HARMONY

Results for the first quarter ended 30 September 2008

Incorporated in the Republic of South Africa
Registration Number 1950/038232/06
("Harmony" or "Company")
JSE Share code: HAR
NYSE Share code: HMY
ISIN Code: ZAE 000015228

Shareholder Information

Shares in issue

Issued ordinary shares as at 30 September 2008	403 424 148

Market capitalisation

At 30 September 2008 (ZARm)	R33 081
At 30 September 2008 (US$m)	$4 252

Harmony ordinary share and ADR prices

12-month high (1 October 2007 to 30 September 2008) for ordinary shares	ZAR115.00
12-month low (1 October 2007 to 30 September 2008) for ordinary shares	ZAR54.99
12-month high (1 October 2007 to 30 September 2008) for ADRs	US$14.43
12-month low (1 October 2007 to 30 September 2008) for ADRs	US$6.39

Free float — 100%

ADR ratio — 1:1

JSE Limited — HAR SJ

Range for quarter (1 July 2008 to 30 September 2008 – closing prices)	ZAR54.99 – ZAR97.00
Average daily volume for the quarter (1 July 2008 to 30 September 2008)	1 837 549 shares traded

New York Stock Exchange, Inc. — HMY US

Range for quarter (1 July 2008 to 30 September 2008 – closing prices)	US$6.39 – US$12.51
Average daily volume for the quarter (1 July 2008 to 30 September 2008)	2 505 262 shares traded

Nasdaq — HMY

Range for quarter (1 July 2008 to 30 September 2008 – closing prices)	US$6.39 – US$12.51
Average daily volume for the quarter (1 July 2008 to 30 September 2008)	812 256 shares traded

The quarter at a glance:

- Total gold production up by 6% and grade increased by 4%
- Good signs of operational improvement
- Management restructuring and refocusing
- Good progress with projects, particularly at Morobe JV
- Rand/gold price marginally down, but likely to remain robust in medium to long term
- Debt levels reduced, despite significant capex
- Seven fatalities during quarter
- Cash operating costs (R/kg) up by 9%, as input costs (electricity and labour) increase
- Cash operating profit down by 19%

Financial summary for the first quarter ended 30 September 2008

(All results exclude Discontinued Operations, unless otherwise stated)

		Quarter September 2008	Quarter June 2008	Q-on-Q variance	Quarter September 2007
Gold produced	– kg	12 342	11 694	6%	13 699
	– oz	396 803	375 970	6%	440 432
Cash costs	– R/kg	151 827	138 940	(9%)	134 549
	– $/oz	607	556	(9%)	590
Cash operating profit	– Rm	808	995	(19%)	297
	– US$m	104	128	(19%)	41
Basic profit/(loss)	– SAc/s	118	(60)	297%	(133)
	– USc/s	15	(8)	288%	(19)
Headline profit/(loss)	– SAc/s	8	38	(79%)	(35)
	– USc/s	1	5	(80%)	(5)

Harmony's Annual Report, Notice of Meeting, Sustainable Development Report and its Annual Report filed on a Form 20F with the United States' Securities and Exchange Commission for the year ended 30 June 2008 are available on our website at www.harmony.co.za.

Forward-looking statements

This quarterly report contains forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 with respect to Harmony's financial condition, results of operations, business strategies, operating efficiencies, competitive positions, growth opportunities for existing services, plans and objectives of management, markets for stock and other matters. Statements in this quarter that are not historical facts are "forward-looking statements" for the purpose of the safe harbor provided by Section 21E of the U.S. Securities Exchange Act of 1934, as amended, and Section 27A of the U.S. Securities Act of 1933, as amended. Forward-looking statements are statements that are not historical facts. These statements include financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, products and services, and statements regarding future performance. Forward-looking statements are generally identified by the words "expect", "anticipates", "believes", "intends", "estimates" and similar expressions. These statements are only predictions. All forward-looking statements involve a number of risks, uncertainties and other factors and we cannot assure you that such statements will prove to be correct. Risks, uncertainties and other factors could cause actual events or results to differ from those expressed or implied by the forward-looking statements.

These forward-looking statements, including, among others, those relating to the future business prospects, revenues and income of Harmony, wherever they may occur in this quarterly report and the exhibits to this quarterly report, are necessarily estimates reflecting the best judgment of the senior management of Harmony and involve a number of risks and uncertainties that could cause actual results to differ materially from those suggested by the forward-looking statements. As a consequence, these forward-looking statements should be considered in light of various important factors, including those set forth in this quarterly report. Important factors that could cause actual results to differ materially from estimates or projections contained in the forward looking statements include, without limitation:

- overall economic and business conditions in South Africa and elsewhere;
- the ability to achieve anticipated efficiencies and other cost savings;
- increases or decreases in the market price of gold;
- the occurrence of hazards associated with underground and surface gold mining;
- the occurrence of labour disruptions;
- availability, terms and deployment of capital;
- changes in Government regulation, particularly mining rights and environmental regulations;
- fluctuations in exchange rates;
- currency devaluations and other macro-economic monetary policies; and
- socio-economic instability in South Africa and regionally.

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Chief executive officer's review

Overview

We made pleasing progress during the quarter under review towards fulfilment of our vision to create a sustainable company that generates earnings to fund dividends and growth.

Increased volumes, improved average grade and consequent higher gold production demonstrate clearly that the measures we have applied in implementing our 'back-to-basics' philosophy during our stabilisation phase of our strategy, have delivered the stability we need to implement the next phase of our strategy, being organic growth.

There is a very notable turn for the better in the morale of the greater Harmony team. Our people are getting excited about the business again and their particular roles in it, which is evidenced by our productivity figures.

Safety improvement remains a critical priority requiring immediate and decisive action. Despite our best efforts to ensure a safer workplace, seven work-related fatalities occurred during the quarter, compared with four in the previous quarter.

Safety

We are deeply saddened by the deaths of seven of our colleagues and I extend my heartfelt condolences to their families, friends and workmates.

Those who died were: Elandsrand employees Diago Vasco Bila, a winch driver, and Mpeo Moeti and Magatsela Mangaliso, both rock drill operators; Tshepong employees Nokanyo Gcasamba, a locomotive operator, and Zinikele Yam, a utility vehicle driver; Target employee Mokutu Amos Qondile, a load-haul-dumper operator and Unisel employee Kali Makase, a rock drill operator.

Although our Lost Time Injury Frequency Rate (LTIFR) for the quarter improved against that for the 2008 financial year, our Reportable Injury Frequency Rate (RIFR) and Fatality Injury Frequency Rate (FIFR) for the quarter both deteriorated.

Gold market

There was only a 3% drop in our average gold price received of R217 295/kg ($869/oz), compared with R224 036/kg ($897/oz) in June 2008, despite the turmoil in global financial markets during the quarter. Notwithstanding evidence to suggest that gold still fulfils its historic role as the investment of last resort for many nervous investors in these circumstances, it seems reasonable to assume that gold price volatility will continue until the financial storm starts to abate.

We remain bullish about the fundamentals for the metal in the medium and longer term. However, with economic deposits in mining locations harder to come by and exploration and development budgets under extreme pressure, supplies of new gold into the market are likely to continue to shrink.

Operating performance

Overall we have seen some good improvements. Total gold production for the quarter from continuing operations increased by 6% to 12 342 kg, reflecting a 1% increase in volumes to 4.6 million tonnes and a 4% improvement in the average recovered grade to 2.68 g/t.

Total underground gold production was 8% higher at 11 191 kg due to a 2% increase in tonnes milled from underground to 2.3 million tonnes and a 5% improvement in the average underground recovered grade to 4.79 g/t.

Tonnes milled for our surface operations remained fairly constant at 2.2 million tonnes for the quarter. The average grade was 12% lower from 0.58 g/t in June 2008 to 0.51 g/t, resulting in an 11% decline in surface gold production to 1 151 kg. The decrease in grade was mainly due to a reduction in the kilograms recovered from plant clean-ups.

Productivity has improved, but we need to remain focused on attaining ore reserve management excellence and quality mining throughout our operations to ensure that we meet our productivity targets.

It is no coincidence that operation-by-operation comparisons show that our best safety performers, notably Masimong, Bambanani and the Virginia operations, are emerging also as our best producers and that our worst safety performers, being Elandsrand and Target are under-performing in terms of production.

The lesson is obvious and we have not been slow to act. Elandsrand is now in 'intensive care'. Chief Operating Officer, Alwyn Pretorius, has been re-assigned to lead Elandsrand's management in a safety and production turnaround strategy and until this assignment is completed, Bob Atkinson, Executive: Projects, will act as Chief Operating Officer of the remaining operations in the North Region. At Target, new management has been appointed from within and outside the Company to ensure that we turn the value of the orebody to account.

Financial performance

An increase in operating costs as well as a decrease in the gold price received for the quarter under review, resulted in a decrease in cash operating profit of R187.1 million when compared with the June 2008 quarter. Operating costs increased by R249.2 million, 15% higher when compared with the June 2008 quarter, mainly due to higher power costs (specifically Eskom's 20% general tariff increase effective from the beginning of July and higher winter tariffs), annual wage increases effective from July 2008 and stores price hikes of 16%. Quarter on quarter our power bill rose by 43% and our labour bill by 13% (which is inclusive of the holiday leave allowance). Power as a percentage of our total costs increased from 10% to 13%.

Capital expenditure for the quarter decreased by 25% from R1.3 billion in the June 2008 quarter to R993 million in the September 2008 quarter. The decrease was as a result of Newcrest Mining Limited funding the remaining capex requirements of the Hidden Valley project as prescribed by Stage 2 of the joint venture, as from August 2008 when the joint venture came into effect.

Cash costs and capital expenditure were both influenced by our decision to lift the ceiling on abnormal expenditure items from R50 000 to R250 000 and to allocate these to operating costs going forward, rather than to capital expenditure as in the past. This is another step, amongst many, we have taken in our drive to decentralise decision-making downward to general manager level.

Power

During the quarter, we engaged very constructively with Eskom and have secured the baseline power allocations for all of our current operations and undertakings to supply the additional power required for our Elandsrand, Phakisa and Doornkop projects. This will accommodate the build-up requirements on these operations as the projects come on line and are commissioned. We remain committed to partaking in as much power-saving efforts that are required.

Transactions

Cooke Assets

We announced on 19 December 2007 that our wholly-owned subsidiary, Randfontein Estates Limited (Randfontein), had entered into agreements with Pamodzi Resources Fund 1, LL.P. (PRF), in terms of which certain uranium and gold assets of Randfontein (Cooke Assets) would be sold into Rand Uranium (Proprietary) Limited (Rand Uranium), for a purchase consideration of US$420 million.

The delay in meeting the conditions precedent, Harmony benefiting from the cash flow during this period, the turmoil in the global financial markets and other market-related adjustments resulted in a renegotiation of the purchase consideration. A revised purchase consideration of US$348 million for the Cooke Assets has been agreed. Harmony will receive a total purchase consideration of US$209 million for 60% of the issued share capital of Rand Uranium.

