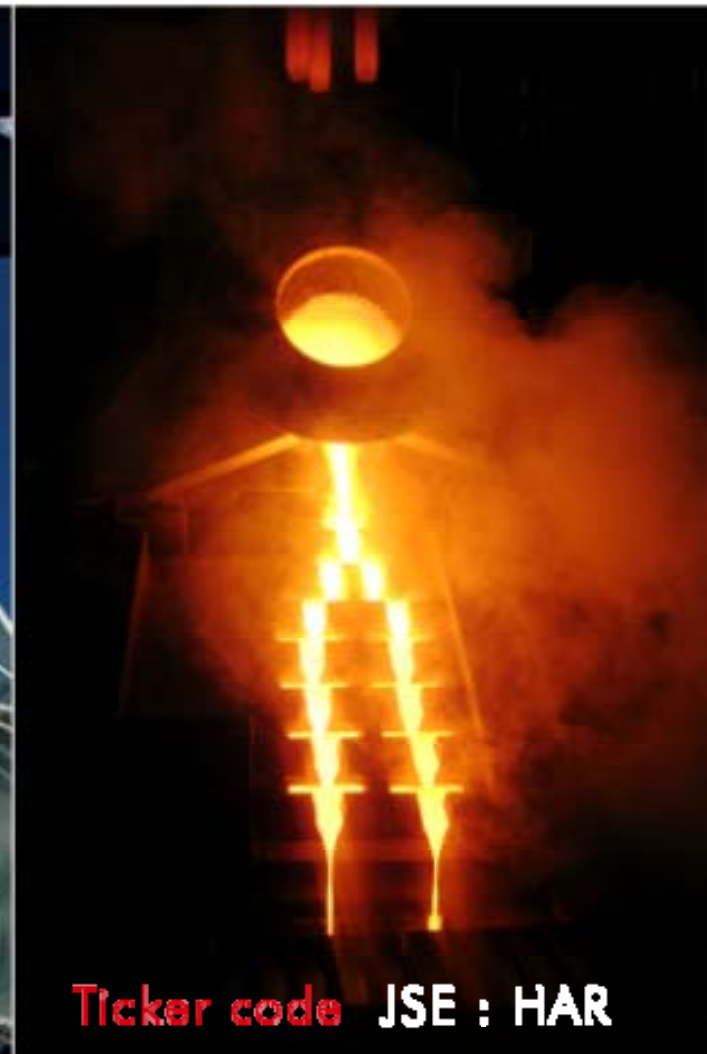


# Results for the quarter and year ended 30 June 2009

Graham Briggs, CEO  
Frank Abbott, Interim FD  
17 August 2009



**Ticker code** JSE : HAR



# 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 then 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, 2008, 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.

	<b>Item</b>
<b>1</b>	Highlights
<b>2</b>	Strategy implementation and delivery
<b>3</b>	Safety
<b>4</b>	Operational performance
<b>5</b>	Financial overview
<b>6</b>	Positioned for growth
<b>7</b>	Tomorrow's gold
<b>8</b>	Investment case

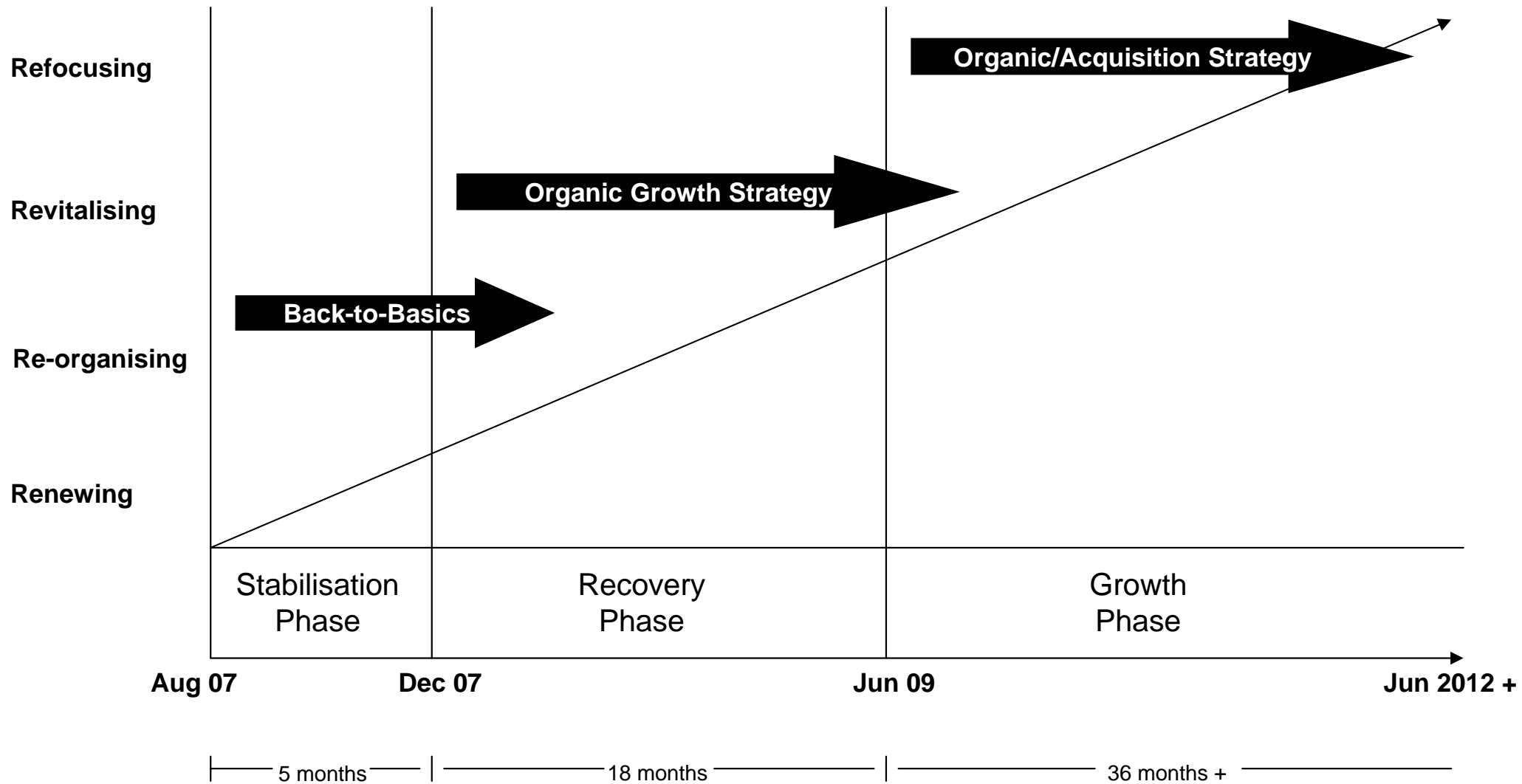


## Strategy implementation and delivery

- 5% improvement in LTIFR
- Debt-free
  - R1.7 billion convertible bond, Nedbank loan re-paid
- R2 bn in cash
- Stable production
- Most operations have shown improvement
- Two year wage agreement
- FY09/10 planning completed
- Hidden Valley pours first gold, on schedule
- Newcrest's 50% earn-in: Morobe Joint Venture



