

Report

for the quarter ended 31 March 2008

Group results for the quarter

- ❖ Adjusted headline earnings at \$105m, up significantly on the prior quarter's \$18m.
- ❖ Production at 1.2Moz, 9% higher than guidance provided in February 2008.
- ❖ Total cash costs at \$430/oz, significantly below guidance, but 6% higher than previous quarter following reduced production.
- ❖ Net delta hedge reduced by 1.13Moz to 9.26Moz.
- ❖ Marked improvement in safety performance, with fatality injury frequency rate down 80% since launch of safety campaign in November 2007.
- ❖ Greenfields project yields resources of 12.9Moz from 100% owned La Colosa project in Colombia, with additional upside.
- ❖ Offer to purchase minority interest in CC&V initiated, royalties sold for \$13.75m and equity position in B2Gold taken to accelerate certain Colombian greenfields projects.
- ❖ Production outlook increased for the year following higher allocation of power and own energy initiatives, which will see South African operations moving towards full capacity.

	Quarter				Quarter				
	ended Mar 2008	ended Dec 2007	ended Mar 2007	ended Dec 2007	ended Mar 2008	ended Dec 2007	ended Mar 2007	ended Dec 2007	
	SA rand / Metric				US dollar / Imperial				
Operating review									
Gold									
Produced	- kg / oz (000)	37,210	42,556	41,239	170,365	1,196	1,368	1,326	5,477
Price received ¹	- R/kg / \$/oz	183,945	149,312	139,953	142,107	755	687	602	629
Total cash costs	- R/kg / \$/oz	104,461	87,744	76,991	80,490	430	404	332	357
Total production costs	- R/kg / \$/oz	136,200	122,344	99,905	107,415	561	563	430	476
Financial review									
Gross (loss) profit	- Rm / \$m	(3,359)	(2,354)	778	(524)	(77)	(355)	147	(136)
Gross (loss) profit adjusted for the loss on unrealised non-hedge derivatives and other commodity contracts ²	- Rm / \$m	2,095	1,309	1,832	6,590	274	195	253	935
(Loss) profit attributable to equity shareholders	- Rm / \$m	(3,812)	(3,199)	(150)	(4,269)	(142)	(482)	19	(668)
Headline (loss) earnings ³	- Rm / \$m	(3,880)	(3,095)	(135)	(4,136)	(151)	(466)	21	(648)
Headline earnings adjusted for the loss on unrealised non-hedge derivatives, other commodity contracts and fair value adjustments on convertible bond ⁴	- Rm / \$m	813	117	702	1,971	105	18	97	278
Capital expenditure	- Rm / \$m	1,930	2,315	1,417	7,444	257	339	196	1,059
(Loss) profit per ordinary share	- cents/share								
Basic		(1,351)	(1,136)	(53)	(1,516)	(50)	(171)	7	(237)
Diluted		(1,351)	(1,136)	(53)	(1,516)	(50)	(171)	7	(237)
Headline ³		(1,376)	(1,099)	(48)	(1,470)	(54)	(165)	7	(230)
Headline earnings adjusted for the loss on unrealised non-hedge derivatives and other commodity contracts and fair value adjustments on convertible bond ⁴	- cents/share	288	42	250	700	37	6	34	99
Dividends	- cents/share				143				19

- Notes:**
1. Refer to note D Non-GAAP disclosure for the definition.
 2. Refer to note B on Non-GAAP disclosure for the definition.
 3. Refer to note 8 of Notes for the definition.
 4. Refer to note A of Non-GAAP disclosure.

\$ represents US dollar, unless otherwise stated.

Rounding of figures may result in computational discrepancies.