The majority of the conditions precedent, including the approvals from the Minister of Minerals and Energy and the issuance of a certificate of registration by the National Nuclear Regulator, have been fulfilled. It is anticipated that the remaining conditions precedent will be fulfilled on or before 20 November 2008 and the transaction will become effective on 21 November 2008.

In exchange for 60% of the issued share capital of Rand Uranium, Harmony will receive US$40 million on the effective date of the transaction, a further US$157 million, plus interest thereon at 5% per annum, on 22 April 2009 and the balance of the purchase consideration of approximately US$12 million as soon as the second stage of the transaction (which relates to its Old Randfontein assets), is finalised. This is anticipated to be on or shortly after 22 April 2009. PRF's investors, affiliates of First Reserve and AMCI Capital, have provided Harmony with a guarantee in respect of the payment of the above amounts. In addition, PRF will pledge its shares in Rand Uranium to Harmony as security for PRF's obligation to pay the purchase consideration to Harmony.

Since entering into the agreements with PRF, Rand Uranium has been formed as a stand-alone company, information on the building of a potential uranium plant has been compiled and consultants have been involved with feasibility, metallurgical and environmental studies in respect of the extraction of uranium. Management capacity under the leadership of John Munro has been built up. Harmony will supply certain corporate services for a limited period and an agreement has been entered into for milling of the underground ore.

We believe that the dual commodity (gold and uranium) mix should combine to make the Cooke Assets a viable, low-cost operation and look forward to a mutually beneficial partnership with PRF in developing the significant uranium resource base as a platform for future growth opportunities within the West Rand.

Mt Magnet

We have resumed our efforts to sell our Mount Magnet operation in Australia, following our termination of the sales agreement with Monarch Gold in August 2008. The operation is on care and maintenance, which we estimate will cost us some A$5 million per year.

Exploration

Exploration in Papua New Guinea, under the auspices of our Morobe Joint Venture with Newcrest Mining Limited, focused primarily on the Wafi-Golpu Nambonga North brownfields prospect and the Morobe Consolidated Tenements Upper Bulolo brownfields prospect during the quarter. In respect of the former, work is on schedule to achieve a mineral resource estimate by the end of calendar 2008. At the latter, a significant and exciting new development, trenching is in progress and diamond drilling is scheduled to begin in December 2008.

Social and Labour Plans

We continue to make substantive progress in the implementation of our Social and Labour Plans. While this is essential to ensure retention of our licence to operate, it is also an enormously satisfying fulfilment of our commitment to be relevant to communities in which we do business.

During the quarter, we have contributed, with various other interested and affected parties, towards three major land development projects. These are: the Secunda West project, which will comprise 12 313 residential units covering all income levels, schools, community facilities, shops, sports amenities and green spaces; the Middelvlei/Droogeheuwel (Mohlakeng Ext 11) project, which will include all housing options, schools, social amenities and provisions for business development and the Phakisa Estate near Welkom, which envisages the establishment of a township comprising 6 500 residential units.

Looking ahead

While we remain mindful of the need to continue to apply the core principles of our ‘back to basics’ philosophy initiated in August 2007 – most diligently in those of our operations that have been slower to turn around than we would have hoped – I believe we are well embarked on the ‘organic growth’ phase of our three-phase growth plan to June 2012.

We now have sufficient latitude to focus more closely on delivery of our various organic growth projects in South Africa and of the Hidden Valley project in Papua New Guinea, also to clear our debt burden and strengthen our balance sheet, positioning to look towards the third 'organic-acquisition' phase of our strategy from June 2009.

Note of thanks

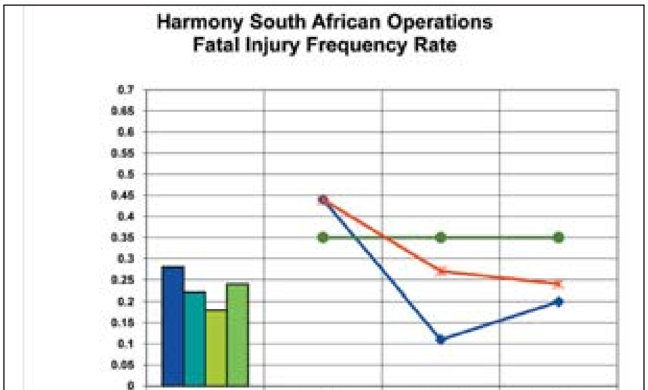
I wish to thank each Harmony employee for her/his contribution in building a sustainable company.

Chief Executive Officer
Graham Briggs

Safety and health report

Safety

Seven fatalities in work-related incidents were recorded in the quarter under review compared with four in the previous quarter. This marks a deterioration of 33% in the Fatal Injury Frequency Rate (FIFR) for the quarter to 0.24 from the previous year's final rate of 0.18.



	YTD	Jul-08	Aug-08	Sep-08
2005 - 2006	0.28			
2006 - 2007	0.22			
2007 - 2008	0.18			
Quarter 1	0.24			
ACTUAL		0.44	0.11	0.2
INDUSTRY		0.35	0.35	0.35
PROG. YTD		0.44	0.27	0.24

Three employees died in two separate incidents at Elandsrand, two in two separate incidents at Tshepong and one each in single incidents at Target and Unisel.

Managerial changes at both Elandsrand and Target have been made with a view to expediting safety improvements at both operations.

The Lost Time Injury Frequency Rate (LTIFR) for the quarter improved by 15% to 10.90 from the previous year's final rate of 12.83, but the Reportable Injury Frequency Rate (RIFR) for the quarter deteriorated by 0.5% to 6.06 from the previous year's final rate of 6.03.

Safety achievements during the quarter under review were:

- 4 000 000 fatality-free shifts achieved by Corporate Surface on 1 August 2008;
- 3 750 000 fatality-free shifts achieved by Ernest Oppenheimer Hospital on 12 September 2008;
- 1 500 000 fatality-free shifts achieved by Evander 8 Shaft on 12 September 2008;
- 1 000 000 fatality-free shifts achieved by Corporate Total (underground and surface) on 21 August 2008; and
- 750 000 fatality-free shifts achieved by Harmony 2 Shaft on 31 August 2008.

Auditing and recognition of good performance remain key features of the Company's drive for improved safety. A second follow-up shaft-related safety audit and a plant-related safety audit are currently in progress.

During the December quarter, audits will be conducted on the implementation of fall of ground regulations and on the six non-negotiable safety indicators identified at the strategic safety workshop in April 2008 and which have informed the operations' six-month action plans.

At an awards ceremony during August 2008, 'best safety performance' achievements by Joel, Phakisa, Doornkop and Free State Surface Sources were recognised.

The importance of safety is our number one priority and we are dedicating many hours and efforts towards safety leadership and awareness.

Health

With respect to the prevention of noise-induced hearing loss in the workplace, we continued to make progress during the quarter under review. Implementation of personalised hearing protection devices throughout the operations is 96% completed; installation of fan silencers is 99% completed and installation of rock drill mufflers is 99.6% completed.

Further progress was made during the quarter towards achievement of the industry's silica dust exposure milestone. This requires that, by December 2008, 95% of all exposure measurement results will be below the occupational exposure limit for respirable crystalline silica of 0.1 mg/m^2. The Company's milestone compliance for the quarter was 93.2%.

The Company's revised Radiation Quality Management Procedure has been completed and will be submitted to the National Nuclear Regulator. Radiation audits were ongoing during the quarter throughout the Company's operations.

Training continues as a key focus of the Company's Occupational Health and Safety Management System, with courses in ergonomics and auditing conducted during the quarter.

Sustainable Development reporting

Harmony released its Sustainable Development Report during October 2008 for the FY08 financial year. This report has been produced in line with the guidelines of the Global Reporting Initiative and, for the first time, certain key indicators in this report were assured by an independent third party. This report is available at www.harmony.co.za

South African underground operations

		September 2008	June 2008	Variance
Tonnes	('000)	2 337	2 283	2%
Grade	(g/t)	4.79	4.55	5%
Gold produced	(kg)	11 191	10 396	8%
Cash costs	(R/kg)	155 152	145 808	(6%)
Cash costs	(R/tonne)	743	664	(12%)

Bambanani

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	142	133	7%
Grade	(g/t)	8.37	7.59	10%
Gold produced	(kg)	1 188	1 009	18%
Cash costs	(R/kg)	143 962	142 959	(1%)
Cash profit	(R'000)	84 890	81 631	4%

Gold production was 18% higher at 1 188 kg, a consequence both of a 7% increase in throughput to 142 000 tonnes and a 10% in average recovered grade to 8.37 g/t, both reflecting the benefits of continued disciplined mining with appropriate controls in place.

Higher production helped to contain the increase in cash costs in spite of the impact particularly of higher power costs and led to a 4% increase in cash profit to R84.9 million, notwithstanding a lower gold price received.

Doornkop

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	110	126	(13%)
Grade	(g/t)	2.32	2.72	(15%)
Gold produced	(kg)	255	343	(26%)
Cash costs	(R/kg)	233 231	148 157	(57%)
Cash (loss)/profit	(R'000)	(3 988)	25 990	(115%)

Gold production was 26% lower at 255 kg, reflecting a 13% decline in throughput to 110 000 tonnes and a 15% decline in the average recovered grade to 2.32 g/t.

Volumes were lower as a result of project-related shaft work and hoisting constraints, which included the loss of a shaft winder rope which took five days to replace and to construction work on the 106 level tip. The decline in the average grade resulted from inconsistent hoisting of higher grade South Reef and dilution through waste-to-reef.

Cash costs increased by 57% to R233 231/kg due to lower production, power tariff increases, higher labour costs flowing from wage increases effective from July 2008 and higher consumable store costs.

A cash loss of R4 million was recorded compared with the previous quarter's profit of R26 million, a consequence of lower production, a lower gold price received and higher costs.

Looking ahead, the removal of bottlenecks experienced during the quarter under review is expected to result in production improvements from both the South Reef and Kimberley Reef horizons in the December quarter.

The mine's geological structural model is being reviewed on an ongoing basis. Delineation drilling is of key importance to prove the structural model and additional reserves, as well as to mitigate against the risk of unexpected geology in the production plan.

Elandsrand

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	288	293	(2%)
Grade	(g/t)	5.31	5.26	1%
Gold produced	(kg)	1 530	1 540	(1%)
Cash costs	(R/kg)	160 152	134 961	(19%)
Cash profit	(R'000)	86 461	138 987	(38%)

Gold production was 1% lower at 1 530 kg, reflecting a 2% decline in volumes to 288 000 tonnes. The average recovered grade was 1% higher at 5.31 g/t.

Lower throughput was a consequence of five production days lost – four days due to Section 54 closure notices issued by the Department of Minerals and Energy following two accidents resulting in three fatalities and one day due to illegal strike action. The improved average mining grade resulted from steps taken to achieve cleaner mining.

Cash costs were 19% higher at R160 152/kg, a consequence mainly of lower production, higher power tariffs, increases in the prices of consumables such as explosives (23%) and support products (27%) and higher labour costs resulting from the annual wage increase.

Cash profit was 38% lower due to lower production, a lower gold price received and higher cash costs.

