

GROUP CASH VALUE ADDED STATEMENTS

for the period ended 31 December 2008 (unaudited)

The value added statement shows the wealth the group has created through mining, beneficiation, trading and investing operations. The statement below summarises the total cash wealth created and how it was disbursed among the group's stakeholders, leaving a retained amount which was re-invested in the group for the replacement of assets and further development of operations.

	31 Dec 2008 Rm	Wealth created %	31 Dec 2007 Rm	Wealth created %
Cash generated				
Cash derived from sales and services	12 789		9 889	
Income from investments and interest received	1 044		379	
Paid to suppliers for materials and services	(7 235)		(5 563)	
Cash value added	6 598	100	4 705	100
Cash utilised to:				
Remunerate employees for services	2 871	44	2 301	49
Pay direct taxes to the state	487	7	462	10
Provide lenders with a return on borrowings	346	5	212	4
Provide shareholders with cash dividends	984	15	223	5
Cash disbursed among stakeholders	4 688	71	3 198	68
Cash retained in the group to maintain and develop operations	1 910	29	1 507	32

NOTES TO THE GROUP VALUE ADDED STATEMENT

1. Tax contribution

Direct taxes (as above)	487	462
Value added taxes levied on purchases of goods and services	1 541	1 227
Gross contributions	2 028	1 689

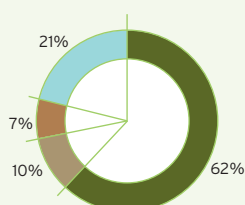
2. Additional amounts collected by the group on behalf of government

Value added tax and other duties charged on turnover	1 861	1 363
Employees' tax deducted from remuneration paid	613	431
Unemployment Insurance Fund	21	18
Withholding tax	16	11
	2 511	1 823

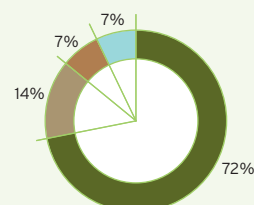
3. Levies paid to government

Regional service council levies		10
Rates and taxes paid to local authorities	22	21
Royalties paid to government	71	76
Workers' Compensation Fund	4	3
Unemployment Insurance Fund	21	18
Skills Development Levy	19	15
	137	143

Cash disbursed among stakeholders 2008



Cash disbursed among stakeholders 2007



■ Remunerate employees for services
■ Pay direct taxes to the state
■ Provide lenders with a return on borrowings
■ Provide shareholders with cash dividends

SUPPLEMENTARY FINANCIAL INFORMATION

Supplementary information is compiled using the following assumptions:

- the investment in Black Mountain is equity accounted from 1 January 2007
- Namakwa Sands is consolidated from 1 January 2007

	31 December	
	2008 Unaudited Rm	2007 Unaudited Rm
INCOME STATEMENTS for the year ended		
Revenue	15 209	11 449
Operating expenses	(12 398)	(9 809)
NET OPERATING PROFIT	2 811	1 640
Net financing costs	(457)	(453)
Income from investments	2	2
Income from equity-accounted investments	1 601	683
PROFIT BEFORE TAX	3 957	1 872
Income tax expense	(546)	(500)
PROFIT FOR THE YEAR	3 411	1 372
Profit attributable to:		
Owners of the parent	3 435	1 352
Minority interest	(24)	20
	3 411	1 372
Ordinary shares (million)		
– in issue	355	353
– weighted average number of shares	343	341
– diluted weighted average number of shares	361	355
ATTRIBUTABLE EARNINGS PER SHARE (CENTS)		
– basic	1 002	396
– diluted	952	381
RECONCILIATION OF HEADLINE EARNINGS		
Net profit attributable to owners of the parent	3 435	1 352
Adjusted for:		
– IAS 16 Impairment of property, plant and equipment	21	23
– IAS 16 Gains or losses on disposal of property, plant and equipment	68	18
– IAS 16 Reversal of impairment of property, plant and equipment	(1)	
– IAS 27 Gains on the disposal of a subsidiary	(7)	
– IAS 28 Gains or losses on the disposal of associates or joint ventures		
– IAS 28 Share of associates' IAS 16 – Gains or losses on disposal of property, plant and equipment	2	(3)
– IAS 28 Share of associates' IAS 39 – Recycling of re-measurements from equity to the income statement, including a hedge of net investment in a foreign entity but excluding cash flow hedges	4	(7)
– IAS 28 Share of associates' IAS 16 – Impairment of property, plant and equipment	161	
– IAS 36 Impairment reversal of investment		(6)
Tax on adjustments	(20)	(3)
HEADLINE EARNINGS	3 663	1 374
HEADLINE EARNINGS PER SHARE (CENTS)		
– basic	1 068	403
– diluted	1 015	387

