

HARMONY GOLD MINING CO LTD

Form 6-K

August 14, 2013

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

For 14 August 2013

**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

**RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2013**

Quarter  
June  
2013  
Quarter  
March  
2013  
#  
Q-on-Q  
variance  
%  
Year  
ended  
June  
2013  
#  
Year  
ended  
June  
2012  
#  
Variance  
%  
Gold produced  
– kg  
8 588  
7 699  
12  
35 374  
36 273  
(2)  
– oz  
276 109  
247 529  
12 1 137 297 1 166 203  
(2)  
Cash operating costs  
– R/kg  
351 109  
362 491  
3  
327 210  
274 767  
(19)  
– US\$/oz  
1 156  
1 264  
9  
1 154

1 100  
(5)  
Gold sold  
– kg  
8 146  
7 506  
9  
34 970  
36 182  
(3)  
– oz  
261 901  
241 322  
9 1 124 312 1 163 277  
(3)  
Underground grade  
– g/t  
4.37  
4.50  
(3)  
4.54  
4.26  
7  
Gold price received  
– R/kg  
427 534  
470 030  
(9)  
454 725  
419 668  
8  
– US\$/oz  
1 407  
1 639  
(14)  
1 603  
1 681  
(5)  
Operating profit<sup>1</sup>  
– R million  
639  
821  
(22)  
4 502  
5258  
(14)  
– US\$ million  
68  
92  
(26)  
511

677  
(25)  
Basic (loss)/earnings  
per share\*  
– SAc/s  
(809)  
(29)  
>(100)  
(548)  
614  
>(100)  
– USc/s  
(86)  
(3)  
>(100)  
(62)  
79  
>(100)  
Headline (loss)/profit\*  
– Rm  
(804)  
(202)  
>(100)  
204  
2 432  
(92)  
– US\$m  
(85)  
(23)  
>(100)  
23  
317  
(93)  
Headline (loss)/earnings  
per share\*  
– SAc/s  
(186)  
(47)  
>(100)  
47  
565  
(92)  
– USc/s  
(20)  
(5)  
>(100)  
5  
74  
(93)  
Exchange rate  
– R/US\$

9.45  
8.92  
6  
8.82  
7.77  
14

# *Figures represent continuing operations unless stated otherwise*

1

*Operating profit is comparable to the term production profit in the segment report in the financial statements and not to the*

*operating profit line in the income statement*

\* *Including discontinued operations*

***Shareholder information***

Issued ordinary share capital at 30 June 2013

435 289 890

Issued ordinary share capital at 31 March 2013

435 257 691\*

Issued ordinary share capital at 30 June 2012

431 564 236

***Market capitalisation***

At 30 June 2013

(ZARm) 15 562

At 30 June 2013

(US\$m)

1 568

At 31 March 2013

(ZARm) 25 728

At 31 March 2013

(US\$m)

2 804

At 30 June 2012

(ZARm) 33 015

At 30 June 2012

(US\$m)

4 037

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

12-month high (1 July 2012 –

30 June 2013) for ordinary shares

85.71

12-month low (1 July 2012 –

30 June 2013) for ordinary shares

33.47

12-month high (1 July 2012 –

30 June 2013) for ADRs

10.34

12-month low (1 July 2012 –

30 June 2013) for ADRs

3.30

***Free float***

100%

***ADR ratio***

1:1

***JSE Limited***

HAR

Range for quarter (1 April –  
30 June 2013 closing prices)

R33.47 – R58.25

Average daily volume for the quarter  
(1 April – 30 June 2013)

2 232 419 shares

Range for quarter (1 January –  
31 March 2013 closing prices)

R53.40 – R75.64

Average daily volume for the quarter  
(1 January – 31 March 2013)

1 581 188 shares

Range for the year (1 July 2012 –  
30 June 2013 closing prices)

R33.47 – R85.71

Average daily volume for the year  
(1 July 2012 – 30 June 2013)

1 753 866 shares

Range for the year (1 July 2011 –  
30 June 2012 closing prices)

R72.84 – R115.75

Average daily volume for the year  
(1 July 2011 – 30 June 2012)

1 518 116 shares

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

HMY

Range for quarter (1 April –  
30 June 2013 closing prices)

US\$3.30 –

US\$6.38

Average daily volume for the quarter  
(1 April – 30 June 2013)

3 302 649

Range for quarter (1 January –  
31 March 2013 closing prices)

US\$5.94 –

US\$8.88

Average daily volume for the quarter  
(1 January – 31 March 2013)

2 423 016

Range for the year (1 July 2012 –  
30 June 2013 closing prices)

US\$3.30 –

US\$10.34

Average daily volume for the year  
(1 July 2012 – 30 June 2013)

2 484 062

Range for the year (1 July 2011 –  
30 June 2012 closing prices)

US\$8.70 –

US\$14.87

Average daily volume for the year

(1 July 2011 – 30 June 2012)

2 321 783

### ***Investors' calendar***

#### **2013**

Q1 FY14 results presentation

8 November 2013

#

Annual General Meeting

5 December 2013

#

Q2 and 6 months ended FY14 results  
presentation

3 February 2014

#

Q3 FY14 results presentation

9 May 2014

#

Q4 and year ended FY14 results presentation

14 August 2014

#

*# These dates may change in future*

*\* The increase in the issued shares is mainly due to the shares issued  
to the Tlhakanelo Employee Share Trust*

### **KEY FEATURES**

#### **Quarter on quarter**

Gold production increased by 12% to 8 588kg (276 109oz)

increase in tonnes milled of 9%

increase in total recovered grade of 2%

Cash operating costs decreased by 3% to R351 109/kg (US\$1 156/oz)

Operating profit<sup>1</sup> lower at R639 million (US\$68 million)

Headline loss per share of 186 SA cents (US\$20 cents)

reversal of the Hidden Valley deferred tax asset of R547 million (US\$55 million)<sup>3</sup>

retrenchment costs

#### **Year on Year**

7% increase in underground grade

Lowest recorded annual LTIFR<sup>2</sup>

Evander sale transaction completed

Watershed agreement signed with Kusasalethu labour

Gold production decreased by 2% to 35 374kg (1 137 297oz)

Cash operating costs increased to R327 210/kg (US\$1 154/oz)

Operating profit<sup>1</sup> lower at R4.5 billion (US\$511 million)

Headline profit per share\* of 47 SA cents (5 US cents)

reversal of the Hidden Valley deferred tax asset of R547 million (US\$55 million)<sup>3</sup>

losses related to temporary closure at Kusasalethu

retrenchment

costs

No final dividend declared (interim dividend of 50 SA cents paid)

\*

*Includes discontinued operation*

*1. Operating profit is comparable to the term production profit in the segment report in the financial statements and not to the operating*

*profit line in the income statement*

*2. LTIFR = Lost Time Injury Frequency Rate*

*3. Translated at a spot rate of US\$/R9.98 at 30 June 2013*

**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

**Q4 FY13**

RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2013



2  
2  
2  
2

**Forward-looking statements**

*This 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.*

Harmony’s Integrated Annual Report,  
Notice of Annual General Meeting, its  
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 2013 will be available on our website towards the end of October 2013.