Increased focus on all aspects of safety and continuing grade improvement initiatives are expected to result in improved production performance in the December quarter.

Evander operations

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	306	300	2%
Grade	(g/t)	5.26	5.15	2%
Gold produced	(kg)	1 609	1 546	4%
Cash costs	(R/kg)	147 618	128 616	(15%)
Cash profit	(R'000)	108 782	147 182	(26%)

Gold production was 4% higher at 1 609 kg, resulting from a 2% increase in throughput to 306 000 tonnes and a 2% increase in the average recovered grade to 5.26 g/t.

Higher tonnage resulted mainly from short-term measures to improve environmental conditions at No. 8 Shaft. The Evander 2 and 5 Shafts were the primary contributors to higher average grade.

Cash costs were 15% higher at R147 618/kg due to higher power tariffs and to increased labour and consumable costs.

Notwithstanding the increase in gold production, cash profit was 26% lower at R108.8 million due to a lower gold price received and higher operating costs.

A project at No. 8 Shaft to drill a raise bore hole to supply cool air to 24 level from 17 level, thus improving working conditions, is scheduled for completion by the end of the December quarter.

Joel

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	137	136	1%
Grade	(g/t)	3.93	4.50	(13%)
Gold produced	(kg)	538	612	(12%)
Cash costs	(R/kg)	170 790	124 490	(37%)
Cash profit	(R'000)	22 145	60 921	(64%)

Gold production was 12% lower at 538 kg due to a 13% decline in average recovered grade to 3.93 g/t. This was a consequence of the seismic event in the previous quarter that closed access to the four highest grade panels. Extra vamping was conducted to alleviate the impact on grade. The panels are expected to be re-opened in November 2008. Winder problems at North Shaft in August 2008, which took six days to resolve, negatively affected throughput. A concerted effort was made for the rest of the quarter resulting in a 1% increase in tonnes to 137 000.

Cash costs were 37% higher at R170 790/kg due mainly to lower production and to higher power and labour costs. This, together with a lower gold price received and lower production, led to a 64% decline in cash profit to R22.1 million.

Development, critical to Joel's future, was 25% higher than planned.

Masimong

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	235	204	15%
Grade	(g/t)	5.41	4.34	25%
Gold produced	(kg)	1 272	886	44%
Cash costs	(R/kg)	132 616	173 244	23%
Cash profit	(R'000)	112 877	45 301	149%

A 15% increase in throughput to 235 000 tonnes and a 25% increase in average recovered grade to 5.41 g/t was reflected in a 44% increase in gold production to 1 272 kg. Disciplined ore reserve management, quality mining in the Basal Reef stopes and good grades from the B reef all contributed to improved production.

Higher production helped to offset the impact of power, labour and consumable cost increases and cash costs declined by 23% to R132 616/kg. Higher production and lower costs, offset the impact of a lower gold price received and cash profit was 149% higher at R112.9 million.

Phakisa

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	30	16	88%
Grade	(g/t)	3.63	3.75	(3%)
Gold produced	(kg)	109	60	82%
Cash costs	(R/kg)	163 229	127 983	(28%)
Cash profit	(R'000)	5 421	5 770	(6%)

Gold production increased by 82% to 109 kg, reflecting an 88% increase in throughput to 30 000 tonnes. The average recovered grade was 3% lower at 3.63 g/t.

A 28% increase in cash costs to R163 229/kg and a lower gold price received, resulted in a 6% decrease in cash profit to R5.4 million.

Development during the quarter was lower than expected due to some delays with the rail-veyor. Installation of the ice plants started and the first plant is scheduled to produce ice in November.

Target

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	167	158	6%
Grade	(g/t)	3.52	4.22	(17%)
Gold produced	(kg)	588	666	(12%)
Cash costs	(R/kg)	200 485	174 910	(15%)
Cash (loss)/profit	(R'000)	(9 186)	32 115	(71%)

Although throughput increased by 6% to 167 000 tonnes, average recovered grade was 17% lower at 3.52 g/t, resulting in a 12% decline in gold production to 588 kg. The lower average grade was a consequence of a fall of ground in a high-grade massive stope involving a load-haul-dumper (LHD) which claimed the life of the LHD driver. The affected stope was out of production for 18 days and no waste packing could be done so waste had to be tipped with reef.

Cash costs increased by 15% due to lower production and to higher power, labour and consumable costs. A cash profit of R9.2 million was recorded, in comparison with the previous quarter's profit of R32.1 million.

The decrease in profit was as a consequence of lower production, a lower gold price received and higher costs.

Management changes and a turnaround plan with a renewed focus on safety were starting to deliver some improvement in performance by September and this is expected to continue in the December quarter.

Tshepong

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	354	395	(10%)
Grade	(g/t)	5.38	4.95	9%
Gold produced	(kg)	1 904	1 957	(3%)
Cash costs	(R/kg)	131 499	107 055	(23%)
Cash profit	(R'000)	159 565	228 664	(30%)

Gold produced was 3% lower at 1 904 kg due to a 10% decline in throughput to 354 000 tonnes. The average recovered grade increased by 9% to 5.38 g/t. Lower volumes resulted from Section 54 notices following two fatalities and from a fire in July which adversely affected 18 panels for a week. Better quality mining delivered the average grade improvement.

Cash costs rose by 23%, reflecting lower production and higher power, ore transport and timber costs. Lower production, a lower gold price received and higher costs resulted in a 30% decline in cash operating profit to R159.6 million.

Quality mining – with close attention paid to sweepings, off-reef and stoping controls – to achieve further improvement in the average grade will be a focus during the December quarter

Virginia operations

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	568	522	9%
Grade	(g/t)	3.87	3.40	14%
Gold produced	(kg)	2 198	1 777	24%
Cash costs	(R/kg)	171 351	197 366	13%
Cash profit	(R'000)	108 064	47 785	126%

A 9% increase in throughput to 568 000 tonnes and a 14% increase in average recovered grade to 3.87 g/t led to a 24% rise in gold production to 2 198 kg. Higher than expected grades were achieved at Unisel, Harmony 2, and Merriespruit 1 and 3.

Higher production contributed to a 13% reduction in cash costs to R171 351/kg. Cash operating profit was 126% higher at R108.1 million, the effect of a lower gold price received more than offset by higher production and lower costs.

South African surface operations

		September 2008	June 2008	Variance
Tonnes	('000)	2 262	2 251	0%
Grade	(g/t)	0.51	0.58	(12%)
Gold produced	(kg)	1 151	1 298	(11%)
Cash costs	(R/kg)	119 499	83 935	(42%)

Kalgold

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	437	384	14%
Grade	(g/t)	1.72	1.69	2%
Gold produced	(kg)	751	649	16%
Cash costs	(R/kg)	109 198	98 076	(11%)
Cash profit	(R'000)	81 328	81 920	(1%)

Gold production rose by 16% to 751 kg, reflecting a 14% increase in throughput to 437 000 tonnes and a 2% increase in average recovered grade to 1.72 g/t. Higher throughput resulted from fewer Eskom-imposed power cuts, improved mill running time and a better milling rate due to more oxidised material being fed to the plant. The improved average grade was a consequence of higher than expected values of material mined for the D-zone pit. Mining at the Watertank pit began during the quarter, with grades in line with expectation.

Cash costs were 11% higher at R109 198/kg, reflecting higher labour costs, increased contractor rates, and rises in the prices of consumables such as steel and reagents.

Cash profit decreased minimally to R81.3 million in spite of higher production, due to a lower gold price received and higher costs.

Phoenix

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	1 481	1 587	(7%)
Grade	(g/t)	0.14	0.14	0%
Gold produced	(kg)	204	224	(9%)
Cash costs	(R/kg)	119 480	106 000	(13%)
Cash profit	(R'000)	20 717	26 638	(22%)

Tonnage was 7% lower at 1 481 000 tonnes due to a strike by the contractor's employees and the average recovered grade was unchanged at 0.14 g/t, leading to a 9% reduction in gold production to 204 kg.

Cash costs rose by 13% to R119 480/kg, driven by lower production and higher reagent and labour costs. Lower production, a lower gold price received and higher costs resulted in a 22% reduction in cash profit to R20.7 million.

International operations

Hidden Valley

The joint venture between Harmony and Newcrest Mining Limited was formed in August 2008 and will operate under the name of Morobe Mining Joint Ventures (MMJV). The joint venture assets include the Hidden Valley gold project, the highly prospective Wafi-Golpu gold/copper deposit and extensive exploration tenements in the Morobe province.

The focus of the Hidden Valley project has shifted from engineering and procurement to site construction activities. Construction is 64% complete and the project is on schedule to begin production in the middle of calendar 2009.

Key activities during the quarter included waste stripping and stockpiling of 200 000 tonnes of ore; identification of the ore zone outside the resource during pre-stripping and good progress on construction of the process facility.

Wafi-Golpu

MMJV initiated a concept study using updated parameters to assess the technical and economic feasibility of mining the Wafi-Golpu deposits. This study will be completed in the December 2008 quarter.

Hidden Valley

Discontinued operations

Cooke operations

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	292	293	(0%)
Grade	(g/t)	4.68	4.60	2%
Gold produced	(kg)	1 367	1 349	1%
Cash costs	(R'000)	201 664	162 114	(24%)
Cash costs	(R/kg)	147 523	120 173	(23%)
Cash profit	(R'000)	93 838	140 644	(33%)

Throughput was virtually unchanged at 292 000 tonnes but a 2% increase in the average recovered grade to 4.68 g/t resulted in a 1% increase in gold production to 1 367 kg.

Static volume was largely a consequence of lower square metres mined from Cooke 3 Shaft and a decision to stop mining in the 128 South project area due to low grade. The latter action, together with a halt to mining in the 90 North 6 area at Cooke 2 Shaft, was the main contributor to the Cooke operations' improved average grade for the quarter.

Cash costs increased by 23% to R147 523/kg, distorted somewhat by a R34.6 million gold stock adjustment for the Cooke shafts in the June quarter. Higher power and labour costs, however, were significant contributors to the increased cost profile for the September quarter.

Cash profit was 33% lower at R93.8 million due to a lower gold price received and higher costs.

Looking ahead, the strategy at Cooke 3 will be to increase volume from the higher grade VCR and UE1A areas in the short term and to access the North 5 area and the conventional mining areas in the South West of the mine in the medium to long term. Cooke 2 is expected to continue to deliver lower than planned grades due to lower face grades in the areas that replaced the 90 North 6 area but will deliver higher tonnes due to higher channel widths. It is expected that mining will restart in part of the 90 North 6 area in approximately six months after intersection of good grades in the area through exploration.

Cooke Plant

Indicator		September 2008	June 2008	Variance
Tonnes	('000)	509	525	(3%)
Grade	(g/t)	0.39	0.40	3%
Gold produced	(kg)	197	212	(7%)
Cash costs	(R/kg)	235 970	158 769	(49%)
Cash profit	(R'000)	(3 500)	13 791	(125%)

Exploration

Exploration continued at Hidden Valley and Wafi-Golpu in Papua New Guinea.