- R2.9 bn net profit - highest profit ever
- Healthy balance sheet
  - cash of R2bn
  - net debt free
- 108% improvement in headline earnings per share
- Strategic objectives met
  - stabilised company
  - turned losses into profits
- Positioned for growth
- Several exploration opportunities
- Dividend of 50 SA cents per share
  - first dividend declared in 5 years



What we said	What we have delivered
<p><b>We are creating an outstanding company...</b></p> <ul style="list-style-type: none"> <li>• safety first</li> <li>• unhedged</li> <li>• focused management</li> <li>• responsible corporate citizen</li> </ul>	<ul style="list-style-type: none"> <li>– Behaviour-based safety programmes</li> <li>– Stakeholder buy-in</li> <li>– Improved safety</li> <li>– Executive management strengthened</li> <li>– Empowered managers, close to the detail</li> <li>– Triple bottom line delivery a line responsibility</li> </ul>
<p><b>...generating sustainable earnings...</b></p> <ul style="list-style-type: none"> <li>• strong cash flow</li> <li>• healthy balance sheet</li> </ul>	<ul style="list-style-type: none"> <li>– Debt cleared</li> <li>– Two successful cash-generative transactions</li> <li>– Two successful capital-raising</li> </ul>
<p><b>....that fund dividends and growth</b></p>	<ul style="list-style-type: none"> <li>– Dividend of 50 SA cents per share declared</li> <li>– 4 growth projects under way; 4 under consideration</li> </ul>
<p><b>Through sound asset portfolio management, we will create the necessary platform to grow organically</b></p>	<ul style="list-style-type: none"> <li>– Non-profitable operations placed on care and maintenance</li> <li>– Close monitoring of operating shafts' performance</li> <li>– Good operational improvement overall</li> <li>• <b>but more to be done</b></li> </ul>
<p><b>We will exploit opportunities to conclude strategic partnerships and acquisitions as market conditions allow</b></p>	<ul style="list-style-type: none"> <li>– Several due diligences conducted</li> <li>– Pamodzi Free State Assets acquired</li> <li>– Newcrest earns-in 50% of Hidden Valley</li> <li>– Rand Uranium deal concluded</li> </ul>





# Safety

- Action plans and strategies in place:
  - continuous improvement to achieve 2013 milestones
- Codes of Practice and regulations audited by dedicated teams consisting of accredited auditors
- Reward and recognise safety achievements
- Involvement of all stakeholders
- Plans in place to combat criminal mining



## Rates per 1 000 000 man hours worked

YEAR	TIFR	LTIFR	RIFR	FIFR
2006	43.43	16.42	7.63	0.28
2007	31.91	15.27	7.53	0.22
2008	24.71	12.83	6.03	0.18
2009	18.73	9.35	4.97	0.21

- 9 fatalities during quarter
- 17% deterioration in FIFR
- 27% improvement in LTIFR
- 18% improvement in RIFR



## Operational performance

# Quarter-on-quarter scorecard

	Safety	Gold production	R/kg costs
<b>Underground operations</b>			
Bambanani	✓	✓	✓
Doornkop	✓	✓	✓
Elandsrand	✓	✓	✓
Evander	X	X	X
Joel	✓	✓	✓
Masimong	X	X	X
Phakisa	✓	✓	X
Target	X	✓	✓
Tshepong	X	X	X
Virginia	✓	X	X
<b>Surface operations</b>			
Kalgold	✓	X	X
Phoenix	✓	✓	X

- 1% increase in total gold production
  - 2% increase in gold production from underground
- 5% increase in underground tonnage
  - 3% decline in underground grade
    - due to under-performance at Tshepong, Masimong, Bambanani, Evander and Virginia
- 6% increase in total cash operating costs
  - due to higher volumes, one month of winter electricity tariffs, higher stores costs
- 4.5% increase in total R/kg costs
- 16% drop in Rand gold price received to R245 953/kg
- Capital expenditure in line with planning
- 10% increase in on-going development metres
- 5% improvement in capital metres

		<b>Jun 2009</b>	<b>Mar 2009</b>	<b>% change</b>
Gold produced	kg	11 003	10 880	1.1
	oz	353 752	349 801	1.1
Inventory increase	kg	(174)	(633)	
	oz	(5 592)	(20 354)	
Gold sold	kg	10 829	10 247	5.7
	oz	348 160	329 447	5.7
Gold price	R/kg	245 953	293 238	(16.1)
	US\$/oz	908	919	(1.2)
Cash operating costs	R/kg	179 074	171 361	(4.5)
	US\$/oz	661	537	(23.1)
Cash operating profit	R(m)	743	1 175	(36.8)
	US\$ (m)	88	118	(25.4)
Exchange rate	US\$/R	8.42	9.92	(15.1)

