

HARMONY GOLD MINING CO LTD

Form 6-K

May 06, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**Form 6-K**

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO

RULE 13a-16 OR 15d-16 UNDER THE SECURITIES

EXCHANGE ACT OF 1934

**Harmony Gold Mining Company**

**Limited**

Randfontein Office Park

Corner Main Reef Road and Ward Avenue

Randfontein, 1759

South Africa

(Address of principal executive offices)

(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

Form 20-F  Form 40-F

(Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes  No

***Shareholder information***

Issued ordinary share capital  
at 31 March 2014

435 693 819

Issued ordinary share capital  
at 31 December 2013

435 693 819

***Market capitalisation***

At 31 March 2014 (ZARm)

14 247

At 31 March 2014 (US\$m)

1 355

At 31 December 2013 (ZARm)

11 284

At 31 December 2013 (US\$m)

1 077

***Harmony ordinary share and ADR\* prices***

12-month high (1 April 2013 –  
31 March 2014) for ordinary shares

R58.58

12-month low (1 April 2013 –  
31 March 2014) for ordinary shares

R24.48

12-month high (1 April 2013 –  
31 March 2014) for ADRs

US\$6.38

12-month low (1 April 2013 –  
31 March 2014) for ADRs

US\$2.36

***Free float***

**100%**

***ADR\* ratio***

**1:1**

***JSE Limited***

**HAR**

Range for quarter (1 January –  
31 March 2014 closing prices)

R27.25 – R40.32

Average daily volume for the quarter  
(1 January – 31 March 2014)

1 031 429 shares

Range for quarter (1 October –  
31 December 2013 closing prices)

R24.48 – R36.14

Average daily volume for the quarter  
(1 October – 31 December 2013)

1 180 825 shares

***New York Stock Exchange including  
other US trading platforms***

**HMY**

Range for quarter (1 January –  
31 March 2014 closing prices)  
US\$2.52 – US\$3.77

Average daily volume for the quarter  
(1 January – 31 March 2014)  
3 102 376

Range for quarter (1 October –  
31 December 2013 closing prices)  
US\$2.36 – US\$3.67

Average daily volume for the quarter  
(1 October – 31 December 2013)  
2 722 889

***Investors' calendar***

Q4 FY14 and year-end live presentation  
in Johannesburg  
14 August 2014

Release of Harmony's Integrated  
Annual Report of FY14  
23 October 2014

Q1 FY15 presentation  
(webcast and conference calls only)  
5 November 2014

Annual General Meeting  
21 November 2014

Q2 FY15 live presentation in Cape Town  
9 February 2015

*\*ADR: American Depository Receipts*

**Q3 FY14**

**Harmony Gold Mining Company Limited**

("Harmony" or "Company")

Incorporated in the Republic of South Africa

Registration number 1950/038232/06

JSE share code: HAR

NYSE share code: HMY

ISIN: ZAE000015228

Results for the third quarter FY14 and  
nine months ended 31 March 2014

**KEY FEATURES**

**Quarter on quarter**

5% increase in underground recovered grade to 5.10g/t

•

3 consecutive quarters of grade increases, representing a cumulative  
increase of 17%

3% increase in gold production in the first 9 months of FY14

6% decrease in production profit during the March 2014

quarter, due to a 12% decrease in gold produced

Turned prior quarter's loss into a profit

•

net profit of R31 million (US\$3 million)

•

headline earnings per share of 12 SA cents (1 US cent)

Net debt 13% lower and cash balance of R2 billion

**RESULTS FOR THE THIRD QUARTER FY14 ENDED 31 MARCH 2014**

Quarter

March

2014

Quarter

December

2013

Q-on-Q

variance

%

9 months

ended

March

2014

9 months

ended

March

2013\*

%

Variance

Gold produced

– kg

8 368

9 515

(12)

27 518

26 786

3

– oz

269 035

305 913

(12)

884 721

861 188

3

Cash operating costs

– R/kg

343 527

308 665

(11)

324 731

317 772

(2)

– US\$/oz

987

949

(4)

981

1 148

15

Gold sold

– kg

8 502

9 798

(13)

27 653

26 824

3

– oz

273 344

315 014

(13)

889 061

862 379

3

Underground grade

– g/t

5.10

4.85

5

4.81

4.60

5

All-in sustaining

costs

– R/kg

426 221

397 503

(7)