During the quarter significant porphyry style Cu-Au intercepts from **Nambonga North** prospect included:

- WR276: 368m @ 0.8 g/t Au, 0.22% Cu from 337m
- WR279: 345m @ 0.5 g/t Au, 0.18% Cu from 501m
- WR281: 142m @ 0.8 g/t Au, 0.29% Cu from 553m
- WR280: 393m @ 0.5 g/t Au, 0.15% Cu from 426m

Work including drilling, interpretation of geology and data consolidation remains on schedule to complete a mineral resource estimate by December 2008.

A single hole was completed to test interpreted flat lode orientation on the southern most section at **Western Zone**. Results included:

- WR283: 17m @ 4.6 g/t Au from 343m

This intercept has extended the known mineralised zone and is open off the grid to the south over 400m. Step-out drilling is being planned.

Trenching at the **Upper Bulolo** prospect has discovered a new zone of gold mineralisation with continuous channel sampling across the zone returning intercepts including:

- BLDTR002: 42m @ 3.72 g/t Au, 16m @ 1.1 g/t Au
- BLDTR004: 6m @ 8.7 g/t Au
- BLDTR005: 10m @ 2.2 g/t Au, 6m @ 19.21 g/t Au

The location of the mineralisation is 1.6 km east-southeast of the Hidden Valley orebody and within 400m of the existing haul road access to the southern waste dump.

A helicopter-borne magnetic survey comprising 12 200 line kilometres was undertaken during the quarter. The data is necessary to focus initial reconnaissance exploration mapping and geochemical sampling and to optimise follow-up drill programmes. With the exception of Morobe Coast EL1403, regional magnetic coverage over the Morobe JV tenement package is now complete. Preliminary data from the helimagnetics survey have been received and have outlined significant new anomalies with potential mineralised systems similar to those identified at Hidden Valley and Wafi.

HARMONY

Results for the first quarter
ended 30 September 2008

Incorporated in the Republic of South Africa
Registration Number 1950/038232/06
("Harmony" or "Company")
JSE Share code: HAR
NYSE Share code: HMY
ISIN Code: ZAE 000015228

Financial review for the first quarter ended 30 September 2008 (Rand)

OPERATING RESULTS – CONTINUING OPERATIONS (Rand/Metric)

			Underground production – South Africa						
			Tshepong	Phakisa	Doornkop	Elandsrand	Target	Masimong	Evander Operations
Ore Milled	**– t'000**	**Sep-08**	**354**	**30**	**110**	**288**	**167**	**235**	**306**
		Jun-08	395	16	126	293	158	204	300
Gold Produced	**– kg**	**Sep-08**	**1 904**	**109**	**255**	**1 530**	**588**	**1 272**	**1 609**
		Jun-08	1 957	60	343	1 540	666	886	1 546
Yield	**– g/tonne**	**Sep-08**	**5.38**	**3.63**	**2.32**	**5.31**	**3.52**	**5.41**	**5.26**
		Jun-08	4.95	3.75	2.72	5.26	4.22	4.34	5.15
Cash Operating Costs	**– R/kg**	**Sep-08**	**131 499**	**163 229**	**233 231**	**160 152**	**200 485**	**132 616**	**147 618**
		Jun-08	107 055	127 983	148 157	134 961	174 910	173 244	128 616
Cash Operating Costs	**– R/tonne**	**Sep-08**	**707**	**593**	**541**	**851**	**706**	**718**	**776**
		Jun-08	530	480	403	709	737	752	663
Working Revenue	**(R'000)**	**Sep-08**	**409 939**	**23 213**	**55 486**	**331 494**	**127 071**	**281 565**	**346 299**
		Jun-08	438 170	13 449	76 808	346 827	148 605	198 795	346 022
Cash Operating Costs	**(R'000)**	**Sep-08**	**250 374**	**17 792**	**59 474**	**245 033**	**117 885**	**168 688**	**237 517**
		Jun-08	209 506	7 679	50 818	207 840	116 490	153 494	198 840
Cash Operating Profit/(Loss)	**(R'000)**	**Sep-08**	**159 565**	**5 421**	**(3 988)**	**86 461**	**9 186**	**112 877**	**108 782**
		Jun-08	228 664	5 770	25 990	138 987	32 115	45 301	147 182
Capital Expenditure	**(R'000)**	**Sep-08**	**50 619**	**104 843**	**82 815**	**95 264**	**61 063**	**32 850**	**50 176**
		Jun-08	50 018	97 022	100 247	95 141	91 410	26 049	55 808

Evander operations – Evander 5, Evander 7 and Evander 8
Virginia operations – Harmony 2, Merriespruit 1 and 3, Unisel and Brand

					Surface production – South Africa						
Bamba-nani	Joel	Virginia Opera-tions	St Helena	Total SA Under-ground	Kalgold Surface	Project Phoenix	Other Surface	Total SA Surface	South Africa Total	Inter-national production PNG	Harmony Total
142	**137**	**568**	**–**	**2 337**	**437**	**1 481**	**344**	**2 262**	**4 599**	**–**	**4 599**
133	136	522	–	2 283	384	1 587	280	2 251	4 534	–	4 534
1 188	**538**	**2 198**	**–**	**11 191**	**751**	**204**	**196**	**1 151**	**12 342**	**–**	**12 342**
1 009	612	1 777	–	10 396	649	224	425	1 298	11 694	–	11 694
8.37	**3.93**	**3.87**	**–**	**4.79**	**1.72**	**0.14**	**0.57**	**0.51**	**2.68**	**–**	**2.68**
7.59	4.50	3.40	–	4.55	1.69	0.14	1.52	0.58	2.58	–	2.58
143 962	**170 790**	**171 351**	**–**	**155 152**	**109 198**	**119 480**	**158 985**	**119 499**	**151 827**	**–**	**151 827**
142 959	124 490	197 366	–	145 808	98 076	106 000	50 711	83 935	138 940	–	138 940
1 204	**671**	**663**	**–**	**743**	**188**	**16**	**91**	**61**	**407**	**–**	**407**
1 085	560	672	–	664	166	15	77	48	358	–	358
255 917	**114 030**	**484 693**	**–**	**2 429 707**	**163 336**	**45 091**	**43 715**	**252 142**	**2 681 849**	**–**	**2 681 849**
225 877	137 109	398 504	–	2 330 166	145 571	50 382	93 760	289 713	2 619 879	–	2 619 879
171 027	**91 885**	**376 629**	**–**	**1 736 304**	**82 008**	**24 374**	**31 161**	**137 543**	**1 873 847**	**–**	**1 873 847**
144 246	76 188	350 719	–	1 515 820	63 651	23 744	21 552	108 947	1 624 767	–	1 624 767
84 890	**22 145**	**108 064**	**–**	**693 403**	**81 328**	**20 717**	**12 554**	**114 599**	**808 002**	**–**	**808 002**
81 631	60 921	47 785	–	814 346	81 920	26 638	72 208	180 766	995 112	–	995 112
10 744	**11 099**	**38 956**	**(8)**	**538 421**	**1 840**	**–**	**52 259**	**54 099**	**592 520**	**400 376**	**992 896**
22 028	8 954	41 078	6	587 761	4 822	194	55 092	60 108	647 869	668 028	1 315 897

OPERATING RESULTS INCLUDING DISCONTINUED OPERATIONS (Rand/Metric)

			Underground production – South Africa								
			Tshepong	Phakisa	Doornkop	Elandsrand	Target	Masimong	Evander Operations	Randfontein Operations	Bambanani
Ore Milled	**– t'000**	**Sep-08**	**354**	**30**	**110**	**288**	**167**	**235**	**306**	**292**	**142**
		Jun-08	395	16	126	293	158	204	300	293	133
Gold Produced	**– kg**	**Sep-08**	**1 904**	**109**	**255**	**1 530**	**588**	**1 272**	**1 609**	**1 367**	**1 188**
		Jun-08	1 957	60	343	1 540	666	886	1 546	1 349	1 009
Yield	**– g/tonne**	**Sep-08**	**5.38**	**3.63**	**2.32**	**5.31**	**3.52**	**5.41**	**5.26**	**4.68**	**8.37**
		Jun-08	4.95	3.75	2.72	5.26	4.22	4.34	5.15	4.60	7.59
Cash Operating Costs	**– R/kg**	**Sep-08**	**131 499**	**163 229**	**233 231**	**160 152**	**200 485**	**132 616**	**147 618**	**147 523**	**143 962**
		Jun-08	107 055	127 983	148 157	134 961	174 910	173 244	128 616	120 173	142 959
Cash Operating Costs	**– R/tonne**	**Sep-08**	**707**	**593**	**541**	**851**	**706**	**718**	**776**	**691**	**1 204**
		Jun-08	530	480	403	709	737	752	663	553	1 085
Working Revenue	**(R'000)**	**Sep-08**	**409 939**	**23 213**	**55 486**	**331 494**	**127 071**	**281 565**	**346 299**	**295 502**	**255 917**
		Jun-08	438 170	13 449	76 808	346 827	148 605	198 795	346 022	302 758	225 877
Cash Operating Costs	**(R'000)**	**Sep-08**	**250 374**	**17 792**	**59 474**	**245 033**	**117 885**	**168 688**	**237 517**	**201 664**	**171 027**
		Jun-08	209 506	7 679	50 818	207 840	116 490	153 494	198 840	162 114	144 246
Cash Operating Profit/(Loss)	**(R'000)**	**Sep-08**	**159 565**	**5 421**	**(3 988)**	**86 461**	**9 186**	**112 877**	**108 782**	**93 838**	**84 890**
		Jun-08	228 664	5 770	25 990	138 987	32 115	45 301	147 182	140 644	81 631
Capital Expenditure	**(R'000)**	**Sep-08**	**50 619**	**104 843**	**82 815**	**95 264**	**61 063**	**32 850**	**50 176**	**40 224**	**10 744**
		Jun-08	50 018	97 022	100 247	95 141	91 410	26 049	55 808	40 985	22 028

Evander operations – Evander 5, Evander 7 and Evander 8
Randfontein operations – Cooke 1, Cooke 2 and Cooke 3
Virginia operations – Harmony 2, Merriespruit 1 and 3, Unisel and Brand