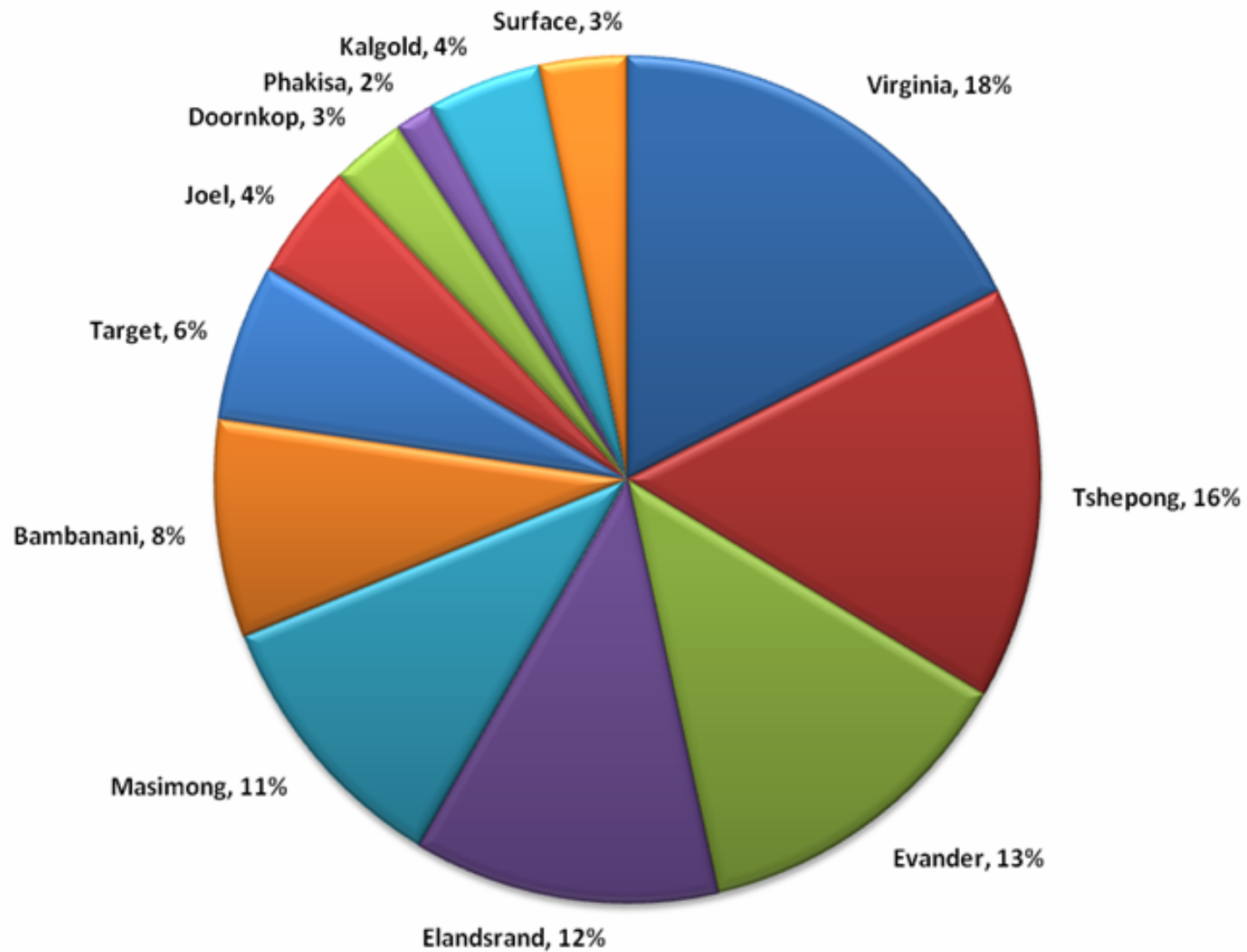
Operation	Comment
Bambanani	Good safety; increase in gold production
Doornkop	Increase in gold production: <ul style="list-style-type: none"> <li>– higher South Reef grade</li> <li>– reef/waste split</li> <li>– rock winder operational from 132 level</li> </ul>
Elandsrand	Safety and production improvements
Evander	Steady quarter <ul style="list-style-type: none"> <li>– good performance at 7 and 8 Shafts</li> <li>– grade under-performance at 2 and 5 Shafts</li> </ul>
Joel	Good safety; increase in gold production
Phakisa	Excellent safety; increase in gold production
Tshepong	Safety stoppages; reduced gold production
Target	Improved safety; increase in gold production
Virginia	Good safety; decrease in gold production due to lower grade



		<b>Jun 2009</b>	<b>Mar 2009</b>	<b>% change</b>
Tonnes milled	'000 (met)	2 267	2 162	4.9
	'000 (imp)	2 499	2 383	4.9
Recovery grade	g/t	4.50	4.65	(3.2)
	oz/t	0.131	0.136	(3.2)
Gold produced	kg	10 192	10 046	1.5
	oz	327 678	322 987	1.5
Gold sold	kg	10 035	9 425	6.5
	oz	322 632	303 019	6.5
Operating costs	R/kg	179 181	172 094	(4.1)
	US\$/oz	662	539	(22.8)
Operating costs	R/t	806	800	(0.8)
	US\$/t	87	73	(19.2)
Exchange rate	US\$/R	8.42	9.92	(15.1)

<b>Operation</b>	<b>Comment</b>
Kalgold	Mining from satellite pits; lower recovered grade
Evander surface sources	Start of gold production
Phoenix	Increase in gold production
<b>Total (surface dumps including Evander)</b>	Increase in production

		<b>Jun 2009</b>	<b>Mar 2009</b>	<b>% change</b>
Tonnes milled	'000 (met)	2 397	2 272	5.5
	'000 (imp)	2 643	2 506	5.5
Recovery grade	g/t	0.34	0.37	(7.8)
	oz/t	0.010	0.011	(7.8)
Gold produced	kg	811	834	(2.8)
	oz	26 074	26 814	(2.8)
Gold sold	kg	794	822	(3.4)
	oz	25 528	26 428	(3.4)
Operating costs	R/kg	177 721	162 529	(9.3)
	US\$/oz	656	509	(28.9)
Operating costs	R/t	60	60	-
	US\$/t	6	5	(20)
Exchange rate	US\$/R	8.42	9.92	(15.1)



		<b>Jun 2009</b>	<b>Jun 2008</b>	<b>% change</b>
Gold produced	kg	45 437	49 761	(8.7)
	oz	1 460 831	1 599 854	(8.7)
Inventory decrease	kg	396	864	
	oz	12 731	27 770	
Gold sold	kg	45 833	50 625	(9.5)
	oz	1 473 562	1 627 624	(9.5)
Gold price	R/kg	250 826	189 981	32.0
	US\$/oz	867	813	6.6
Cash operating costs	R/kg	168 661	139 544	(20.9)
	US\$/oz	583	598	2.5
Cash operating profit	R(m)	3 839	2 644	45.2
	US\$(m)	427	366	16.7
Exchange rate	US\$/R	9.00	7.26	24.0



## Financial overview

	<b>Jun 2009 (Rm)</b>	<b>Mar 2009 (Rm)</b>	<b>% change</b>
Revenue	2 663	3 005	(11)
Production costs	(1 920)	(1 830)	
- Cash operating costs	(1 970)	(1 864)	(5)
- Inventory movement	50	34	
Amortisation and depreciation	(546)	(303)	(80)
Impairments	(330)	(3)	(+100)
Corporate, administration and other expenses	(99)	(80)	(24)
Exploration expenditure	(77)	(75)	(3)
Other income/(expenditures) – net	(74)	332	(+100)
Loss from discontinued operations	(8)	(1)	(+100)
<b>Net profit (Rm)</b>	<b>238</b>	<b>972</b>	<b>(76)</b>
<b>Total headline earnings cps</b>	<b>107</b>	<b>123</b>	<b>(13)</b>

	<b>Jun 2009 (Rm)</b>	<b>Jun 2008 (Rm)</b>	<b>% change</b>
Revenue	11 496	9 617	20
Production costs	(7 657)	(6 973)	
- Cash operating costs	(7 664)	(6 944)	(10)
- Inventory movement	7	(29)	
Amortisation and depreciation	(1 467)	(846)	(73)
Impairments	(484)	(280)	(73)
Corporate, administration and other expenses	(362)	(228)	(59)
Exploration expenditure	(289)	(224)	(29)
Other income/(expenditures) – net	864	32	+100
Profit from discontinued operations	1 218	359	+100
<b>Net profit (Rm)</b>	<b>2 927</b>	<b>(245)</b>	<b>+100</b>
<b>Total headline earnings cps</b>	<b>262</b>	<b>126</b>	<b>+100</b>