408 768

417 813

2

– US\$/oz

1 224

1 222

–

1 234

1 509

18

Gold price received

– R/kg

450 528

415 532

8

431 038

462 982

(7)

– US\$/oz

1 294

1 277

1

1 302  
1 672  
(22)  
Production profit\*  
– R million  
924  
986  
(6)  
2 946  
3 910  
(25)  
– US\$ million  
86  
97  
(13)  
287  
454  
(37)  
Basic earnings/(loss)  
per share\*1  
– SAc/s  
7  
(21)  
>100  
(11)  
266  
>(100)  
– USc/s  
1  
(2)  
>100  
(1)  
30  
>(100)  
Headline earnings/  
(loss)\*1  
– Rm  
52  
(91)  
>100  
(19)  
1 026  
>(100)  
– US\$m  
5  
(9)  
>100  
(2)  
119  
>(100)

Headline earnings/

(loss) per share\*<sup>1</sup>

– SAc/s

12

(21)

>100

(4)

238

>(100)

– USc/s

1

(2)

>100

–

28

(100)

Exchange rate

– R/US\$

10.83

10.12

7

10.30

8.61

20

*\* Comparative figures in these line items have been restated as a result of the adoption of IFRIC 20 Stripping costs in the production*

*phase of a surface mine*

*<sup>1</sup> The nine months ended March 2013 include discontinued operations*

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**CONTACT DETAILS**

***Corporate Office***

Randfontein Office Park  
PO Box 2, Randfontein, 1760, South Africa  
Corner Main Reef Road/Ward Avenue  
Randfontein, 1759, South Africa  
*Telephone:* +27 (0)11 411 2000  
*Website:* [www.harmony.co.za](http://www.harmony.co.za)

***Directors***

P T Motsepe\* *Chairman*  
M Motloba\*<sup>^</sup> *Deputy Chairman*  
G P Briggs *Chief Executive Officer*  
F Abbott *Financial Director*  
H E Mashego *Executive Director*  
F F T De Buck\*<sup>^</sup> *Lead independent director*  
J A Chissano\*

1

<sup>^</sup>, K V Dicks\*<sup>^</sup>, Dr D S Lushaba\*<sup>^</sup>,  
C Markus\*<sup>^</sup>, M Msimang\*<sup>^</sup>, K T Nondumo\*<sup>^</sup>,  
V P Pillay \*<sup>^</sup>, J Wetton\*<sup>^</sup>, A J Wilkens\*

\* Non-executive

<sup>^</sup> Independent

1 Mozambican

***Investor relations team***

Email: [HarmonyIR@harmony.co.za](mailto:HarmonyIR@harmony.co.za)

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Investor Relations Manager

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Marian van der Walt

Executive: Corporate and Investor Relations

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***Company Secretary***

Riana Bisschoff

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***South African Share Transfer Secretaries***

Link Market Services South Africa (Proprietary) Limited

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Braamfontein, 2001

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***ADR Depositary***



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c/o American Stock Transfer and Trust Company  
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*Email queries:* db@amstock.com  
*Toll free:* +1-800-937-5449  
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***Sponsor***

J.P. Morgan Equities South Africa (Pty) Ltd  
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***Trading Symbols***

*JSE Limited:* HAR  
*New York Stock Exchange, Inc:* HMY  
*Euronext, Brussels:* HMY  
*Berlin Stock Exchange:* HAM1

***Registration number***

1950/038232/06

*Incorporated in the Republic of South Africa*

***ISIN***

ZAE000015228

Harmony's Integrated Annual Report,  
the Sustainable Development Information which serves  
as supplemental information to the Integrated Annual Report  
and its annual report filed on a Form 20F with the  
United States' Securities and Exchange Commission for  
the financial year ended 30 June 2013 are available on our  
website at [www.harmony.co.za/investors](http://www.harmony.co.za/investors)

**3****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 harbour 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 judgement 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 the countries in which we operate; the ability to achieve anticipated efficiencies and other cost savings in connection with past and future acquisitions; 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 regulations, particularly mining rights and environmental regulations; fluctuations in exchange rates; currency devaluations and other macro-economic monetary policies; and socio-economic instability in the countries in which we operate.*