	At 31 December	
	2008 Unaudited Rm	2007 Unaudited Rm
STATEMENTS OF FINANCIAL POSITION at 31 December		
ASSETS		
Non-current assets		
Property, plant and equipment	11 309	10 343
Biological assets	34	30
Intangible assets	79	76
Investments in associates and joint ventures	1 849	712
Deferred tax	1 083	732
Financial assets	1 577	1 046
Total non-current assets	15 931	12 939
Current assets		
Inventories	2 481	1 812
Trade and other receivables	2 924	2 289
Current tax receivable	2	
Cash and cash equivalents	1 769	850
Total current assets	7 176	4 951
Non-current assets classified as held for sale	78	2
TOTAL ASSETS	23 185	17 892
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	2 098	2 067
Other components of equity	2 190	1 502
Retained income	8 708	6 159
Equity attributable to owners of the parent	12 996	9 728
Minority interest	128	19
Total equity	13 124	9 747
Non-current liabilities		
Interest-bearing borrowings	3 650	3 798
Non-current provisions	1 746	1 414
Financial liabilities	31	
Deferred tax	1 257	1 065
Total non-current liabilities	6 684	6 277
Current liabilities		
Trade and other payables	2 366	1 630
Interest-bearing borrowings	500	74
Current tax payable	440	137
Current provisions	21	
Shareholders for dividend		27
Total current liabilities	3 327	1 868
Non-current liabilities classified as held for sale	50	
TOTAL EQUITY AND LIABILITIES	23 185	17 892
NET DEBT	2 381	3 022
STATEMENTS OF CASH FLOWS for the year ended 31 December		
Cash flows from operating activities	2 131	1 507
Cash flows from investing activities	(973)	(4 123)
Cash flows from financing activities	2 765	(453)
Net increase/(decrease) in cash and cash equivalents	3 923	(3 069)

SELECTED GROUP FINANCIAL DATA TRANSLATED INTO US DOLLARS for the year ended 31 December 2008 (unaudited)

The group statutory 2008 financial statements have been expressed in US\$ for information purposes. For comparability the 2007 supplementary information, as presented on pages 116 and 117, have been translated. The average US\$/ZAR of US\$1: R8,25 (2007: US\$1: R7,03) has been used to translate the income statements and statements of cash flows, while the statements of financial position has been translated at the closing rate on the last day of the reporting period US\$1: R9,3560 (2007: US\$1: R6,7964).

	2008 US\$ million	2007 US\$ million
INCOME STATEMENTS for the year ended 31 December 2008		
Revenue	1 844	1 629
Operating expenses	(1 503)	(1 395)
NET OPERATING PROFIT	341	234
Net financing costs	(55)	(64)
Income from equity-accounted investments	194	97
PROFIT BEFORE TAX	480	267
Income tax expense	(66)	(71)
PROFIT FOR THE YEAR	414	196
Profit attributable to:		
Owners of the parent	417	193
Minority interest	(3)	3
	414	196
ATTRIBUTABLE EARNINGS PER SHARE (CENTS)	121	56
HEADLINE EARNINGS	444	195
HEADLINE EARNINGS PER SHARE (CENTS)	129	57

STATEMENTS OF FINANCIAL POSITION at 31 December 2008

	2008 US\$ million	2007 US\$ million
ASSETS		
Non-current assets		
Property, plant and equipment	1 209	1 522
Biological assets	4	4
Intangible assets	8	11
Investments in associates and joint ventures	198	105
Deferred tax	116	108
Financial assets	169	154
Current assets		
Cash and cash equivalents	189	125
Other	579	604
TOTAL ASSETS	2 472	2 633
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	1 389	1 431
Minority interest	14	3
Non-current liabilities		
Interest-bearing borrowings	390	559
Deferred tax provisions and financial liabilities	324	365
Current liabilities		
Interest-bearing borrowings	53	11
Other	302	264
TOTAL EQUITY AND LIABILITIES	2 472	2 633
NET DEBT (refer definitions on page 120)	254	445
STATEMENTS OF CASH FLOWS for the year ended 31 December 2008		
Cash flows from operating activities	258	214
Cash flows from investing activities	(118)	(586)
Cash flows from financing activities	335	(64)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	475	(436)