	<b>Debt</b>	<b>Cash</b>	<b>Net</b>
At 30 June 2008: Net debt	(4 099)	413	(3 686)
Rand Uranium inflows			2 135
Hidden Valley proceeds			1 792
Share capital raising			1 953
Capital expenditure (excl PNG)			(2 687)
Other			2 081
At 30 June 2009: Net cash	(362)	1 950	1 588

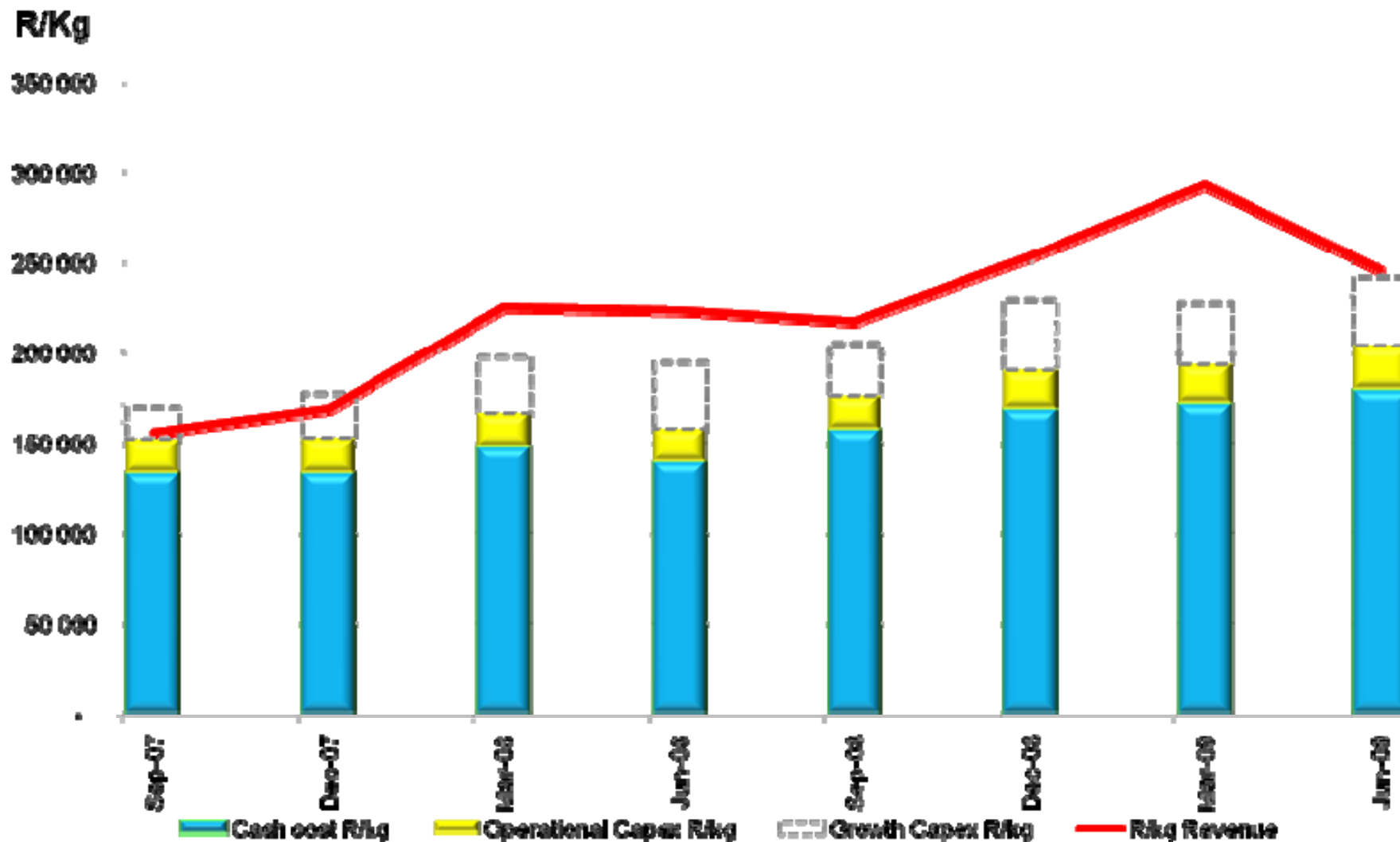
## – Wages

- Cat 3-8, miners and artisans, officials: average increase 9.23%
- 5.2% increase in total cost
- In September 2009 quarter leave liability will increase by R35 million