**Competent person's declaration**

*Harmony reports in terms of the South African Code for the Reporting of Exploration results, Mineral Resources and Ore Reserves (SAMREC). Harmony employs an ore reserve manager at each of its operations who takes responsibility for reporting mineral resources and mineral reserves at his operation.*

***The mineral resources and mineral reserves in this report are based on information compiled by the following competent persons:***

*Resources and Reserves South Africa: Jaco Boshoff, Pr. Sci. Nat., who has 18 years' relevant experience and is registered with the South African Council for Natural Scientific Professions (SACNASP).*

*Resources and Reserves Papua New Guinea: Gregory Job, BSc, MSc, who has 25 years relevant experience and is a member of the Australian Institute of Mining and Metallurgy (AusIMM).*

*Mr Boshoff and Mr Job are full-time employees of Harmony Gold Mining Company Limited. These competent persons consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.*

*Mineral Resource and Reserve information as at 30 June 2013 have not changed.*

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## 4

**Results for the third quarter FY14  
and nine months ended 31 March 2014**

Message from the chief executive officer

**1. SAFETY**

Safe mining remains at the core of our values. The unprecedented and tragic safety accidents of the quarter under review have led to various actions and initiatives to reinforce our safety practices and behaviour – one being an external review of Harmony’s safety and health strategy, which is scheduled to be completed during May 2014.

During the quarter we reported on the various safety accidents extensively (see <http://www.harmony.co.za/investors/news-and-events/company-announcements-2/announcements-2014>). More information on how we approach safety at Harmony can be found in our safety fact sheet at: <http://www.harmony.co.za/investors/news-and-events/fact-sheets>.

**2. OPERATIONAL RESULTS**

Gold production for the March 2014 quarter decreased by 12% to 8 368kg, from 9 515kg in the December 2013 quarter. Production stoppages at Doornkop due to the accident in February 2014, flooding of the shaft bottom at Joel and a slower turnaround and technical issues at Kusasalethu were the main contributors to lower production quarter on quarter.

Production at Steyn 2 was suspended six months earlier than the planned life of mine, due to increased seismicity in the working areas. Harmony’s underground recovered grade increased for a third consecutive quarter. Quarter on quarter, underground recovered grade was 5% higher at 5.10g/t (4.85g/t in the December 2013 quarter). The underground operations recorded a production profit of R765 million. The following operations showed an increase in production:

- *Tshepong* (+62kg), mainly as a result of a 6% increase in tonnes milled;
- *Phakisa* (+46kg), due to a 6% increase in the recovered grade to 5.45g/t for the March 2014 quarter;
- *Hidden Valley* (+44kg) increased recovered grade by 14% to 1.75g/t for the March 2014 quarter. The increase in grade was partially offset by an 8% decrease in tonnes milled quarter on quarter; and
- *Bambanani and Target 3* also increased production.

Gold production decreased at the following operations, when compared to the December 2013 quarter:

- *Doornkop* (–438kg) production was affected by the accident in February 2014. Rehabilitation work is currently taking place on 192 level with the aim of re-establishing the working area for production;
- *Joel* (–329kg) production was hampered by flooding of the shaft bottom, resulting in 61 000 tonnes less milled than in the previous quarter;
- *Kusasalethu* (–211kg) experienced production losses due to safety stoppages and water availability during the quarter and milled 25% less tonnes than in the December 2013 quarter. The decrease in tonnes was, however, partially offset by a 9% increase in the

recovered grade to 4.11g/t;

- *Dumps (-71kg)* milled 135 000 tonnes less than in the December 2013 quarter and the recovered grade decreased to 0.25g/t, compared to 0.30g/t in the previous quarter;
- *Target 1 (-68kg)* milled 12 000 tonnes less than in the December 2013 quarter;
- *Kalgold (-60kg)* was affected by a lower than expected grade and excessive rain delaying blasting in higher grade blocks; and
- *Masimong and Steyn 2* also had lower gold production.

Lower gold production resulted in a 6% decrease in the company's production profit for the March 2014 quarter (from R986 million in the December 2013 quarter to R924 million in the March 2014 quarter).

The rand gold price received increased by 8% to R450 528/kg in the March 2014 quarter, compared to R415 532/kg in the December 2013 quarter. The rand weakened by 7% against the US dollar to R10.83/US\$, from R10.12/US\$ in the December 2013 quarter. There was a slight increase in the dollar gold price received quarter on quarter (from US\$1 277/oz in the previous quarter to US\$1 294/oz in the March 2014 quarter).

