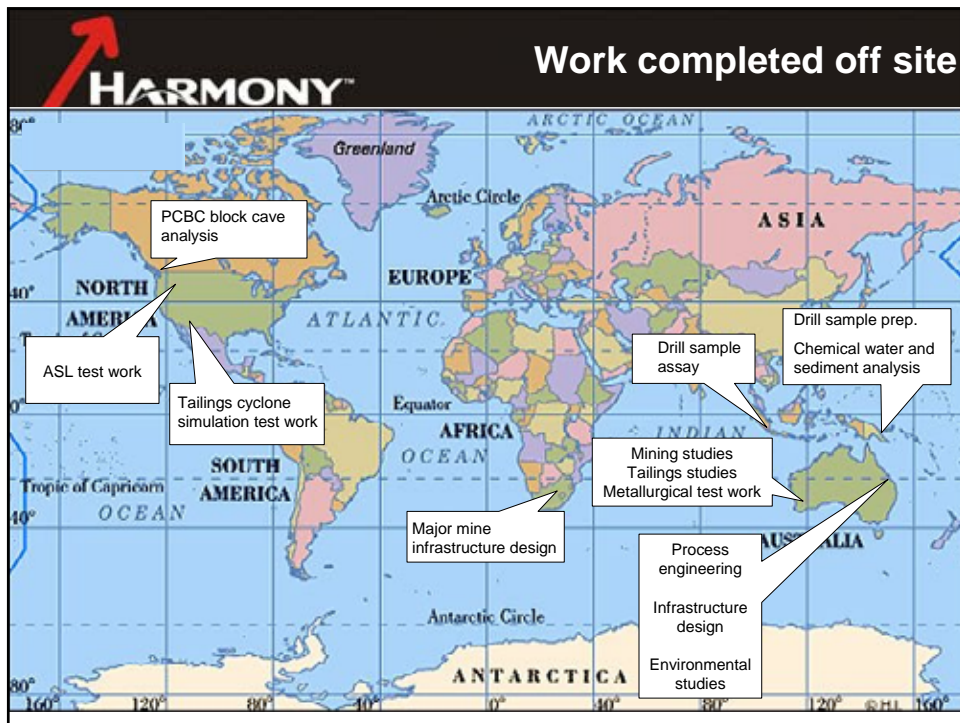
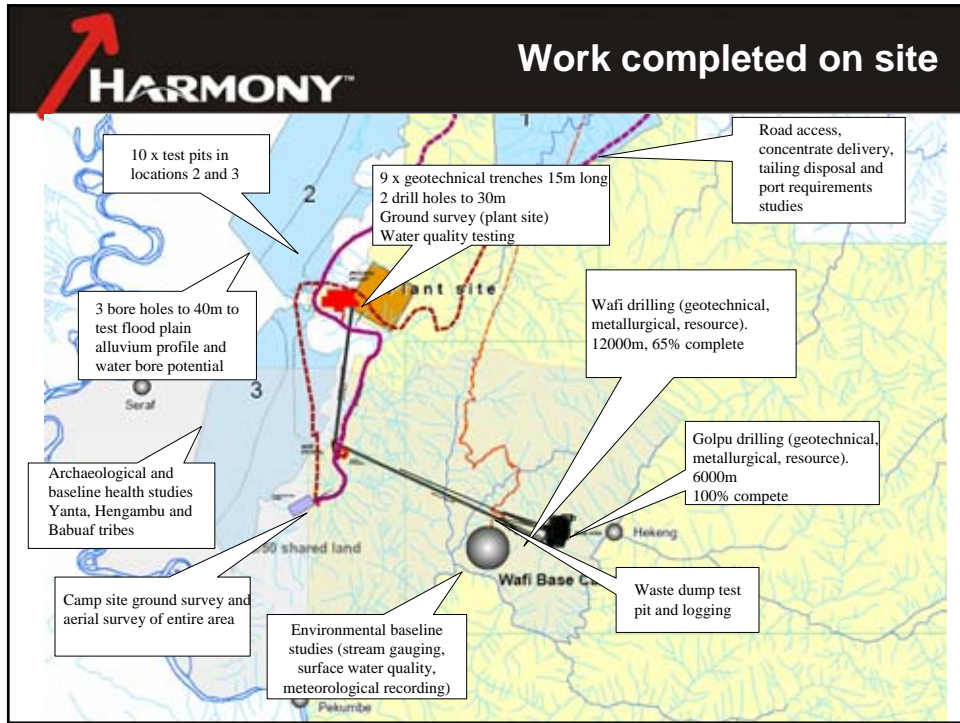
Right: base metal sulphide mineralisation exposed in slip.