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

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**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 is included in this report.*

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#### Chief executive officer's review

Harmony is a globally competitive gold mining company, focused on growing profits. In the current gold price environment it is no longer growth at all costs. Investors are seeking returns and do not favour large capital projects. This is the new reality that we are dealing with. During the past quarter we have concluded our strategic plans for financial year 2014. Key considerations were:

- free cash flow
  - applying conservative financial modelling
  - risk mitigation
  - retaining our balance sheet strength
  - reducing all costs (including head office costs)
  - reducing capital expenditure
  - continue to increase our grade
  - plans that will enable us to withstand the volatility of the gold price
- Our strategic plans were approved assuming a gold price of R400 000/kg. We believe that our plans are realistic and we have taken into account possible risks to execute our strategy. Our safety and health initiatives, improved productivity, the correct allocation of capital, a quality reserve base, improved grade, reduced costs, experienced teams and proper business planning will secure a sustainable business.

#### **1. SAFETY**

The year on year fatality injury frequency rate improved by 33% from 0.15 (rate per million man hours) in FY12 to 0.10 (rate per million man hours) in financial year 2013 (FY13) – the lowest ever recorded in the history of Harmony. Although Harmony achieved a significant year on year improvement, a lot more needs to be done to eliminate fatalities.

A total of 10 people lost their lives due to mine accidents in Harmony during FY13, compared to 15 people in FY12. A major reduction in the number of fall of ground related fatalities was achieved with only one fall of ground related fatality recorded in FY13.

The lost time injury rate improved by 21% year on year from 6.67 (rate per million man hours) to 5.28 (rate per million man hours) – this is the lowest annual rate in the history of Harmony.

It is with regret that I have to report that two people were fatally injured in two separate accidents during the June 2013 quarter. They were Potso Peter Kotjomela, a scraper winch operator at Phakisa and Lebohang Michael Chake, a development team leader at Kusasalethu. The board, management and I wish to express our sincere condolences to the friends and families of these colleagues.

#### **2. HEALTH**

Over the past three years we have built a centralised health function to focus on the roll out of our pro-active health strategy, as well as standardising health protocols across the South African operations. We have invested a substantial amount of resources, i.e. finance, information technology and skills in improving our record keeping systems and processes in an attempt to monitor employee health individually and collectively to improve the overall health and wellness of our employees.

40% of our workforce is on chronic medication and are continuously monitored. Although HIV/Aids remains our biggest health risk, the actuarial prevalence rate for Harmony has reduced from 27% to 24% over the past five years. Between 10% to 20% of the employees of the individual mines are now on antiretroviral therapy (ART). During the past financial year all Harmony's employees and contractors were offered voluntary counselling and testing for HIV/Aids, with 40% volunteering to be tested.

Although there has been an improvement in sick absenteeism over the past financial year from 5.13% to 4.55%, we believe that there is still massive room for improvement in this area and it will be a key focus for the health team for the next year.

### **3. OPERATIONAL AND FINANCIAL RESULTS**

#### **Year on year**

Gold production for the year ending June 2013 was 35 374kgs, 2% lower than the same period last year, mainly due to the labour disruptions at Kusasalethu during the December 2012, March 2013 and June 2013 quarters.

In line with Harmony's strategic initiative to improve the quality of ounces mined, year on year underground grade increased by 7%. Recovered grade was the main driver towards the increase in gold production across the various operations and improvements were recorded at most operations.

The following operations improved their gold production when compared to financial year 2012 (FY12):

*Joel* – gold production was 565kg (21%) higher, mainly as a result of an 11% improvement in the recovered grade to 5.28g/t (4.78g/t in FY12), whilst tonnes milled increased by 10% year on year;

*Bambanani* – gold production was 556kg (54%) higher due to a 49% increase in the recovered grade from 6.57g/t in FY12 to 9.79g/t for the year under review. Tonnes milled increased by 3% year on year;

*Doornkop* – gold production was higher at 556kg (18%), recovered grade increased by 9% from 3.31g/t to 3.60g/t in FY13. Tonnes milled increased by 9%;

*Target 3* – gold production increased by 503kg (45%) – recovered grade increased by 42% to 5.03g/t from 3.55g/t in FY12;

*Masimong* – gold production increased by 396kg (12%), as a result of a 21% increase in the recovered grade to 4.17g/t (3.45g/t in FY12);

*Target 1* – gold production was 337kg (9%) higher; recovered grade increased by 20% from 4.61g/t in FY12 to 5.53g/t in financial year 2013 (FY13);

*Kalgold* – gold production was 291kg (28%) higher; recovered grade increased by 22% to 0.95g/t compared to 0.78g/t in FY12. Tonnes milled increased 4% year on year;

*Unisel* – gold production increased by 220kg (14%); tonnes milled increased by 13% in FY13;

*Steyn 2* – gold production increased by 147kg (45%), with the operation being in production for the whole year. Tonnes milled increased by 24% whilst recovered grade increased by 31% to

10.15g/t (7.74g/t in FY12).

The following operations require more attention in the next year, as their production performance was less than acceptable:

*Kusalethu* produced a total of 2 740 kilograms of gold, 2 893 kilograms (-51%) less than in financial year 2012 due to labour unrest;

*Tshepong* produced 1 133kg gold less (-21%) than the previous financial year. The decrease in gold production is mainly as a result of a 16% decrease in tonnes milled for financial year 2013. A decrease in the recovery grade to 3.99g/t, 7% lower than the 4.29g/t recorded in FY12, also contributed towards the decrease in production;

*Dumps* – 230kg less gold produced (-15%); a 26% decrease in the recovery grade was the main contributor towards the decrease in gold produced. Tonnes milled increased by 11%. The decrease in grade is due to the depletion of all the higher grade waste dumps;

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**Results for the fourth quarter and year ended 30 June 2013**

*Hidden Valley* produced 118kg (–4%) less gold year on year. The recovery grade decreased by 8% to 1.43g/t from 1.56g/t in FY12, whilst tonnes milled increased by 4%;

*Phakisa* produced 107kg (–4%) less gold than in the previous financial year, due to the ventilation shaft failure in the March and June 2013 quarters resulting in tonnes milled being 2% lower than in FY13, with the recovered grade 3% lower at 4.75g/t (4.88g/t in FY12).