Cash operating costs decreased by 2% (to R2.87 billion) in the March 2014 quarter. The decrease is mainly attributed to a decrease in consumables for the South African operations. Capital expenditure for the March 2014 quarter decreased by 10% to R579 million, compared to R640 million in the December 2013 quarter.

Lower gold production resulted in a 7% increase in all-in sustaining unit costs to R426 221/kg.

### **3. FINANCIAL RESULTS**

#### Gross profit

The 13% decrease in the gold sold was partially offset by the higher average gold price received, resulting in revenue decreasing by only 6%, while production costs were lower mainly due to inventory movements and cost savings. As a result gross profit was at a similar level compared to the previous quarter.

#### Net profit/(loss)

The net profit for the March 2014 quarter was R31 million, compared to a net loss of R91 million in the December 2013 quarter, mainly due to a smaller foreign exchange translation loss recorded on the US\$-denominated loan. The profit in the current quarter was achieved after expensing R29 million on the impairment of Steyn 2 and R90 million on employment retrenchment and restructuring costs.

#### Impairment of assets

An impairment of R29 million was recorded on Steyn 2 following the decision to cease mining at the operation.

#### Other expenses (net)

Included in other expenses (net) in the March 2014 quarter is a loss of R29 million (December 2013 quarter R111 million) for the foreign exchange movement on the US\$-denominated syndicated loan, resulting from the Rand weakening during the quarter.

#### Borrowings

A repayment of the drawn amount on the R1.3 billion Nedbank Revolving Credit Facility of R467 million was made at the end of the

March 2014 quarter and is now fully repaid. The only outstanding debt is the US\$270 million drawn under the US\$300 million syndicated revolving credit facility.

## 5

### Earnings/loss per share

The earnings per share of 7 SA cents in the March 2014 quarter increased from the loss per share of 21 SA cents in the December 2013 quarter.

### Employee Share Option Plan (ESOP) share vesting

The vesting of the second tranche of Scheme Shares and Share Appreciation Rights awarded to qualifying employees took place during March 2014. Payments to all eligible employees were made in April 2014.

## 4. NEW CHIEF OPERATING OFFICER APPOINTED

Alwyn Pretorius was appointed as Harmony's new Chief Operating Officer on 3 March 2014. Alwyn joined Harmony during its merger with ARMgold in 2003. He has been an executive of Harmony since 2007 and holds degrees in both BSc Mining Engineering and BSc Industrial Engineering. With 20 years of underground deep-level gold mining experience in different supervisory and management positions, supported by three regional managers and several general managers, we are confident that Alwyn will lead the change in operational improvement in South Africa.

## 5. GOOD PROGRESS AT WAFI-GOLPU

Study work during the quarter continued to evaluate underground access options and a substantially lower capital expenditure development option for Wafi-Golpu. Drilling completed at Golpu during the quarter is expected to have a positive impact on the grade of the upper mining block due to an increase in the volume of the higher grade hornblende porphyry compared with the previous estimate. Drilling has also confirmed continuity of porphyry and high grade mineralisation in the lower mining block.

Results from two holes were received during the quarter. WR499 was a long section hole drilled from north to south that confirmed the northern boundary of the deposit and demonstrated the continuity of higher grade porphyry mineralisation through and well below the existing resource. WR504 was a west to east cross section hole that confirmed the fault structures controlling the distribution of higher grade in the deposit. These include:

- WR499\* – 1 247m @ 1.0g/t Au and 1.2% Cu from 966m, including 560m @ 1.9g/t Au and 2.1% Cu from 1 252m;
- WR504 – 1 369m @ 1.1g/t Au and 1.7% Cu from 399m, including 428m @ 2.2g/t Au and 2.9% Cu from 1 191m.

*\*Partial result reported last quarter.*

The surface drilling program at Golpu is now complete for the 2014 financial year. Results from the last two holes WR499 and WR504 are being incorporated into a new planning model for integration into the ongoing study.

## 6. IN CONCLUSION

Various structural changes have been effected which will aid in the pro-active management of unplanned events which have negatively impacted on our production. In parallel, our revised planning strategy will shift the focus toward de-bottlenecking and optimisation, and should also result in an increase in the Company's margins. We remain



committed to increasing our profits and cash flow to enable us to pay dividends in future.