					Surface production – South Africa						International production			
Joel	Virginia Operations	St Helena	ARM gold	Total SA Underground	Kalgold Surface	Project Phoenix	Cooke plant Operations	Other Surface	Total SA Surface	South Africa Total	Australia	PNG	Total International	Harmony Total
137	**568**	**–**	**–**	**2 629**	**437**	**1 481**	**509**	**344**	**2 771**	**5 400**	**–**	**–**	**–**	**5 400**
136	522	–	–	2 576	384	1 587	525	280	2 776	5 352	–	–	–	5 352
538	**2 198**	**–**	**–**	**12 558**	**751**	**204**	**197**	**196**	**1 348**	**13 906**	**–**	**–**	**–**	**13 906**
612	1 777	–	–	11 745	649	224	212	425	1 510	13 255	–	–	–	13 255
3.93	**3.87**	**–**	**–**	**4.78**	**1.72**	**0.14**	**0.39**	**0.57**	**0.49**	**2.58**	**–**	**–**	**–**	**2.58**
4.50	3.40	–	–	4.56	1.69	0.14	0.40	1.52	0.54	2.48	–	–	–	2.48
170 790	**171 351**	**–**	**–**	**154 368**	**109 198**	**119 480**	**235 970**	**158 985**	**136 520**	**152 638**	**–**	**–**	**–**	**152 638**
124 490	197 366	–	–	142 895	98 076	106 000	158 769	50 711	94 441	137 375	–	–	–	137 375
671	**663**	**–**	**–**	**737**	**188**	**16**	**91**	**91**	**66**	**393**	**–**	**–**	**–**	**393**
560	672	–	–	652	166	15	64	77	51	340	–	–	–	340
114 030	**484 693**	**–**	**–**	**2 725 209**	**163 336**	**45 091**	**42 986**	**43 715**	**295 128**	**3 020 337**	**–**	**–**	**–**	**3 020 337**
137 109	398 504	–	–	2 632 924	145 571	50 382	47 450	93 760	337 163	2 970 087	–	–	–	2 970 087
91 885	**376 629**	**–**	**584**	**1 938 552**	**82 008**	**24 374**	**46 486**	**31 161**	**184 029**	**2 122 581**	**–**	**–**	**–**	**2 122 581**
76 188	350 719	–	367	1 678 301	63 651	23 744	33 659	21 552	142 606	1 820 907	–	–	–	1 820 907
22 145	**108 064**	**–**	**(584)**	**786 657**	**81 328**	**20 717**	**(3 500)**	**12 554**	**111 099**	**897 756**	**–**	**–**	**–**	**897 756**
60 921	47 785	–	(367)	954 623	81 920	26 638	13 791	72 208	194 557	1 149 180	–	–	–	1 149 180
11 099	**38 956**	**(8)**	**–**	**578 645**	**1 840**	**–**	**12 943**	**52 259**	**67 042**	**645 687**	**14**	**400 376**	**400 390**	**1 046 077**
8 954	41 078	6	(72)	628 674	4 822	194	1 090	55 092	61 198	689 872	277	668 028	668 305	1 358 177

CONDENSED CONSOLIDATED INCOME STATEMENT (Unaudited) (Rand)

	Notes	Quarter ended[1] September 2008 R million	June 2008 R million	September 2007 R million
Continuing operations				
Revenue		2 682	2 620	2 140
Cost of sales	2	(2 225)	(2 284)	(2 063)
Production cost		(1 874)	(1 625)	(1 843)
Amortisation and depreciation		(308)	(222)	(201)
Impairment of assets		–	(316)	–
Employment termination and restructuring costs		(12)	(50)	–
Other items		(31)	(71)	(19)
Gross profit		**457**	**336**	**77**
Corporate, administration and other expenditure		(97)	(49)	(72)
Exploration expenditure		(39)	(62)	(44)
Other income/(expenses) – net	3	505	(9)	(15)
Operating profit/(loss)		**826**	**216**	**(54)**
Profit/(loss) from associates		1	(68)	–
Profit on sale of investment in associate		1	–	–
Impairment of investment in associate	6	(112)	(95)	–
Loss on sale of investment in joint venture		–	(2)	–
Mark-to-market of listed investments		–	–	33
Loss on sale of listed investments		–	–	(459)
Impairment of investments		–	(1)	–
Investment income		77	86	67
Finance cost		(85)	(131)	(121)
Profit/(loss) before taxation		**708**	**5**	**(534)**
Taxation		(234)	(246)	2
Net profit/(loss) from continuing operations		**474**	**(241)**	**(532)**
Discontinued operations	4			
(Loss)/profit from discontinued operations		(72)	170	(34)
Net profit/(loss)		**402**	**(71)**	**(566)**
Earnings/(loss) per ordinary share (cents)	5			
– Earnings/(loss) from continuing operations		118	(60)	(133)
– (Loss)/earnings from discontinued operations		(18)	42	(9)
Total earnings/(loss) per ordinary share (cents)		**100**	**(18)**	**(142)**
Diluted earnings/(loss) per ordinary share (cents)	5			
– Earnings/(loss) from continuing operations		117	(60)	(133)
– (Loss)/earnings from discontinued operations		(18)	42	(9)
Total diluted earnings/(loss) per ordinary share (cents)		**99**	**(18)**	**(142)**

[1] There are no year ended figures, this being the first quarter of the financial year.

The accompanying notes are an integral part of these condensed consolidated financials statements.

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME (Unaudited) (Rand)

	Quarter ended September 2008 R million	June 2008 R million	September 2007 R million
Net profit/(loss) for the period	**402**	**(71)**	**(566)**
Attributable to:			
Owners of the parent	402	(71)	(566)
Non-controlling interest	–	–	–
Other comprehensive income/(loss) for the period, net of income tax	88	(73)	360
Foreign exchange translation profit and loss	119	(86)	27
Mark-to-market of available-for-sale investments	(31)	13	333
Total comprehensive income/(loss) for the period	**490**	**(144)**	**(206)**
Attributable to:			
Owners of the parent	490	(144)	(206)
Non-controlling interest	–	–	–

CONDENSED CONSOLIDATED BALANCE SHEET (Rand)

	Notes	At September 2008 (Unaudited) R million	At June 2008 (Audited) R million
ASSETS			
Non-current assets			
Property, plant and equipment		27 020	27 556
Intangible assets		2 213	2 209
Restricted cash		181	78
Restricted investments		1 512	1 465
Investments in financial assets		48	67
Investment in associate	6	34	145
Trade and other receivables		127	137
		31 135	31 657
Current assets			
Inventories		752	693
Trade and other receivables		875	875
Income and mining taxes		54	82
Cash and cash equivalents	8	1 186	413
		2 867	2 063
Non-current assets classified as held for sale	4	1 408	1 537
		4 275	3 600
Total assets		**35 410**	**35 257**
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital		25 904	25 895
Other reserves		777	676
Accumulated loss		(1 430)	(1 832)
		25 251	24 739
Non-current liabilities			
Borrowings	7	176	242
Deferred income tax		3 008	2 990
Provisions for other liabilities and charges		1 297	1 273
		4 481	4 505
Current liabilities			
Trade and other payables		1 528	1 372
Provisions and accrued liabilities		295	287
Borrowings	7	3 363	3 857
		5 186	5 516
Liabilities directly associated with non-current assets classified as held for sale	4	492	497
		5 678	6 013
Total equity and liabilities		**35 410**	**35 257**
Number of ordinary shares in issue		403 424 148	403 253 756
Net asset value per share (cents)		6 259	6 135

The accompanying notes are an integral part of these condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGE IN EQUITY (Unaudited) (Rand)

	Issued share capital R million	Other reserves R million	Accumulated loss R million	Total R million
Balance – 30 June 2008	25 895	676	(1 832)	24 739
Issue of share capital	9	–	–	9
Deferred share-based payments	–	13	–	13
Comprehensive income for the period	–	88	402	490
Balance at 30 September 2008	**25 904**	**777**	**(1 430)**	**25 251**
Balance – 30 June 2007	25 636	(349)	(1 581)	23 706
Issue of share capital	16	–	–	16
Deferred share-based payments	–	9	–	9
Comprehensive income/(loss) for the period	–	360	(566)	(206)
Balance at 30 September 2007	**25 652**	**20**	**(2 147)**	**23 525**

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (Unaudited) (Rand)

	Note	September 2008 R million	Quarter ended June 2008 R million	September 2007 R million
Cash flow from operating activities				
Cash generated by operations		670	1 506	54
Interest and dividends received		82	97	69
Interest paid		(112)	(117)	(59)
Income and mining taxes paid		(1)	(67)	(12)
Cash generated by operating activities		639	1 419	52
Cash flow from investing activities				
(Increase)/decrease in restricted cash		(103)	2	274
Net proceeds on disposal of listed investments		–	–	1 310
Net additions to property, plant and equipment		798	(1 267)	(833)
Other investing activities		10	(190)	(51)
Cash generated/(utilised) by investing activities		705	(1 455)	700
Cash flow from financing activities				
Long-term loans raised		–	136	2 088
Long-term loans repaid		(588)	(12)	(1 802)
Ordinary shares issued – net of expenses		8	23	19
Dividends paid		–	(6)	–
Cash (utilised)/generated by financing activities		(580)	141	305
Foreign currency translation adjustments		7	(38)	20
Net increase in cash and equivalents		770	67	1 077
Cash and equivalents – beginning of period		415	348	494
Cash and equivalents – end of period	8	**1 186**	**415**	**1 571**

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008

1. Accounting policies

(a) Basis of accounting

The condensed consolidated interim financial statements for the period ended 30 September 2008 have been prepared using accounting policies that comply with International Financial Reporting Standards ("IFRS"), which are consistent with the accounting policies used in the audited annual financial statements for the year ended 30 June 2008. These condensed consolidated interim financial statements are prepared in accordance with IAS 34, Interim Financial Reporting, and should be read in conjunction with the financial statements for the year ended 30 June 2008.

2. Cost of sales

		Quarter ended	
	September 2008 (Unaudited) R million	June 2008 (Unaudited) R million	September 2007 (Unaudited) R million
Production costs	1 874	1 625	1 843
Amortisation and depreciation	308	222	201
Impairment of assets	–	316	–
Provision for rehabilitation costs	6	12	–
Care and maintenance cost of restructured shafts	12	29	9
Employment termination and restructuring costs	12	50	–
Share-based compensation	13	19	10
Provision for post-retirement benefits	–	11	–
Total cost of sales	**2 225**	**2 284**	**2 063**

3. Other income/(expenses) – net

Included in other income is R523 million profit on sale of 30.01% of Harmony's Papau New Guinea gold and copper assets to Newcrest Mining Limited, as previously announced.

4. Non-current assets held for sale and Discontinued operations

The assets and liabilities related to Mount Magnet (operations in Australia) have been presented as held for sale following approval of the Group's management and Board of Directors on 20 April 2007. During fiscal 2008, we entered into an agreement with Monarch Gold Mining Company ("Monarch") for the sale of these operations. However, during July 2008 we were advised that Monarch had placed itself in volantary administration and on 1 August 2008 the Administrator indicated that Monarch would not proceed with the proposed purchase and consequently the purchase agreement has been terminated. Management is still intent on the disposal of Mount Magnet despite the asset being classified as held for sale for more than 12 months.

The assets and liabilities relating to the Cooke 1, Cooke 2, Cooke 3, Cooke plant and relating surface operations (operations in the Gauteng area) have been presented as held for sale following the approval of the Group's management on 16 October 2007. These operations were also deemed to be discontinued operations.

Included in (loss)/profit from discontnued operations is an impairment charge for the Mount Magnet assets for R152 million, relating to the decrease in the fair value less costs to sell at 30 September 2008.

5. Earnings/(loss) per ordinary share

Earnings/(loss) per ordinary share is calculated on the weighted average number of ordinary shares in issue for the quarter ended 30 September 2008: 403.1 million (30 June 2008: 402.8 million, 30 September 2007: 399.5 million).

The fully diluted earnings/(loss) per ordinary share is calculated on weighted average number of diluted ordinary shares in issue for the quarter ended 30 September 2008: 404.6 million (30 June 2008: 405.2 million, 30 September 2007: 402.8 million).