A total net loss of R2.4 billion was recorded, compared to a net profit of R2.6 billion for the 2012 financial year, mainly due to the impairment of the Hidden Valley asset and labour disruptions at Kusasaletu and its subsequent temporary closure.

The total basic loss per share is 548 SA cents for the year ended 30 June 2013, compared to earnings of 614 SA cents per share in the previous year. Total headline earnings per share decreased from 565 SA cents to 47 SA cents per share.

**Quarter on quarter**

We continue to manage that which is in our control – production and costs. Gold production for the June 2013 quarter increased by 12% to 8 588kg compared to the previous quarter. This was mainly due to the build-up in production at Kusasaletu, after the labour unrest at the mine during the second to fourth quarters of the financial year. Operating profit for the June 2013 quarter was 22% lower, due to a 9% decrease in the gold price received, as well as an 8% increase in cash operating cost. Cash operating costs in the June 2013 quarter increased by R225 million when compared to the March 2013 quarter, due to the build-up in production at Kusasaletu, annual electricity increases, as well as winter electricity tariffs.

We are making good progress with our cost cutting project, Project 400. We have reduced our capital expenditure, as well as our services, exploration, procurement and corporate costs.

The rand per kilogram unit cost for the June 2013 quarter decreased by 3% to R351 109/kg in the past quarter, mainly due to the 12% increase in gold produced for the June 2013 quarter.

Total capital expenditure for the June 2013 quarter was R804 million – R127 million higher than the previous quarter – mainly as a result of a R93 million increase in capital expenditure at Kusasaletu.

On 19 July 2013 Harmony announced that the carrying value of its 50% holding in Hidden Valley would be written down to its net recoverable value. The reason for the impairment is the reduction in the US dollar gold and silver prices and Hidden Valley's poor production performance. An amount of US\$268 million (approximately R2.7 billion) has been written down. In addition, an amount of R58 million in respect of Harmony's South African assets has been impaired. The impairments have reduced the reported net profit, but do not have an impact on reported cash balances and free cash flow.

The net loss for the June 2013 quarter was R3 499 million, compared to a R124 million net loss recorded for the March 2013 quarter, mainly due

to the impairment of assets of R2 675 million and the derecognition of the deferred tax asset of R547 million for the Hidden Valley operation. The total basic loss per share for the June 2013 quarter increased from 29 SA cents to 809 SA cents per share. The total headline loss per share increased from 47 SA cents to 186 SA cents.

#### **Hidden Valley**

The various efficiency improvement and cost reduction projects continue at Hidden Valley showing significant improvements in the mining grade control, road maintenance (cost and productivity), truck loading efficiency and smaller mobile fleet requirements.

The restructuring of the joint venture's management to meet both the financial and strategic objectives of the business progressed well during the past quarter.

#### **4. GOLD MARKET**

We are in gold mining for the long haul and believe that R400 000/kg is a sustainable gold price to assume in the current gold price climate. With the Rand/dollar exchange rate being weaker, it has been a huge advantage to be predominately a South African producer.

The rand gold price received during the quarter decreased by 9% to R427 534/kg, from R470 030/kg in the previous quarter. This was mainly due to a 14% decrease in the US dollar gold price from US\$1 639/oz in the March 2013 quarter to US\$1 407/oz during the past quarter. This decrease was however partially offset by a 6% weakening in the rand against the dollar from US\$/R8.92 in the previous quarter to US\$/R9.45 in the June 2013 quarter.

Year on year, the R/kg gold price received increased by 8% while the US\$/oz price decreased by 5%, due to the R/US\$exchange rate weakening by 14%.

#### **5. RESERVES AND RESOURCES**

As at 30 June 2013, Harmony's Mineral Reserves amounted to 51.5 million ounces (Moz) of gold, a 2.8% decrease from the 52.9Moz declared on 30 June 2012. The 2.8% decrease collectively represents mined Reserves during the year, a change in surface sources Reserves, together with some scope changes. The geographical representation of Reserves has not changed from the previous year.

Harmony's attributable gold equivalent Mineral Resources are declared as 147.7Moz as at 30 June 2013, a 1.7% decrease year-on-year from the 150.2Moz declared on 30 June 2012. The 1.7% decrease is due to mining and geology changes.

Our large Resource and Reserve base supports our belief that we have a solid base of assets containing quality ounces.

#### **6. WAFI-GOLPU PROJECT**

Regardless of the quality of the ore body, developing Golpu in line with the 2012 pre-feasibility study in the current gold and copper price climate does not deliver an adequate return on investment and therefore requires to be repositioned. We had various concerns regarding the substantial capital that will be injected into the project and are considering ways in which to develop a project with lower capital requirements and which will be a modular, expandable mine. Harmony's contribution to drilling and project expenditure for the next two financial years will be funded from our cash flow, after which



external funding options will be considered. During this phase we will ensure that Golpu's development strategy is aligned with the strategy of Harmony, which is to grow investor returns.

A low risk, modular, expandable development approach involves less risk and is expected to result in an improved project value. The decision to apply a modular expandable solution is a different approach to that proposed in the 2012 pre-feasibility study.

#### **7. EMPLOYEE RELATIONS**

The labour relations climate remained volatile in the industry prior to the start of the 2013 round of wage negotiations in the gold sector.

Harmony experienced two work stoppages during the quarter led by the National Union of Mine Workers (NUM) at Doornkop and Tshepong. The issues raised during these industrial actions were mainly operational and have since been resolved, or are in the process of being addressed through the existing mine-based structures.

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Financial overview

**QUARTER ON QUARTER**

**Net loss**

The net loss for the June 2013 quarter was R3 499 million compared to a R124 million net loss for the March 2013 quarter, mainly due to impairment of assets of R2 675 million and the reversal of a deferred tax asset of R547 million for the Hidden Valley operation.

**Impairment of assets**

Following the sharp decrease in the gold price, an impairment of assets of R2 733 million was recorded during the June 2013 quarter, consisting of an impairment of R2 675 million for the Hidden Valley operation and R58 million for the SA operations. The impairment results from a lower than expected life-of-mine profit, due to the reduction in the US dollar gold and silver prices assumptions and Hidden Valley's poor production performance.

**Other items in Cost of Sales**

Other items in Cost of Sales for the June 2013 quarter includes a change in estimate of the value of static gold in lock-up and other stockpiles of R29 million and restructuring costs of R39 million, following the introduction of voluntary retrenchment packages in South Africa and the restructuring at the Hidden Valley operation. Offsetting this is a net credit of R40 million for rehabilitation following the reduction of the rehabilitation liability, primarily as a result of the rehabilitation projects in the Free State area.