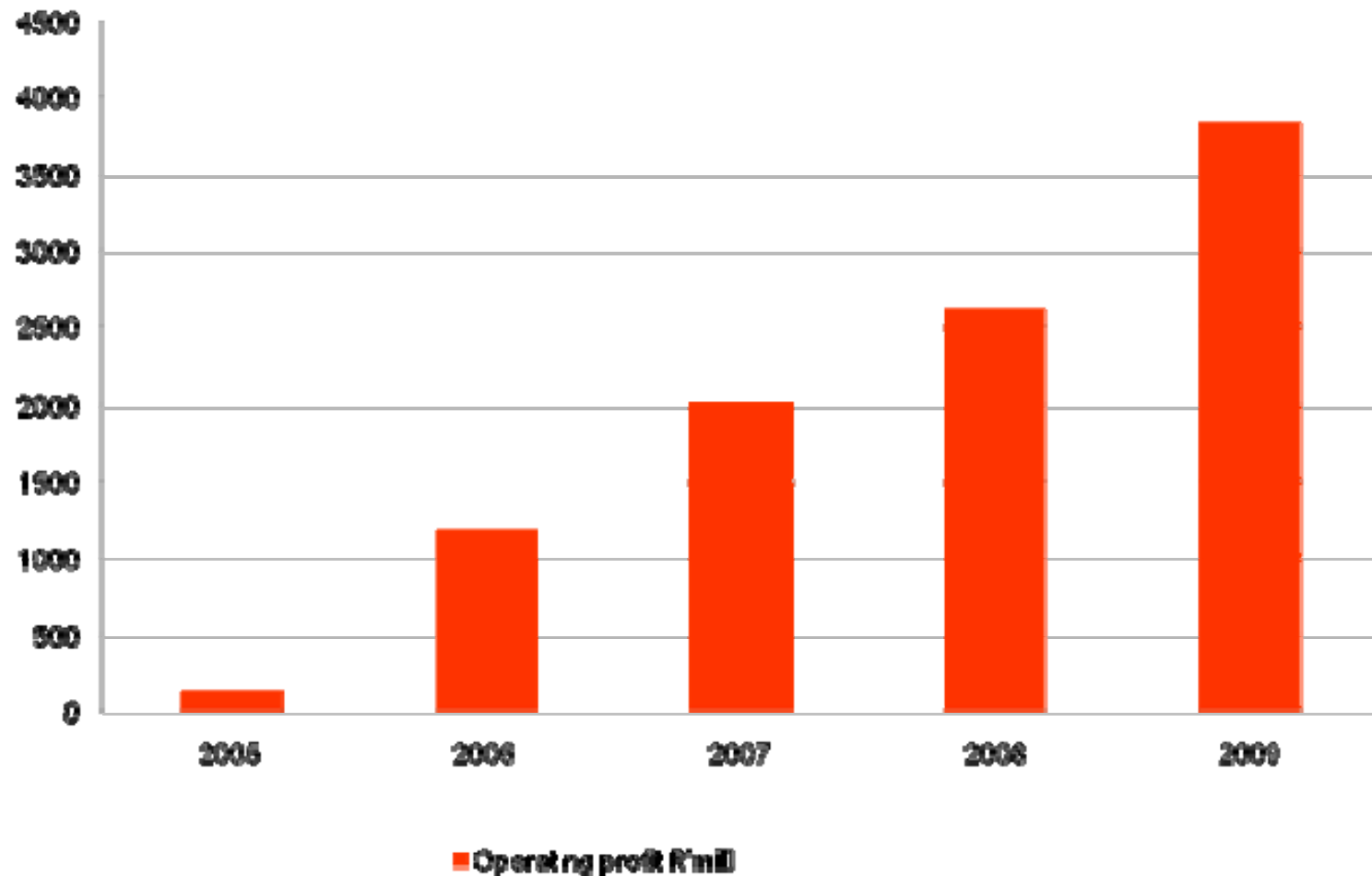
## – Electricity

- Electricity cost to date R170 million per quarter
- The recent increase results in R230 million per quarter
- Winter tariffs adds an additional R40 million per month
- Winter tariffs months June, July, August and September



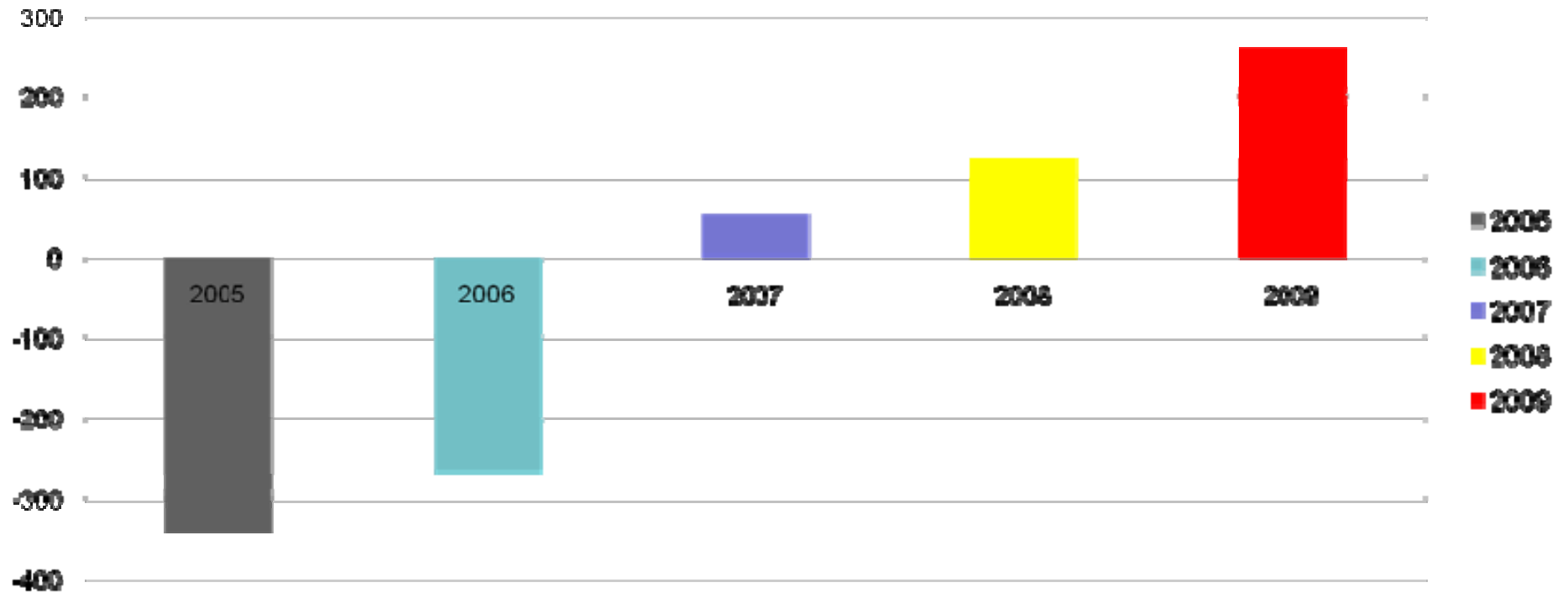


Excluding PNG



\* Only SA continuing operations

# Headline earnings cents/share



\* Including discontinued

	Actual Jun'09 R'mill	Actual Mar'09 R'mill	YTD R'mill	FC Sep'09 R'mill
Ongoing Dev Capital	270	237	986	280
AE's	50	16	93	51
Project Capital	378	366	1,608	425
Doornkop	75	81	337	61
Elandsrand	45	42	187	36
Phakisa	71	95	360	148
Tshepong	16	24	72	21
Bambanani	1	4	10	16
Evander	20	19	93	24
Virginia	8	7	24	20
Masimong	7	6	24	7
Joel	9	8	28	8
Kalgold	3	1	5	3
Target	58	55	251	30
Randfontein	-	-	54	-
Freestate Plants	18	1	20	16
Freegold Plants	21	4	29	24
Other Projects	24	20	112	11
Hidden Valley	406	442	1,782	344
<b>Total</b>	<b>1,104</b>	<b>1,061</b>	<b>4,469</b>	<b>1,100</b>