	September 2008 (Unaudited) R million	June 2008 (Unaudited) R million	September 2007 (Unaudited) R million
Total earnings/(loss) per ordinary share (cents):			
Basic earnings/(loss)	100	(18)	(142)
Fully diluted earnings/(loss)	99	(18)	(142)
Headline earnings/(loss)	24	65	(41)
Reconciliation of headline earnings/(loss):			
Continuing operations			
Net profit/(loss)	474	(241)	(532)
Adjusted for (net of tax):			
(Profit)/loss on sale of property, plant and equipment	(553)	32	(2)
Loss on sale of listed investment	–	–	392
Impairment of investments	–	1	–
Loss on sale of joint venture	–	2	–
Profit on sale of associate	(1)	–	–
Impairment of investment in associates	112	95	–
Impairment of property, plant and equipment	–	159	–
Impairment of intangible assets	–	105	–
Headline profit/(loss)	**32**	**153**	**(142)**
Discontinued operations			
Net (loss)/profit	(72)	170	(34)
Adjusted for (net of tax):			
Profit on sale of property, plant and equipment	(14)	(90)	–
Impairment of property, plant and equipment	152	30	7
Headline profit/(loss)	**66**	**110**	**(27)**
Total headline profit/(loss)	**98**	**263**	**(169)**

6. Investment in associate

On 27 February 2008, Pamodzi Gold Limited bought the Orkney operations from the Harmony Group for a consideration of 30 million Pamodzi Gold Limited shares. This resulted in Harmony Gold Mining Company owning 32.4% of Pamodzi Gold Limited. At 30 September 2008, management tested for impairment of the investment in associate. An additional amount of R112 million (June 2008: R91 million) was impaired and accounted for in the income statement. The book value at 30 September 2008, after taking impairment and loss from associate into account, was R34 million (June 2008: R145 million).

7. Borrowings

	September 2008 (Unaudited) R million	June 2008 (Audited) R million
Unsecured borrowings		
Convertible unsecured fixed rate bonds	1 649	1 626
Africa Vanguard Resources (Proprietary) Limited	32	32
	1 681	1 658
Less: Short-term portion	(1 649)	(1 626)
Total unsecured long-term borrowings	**32**	**32**
Secured borrowings		
Westpac Bank Limited*	183	258
Africa Vanguard Resources (Doornkop) (Pty) Limited (Nedbank Limited)	201	194
Nedbank Limited	1 482	2 000
Less: Unamortised transaction costs	(8)	(11)
	1 858	2 441
Less: Short-term portion	(1 714)	(2 231)
Total secured long-term borrowings	**144**	**210**
Total long-term borrowings	176	242
Total current portion of borrowings	3 363	3 857
Total long-term borrowings	**3 539**	**4 099**

* The future minimum lease payments to Westpac Bank Limited are as follows:

	September 2008 (Unaudited) R million	June 2008 (Audited) R million
Due within one year	46	57
Due between one and five years	156	228
	202	285
Future finance charges	(19)	(27)
Total future minimum lease payments	**183**	**258**

8. Cash and cash equivalents

Comprises:

	September 2008 (Unaudited) R million	June 2008 (Audited) R million
Continuing operations	1 186	413
Discontinued operations	–	2
Total cash and cash equivalents	**1 186**	**415**

9. Commitments and contingencies

	September 2008 (Unaudited) R million	June 2008 (Audited) R million
Capital expenditure commitments		
Contracts for capital expenditure	512	1 164
Authorised by the directors but not contracted for	2 467	1 720
	2 979	**2 884**

This expenditure will be financed from existing resources and where appropriate, borrowings.

Contingent liabilities		
Guarantees and suretyships	18	18
Environmental guarantees	303	171
	321	**189**

Contingent liability

On 18 April 2008, Harmony Gold Mining Company Limited was made aware that it has been named or may be named as a defendant in a lawsuit filed in the U.S. District Court in the Southern District of New York on behalf of certain purchasers and sellers of Harmony's American Depositary Receipts ("ADRs"). Harmony has retained legal counsel, who will advise Harmony on further developments in the U.S.

10. Subsequent events

Sale of Randfontein's Cooke Assets

The majority of the conditions percent, have been fulfilled. It is anticipated that the remaining conditions precedent will be fulfilled on or before 20 November 2008 and the transaction will become effective on 21 November 2008.

A revised purchase consideration of US$348 million for the Cooke Assets has been agreed. Harmony will receive a total purchase consideration of US$209 million for 60% of the issued share capital of Rand Uranium.

In exchange for 60% of the issued share capital of Rand Uranium, Harmony will receive US$40 million on the effective date of the transaction, a further US$157 million, plus interest thereon at 5% per annum, by 22 April 2009 and the balance of the purchase consideration of approximately US$12 million as soon as the second stage of the transaction, which relates to its Old Randfontein assets, is finalised , which is anticipated to be on or shortly after 22 April 2009. Pamodzi Resources Fund 1, LLP's ("PRF") investors, affiliates of First Reserve and AMCI Capital, have provided Harmony with a guarantee in respect of the payment of the above amounts. In addition, PRF will pledge its shares in Rand Uranium to Harmony as security for RPF's obligation to pay the purchase consideration to Harmony.

11. Segment report

The Group early adopted IFRS 8 – Operating Segments, in the 2008 financial year. The standard requires a "management approach", under which segment information is presented on the same basis as that used for internal reporting to the chief operating decision-maker ("CODM").

The Group has only one product, being gold. In order to determine operating and reportable segments, management reviewed various factors, including geographical location as well as managerial structure. It was determined that an operating segment consists of a shaft or a group of shafts managed by a single general manager and management team.

After applying the quantitative thresholds from the standard, the reportable segments were determined as:

Tshepong, Phakisa, Bambanani, Masimong, Target, Doornkop, Elandskraal, Evander operations, Virginia operations, Cooke operations (held for sale and discontinued) and Papua New Guinea. All other operating segments have been grouped together under Other – underground or Other – surface, under their classification as either continuing or discontinued.

The comparative segment reports have been restated for these changes.

When assessing profitability, the CODM considers the revenue and production costs of each segment. The net of these amounts is the cash operating or loss. Therefore, cash operating profit has been disclosed in the segment report as the measure of profit or loss.

The CODM does not consider depreciation or impairment and therefore these amounts have not been disclosed in the segment report.

SEGMENT REPORT FOR QUARTER ENDED 30 SEPTEMBER 2008 (Rand/Metric)

Continuing operations South Africa	Revenue R million	Production cost R million	Cash operating profit/(loss) R million	Capital expenditure R million	Kilograms	Tonnes milled t'000
Underground						
Tshepong	410	250	160	51	1 904	354
Phakisa	23	18	5	105	109	30
Bambanani	256	171	85	11	1 188	142
Doornkop	55	59	(4)	83	255	110
Elandsrand	332	245	87	95	1 530	288
Target	127	118	9	61	588	167
Masimong	282	169	113	33	1 272	235
Evander operations	346	238	108	50	1 609	306
Virginia operations	485	377	108	39	2 198	568
Other operations	114	92	22	11	538	137
Surface						
Other operations	252	137	115	54	1 151	2 262
Total South Africa	**2 682**	**1 874**	**808**	**593**	**12 342**	**4 599**
International						
Papua New Guinea	–	–	–	400	–	–
Total international	**–**	**–**	**–**	**400**	**–**	**–**
Total continuing operations	**2 682**	**1 874**	**808**	**993**	**12 342**	**4 599**
Discontinued operations						
Cooke operations	338	248	90	53	1 564	801
Other operations	–	–	–	–	–	–
Total discontinued operations	**338**	**248**	**90**	**53**	**1 564**	**801**
Total operations	**3 020**	**2 122**	**898**	**1 046**	**13 906**	**5 400**

SEGMENT REPORT FOR QUARTER ENDED 30 SEPTEMBER 2007 (Rand/Metric)

Continuing operations South Africa	Revenue R million	Production cost R million	Cash operating profit/(loss) R million	Capital expenditure R million	Kilograms	Tonnes milled t'000
Underground						
Tshepong	366	245	121	52	2 345	386
Phakisa	–	–	–	62	–	–
Bambanani	203	202	1	25	1 275	238
Doornkop	71	63	8	71	454	126
Elandsrand	273	241	32	84	1 753	289
Target	106	91	15	34	688	150
Masimong	171	191	(20)	30	1 096	241
Evander operations	351	249	102	70	2 244	372
Virginia operations	341	342	(1)	42	2 188	574
Other operations	93	114	(21)	16	595	134
Surface						
Other operations	165	105	60	31	1 061	2 047
Total South Africa	**2 140**	**1 843**	**297**	**517**	**13 699**	**4 557**
International						
Papua New Guinea	–	–	–	161	–	–
Total international	**–**	**–**	**–**	**161**	**–**	**–**
Total continuing operations	**2 140**	**1 843**	**297**	**678**	**13 699**	**4 557**
Discontinued operations						
Cooke operations	350	236	114	43	2 240	834
Other operations	305	330	(25)	116	1 996	870
Total discontinued operations	**655**	**566**	**89**	**159**	**4 236**	**1 704**
Total operations	**2 795**	**2 409**	**386**	**837**	**17 935**	**6 261**

HARMONY

Results for the first quarter
ended 30 September 2008

Incorporated in the Republic of South Africa
Registration Number 1950/038232/06
("Harmony" or "Company")
JSE Share code: HAR
NYSE Share code: HMY
ISIN Code: ZAE 000015228

Financial review for the first quarter ended 30 September 2008 (US$)

OPERATING RESULTS – CONTINUING OPERATIONS (US$/Imperial)

			Underground production – South Africa						
			Tshepong	Phakisa	Doornkop	Elandsrand	Target	Masimong	Evander Opera-tions
Ore Milled	**– t'000**	**Sep-08**	**390**	**33**	**121**	**318**	**184**	**259**	**337**
		Jun-08	436	18	139	323	174	225	331
Gold Produced	**– oz**	**Sep-08**	**61 215**	**3 504**	**8 198**	**49 190**	**18 905**	**40 896**	**51 730**
		Jun-08	62 919	1 929	11 028	49 512	21 412	28 485	49 705
Yield	**– oz/t**	**Sep-08**	**0.16**	**0.11**	**0.07**	**0.15**	**0.10**	**0.16**	**0.15**
		Jun-08	0.14	0.11	0.08	0.15	0.12	0.13	0.15
Cash Operating Costs	**– $/oz**	**Sep-08**	**526**	**653**	**932**	**640**	**801**	**530**	**590**
		Jun-08	429	513	593	540	700	694	515
Cash Operating Costs	**– $/t**	**Sep-08**	**83**	**69**	**63**	**99**	**82**	**84**	**91**
		Jun-08	62	55	47	83	86	88	77
Working Revenue	**($'000)**	**Sep-08**	**52 683**	**2 983**	**7 131**	**42 601**	**16 330**	**36 185**	**44 504**
		Jun-08	56 411	1 731	9 888	44 651	19 132	25 593	44 548
Cash Operating Costs	**($'000)**	**Sep-08**	**32 176**	**2 287**	**7 643**	**31 490**	**15 150**	**21 679**	**30 524**
		Jun-08	26 972	989	6 542	26 758	14 997	19 761	25 599
Cash Operating Profit/(Loss)	**($'000)**	**Sep-08**	**20 507**	**696**	**(512)**	**11 111**	**1 180**	**14 506**	**13 980**
		Jun-08	29 439	742	3 346	17 893	4 135	5 832	18 949
Capital Expenditure	**($'000)**	**Sep-08**	**6 505**	**13 474**	**10 643**	**12 243**	**7 847**	**4 222**	**6 448**
		Jun-08	6 439	12 491	12 906	12 249	11 768	3 354	7 185