**Other expenses**

Included in other expenses in the June 2013 quarter is a loss of R161 million for the foreign exchange movement (March 2013: R150 million) on the US\$ denominated syndicated facility, resulting from the Rand weakening from US\$/R9.22 at 31 March 2013 to US\$/R9.98 at 30 June 2013. Also included is an amount of R23 million for the once-off share-based payment expense related to the Phoenix transaction.

**Deferred tax**

A deferred tax expense of R547 million was recorded following the derecognition of the Hidden Valley deferred tax asset during the June 2013 quarter, as it is no longer deemed recoverable in the current gold price environment.

**Loss per share**

Total basic loss per share increased in the June 2013 quarter from 29 SA cents to 809 SA cents per share. Total headline loss per share increased from 47 SA cents to 186 SA cents per share.

**YEAR ON YEAR**

**Exploration expenditure**

Exploration expenditure for the year ended 30 June 2013 increased to R673 million compared to R500 million for the previous year, mainly due to R652 million spent on the PNG projects. Expenditure on resource definition drilling amounted to R233 million, exploration amounted to R251 million, while the feasibility studies accounted for R168 million of the total for the year. These expenses are expected to decrease in future as a result of the optimisation process reductions agreed to by both the joint venture partners.

### **Profit from discontinued operations**

Profit from discontinued operations for the year ended 30 June 2013 includes the group profit of R102 million recorded on the sale of Evander in the March 2013 quarter, following the fulfilment of all conditions. A recognition agreement was signed by management and the Association of Mineworkers and Construction Union (AMCU) for Masimong during the week of the 15 July 2013. AMCU now represents a third of Masimong's total workforce and at Kusasalethu, AMCU represents 74% of the employees.

The gold sector wage negotiations started on 11 July 2013 at the Chamber of Mines. We believe that good sense will prevail and that strikes will be averted. The labour disruptions at Kusasalethu alone cost Harmony approximately R1.2 billion. It is not in the interest of the company, the employees or the industry to further be subjected to such losses.

There are a number of initiatives being implemented to contain the labour situation, both at company and industry level. Some of these include the following:

- Workshops with all the unions in the company;

- Engagement with the unions on signing of the code of conduct by individual employees similar to the one signed at Kusasalethu;

- General managers' mass meetings;

- Communication campaigns with employees and unions across all our South African operations;

- Re-introduction of the mine productivity bonus;

- Continued engagement with the other gold mining companies.

### **8. DISPOSAL OF A 30% INTEREST IN THE PHOENIX OPERATION**

On 20 March 2013 Harmony signed transaction and funding agreements to give effect to an empowerment transaction to dispose of 30% of its Free State based Phoenix tailings operation (Phoenix) to BB-BEE shareholders. The BB-BEE shareholders include Sikhuliso Resources (Proprietary) Limited, Kopano Resources (Proprietary) Limited, Mazincazelane Investments (Proprietary) Limited and the Malibongwe Women Development Trust, as well as a community trust that has been created by Harmony.

### **9. DIVIDEND**

In view of the fact that Harmony did not record a profit for the last six months, the board has decided not to declare a final dividend. An interim dividend of 50 SA cents was paid during FY13.

### **CONCLUSION**

Harmony's strategy has been consistent in that we seek to optimise operational delivery, grow our cash flow and share our profits with all our stakeholders. There are times when pursuing one's strategy, tough decisions are required – such as the temporary closure of Kusasalethu. We will continue to do what is right for our shareholders and stakeholders to sustain the future of the company.

**Graham Briggs**

*Chief executive officer*

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**Results for the fourth quarter  
and year ended 30 June 2013**

precedent. The remaining R212 million represents profits for Evander for the eight months ended February 2013. Included in the amount for the year ended 30 June 2012 is the profit on sale of Evander 6 and Twistdraai to Taung Gold Limited of R230 million (before tax).

**Loss per share**

Total basic loss per share amounted to 548 SA cents in the year ended 30 June 2013, compared to earnings of 614 SA cents per share in the previous year. Total headline earnings per share decreased from 565 SA cents to 47 SA cents per share.

**Borrowings**

Total borrowings increased by R722 million to R2 538 million in the year ended 30 June 2013. This is due to a total drawdown of US\$80 million (R678 million) and a foreign exchange translation loss of R351 million recorded on the US\$ syndicated facility in the year ended 30 June 2013.

This was partially offset by the total repayment of R305 million made during the year ended 30 June 2013 on the rand facilities.

Operational overview

**GROUP OPERATIONAL RESULTS FOR THE QUARTER ENDED  
30 JUNE 2013**

**Continuing operations**

Indicator

Units

June

2013

March

2013

%

variance

Underground tonnes

000

1 592

1 381

15

Surface tonnes

000

3 174

3 005

6

**Total tonnes**

**000**

**4 766**

**4 386**

**9**

Underground grade

g/t

4.37

4.50

(3)

Surface grade

g/t

0.51

0.49

4

Total grade

g/t

**1.80**

**1.76**

2

**Gold produced**

**Kg**

**8 588**

**7 699**

12

**Cash operating costs**

**R/kg**

**351 109**

**362 491**

3

**Operating profit**

**R'000**

**639 220**

**821 283**

(22)

Gold production improved by 12% quarter-on-quarter to 8 588kg largely due to a 9% increase in tonnes milled and a 2% increase in total recovered grade to 1.80g/t.

Underground grade decreased by 3% quarter on quarter to 4.37g/t due to the lock-up of gold at Kusasalethu and the marginally lower plant call factor in Harmony One plant which treats the majority of the tonnes in the Free State region. Increased focus remains on the top 20 high grade panels at each operation, the quality of the sweepings, stoping width and off reef mining discipline to ensure an increase in grades and output.

Cash operating costs improved by 3% to R351 109/kg from the previous quarter. Total cash operating costs at all the shafts increased during the quarter, due to higher electricity tariffs – which includes one month of winter tariffs and an increased rate since April's official increase – an increase in bonuses due to higher production outputs and an increase in plant costs due to higher volumes milled.

**Kusasalethu**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000  
 212  
 33  
 >100  
 Grade  
 g/t  
 3.25  
 1.48  
 >100  
 Gold produced  
 kg  
 688  
 49  
 >100  
 Cash operating costs  
 R/kg  
 577 337 6 564 347  
 91  
 Operating loss  
 R'000  
 (121 535)  
 (285 680)  
 57

The phased re-opening process of employees returning to Kusasalethu, post its temporary closure, was concluded on 26 April 2013. Every employee signed the code of conduct, received training on the guarantees and undertakings agreed to in the agreement, and underwent health and safety inductions. Daily operations are peaceful and productive.