**Graham Briggs**

*Chief Executive Officer*

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**Results for the third quarter FY14  
and nine months ended 31 March 2014**

OPERATIONAL RESULTS (Rand/Metric) (US\$/Imperial)

Three  
months  
ended

South Africa

Underground production

Surface production

Kusasaletu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bambanani

Joel

Unisel

Target 3

Steyn 2

Total

Underground

Phoenix

Dumps

Kalgold

Total

Surface

Total

South

Africa

Hidden

Valley

Total

Harmony

**Ore milled**

**- t'000**

**Mar-14**

**226**

**102**

**138**

**232**

**164**

**181**

**52**

**88**

**95**

**73**

**9**

**1 360**

1 483

620

356

2 459

3 819

467

4 286

Dec-13

302

238

137

219

161

193

54

149

107

75

12

1 647

1 482

755

364

2 601

4 248

506

4 754

**Gold produced**

**- kg**

**Mar-14**

929

434

752

1 024

660

1 173

707

345

458

360

99

6 941

201

155

255

611

7 552

816

8 368

Dec-13

1 140

872  
706  
962  
684  
1 241  
697  
674  
512  
350  
147  
7 985  
217  
226  
315  
758  
8 743  
772  
9 515  
**Gold produced**  
**- oz**  
**Mar-14**  
**29 868**  
**13 953**  
**24 177**  
**32 922**  
**21 219**  
**37 713**  
**22 731**  
**11 092**  
**14 725**  
**11 574**  
**3 183**  
**223 157**  
**6 462**  
**4 983**  
**8 198**  
**19 643**  
**242 800**  
**26 235**  
**269 035**  
Dec-13  
36 652  
28 035  
22 698  
30 929  
21 991  
39 899  
22 409  
21 670  
16 461  
11 253

4 726  
256 723  
6 977  
7 266  
10 127  
24 370  
281 093  
24 820  
305 913

**Yield**

**- g/tonne**

**Mar-14**

**4.11**

**4.25**

**5.45**

**4.41**

**4.02**

**6.48**

**13.60**

**3.92**

**4.82**

**4.93**

**11.00**

**5.10**

**0.14**

**0.25**

**0.72**

**0.25**

**1.98**

**1.75**

**1.95**

Dec-13

3.77

3.66

5.15

4.39

4.25

6.43

12.91

4.52

4.79

4.67

12.25

4.85

0.15

0.30

0.87

0.29

2.06

1.53

2.00

**Cash operating  
costs**

**– R/kg**

**Mar-14**

**463 848**

**582 786**

**335 239**

**325 056**

**356 248**

**219 864**

**198 116**

**450 803**

**322 395**

**382 311**

**289 313**

**341 644**

**279 746**

**441 426**

**404 459**

**372 810**

**344 166**

**337 621**

**343 527**

**Dec-13**

**389 854**

**320 533**

**374 572**

**352 244**

**353 671**

**200 373**

**199 795**

**261 521**

**294 779**

**383 566**

**221 871**

**306 967**

**279 221**

**357 916**

**318 184**

**318 876**

**308 000**

**316 206**

**308 665**

**Cash operating  
costs**

**– \$/oz**

**Mar-14**

**1 332**

**1 674**

**963**

**934**

1 023

632

569

1 295

926

1 098

831

981

804

1 268

1 162

1 071

989

970

987

Dec-13

1 198

985

1 151

1 083

1 087

616

614

804

906

1 179

682

943

858

1 100

978

980

947

972

949

**Cash operating**

**costs**

**– R/tonne**

**Mar-14**

1 907

2 480

1 827

1 435

1 434

1 425

2 694

1 767

1 554

1 885

3 182

1 744

**38**  
**110**  
**290**  
**93**  
**681**  
**590**  
**671**  
Dec-13  
1 472  
1 174  
1 930  
1 547  
1 503  
1 288  
2 579  
1 183  
1 411  
1 790  
2 718  
1 488  
41  
107  
275  
93  
634  
482  
618  
**Gold sold**  
**- Kg**  
Mar-14  
**1 118**  
**491**  
**722**  
**983**  
**634**  
**1 035**  
**679**  
**390**  
**440**  
**317**  
**95**  
**6 904**  
**220**  
**158**  
**321**  
**699**  
**7 603**  
**899**  
**8 502**  
Dec-13  
1 184