Evander operations – Evander 5, Evander 7 and Evander 8
Virginia operations – Harmony 2, Merriespruit 1 and 3, Unisel and Brand

Bamba-nani	Joel	Virginia Opera-tions	St Helena	Total SA Under-ground	Surface production – South Africa: Kalgold Surface	Project Phoenix	Other Surface	Total SA Surface	South Africa Total	Inter-national production PNG	Harmony Total
157	**151**	**626**	**–**	**2 576**	**482**	**1 633**	**379**	**2 494**	**5 070**	**–**	**5 070**
147	150	576	–	2 519	423	1 750	309	2 482	5 001	–	5 001
38 195	**17 297**	**70 667**	**–**	**359 797**	**24 145**	**6 559**	**6 302**	**37 006**	**396 803**	**–**	**396 803**
32 440	19 676	57 132	–	334 238	20 866	7 202	13 664	41 732	375 970	–	375 970
0.24	**0.11**	**0.11**	**–**	**0.14**	**0.05**	**0.00**	**0.02**	**0.01**	**0.08**	**–**	**0.08**
0.22	0.13	0.10	–	0.13	0.05	–	0.04	0.02	0.08	–	0.08
575	**683**	**685**	**–**	**620**	**436**	**478**	**636**	**478**	**607**	**–**	**607**
572	499	790	–	584	393	424	203	336	556	–	556
140	**78**	**77**	**–**	**87**	**22**	**2**	**11**	**7**	**47**	**–**	**47**
126	65	78	–	77	19	2	9	6	42	–	42
32 889	**14 654**	**62 289**	**–**	**312 249**	**20 991**	**5 795**	**5 618**	**32 404**	**344 653**	**–**	**344 653**
29 080	17 652	51 304	–	299 990	18 741	6 486	12 071	37 298	337 288	–	337 288
21 979	**11 808**	**48 402**	**–**	**223 138**	**10 539**	**3 132**	**4 005**	**17 676**	**240 814**	**–**	**240 814**
18 571	9 809	45 152	–	195 150	8 195	3 057	2 775	14 027	209 177	–	209 177
10 910	**2 846**	**13 887**	**–**	**89 111**	**10 452**	**2 663**	**1 613**	**14 728**	**103 839**	**–**	**103 839**
10 509	7 843	6 152	–	104 840	10 546	3 429	9 296	23 271	128 111	–	128 111
1 381	**1 426**	**5 006**	**(1)**	**69 194**	**236**	**–**	**6 716**	**6 952**	**76 146**	**51 454**	**127 600**
2 836	1 153	5 288	1	75 669	621	25	7 093	7 739	83 408	86 004	169 412

OPERATING RESULTS INCLUDING DISCONTINUED OPERATIONS (US$/Imperial)

			Underground production – South Africa								
			Tshepong	Phakisa	Doornkop	Elandsrand	Target	Masimong	Evander Operations	Randfontein Operations	Bambanani
Ore Milled	**– t'000**	**Sep-08**	**390**	**33**	**121**	**318**	**184**	**259**	**337**	**322**	**157**
		Jun-08	436	18	139	323	174	225	331	323	147
Gold Produced	**– oz**	**Sep-08**	**61 215**	**3 504**	**8 198**	**49 190**	**18 905**	**40 896**	**51 730**	**43 950**	**38 195**
		Jun-08	62 919	1 929	11 028	49 512	21 412	28 485	49 705	43 371	32 440
Yield	**– oz/t**	**Sep-08**	**0.16**	**0.11**	**0.07**	**0.15**	**0.10**	**0.16**	**0.15**	**0.14**	**0.24**
		Jun-08	0.14	0.11	0.08	0.15	0.12	0.13	0.15	0.13	0.22
Cash Operating Costs	**– $/oz**	**Sep-08**	**526**	**653**	**932**	**640**	**801**	**530**	**590**	**590**	**575**
		Jun-08	429	513	593	540	700	694	515	481	572
Cash Operating Costs	**– $/t**	**Sep-08**	**83**	**69**	**63**	**99**	**82**	**84**	**91**	**80**	**140**
		Jun-08	62	55	47	83	86	88	77	65	126
Working Revenue	**($'000)**	**Sep-08**	**52 683**	**2 983**	**7 131**	**42 601**	**16 330**	**36 185**	**44 504**	**37 976**	**32 889**
		Jun-08	56 411	1 731	9 888	44 651	19 132	25 593	44 548	38 978	29 080
Cash Operating Costs	**($'000)**	**Sep-08**	**32 176**	**2 287**	**7 643**	**31 490**	**15 150**	**21 679**	**30 524**	**25 916**	**21 979**
		Jun-08	26 972	989	6 542	26 758	14 997	19 761	25 599	20 871	18 571
Cash Operating Profit/(Loss)	**($'000)**	**Sep-08**	**20 507**	**696**	**(512)**	**11 111**	**1 180**	**14 506**	**13 980**	**12 060**	**10 910**
		Jun-08	29 439	742	3 346	17 893	4 135	5 832	18 949	18 107	10 509
Capital Expenditure	**($'000)**	**Sep-08**	**6 505**	**13 474**	**10 643**	**12 243**	**7 847**	**4 222**	**6 448**	**5 169**	**1 381**
		Jun-08	6 439	12 491	12 906	12 249	11 768	3 354	7 185	5 277	2 836

Evander operations – Evander 5, Evander 7 and Evander 8
Randfontein operations – Cooke 1, Cooke 2 and Cooke 3
Virginia operations – Harmony 2, Merriespruit 1 and 3, Unisel and Brand

					Surface production – South Africa						International production			
Joel	Virginia Operations	St Helena	ARM gold	Total SA Underground	Kalgold Surface	Project Phoenix	Cooke plant Operations	Other Surface	Total SA Surface	South Africa Total	Australia	PNG	Total International	Harmony Total
151	**626**	**–**	**–**	**2 898**	**482**	**1 633**	**561**	**379**	**3 055**	**5 953**	**–**	**–**	**–**	**5 953**
150	576	–	–	2 842	423	1 750	579	309	3 061	5 903	–	–	–	5 903
17 297	**70 667**	**–**	**–**	**403 747**	**24 145**	**6 559**	**6 334**	**6 302**	**43 340**	**447 087**	**–**	**–**	**–**	**447 087**
19 676	57 132	–	–	377 609	20 866	7 202	6 816	13 664	48 548	426 157	–	–	–	426 157
0.11	**0.11**	**–**	**–**	**0.14**	**0.05**	**0.00**	**0.01**	**0.02**	**0.01**	**0.08**	**–**	**–**	**–**	**0.08**
0.13	0.10	–	–	0.13	0.05	0.00	0.01	0.04	0.02	0.07	–	–	–	0.07
683	**685**	**–**	**–**	**617**	**436**	**478**	**943**	**636**	**546**	**610**	**–**	**–**	**–**	**610**
499	790	–	–	572	393	424	636	203	378	550	–	–	–	550
78	**77**	**–**	**–**	**86**	**22**	**2**	**11**	**11**	**8**	**46**	**–**	**–**	**–**	**46**
65	78	–	–	76	19	2	7	9	6	40	–	–	–	40
14 654	**62 289**	**–**	**–**	**350 225**	**20 991**	**5 795**	**5 524**	**5 618**	**37 928**	**388 153**	**–**	**–**	**–**	**388 153**
17 652	51 304	–	–	338 968	18 741	6 486	6 109	12 071	43 407	382 375	–	–	–	382 375
11 808	**48 402**	**–**	**75**	**249 129**	**10 539**	**3 132**	**5 974**	**4 005**	**23 650**	**272 779**	**–**	**–**	**–**	**272 779**
9 809	45 152	–	47	216 068	8 195	3 057	4 333	2 775	18 360	234 428	–	–	–	234 428
2 846	**13 887**	**–**	**(75)**	**101 096**	**10 452**	**2 663**	**(450)**	**1 613**	**14 278**	**115 374**	**–**	**–**	**–**	**115 374**
7 843	6 152	–	(47)	122 900	10 546	3 429	1 776	9 296	25 047	147 947	–	–	–	147 947
1 426	**5 006**	**(1)**	**–**	**74 363**	**236**	**–**	**1 663**	**6 716**	**8 615**	**82 978**	**2**	**51 454**	**51 456**	**134 434**
1 153	5 288	1	(9)	80 938	621	25	140	7 093	7 879	88 817	36	86 004	86 040	174 857

CONDENSED CONSOLIDATED INCOME STATEMENT (Unaudited) (Convenience translation into US$)

	Quarter ended[1]		
	September 2008 US$ million	June 2008 US$ million	September 2007 US$ million
Continuing operations			
Revenue	345	337	301
Cost of sales	(288)	(294)	(290)
Production cost	(241)	(209)	(260)
Amortisation and depreciation	(40)	(29)	(28)
Impairment of assets	–	(41)	–
Employment termination and restructuring costs	(2)	(6)	–
Other items	(5)	(9)	(2)
Gross profit	**57**	**43**	**11**
Corporate, administration and other expenditure	(12)	(6)	(10)
Exploration expenditure	(5)	(8)	(6)
Other income/(expenses) – net	65	(1)	(2)
Operating profit/(loss)	**105**	**28**	**(7)**
Loss from associates	–	(9)	–
Profit on sale of investment in associate	–	–	–
Impairment of investment in associate	(14)	(12)	–
Mark-to-market of listed investments	–	–	5
Loss on sale of listed investments	–	–	(65)
Impairment of investments	–	–	–
Investment income	10	11	9
Finance cost	(11)	(17)	(17)
Profit/(loss) before taxation	**90**	**1**	**(75)**
Taxation	(30)	(32)	–
Net profit/(loss) from continuing operations	**60**	**(31)**	**(75)**
Discontinued operations			
(Loss)/profit from discontinued operations	(9)	22	(5)
Net profit/(loss)	**51**	**(9)**	**(80)**
Earnings/(loss) per ordinary share (cents)			
– Earnings/(loss) from continuing operations	15	(8)	(19)
– (Loss)/earnings from discontinued operations	(2)	5	(1)
Total earnings/(loss) per ordinary share (cents)	**13**	**(3)**	**(20)**
Diluted earnings/(loss) per ordinary share (cents)			
– Earnings/(loss) from continuing operations	15	(8)	(19)
– (Loss)/earnings from discontinued operations	(2)	5	(1)
Total diluted earnings/(loss) per ordinary share (cents)	**13**	**(3)**	**(20)**

The currency conversion average rates for the quarters ended: September 2008: US$1 = R7.78 (June 2008: US$1 = R7.77, September 2007: US$1=R7.10)

[1] There are no year ended figures, this being the first quarter of the financial year.