During the June 2013 quarter, Kusasalethu produced 688kg of gold at a recovered grade of 3.25g/t. Cash operating cost improved to R577 337/kg, due to increased gold production. Normalised cost levels in R/kg are however only expected in the coming quarter.

The operating loss decreased quarter on quarter to R122 million, due to increased gold production.

**Doornkop**

Indicator  
 Units  
 June  
 2013  
 March  
 2013  
 %  
 variance  
 Tonnes  
 000  
 242  
 249  
 (3)  
 Grade  
 g/t

3.55  
 3.60  
 (1)  
 Gold produced  
 kg  
 859  
 897  
 (4)  
 Cash operating costs  
 R/kg  
 332 516  
 295 429  
 (13)  
 Operating profit  
 R'000  
 79 158  
 150 231  
 (47)

Doornkop's recovered grade remained stable at 3.55g/t while tonnes milled decreased by 3% quarter on quarter to 242 000t. The decrease in tonnes was due to illegal labour disruptions during the quarter, lasting about four days, resulting in a 4% decrease in gold production to 859kg. The appropriate action was taken regarding the labour unrest and no further disruptions were reported during the quarter.

Lower gold production and an increase in electricity, plant and stores costs during the quarter, resulted in a 13% increase in operating costs to R332 516/kg, impacting on the operating profit quarter on quarter.

**Phakisa**

Indicator  
 Units  
 June  
 2013  
 March  
 2013  
 %  
 variance  
 Tonnes  
 000  
 133  
 109  
 22  
 Grade  
 g/t  
 4.38  
 4.44  
 (1)  
 Gold produced  
 kg  
 583  
 484  
 20

Cash operating costs

R/kg

444 168

505 324

12

Operating profit

R'000

(8 941)

(18 147)

51

Phakisa had an improved production quarter despite the underground fire which resulted in a mine stoppage of ten days, followed by a gradual start-up.

Tonnes milled increased by 22% quarter on quarter to 133 000t while recovered grade remained stable at 4.38g/t. Gold produced increased by 20% to 583kg. Cash operating costs improved by 12% to R444 168/kg, due to the increase in gold production. The remedial work at Freddie's No. 3 ventilation shaft is on track and is expected to be completed by the end of calendar year 2013.



7

**Tshepong**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

211

262

(19)

Grade

g/t

3.86

3.93

(2)

Gold produced

kg

815

1 029

(21)

Cash operating costs

R/kg

418 310

340 586

(23)

Operating profit

R'000

2 069

131 961

(98)

During the June 2013 quarter, gold production was 21% lower quarter on quarter at 815kg, due to several labour disruptions, as well as the fire at Phakisa mine, (a linked underground section was halted for ten days due to the impact of the Phakisa fire in this section). These issues have been resolved and Tshepong should perform better in the next quarter. Cash operating costs for the quarter increased in line with the decrease in gold production to R418 310/kg resulting in a lower operating profit of R2 million for the quarter.

**Masimong**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

210

181

16

Grade

g/t

4.00

4.41

(9)

Gold produced

kg

839

799

5

Cash operating costs

R/kg

289 795

287 596

(1)

Operating profit

R'000

114 723

144 950

(21)

Gold production increased by 5% to 839kg quarter on quarter, due to a 16% increase in tonnes milled to 210 000t. The recovered grade decreased by 9% to 4.00g/t and the management team has undertaken to focus more on clean mining during the next quarter.

Cash operating costs increased slightly to R289 795/kg due to the increase in electricity tariffs.

Masimong recorded an operating profit of R115 million during the quarter, compared to R145 million during the March 2013 quarter.

**Hidden Valley (held in Morobe Mining Joint Ventures – 50% of attributable production reflected)**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

457

440

4

Grade

g/t

1.58  
 1.34  
 18  
 Gold produced  
 kg  
 722  
 591  
 22  
 Cash operating costs  
 R/kg  
 487 898  
 515 012  
 5  
 Operating loss  
 R'000  
 (52 066)  
 (20 924)  
 >(100)

Gold production increased by 22% from 591kg in the previous quarter to 722kg, while silver production decreased with 7% from 205 651oz to 191 429oz. Gold production increased due to improved grades delivered to the mill and improved recoveries in the treatment plant, which yielded an 18% increase in recovered grade at 1.58g/t for the quarter. The increase in tonnes milled of 4% quarter-on-quarter to 457 000t, is due to improved mobile fleet availability and an improvement in management of the fleet in the pit.

The main reason for the decrease in silver production is that the over land conveyor was not operating for most of the quarter and more ore was processed out of the Hamata pit which is closer to the plant, but has a low silver content.

Cash operating costs improved quarter on quarter by 5% to R487 898/kg, due to higher gold production.

The operating loss for the quarter of R52 million was as a result of the lower gold price received and the increase in total cash operating costs.

The crusher upgrade was wet commissioned on the 20 June 2013.

Good progress was made with the performance testing of the system.

This will decrease the expected ore movement cost per ton for the coming quarter.

The restructuring of the joint venture management structure to meet both the financial and strategic objectives of the business progressed well during the past quarter. The following major cost saving initiatives will continue to reduce the cash cost per ounce during the September 2013 quarter:

continuation of organisational restructuring started in the June 2013 quarter;

eliminating the need for truck haulage to the treatment plant with the commissioning of the upgraded crusher and OLC system;

re-negotiation of all major contracts.

#### **Target 1**

Indicator

Units

June  
 2013  
 March  
 2013  
 %  
 variance  
 Tonnes  
 000  
 179  
 182  
 (2)  
 Grade  
 g/t  
 5.01  
 5.02  
 (0.2)  
 Gold produced  
 kg  
 897  
 913  
 (2)  
 Cash operating costs  
 R/kg  
 281 223  
 248 585  
 (13)  
 Operating profit  
 R'000  
 147 189  
 195 795  
 (25)

Gold production at Target 1 is slightly down at 897kg, mainly due to lower tonnes milled of 179 000t compared to 182 000t during the previous quarter. Grade remained flat at 5.01g/t. Cash operating costs increased by 13% quarter on quarter to R281 223/kg, due to higher electricity costs and maintenance costs on the equipment and the fridge plants.

Despite the higher costs and the lower gold price received, Target 1 recorded an operating profit of R147 million during the quarter.

**Bambanani**

Indicator  
 Units  
 June  
 2013  
 March  
 2013  
 %  
 variance  
 Tonnes  
 000  
 55

34  
 62  
 Grade  
 g/t  
 11.16  
 8.76  
 27  
 Gold produced  
 kg  
 614  
 298  
 >100  
 Cash operating costs  
 R/kg  
 201 467  
 388 477  
 48  
 Operating profit  
 R'000  
 143 445  
 23 983  
 >100

Gold production more than doubled from 298kg in the previous quarter to 614kg in the June 2013 quarter. The increase in production comes from both a 27% increase in grade to 11.16g/t and a 62% increase in tonnes milled to 55 000t.