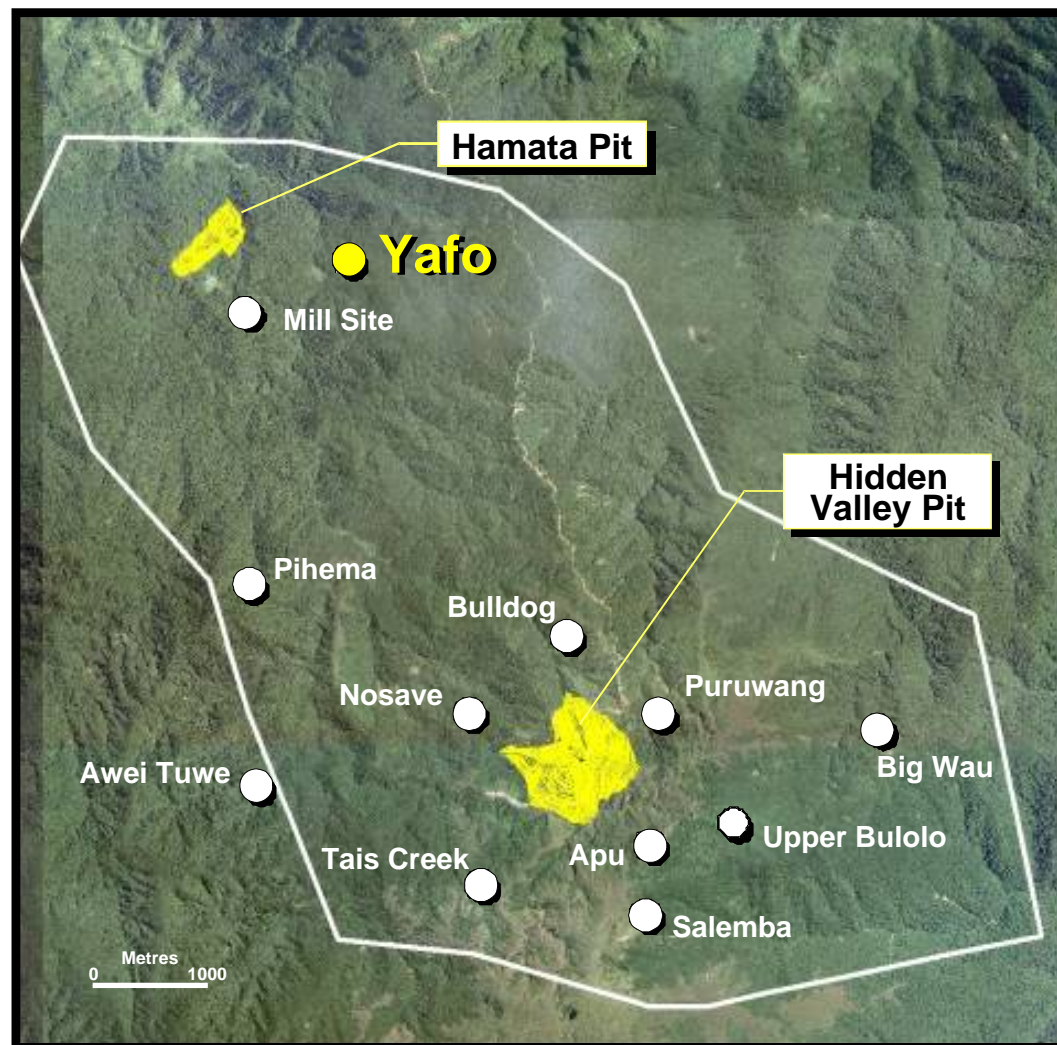
**Positioned for growth**

- Newcrest completed 50% earn-in for US\$526 million
- Project milestone achieved on schedule with first gold pour
- Increase mill throughput – feasibility study approved

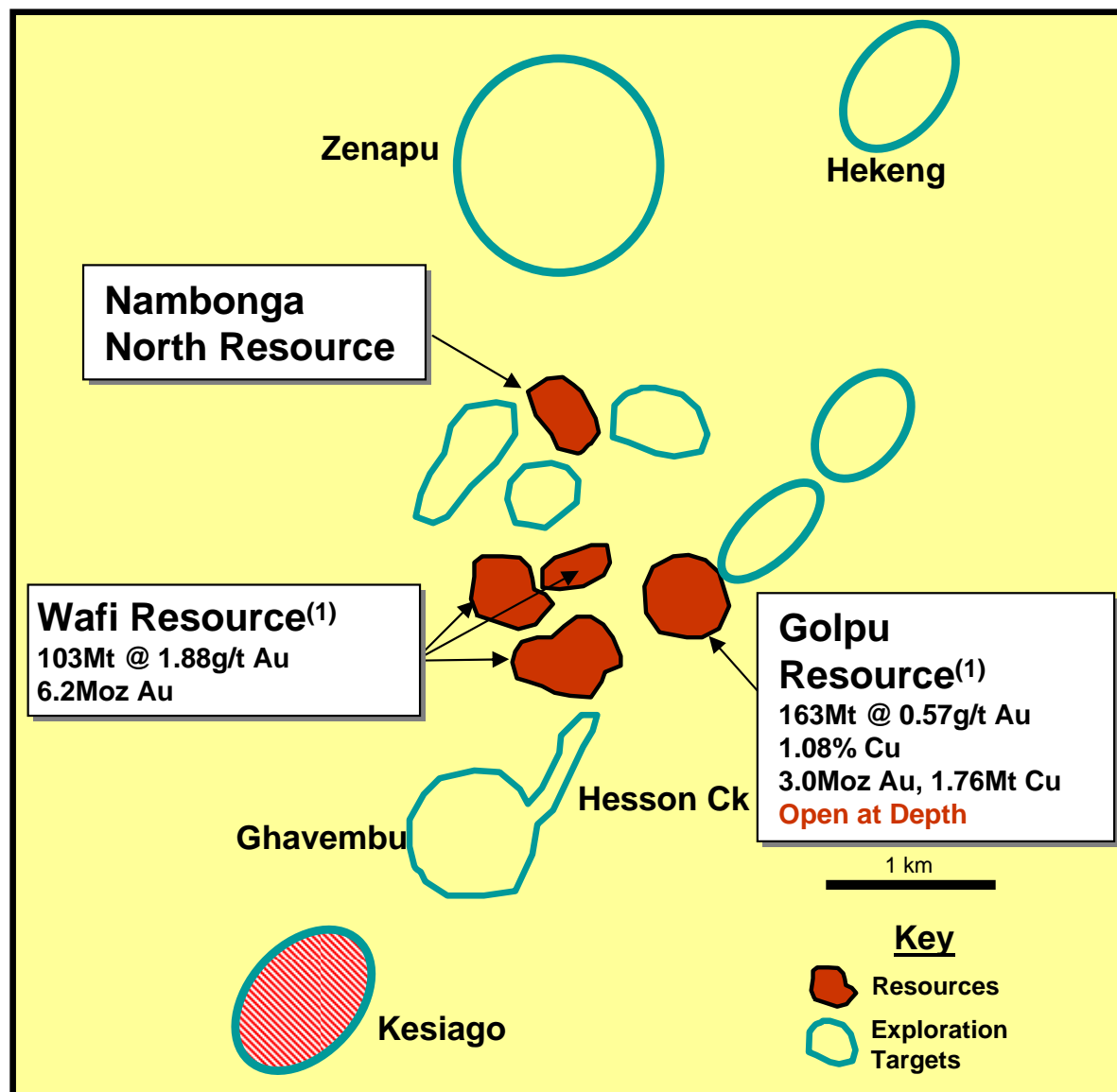




- Drilling is ongoing to convert exploration targets into additional Resource & Reserves
- Yafo drilling is ongoing targeting high grade zones in southeast portion of prospect
- Drill intercepts:
  - 5m @ 11.9 g/t Au,
  - 2m @ 4.6 g/t Au,
  - 3m @ 2.0 g/t Au,
  - 8m @ 19.8 g/t Au (previous explorers)
- Apu Creek new possible South East extension of Hidden Valley system