DEFINITIONS

ATTRIBUTABLE CASH FLOW PER ORDINARY SHARE

Cash flow from operating activities after adjusting for minority participation therein divided by the weighted average number of ordinary shares in issue during the year.

CAPITAL EMPLOYED

Total equity plus net debt minus non-current financial asset.

CASH AND CASH EQUIVALENTS

Comprises cash on hand and current accounts in bank, net of bank overdrafts, together with any highly liquid investments readily convertible to known amounts of cash and not subject to significant risk of changes in value.

CURRENT RATIO

Current assets divided by current liabilities.

DIVIDEND COVER

Attributable earnings per ordinary share divided by dividends per ordinary share.

DIVIDEND YIELD

Dividends per ordinary share divided by the closing share price on the JSE Limited.

EARNINGS PER ORDINARY SHARE

- ATTRIBUTABLE EARNINGS BASIS

Earnings attributable to owners of the parent divided by the weighted average number of ordinary shares in issue during the year.

- HEADLINE EARNINGS BASIS

Earnings attributable to owners of the parent adjusted for profits and losses on items of a capital nature recognising the tax and minority impacts on these adjustments, divided by the weighted average number of ordinary shares in issue during the year.

FINANCING COST COVER

- EBIT - net operating profit (before interest and tax) divided by net financing costs

- EBITDA - net operating profit (before interest, tax, depreciation, amortisation, impairment charges and net deficit/surplus on sale of investments and assets) divided by net financing costs.

HEADLINE EARNINGS YIELD

Headline earnings per ordinary share divided by the closing share price on the JSE Limited.

INVESTED CAPITAL

Total equity, interest-bearing debt, non-current provisions and net deferred tax less cash and cash equivalents.

NET ASSETS

Total assets less current and non-current liabilities less minority interest which equates to equity attributable to owners of the parent.

NET DEBT TO EQUITY RATIO

Interest-bearing debt less cash and cash equivalents as percentage of total equity.

NET EQUITY PER ORDINARY SHARE

Equity attributable to owners of the parent divided by the number of ordinary shares in issue at the year-end.

NUMBER OF YEARS TO REPAY INTEREST-BEARING DEBT

Interest-bearing debt divided by cash flow from operating activities before dividends paid.

OPERATING MARGIN

Net operating profit as a percentage of revenue.

OPERATING PROFIT PER EMPLOYEE

Net operating profit divided by the average number of employees during the year.

RETURN ON CAPITAL EMPLOYED

Net operating profit plus income from non-equity accounted investments plus income from investments in associates as a percentage of average capital employed.

RETURN ON ORDINARY SHAREHOLDERS' EQUITY

- ATTRIBUTABLE EARNINGS

Attributable earnings attributable to owners of the parent as a percentage of average equity attributable to owners of the parent.

- HEADLINE EARNINGS

Headline earnings attributable to owners of the parent as a percentage of average equity attributable to owners of the parent.

RETURN ON INVESTED CAPITAL

Net operating profit plus income from non-equity accounted investments plus income from investments in associates as a percentage of the average invested capital.

RETURN ON NET ASSETS

Net operating profit plus income from non-equity-accounted investments plus income from investments in associates as a percentage of the average net assets.

REVENUE PER EMPLOYEE

Revenue divided by the average number of employees during the year.

TOTAL ASSET TURNOVER

Revenue divided by average total assets.

WEIGHTED AVERAGE NUMBER OF SHARES IN ISSUE

The number of shares in issue at the beginning of the year, increased by shares issued during the year, weighted on a time basis for the period in which they have participated in the income of the group.

In the case of shares issued pursuant to a share capitalisation award in lieu of dividends, the participation of such shares is deemed to be from the date of issue.