Bambanani is Harmony's lowest cash operating cost producer for the June 2013 quarter, with a 48% decrease in cash operating costs to R201 467/kg, mainly due to higher gold production. As a result, operating profit was substantially higher at R143 million.

**8****Results for the fourth quarter  
and year ended 30 June 2013****Joel**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

151

139

9

Grade

g/t

4.63

5.60

(17)

Gold produced

kg

699

779

(10)

Cash operating costs

R/kg

243 308

207 107

(17)

Operating profit

R'000

133 094

186 638

(29)

Although tonnes milled increased by 9% quarter-on-quarter to

151 000t, grade declined by 17% to 4.63g/t, resulting in a 10%

decrease in gold production to 699kg.

Joel is the second lowest cost producer in the company at R243 308/kg.

Despite lower gold production, Joel recorded an operating profit of

R133 million.

**Unisel**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes milled

000

114

99

15

Grade

g/t

3.75

4.28

(12)

Gold produced

kg

427

424

1

Cash operating costs

R/kg

331 747

318 934

(4)

Operating profit

R'000

40 262

63 267

(36)

Gold production at Unisel increased slightly to 427kg. The 12% decrease in recovered grade was off-set by the 15% increase in tonnes milled at 114 000t for the quarter. The decrease in grade was mainly as a result of lower face grades and an increase in stoping widths.

Unisel recorded an operating profit of R40 million during the quarter, with cash operating costs 4% higher at R331 747/kg as a result of higher electricity, stores and plant costs.

**Target 3**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

73

81

(10)

Grade

g/t

5.74

5.05

14  
 Gold produced  
 kg  
 419  
 409  
 2  
 Cash operating costs  
 R/kg  
 297 759  
 308 220  
 3

Operating profit  
 R'000  
 61 329  
 65 148

(6)  
 Gold production increased by 2% quarter on quarter, despite the 10% decrease in tonnes milled at 73 000t.

Recovered grade was 14% higher quarter on quarter at 5.74g/t, as a result of the increase in face grades and an improvement in the mine call factor.

The operating profit generated was 6% lower at R61 million quarter on quarter, as a result of the lower gold price received. Cash operating costs were 3% lower at R297 759/kg, due to increased gold production.

**Steyn 2**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

12

12

–

Grade

g/t

10.08

11.58

(13)

Gold produced

kg

121

139

(13)

Cash operating costs

R/kg

257 736



228 295

(13)

Operating profit

R'000

19 868

33 485

(41)

Tonnes milled remained flat quarter on quarter at 12 000t. Recovered grade decreased to 10.08g/t from a 30% increase recorded in the previous quarter to a 13% decrease in the current quarter. A further emphasis has been placed on clean mining to improve grades going forward.

Operating profit decreased to R20 million mainly due to the 13% decrease in gold production to 121kg.

**TOTAL SOUTH AFRICAN SURFACE OPERATIONS**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

2 717

2 565

6

Grade

g/t

0.33

0.35

(6)

Gold produced

kg

905

888

2

Cash operating costs

R/kg

324 401

312 931

(4)

Operating profit

R'000

80 625

150 576

(46)

Tonnes milled at the South African surface operations increased by 6% to 2 717 000t, mainly due to higher volumes at Phoenix – resulting in a 2% increase in gold production quarter on quarter from 888kg of gold

to 905 kg of gold.

Recovered grade decreased from 0.35g/t to 0.33g/t quarter-on-quarter, mainly due to lower grades at Phoenix and the surface dumps.

Cash operating costs for the June 2013 quarter were 4% higher at R324 401/kg, while operating profits decreased quarter-on-quarter to R81 million, mainly due to lower gold prices received.

**Kalgold**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

367

332

11

Grade

g/t

0.97

0.93

4

Gold produced

kg

357

309

16

Cash operating costs

R/kg

320 417

354 346

10

Operating profit

R'000

27 082

45 459

(40)

Kalgold's gold production increased by 16% quarter-on-quarter to 357kg, mainly due to an 11% increase in tonnes milled to 367 000t in the June 2013 quarter, supported by a 4% increase in recovered grade at 0.97g/t.

Cash operating costs improved by 10% from the previous quarter to R320 417/kg, due to higher gold production. Total cash operating costs increased due to higher plant costs following maintenance.

Operating profit was lower at R27 million, due to a lower gold price received and an increase in total cash operating costs quarter-on-quarter.

9

**Phoenix (tailings)**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

1 471

1 325

11

Grade

g/t

0.14

0.16

(13)

Gold produced

kg

202

216

(6)

Cash operating costs

R/kg

317 396

254 986

(24)

Operating profit

R'000

24 005

45 371

(47)

Tonnes treated increased by 11% to 1 471 000t, due to the early commissioning of the St Helena cyclone dam. The decrease in recovered grade to 0.14g/t is as a result of lower dissolution during the quarter.

Gold production was 6% lower at 202kg as a result. Phoenix's operating profit decreased from R45 million to R24 million, due to lower gold production and higher cash operating costs as a result of higher than planned reagents and plant rehabilitation costs during the quarter.

**Surface dumps**

Indicator

Units

June

2013

March

2013

%

variance

Tonnes

000

879

908

(3)

Grade

g/t

0.39

0.40

(3)

Gold produced

kg

346

363

(5)

Cash operating costs

R/kg

332 601

312 157

(7)

Operating profit

R'000

29 538

59 746

(51)

Gold production was 5% lower at 346kg during the quarter. Preference was given at the plants to the increased ore deliveries from the underground operations and therefore less capacity was available for surface dumps.

A R30 million operating profit was recorded during the quarter, much lower than the March 2013 quarter, due to lower gold production, a lower gold price received and higher cash operating costs.

## **MINERAL RESOURCES AND MINERAL RESERVES**

### **AS AT 30 JUNE 2013**

Harmony's statement of Mineral Resources and Mineral Reserves as at 30 June 2013 is produced in accordance with the South African Code for the Reporting of Mineral Resources and Mineral Reserves (SAMREC Code) and the Australian Code (JORC Code). The Mineral Resources are reported inclusive of the Mineral Reserves.

The Company's attributable gold equivalent Mineral Resources are declared as 147.7 million ounces (Moz) as at 30 June 2013, a 1.7% decrease year-on-year from the 150.2Moz declared on 30 June 2012. The 1.7% decrease collectively represents mined Resources during the year, together with some geology changes. The gold Resource ounces in South Africa represent 72%, while Papua New Guinea (PNG) gold and gold equivalent ounces represent 28% of Harmony's total Resources as at 30 June 2013.