888  
740  
1 009  
717  
1 384  
730  
681  
537  
390  
154  
8 414  
180  
224  
269  
673  
9 087  
711  
9 798  
**Gold sold**  
**- oz**  
**Mar-14**  
**35 944**  
**15 786**  
**23 213**  
**31 604**  
**20 384**  
**33 276**  
**21 830**  
**12 539**  
**14 146**  
**10 192**  
**3 054**  
**221 968**  
**7 073**  
**5 080**  
**10 320**  
**22 473**  
**244 441**  
**28 903**  
**273 344**  
Dec-13  
38 066  
28 550  
23 792  
32 440  
23 052  
44 497  
23 470  
21 895  
17 265  
12 539

4 951  
270 517  
5 787  
7 202  
8 649  
21 638  
292 155  
22 859  
315 014  
**Revenue**  
**(R'000)**  
**Mar-14**  
**500 510**  
**223 445**  
**326 249**  
**444 215**  
**286 428**  
**466 477**  
**306 068**  
**176 285**  
**198 666**  
**142 729**  
**42 531**  
**3 113 603**  
**97 738**  
**71 013**  
**142 303**  
**311 054**  
**3 424 657**  
**405 728**  
**3 830 385**  
Dec-13  
494 357  
364 818  
306 991  
418 452  
297 349  
575 876  
302 668  
283 124  
222 669  
162 260  
63 875  
3 492 439  
75 268  
96 949  
113 108  
285 325  
3 777 764  
293 622  
4 071 386

**Cash operating  
costs**

**(R'000)**

**Mar-14**

**430 915**

**252 929**

**252 100**

**332 857**

**235 124**

**257 900**

**140 068**

**155 527**

**147 657**

**137 632**

**28 642**

**2 371 351**

**56 229**

**68 421**

**103 137**

**227 787**

**2 599 138**

**275 499**

**2 874 637**

Dec-13

444 434

279 505

264 448

338 859

241 911

248 663

139 257

176 265

150 927

134 248

32 615

2 451 132

60 591

80 889

100 228

241 708

2 692 840

244 111

2 936 951

**Inventory  
movement**

**(R'000)**

**Mar-14**

**64 740**

**20 837**

**(11 605)**

**(15 785)**

(9 651)  
(36 805)  
(10 628)  
3 609  
(6 375)  
(19 718)  
(1 061)  
(22 442)  
5 483  
(415)  
17 747  
22 815  
373  
30 997  
31 370  
Dec-13  
28 010  
12 659  
16 146  
22 591  
16 418  
51 668  
12 367  
(6 288)  
9 603  
28 051  
3 043  
194 268  
(11 068)  
143  
(13 675)  
(24 600)  
169 668  
(20 733)  
148 935  
**Operating costs**  
**(R'000)**  
**Mar-14**  
**495 655**  
**273 766**  
**240 495**  
**317 072**  
**225 473**  
**221 095**  
**129 440**  
**159 136**  
**141 282**  
**117 914**  
**27 581**  
**2 348 909**  
**61 712**

**68 006**

**120 884**

**250 602**

**2 599 511**

**306 496**

**2 906 007**

Dec-13

472 444

292 164

280 594

361 450

258 329

300 331

151 624

169 977

160 530

162 299

35 658

2 645 400

49 523

81 032

86 553

217 108

2 862 508

223 378

3 085 886

**Production profit**

**(R'000)**

**Mar-14**

**4 855**

**(50 321)**

**85 754**

**127 143**

**60 955**

**245 382**

**176 628**

**17 149**

**57 384**

**24 815**

**14 950**

**764 694**

**36 026**

**3 007**

**21 419**

**60 452**

**825 146**

**99 232**

**924 378**

Dec-13

21 913

72 654

26 397  
57 002  
39 020  
275 545  
151 044  
113 147  
62 139  
(39)  
28 217  
847 039  
25 745  
15 917  
26 555  
68 217  
915 256  
70 244  
985 500  
**Production profit**  
**(\$'000)**  
**Mar-14**  
**449**  
**(4 647)**  
**7 921**  
**11 742**  
**5 629**  
**22 662**  
**16 313**  
**1 584**  
**5 300**  
**2 292**  
**1 381**  
**70 626**  
**3 328**  
**277**  
**1 978**  
**5 583**  
**76 209**  
**9 165**  
**85 374**  
Dec-13  
2 164  
7 178  
2 609  
5 632  
3 856  
27 227  
14 924  
11 180  
6 140  
(4)  
2 788