- Highly mineralised district
- Largely under explored outside known Resources
- Golpu Resource remains open at depth
- Major Targets are:
  - Golpu Deeps
  - Northern Margin of central core of diatremme
  - Kesiago



- Evander South
- Poplar
- Twistdraai and Evander 6 shaft
- Joel North
- Tshepong: B Reef project
- St Helena 10 shaft
- PNG exploration



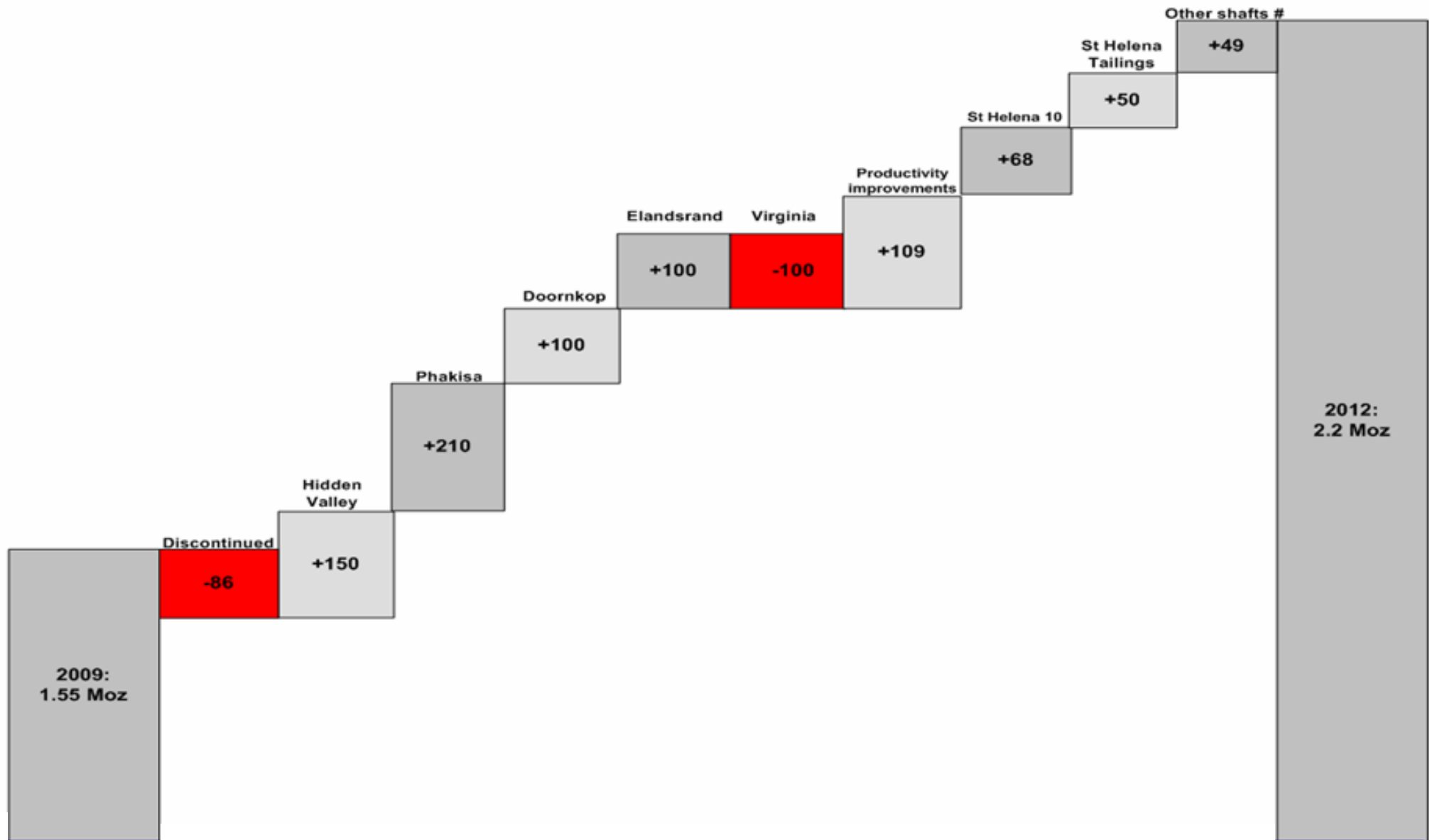


## Tomorrow's gold

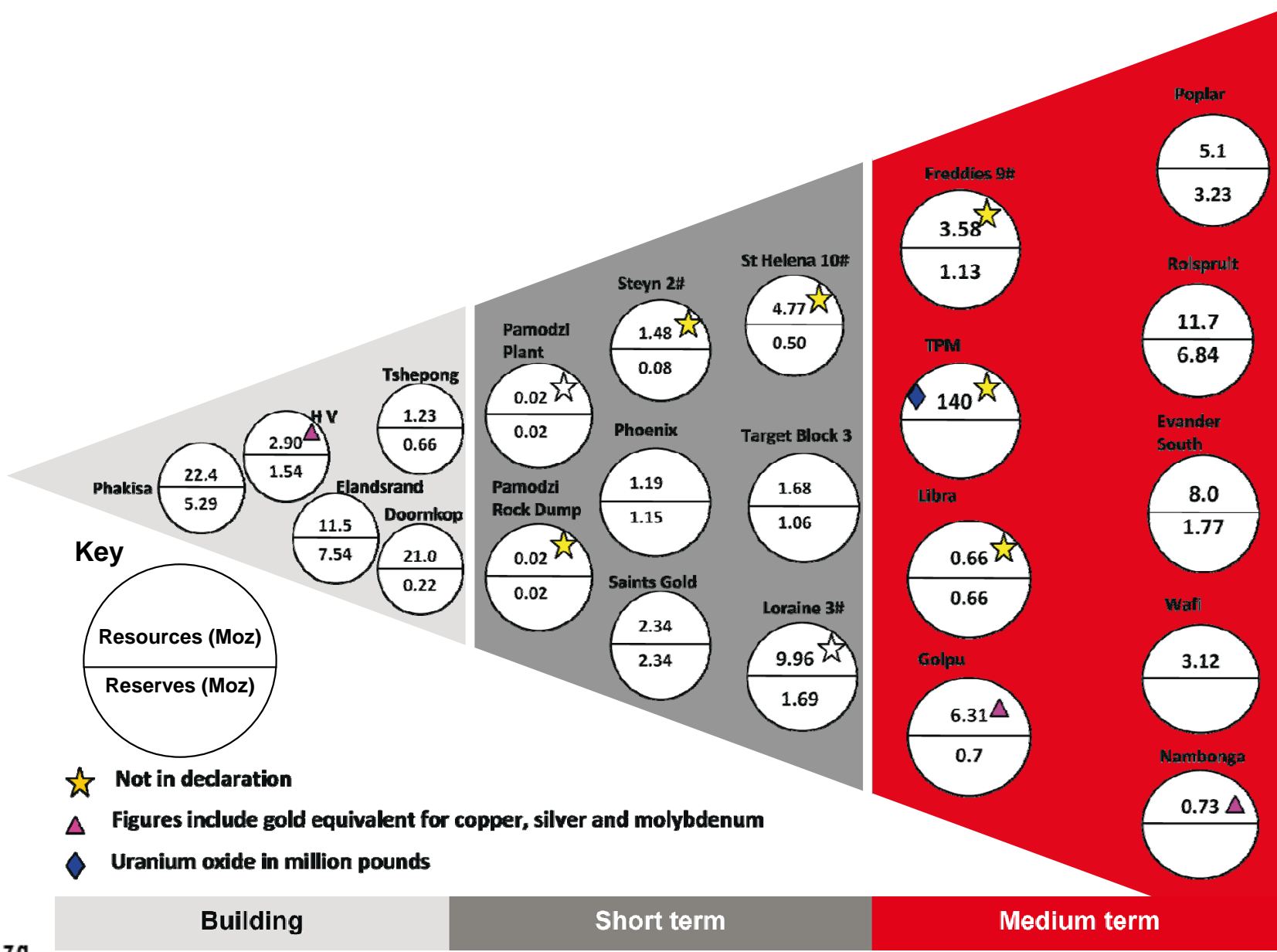
## Ore reserve reconciliation: FY2008 to FY2009