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME (Unaudited) (US$)

(Convenience translation into US$)

	Quarter ended		
	September 2008 US$ million	June 2008 US$ million	September 2007 US$ million
Net profit/(loss) for the period	**51**	**(9)**	**(80)**
Attributable to:			
Owners of the parent	51	(9)	(80)
Non-controlling interest	–	–	–
Other comprehensive income/(loss) for the period, net of income tax	11	(9)	51
Foreign exchange translation profit and loss	15	(11)	4
Mark-to-market of available-for-sale investments	(4)	2	47
Total comprehensive profit/(loss) for the period	**62**	**(18)**	**(29)**
Attributable to:			
Owners of the parent	62	(18)	(29)
Non-controlling interest	–	–	–

CONDENSED CONSOLIDATED BALANCE SHEET (Unaudited) (Convenience translation into US$)

	At September 2008 US$ million	At June 2008 US$ million
ASSETS		
Non-current assets		
Property, plant and equipment	3 249	3 533
Intangible assets	266	283
Restricted cash	22	10
Restricted investments	182	188
Investments in financial assets	6	9
Investments in associates	4	19
Trade and other receivables	15	18
	3 744	4 060
Current assets		
Inventories	90	89
Trade and other receivables	105	111
Income and mining taxes	6	11
Cash and cash equivalents	143	53
	344	264
Non-current assets classified as held for sale	169	197
	513	461
Total assets	**4 257**	**4 521**
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	3 115	3 320
Other reserves	93	87
Accumulated loss	(172)	(235)
	3 036	3 172
Non-current liabilities		
Borrowings	21	31
Deferred income tax	362	383
Provisions for other liabilities and charges	156	163
	539	577
Current liabilities		
Trade and other payables	184	176
Provisions and accrued liabilities	35	37
Borrowings	404	495
	623	708
Liabilities directly associated with non-current assets classified as held for sale	59	64
	682	772
Total equity and liabilities	**4 257**	**4 521**
Number of ordinary shares in issue	403 424 148	403 253 756
Net asset value per share (cents)	753	787

Balance sheet converted at a conversion rate of US$1 = R8.32 (June 2008: R7.80)

CONDENSED CONSOLIDATED STATEMENT OF CHANGE IN EQUITY (Unaudited) (Convenience translation into US$)

	Issued share capital US$ million	Other reserves US$ million	Accumulated loss US$ million	Total US$ million
Balance – 30 June 2008	3 114	81	(220)	2 975
Issue of share capital	1	–	–	1
Deferred share-based payments	–	2	–	2
Comprehensive income for the period	–	11	51	62
Balance at 30 September 2008	**3 115**	**94**	**(169)**	**3 040**
Balance – 30 June 2007	3 641	(50)	(225)	3 366
Issue of share capital	2	–	–	2
Deferred share-based payments	–	1	–	1
Comprehensive income for the period	–	51	(80)	(29)
Balance at 30 September 2007	**3 643**	**2**	**(305)**	**3 340**

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (Unaudited) (Convenience translation into US$)

	Quarter ended		
	September 2008 US$ million	June 2008 US$ million	September 2007 US$ million
Cash flow from operating activities			
Cash generated by operations	86	194	8
Interest and dividends received	11	12	10
Interest paid	(14)	(15)	(8)
Income and mining taxes paid	–	(9)	(2)
Cash generated by operating activities	83	182	8
Cash flow from investing activities			
(Increase)/decrease in restricted cash	(13)	–	39
Net proceeds on disposal of listed investments	–	–	185
Net additions to property, plant and equipment	103	(163)	(117)
Other investing activities	1	(24)	(7)
Cash generated/(utilised) by investing activities	91	(187)	100
Cash flow from financing activities			
Long-term loans raised	–	18	294
Long-term loans repaid	(76)	(2)	(254)
Ordinary shares issued – net of expenses	1	3	3
Dividends paid	–	(1)	–
Cash (utilised)/generated by financing activities	(75)	18	43
Foreign currency translation adjustments	(9)	(3)	7
Net increase in cash and equivalents	90	10	158
Cash and equivalents – beginning of period	53	43	70
Cash and equivalents – end of period	**143**	**53**	**228**

Operaring activities translated at average rates of: Quarter ended September 2008: US$1 = R7.78 (June 2008: US$1 = R7.77) (September 2007: US$1 = R7.10)

Closing balance translated at closing rates of: September 2008: US$1 = R8.32 (June 2008: US$1 = R7.80, September 2007: US$1 = R6.88)

SEGMENT REPORT FOR QUARTER ENDED 30 SEPTEMBER 2008 (US$/Imperial)

Continuing operations South Africa	Revenue US$ million	Production cost US$ million	Cash operating profit/(loss) US$ million	Capital expenditure US$ million	Ounces	Tons milled t'000
Underground						
Tshepong	53	32	21	7	61 215	390
Phakisa	3	2	1	13	3 504	33
Bambanani	33	22	11	1	38 195	157
Doornkop	7	8	(1)	11	8 198	121
Elandsrand	43	31	12	12	49 190	318
Target	16	15	1	8	18 905	184
Masimong	36	22	14	4	40 896	259
Evander operations	45	31	14	6	51 730	337
Virginia operations	62	48	14	5	70 667	626
Other operations	15	12	3	1	17 297	151
Surface						
Other operations	32	18	14	7	37 006	2 494
Total South Africa	**345**	**241**	**104**	**75**	**396 803**	**5 070**
International						
Papua New Guinea	–	–	–	52	–	–
Total international	**–**	**–**	**–**	**52**	**–**	**–**
Total continuing operations	**345**	**241**	**104**	**127**	**396 803**	**5 070**
Discontinued operations						
Cooke operations	43	32	11	7	50 284	883
Other operations	–	–	–	–	–	–
Total discontinued operations	**43**	**32**	**11**	**7**	**50 284**	**883**
Total operations	**388**	**273**	**115**	**134**	**447 087**	**5 953**

SEGMENT REPORT FOR QUARTER ENDED 30 SEPTEMBER 2007 (US$/Imperial)

Continuing operations South Africa	Revenue US$ million	Production cost US$ million	Cash operating profit/(loss) US$ million	Capital expenditure US$ million	Ounces	Tons milled t'000
Underground						
Tshepong	52	34	18	7	75 393	426
Phakisa	–	–	–	9	–	–
Bambanani	29	29	–	4	40 992	262
Doornkop	10	9	1	10	14 596	139
Elandsrand	38	34	4	12	56 360	319
Target	15	13	2	5	22 120	165
Masimong	24	27	(3)	4	35 237	266
Evander operations	49	35	14	10	72 146	410
Virginia operations	48	48	–	6	70 346	633
Other operations	13	16	(3)	2	19 130	148
Surface						
Other operations	23	15	8	4	34 112	2 257
Total South Africa	**301**	**260**	**41**	**73**	**440 432**	**5 025**
International						
Papua New Guinea	–	–	–	23	–	–
Total international	**–**	**–**	**–**	**23**	**–**	**–**
Total continuing operations	**301**	**260**	**41**	**96**	**440 432**	**5 025**
Discontinued operations						
Cooke operations	49	33	16	6	72 017	920
Other operations	44	46	(2)	16	64 173	959
Total discontinued operations	**93**	**79**	**14**	**22**	**136 190**	**1 879**
Total operations	**394**	**339**	**55**	**118**	**576 622**	**6 904**

DEVELOPMENT RESULTS (Metric)

Quarter ended September 2008

	Reef (Metres)	Sampled (Metres)	Channel Width (Cm's)	Channel Value (g/t)	Gold (Cmg/t)
Randfontein					
VCR Reef	577	519	32	45.93	1,460
UE1A	1,169	922	145	6.84	990
E8 Reef	98	99	117	11.04	1,292
Kimberley Reef	–	6	103	3.17	327
E9GB Reef	74	69	76	15.01	1,141
South Reef	144	76	55	12.42	687
All Reefs	2,062	1,691	101	11.25	1,142
Free State					
Basal	1,450	1,120	56	21.46	1,212
Leader	1,000	848	167	6.18	1,035
A Reef	625	536	121	6.48	786
Middle	53	72	134	3.33	447
B Reef	–	–	–	–	–
All Reefs	3,127	2,576	109	9.61	1,044
Evander					
Kimberley Reef	1,412	1,317	76	14.17	1,078
Elandskraal					
VCR Reef	427	339	96	12.13	1,160
Target					
Elsburg	57	42	102	26.56	2,709
Freegold					
Basal	1,196	1,104	14	353.09	4,895
Beatrix	427	429	145	8.00	1,162
Leader	–	–	–	–	–
B Reef	51	42	133	10.12	1,341
All Reefs	1,675	1,575	53	71.61	3,783

DEVELOPMENT RESULTS (Imperial)

Quarter ended September 2008

	Reef (Feet)	Sampled (Feet)	Channel Width (inches)	Channel Value (oz/t)	Gold (in.oz/t)
Randfontein					
VCR Reef	1,893	1,703	13	1.29	17
UE1A	3,834	3,025	57	0.19	11
E8 Reef	322	325	46	0.33	15
Kimberley Reef	–	20	41	0.10	4
E9GB Reef	243	226	30	0.43	13
South Reef	473	249	22	0.36	8
All Reefs	6,765	5,548	40	0.33	13
Free State					
Basal	4,756	3,675	22	0.63	14
Leader	3,281	2,782	66	0.18	12
A Reef	2,050	1,759	48	0.19	9
Middle	172	236	53	0.10	5
B Reef	–	–	–	–	–
All Reefs	10,259	8,451	43	0.28	12
Evander					
Kimberley Reef	4,633	4,321	30	0.41	12
Elandskraal					
VCR Reef	1,402	1,111	38	0.35	13
Target					
Elsburg	187	138	40	0.78	31
Freegold					
Basal	3,925	3,622	5	11.24	56
Beatrix	1,402	1,407	57	0.23	13
Leader	–	–	–	–	–
B Reef	166	138	52	0.30	15
All Reefs	5,494	5,167	21	2.07	43

Mineral Resources and Ore Reserves

No material changes were made to Harmony's Mineral Resources and Ore Reserves for the quarter ended September 2008. Taking into account the last three months' depletion of reserves, the Harmony Mineral Resources and Ore Reserves as stated in Harmony's 2008 annual report are an accurate reflection of the Company's current position. the Mineral Resources and Ore Reserves are comprehensively audited by a team of internal competent persons that operate independently from the operating units.

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Trading Symbols

JSE Limited	HAR
New York Stock Exchange, Inc.	HMY
NASDAQ	HMY
London Stock Exchange Plc	HRM
Euronext, Paris	HG
Euronext, Brussels	HMY
Berlin Stock Exchange	HAM1

Registration Number 1950/038232/06
Incorporated in the Republic of South Africa

ISIN: ZAE 000015228

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