83 694

2 544

1 572

2 623

6 739

90 433

6 941

97 374

**Capital  
expenditure**

**(R'000)**

**Mar-14**

**115 731**

**54 634**

**74 573**

**71 374**

**43 154**

**88 100**

**24 585**

**28 339**

**20 524**

**27 095**

**536**

**548 645**

**696**

**2 877**

**5 478**

**9 051**

**557 696**

**21 225**

**578 921**

Dec-13

130 309

63 513

98 511

78 740

40 571

64 190

29 220

37 936

24 652

36 768

641

605 051

931

2 463

12 607

16 001

621 052

19 082

640 134

**Capital  
expenditure  
(\$'000)**

**Mar-14**

**10 688**

**5 046**

**6 887**

**6 592**

**3 985**

**8 136**

**2 271**

**2 617**

**1 895**

**2 502**

**50**

**50 669**

**64**

**266**

**506**

**836**

**51 505**

**1 960**

**53 465**

Dec-13

12 876

6 276

9 734

7 780

4 009

6 343

2 887

3 748

2 436

3 633

63

59 785

92

243

1 246

1 581

61 366

1 885

63 251

**Adjusted  
operating costs**

**- R/kg**

**Mar-14**

**447 045**

**556 494**

**340 244**

**329 294**



357 868  
218 341  
196 480  
414 909  
328 059  
378 538  
295 225  
345 144  
280 602  
430 417  
381 105  
360 620  
346 691  
335 115  
345 467  
Dec-13  
408 698  
346 101  
389 497  
367 910  
371 109  
222 422  
216 640  
258 728  
307 717  
422 833  
240 307  
323 996  
275 126  
361 752  
330 343  
326 029  
324 163  
316 287  
323 591  
**Adjusted**  
**operating costs**  
– \$/oz  
Mar-14  
1 284  
1 599  
977  
946  
1 028  
627  
564  
1 192  
942  
1 087  
848  
991

806  
1 236  
1 095  
1 036  
996  
955  
992  
Dec-13  
1 256  
1 064  
1 197  
1 131  
1 141  
684  
666  
795  
946  
1 299  
739  
996  
846  
1 112  
1 015  
1 002  
996  
969  
994  
**All-in sustaining  
costs  
– R/kg  
Mar-14  
566 448  
677 873  
454 007  
415 208  
443 606  
315 767  
222 756  
468 583  
391 820  
476 358  
317 846  
434 202  
283 766  
465 069  
411 143  
383 242  
429 210  
400 943  
426 221  
Dec-13**

533 624  
416 838  
503 058  
458 501  
447 878  
278 028  
241 303  
299 632  
373 246  
526 404  
263 910  
400 445  
280 299  
386 310  
393 782  
360 943  
397 713  
394 820  
397 503

**All-in sustaining  
costs**

**– \$/oz**

**Mar-14**

**1 627**

**1 947**

**1 304**

**1 193**

**1 274**

**907**

**640**

**1 346**

**1 126**

**1 368**

**913**

**1 247**

**815**

**1 336**

**1 181**

**1 101**

**1 233**

**1 143**

**1 224**

**Dec-13**

**1 640**

**1 281**

**1 546**

**1 409**

**1 376**

**854**

**742**

**921**

1 147  
1 618  
811  
1 231  
861  
1 187  
1 210  
1 109  
1 222  
1 209  
1 222

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**Results for the third quarter FY14  
and nine months ended 31 March 2014**

CONDENSED CONSOLIDATED INCOME STATEMENTS (Rand)

Figures in million

Note

**Quarter ended**

**Nine months ended**

**Year ended**

31 March

2014

(Unaudited)

31 December

2013

(Unaudited)

31 March

2013

(Unaudited)

(Restated)\*

31 March

2014

(Unaudited)

31 March

2013

(Unaudited)

(Restated)\*

30 June

2013

(Audited)

(Restated)\*

Continuing operations

Revenue

3 830

4 071

3 528

11 919

12 419

15 902

Cost of sales

3

(3 595)

(3 817)

(3 260)