As at 30 June 2013, Harmony's Mineral Reserves amounted to 51.5Moz of gold, a 2.8% decrease from the 52.9Moz declared on 30 June 2012. The 2.8% decrease collectively represents mined Reserves during the year, change in surface sources Reserves, together with some scope

changes. The gold Reserve ounces in South Africa represent 58% while PNG gold and gold equivalent ounces represent 42% of Harmony's total Reserves as at 30 June 2013.

There were no changes in the Reserves and Resources of Wafi-Golpu (jointly held by Harmony and Newcrest Mining Limited in a 50/50 joint venture) since the pre-feasibility study was completed in 2012 (refer Figure 1 below). On a 100% basis, Golpu continues to host a high grade, quality reserve of 450Mt, containing 12.4Moz of gold and 5.4 million tonnes (Mt) of copper (38.9Moz on a gold equivalent\* basis).

The company's detailed Resources and Reserves declaration will be published in the FY13 Annual Report, which will be made available to shareholders towards the end of October 2013.

**Figure 1.** Geographical distribution of Mineral Resources and Mineral Reserves as at 30 June 2013

**Gold resources including gold**

**Gold reserves including gold**

**equivalent\* (30 June 2013)**

**equivalent\* (30 June 2013)**

South Africa

72%

South Africa

58%

PNG

28%

PNG

42%

\*

*30 June 2013 Gold equivalent based on US\$1 400/oz Au, US\$3.10/lb Cu and US\$23.00/oz Ag at 100% recovery for all metals*

In converting the Mineral Resources to Mineral Reserves the following parameters were applied:

- a gold price of R400 000/kg;

- the Hidden Valley operations and Wafi-Golpu project in the Morobe Mining Joint Venture used prices of US\$1 250/oz Au, US\$21/oz Ag, US\$15/lb Mo and US\$3.10/lb Cu. For Wafi-Golpu, gold equivalent ounces are calculated assuming a US\$1 400/oz Au and US\$3.10/lb Cu and for Hidden Valley US\$23.00/oz Ag was assumed with 100% recovery for all metals.

Harmony's South African Resources to Reserves conversion process as well as four operations Target 1, Masimong, Kalgold and the Phoenix Project were reviewed and audited by SRK Consulting Engineers and Scientists for compliance with the South African Code for Reporting Mineral Resources and Mineral Reserves – SAMREC Code and Sarbanes-Oxley requirements. Harmony's Papua New Guinea Mineral Resources and Mineral Reserves have been independently reviewed by AMC Consultants Pty Ltd for compliance with the standards set out in the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code.

The company's detailed Resources and Reserves declaration will be published in the FY13 Annual Report, which will be made available to shareholders towards the end of October 2013. We use certain terms in

this document such as 'Measured', 'Indicated' and 'Inferred' Resources, which the United States (US) Securities and Exchange Commission (SEC) guidelines strictly prohibit US-registered companies from including in their filings with the SEC. US investors are urged to closely consider the disclosure in our Form 20-F.

**Note:** Au= gold; Cu = copper; Ag = Silver

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**Results for the fourth quarter  
and year ended 30 June 2013**

**MINERAL RESOURCES STATEMENT**

The following tables summarise the Mineral Resources for the South African and Papua New Guinea operations and projects:

**SA underground operations**

Tonnes

(Mt)

g/t

Gold

('000 Kg)

Gold

('000 Oz)

**Measured**

97.0

8.23

799

25 684

**Indicated**

98.2

8.33

818

26 296

**Inferred**

190.7

7.07

1 348

43 337

**Total**

385.9

7.68

2 965

95 317

**SA surface operations**

Tonnes

(Mt)

g/t

Gold

('000 Kg)

Gold

('000 Oz)

**Measured**

382.3

0.30

116

3 743

**Indicated**

680.6

0.25

172

5 518

**Inferred**

107.6

0.64

68

2 205

**Total**

1 170.5

0.30

356

11 466

**South Africa total**

Tonnes

(Mt)

Gold

('000 Kg)

Gold

('000 Oz)

**Measured**

479.3

915

29 427

**Indicated**

778.8

990

31 814

**Inferred**

298.3

1 416

45 542

**Total**

1 556.4

3 321

106 783

**Papua New Guinea**

**Hidden Valley operations**

Tonnes

(Mt)

\*

g/t

Gold

('000 Kg)

\*

Gold

('000 Oz)

\*

Equity

Gold

('000 Oz)

\*\*

**Measured**



1.4  
1.17  
2  
52  
26  
**Indicated**  
118.6  
1.49  
176  
5 676  
2 838  
**Inferred**  
7.0  
1.13  
8  
254  
127  
**Total**  
127.0  
1.46  
186  
5 982  
2 991  
**Wafi-Golpu system**  
Tonnes  
(Mt)  
\*  
g/t  
Gold  
(‘000 Kg)  
\*  
Gold  
(‘000 Oz)  
\*  
Equity  
Gold  
(‘000 Oz)  
\*\*  
**Measured**  
—  
—  
—  
—  
—  
**Indicated**  
923.5  
0.77  
714  
22 958  
11 479  
**Inferred**

252.5

0.70

177

5 686

2 843

**Total**

1 176.0

0.76

891

28 644

14 322

*\* Represents Harmony/Newcrest joint venture 100% portion*

*\*\* Represents Harmony's 50% portion*

**Equivalent gold ounces**

**Hidden Valley operations**

Equivalent Gold

('000 Oz)

\*

Equity Equivalent

Gold

('000 Oz)

\*\*

**Measured**

66

33

**Indicated**

7 436

3 718

**Inferred**

352

176

**Total**

7 854

3 927

**Wafi-Golpu system**

Equivalent Gold

('000 Oz)

\*

Equity Equivalent

Gold

('000 Oz)

\*\*

**Measured**

—

—

**Indicated**

60 048

30 024

**Inferred**

13 914

6 957

**Total**

73 962

36 981

\* Represents Harmony/Newcrest joint venture 100% portion – gold, silver and copper

\*\* Represents Harmony's 50% portion – gold, silver and copper

In addition to the gold Resources, Harmony also reports on silver, copper and molybdenum from its PNG operations.