	Gold (tonnes)	Gold (Moz)
<b>Balance as at June 2008</b>	<b>1 570</b>	<b>50.5</b>
<b>Reductions</b>		
Mined during FY2009	(50)	(1.6)
Equity adjustment (PNG)	(28)	(0.9)
Geology and scope changes	(87)	(2.8)
<b>Additions</b>		
Surface sources	34	1.1
Other adjustments	59	1.9
<b>Balance as at June 2009</b>	<b>1 499</b>	<b>48.2</b>

- Gold price of US\$750/oz
- Exchange rate of USD/ZAR 9.33 for SA operations
- Exchange rate of AUD/USD 0.75 for PNG operations
- Resulting in a gold price of R225 000/kg and A\$1000/oz respectively



#Other shafts: Production from Tshepong, Target, Masimong, Evander, Bamabanani, Joel



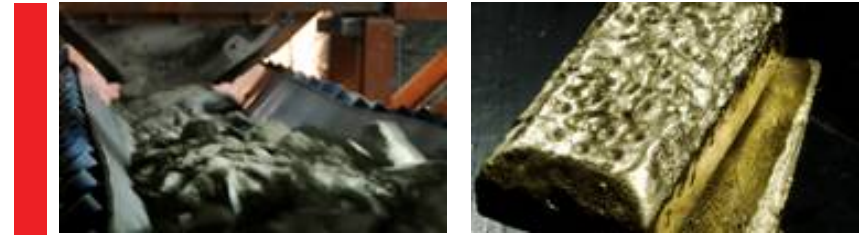
- Purchase price: R405 million (US\$43.3m at R9.33/\$)
- 1.82 Moz of reserves (as declared by PZG)
- 18.6 Moz of resources
- Price per reserve ounce: US\$24/oz
- Price per resource ounce: US\$2.33/oz
- Offer accepted by unions and IDC
- Offer subject to drafting and signing of agreements
- Transaction subject to:
  - fulfillment of all conditions precedent in agreements
  - obtaining mining rights





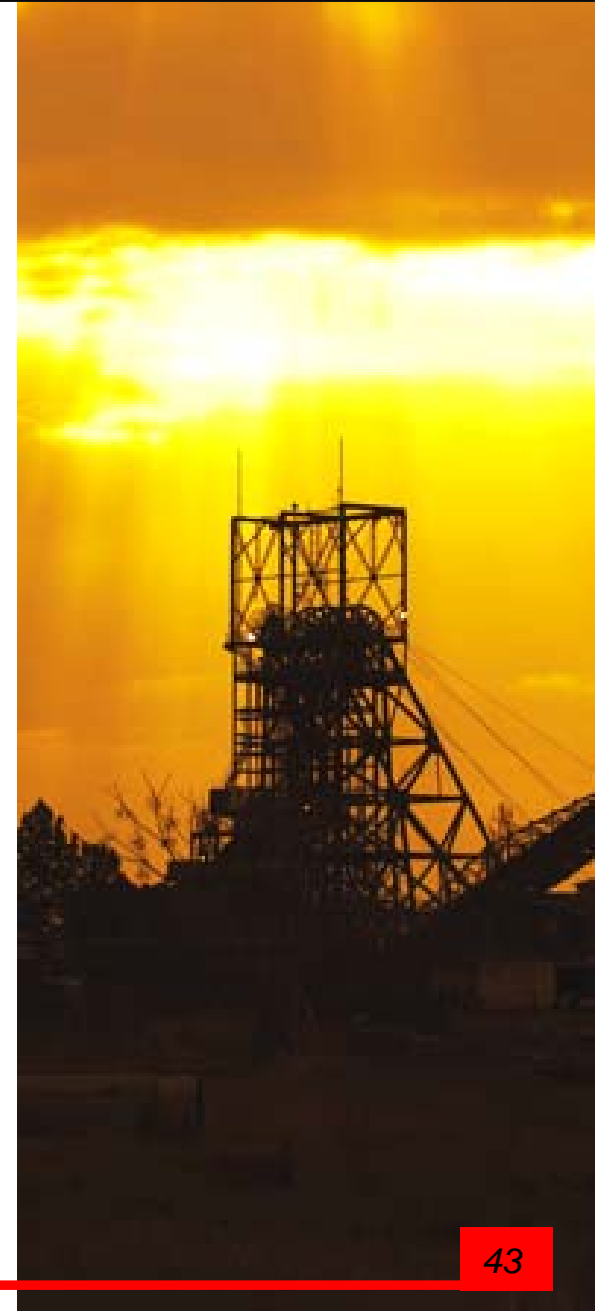
- Independent
- Partnership working well
- 220 000 oz of gold pa
- Cash cost of R185 000/kg
- Underground ore resource being assessed for:
  - gold/uranium potential
  - joint cut-off
- Uranium plant feasibility study completion by end of calendar 2009
  - 450 000tpm
  - +2mlb uranium pa
  - primary ore feed: Cooke Dump
  - secondary feed: underground





## Why Harmony?

- Throughput, grade, ounces set to increase
  - from existing assets
  - from 5 new projects under way
- Development achieved in line with plan
- Several new projects under consideration
- Restructuring for profitability or for value adding
- Healthy balance sheet
  - strong cash flow
  - net debt-free
- Unhedged
- Strong, cohesive management team
- Shareholder returns
  - dividends
  - share price appreciation



Your company:

- is net debt free
- continues to invest in growth projects, funded through cash flows
- remains bullish on gold price
- is now rewarding shareholders with a 50c dividend (5 times cover)





**Questions**  
[www.harmony.co.za](http://www.harmony.co.za)