Far right: argillic alteration in porphyry with FeO after sulphides











HARMONY

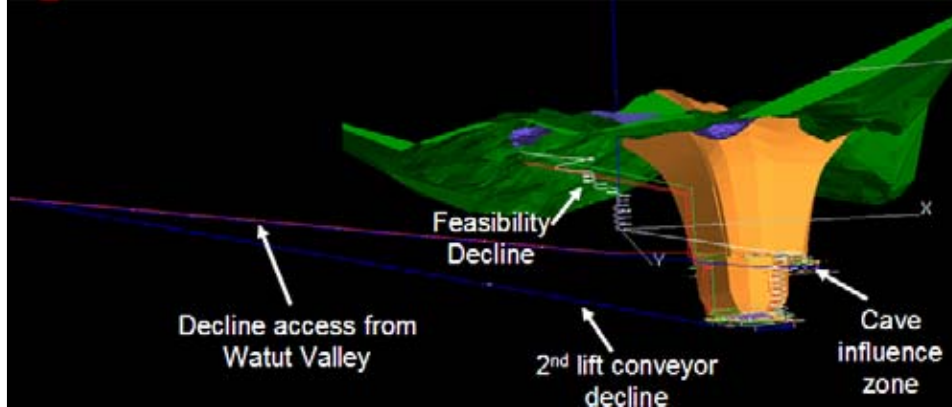
Addressing some of the old problem areas

- Processing – Wafi
 - Well known that primary ore shows refractory properties;
 - Number of oxidative processes tested;
 - Whole ore pressure oxidation recovering 93 – 97% of gold in ore. Indications of positive returns for high grade Link Zone ore.
- Golpu High Arsenic Ore
 - Completed block cave studies with and without an arsenic constraint;
 - Cut off of cave draw dictated by arsenic grade rather than Copper/Gold grade;
 - Completed scenarios limiting arsenic to 300ppm, and 150ppm. Limited change in return indicated;
 - Progressing Alkaline Sulphide Leach test work. Scoping level tests indicate positive results.



HARMONY

Golpu Mine Design



Key Findings to Date:

- Feasibility decline is required to achieve required confidence levels prior to committing to construction.
- Ore body can sustain production rates of up to 9Mtpa.
- It appears feasible to exclude high arsenic ore from the mine plan without a major effect on discounted cash flow.



Forward work programme


- Sequence of work:
 1. Complete Golpu stand alone (decision to proceed to more work required);
 2. Secure permission to mine feasibility decline;
 3. Commence work to upgrade road and camp to support decline;
 4. Commence drilling decline route;
 5. Complete Integrated PFS which will include an upgrade of the Golpu stand alone. (decision required to define which option(s) are to be take to definitive feasibility);
 6. Finalise feasibility work program with sign off by board (initial program will be in PFS report);
 7. Tender / appoint consultants and contractors to the work;
 8. Commence decline and other feasibility studies.
- Much of the work relies on the feasibility decline and as such the decline must start ASAP.
 - Planning for Q1 2008 to start decline;
 - Allows 9 months to upgrade road and camp and gain permission to excavate decline. Hopeful that earlier start may be achieved.
- Feasibility decline will take approximately 3 years to excavate. Plan to commence final engineering and construction in 2011.




Hidden Valley project access road completed




A proactive approach continues to be taken with Landowners and Government departments



 **Hidden Valley - progress**



- Owner operator fleet
- Access road to project
- Other roads
- Plant and infrastructure platforms under construction
- Major Process Equipment
 - 54 of approx 61 process equipment tenders have been issued
 - Overall 70 of approx 90 tenders have been issued
 - 61 tenders have closed
 - 33 packages have been awarded
 - Stage 1 of the permanent camp as well as the kitchen diner complex package have been awarded

 **Social responsibility**

- Harmony is implementing family development, education, training, health and agricultural extension programs in the community
- Harmony will directly employ up to 750 people
- Business development plans are being implemented through the landowner company NKW Holdings

- Harmony are ensuring employment preference is given to landowners and Bulolo/Wau district residents
- A comprehensive localisation program will ensure non-citizen employment of less than 5% within 4 years



Approvals/Agreements (these take time! Do not underestimate)

- MOA signed with landowners
- EMP approved
- Power agreement under negotiation with PNG Power Pty Ltd for a power supply agreement.



**Power Generators are being stored and maintained in Lae
Mining Equipment has been purchased with deliveries to site commencing
May 2007**

**A Truck Simulator has been commissioned with over 250 local landowners
undergoing aptitude testing**

Letter of intent for the supply of bulk explosives issued

 **HARMONY** *The beginning
(of more developments)*



www.harmony.co.za
graham.briggs@harmonyseasia.com