**Silver**

Tonnes

(Mt)

\*

g/t

Ag

('000 Kg)

\*

Ag

('000 Oz)

\*\*

Equity

Silver

('000 Oz)

\*\*

**Measured**

1.3

19.1

26

816

408

**Indicated**

922.3

4.3

3 979

127 942

63 971

**Inferred**

236.6

2.0

484

15 556

7 778

**Total**

1 160.2

3.9

4 489

144 314

72 157

**Copper**

Tonnes

(Mt)

\*

%

Cu  
(‘000 t)  
\*

Cu  
(M lbs)  
\*

Equity  
Copper  
(M lbs)  
\*\*

**Measured**

—  
—  
—  
—  
—

**Indicated**

810.0  
0.92  
7 492  
16 517  
8 258

**Inferred**

229.8  
0.70  
1 608  
3 544  
1 772

**Total**

1 039.8  
0.88  
9 100  
20 061  
10 030

**Molybdenum**

Tonnes  
(Mt)  
\*

ppm  
Mo  
(‘000 t)  
\*

Mo  
(M lbs)  
\*

Equity  
Molybdenum  
(M lbs)  
\*\*

**Measured**

—

-  
-  
-  
-

**Indicated**

810.0

100

81

179

90

**Inferred**

190.0

75

14

31

15

**Total**

1 000.0

96

95

211

105

*\* Represents Harmony/Newcrest joint venture 100% portion*

*\*\* Represents Harmony's 50% portion*

**11**

**Papua New Guinea including gold equivalents\*\***

Tonnes

(Mt)

Gold

('000 Kg)

Gold

('000 Oz)

**Measured**

0.7

1

33

**Indicated**

521.1

1 049

33 742

**Inferred**

129.7

222

7 133

**Total**

651.5

1 272

40 908

*\*\* Represents Harmony's 50% portion*

**Total Harmony including gold equivalents\*\***

Tonnes

(Mt)

Gold

('000 Kg)

Gold

('000 Oz)

**Measured**

480.1

916

29 460

**Indicated**

1 299.8

2 039

65 556

**Inferred**

428.0

1 638

52 675

**Total**

2 207.9

4 593

147 691

*\*\* Represents SA Total and Harmony's 50% portion from PNG*

**Mineral Resources reconciliation: FY12 to FY13**

Q

Gold equivalents

Q Gold

0

20

40

60

80

100

120

140

160

180

23.7

1.8

0.7

23.7

124.0

126.5

June 2012 –  
gold & gold  
equivalents

Mined

during

FY13

Geology

changes

June 2013 –

gold & gold

equivalents

Moz

**Gold Equivalent Mineral Resources Reconciliation – FY12 to FY13**

Gold

(tonnes)

Gold

(Moz)

**June 2012 – gold and gold equivalents**

**4 672**

**150.2**

**Reductions**

Mined during FY13

(56)

(1.8)

Geology changes

(22)

(0.7)

**June 2013 – gold and gold equivalents**

**4 594**

**147.7**

**MINERAL RESERVES STATEMENT**

The following tables show the Mineral Reserves for the South African and Papua New Guinea operations and projects:

**SA underground operations**

Tonnes  
(Mt)  
g/t  
Gold  
(‘000 Kg)  
Gold  
(‘000 Oz)

**Proved**

53.6  
5.93  
318  
10 223

**Probable**

66.8  
5.83  
390  
12 531

**Total**

120.4  
5.87  
708  
22 754

**SA surface operations**

Tonnes  
(Mt)  
g/t  
Gold  
(‘000 Kg)  
Gold  
(‘000 Oz)

**Proved**

371.6  
0.30  
110  
3 554

**Probable**

393.9  
0.27  
107  
3 439

**Total**

765.5  
0.28  
217  
6 993

**South Africa total**

Tonnes



(Mt)  
 Gold  
 ('000 Kg)  
 Gold  
 ('000 Oz)

**Proved**

425.3

428

13 777

**Probable**

460.7

497

15 970

**Total**

886.0

925

29 747

**Papua New Guinea\***

**Hidden Valley operations**

Tonnes

(Mt)

\*

g/t

Gold

('000 Kg)

\*

Gold

('000 Oz)

\*

Equity

Gold

('000 Oz)

\*\*

**Proved**

1.3

1.23

2

52

26

**Probable**

62.4

1.74

108

3 486

1 743

**Total**

63.7

1.73

110

3 538

1 769

**Wafi-Golpu system**

Tonnes

(Mt)

\*

g/t

Gold

('000 Kg)

\*

Gold

('000 Oz)

\*

Equity

Gold

('000 Oz)

\*\*

**Proved**

—

—

—

—

—

**Probable**

450.0

0.86

385

12 388

6 194

**Total**

450.0

0.86

385

12 388

6 194

\* Represents Harmony/Newcrest joint venture 100% portion

\*\* Represents Harmony's 50% portion

**Equivalent gold ounces**

**Hidden Valley operations**

Equivalent Gold

('000 Oz)\*

Equity Equivalent

Gold

('000 Oz)\*\*

**Proved**

66

33

**Probable**

4 456

2 228

**Total**

4 522

2 261

12

**Results for the fourth quarter  
and year ended 30 June 2013**

**Golpu**

Equivalent Gold

('000 Oz)\*

Equity Equivalent

Gold

('000 Oz)\*\*

**Proved**

—

—

**Probable**

38 918

19 459

**Total**

38 918

19 459

\* Represents Harmony/Newcrest joint venture 100% portion – gold, silver and copper

\*\* Represents Harmony's 50% portion – gold, silver and copper

In addition to the gold Reserves, Harmony also reports on silver, copper and molybdenum from its PNG operations.

**Silver**

Tonnes

(Mt)

\*

g/t

Ag

('000 Kg)

\*

Ag

('000 Oz)

\*\*

Equity

Silver

('000 Oz)

\*\*

**Proved**

1.3

20.4

25

818

409

**Probable**

507.8

4.8

2 450

78 758

39 379

**Total**

509.1

4.9

2 475

79 576

39 788

**Copper**

Tonnes

(Mt)

\*

%

Cu

('000 t)

\*

Cu

(M lbs)

\*

Equity

Copper

(M lbs)

\*\*

**Proved**

—

—

—

—

—

**Probable**

450.0

1.21

5 436

11 984

5 992

**Total**

450.0

1.21

5 436

11 984

5 992

**Molybdenum**

Tonnes

(Mt)

\*

ppm

Mo

('000 t)

\*

Mo

(M lbs)

\*

Equity

Molybdenum

(M lbs)

\*\*

**Proved**

—  
—  
—  
—  
—

**Probable**

450.0  
81  
36  
80  
40

**Total**

450.0  
81  
36  
80  
40

*\* Represents Harmony/Newcrest joint venture 100% portion*

*\*\* Represents Harmony's 50% portion*

**Papua New Guinea including gold equivalents\*\***

Tonnes  
(Mt)  
Gold  
(‘000 Kg)  
Gold  
(‘000 Oz)

**Proved**

0.6  
1  
33

**Probable**

256.2  
675  
21 686

**Total**

256.8  
676  
21 719

*\*\* Represents Harmony's 50% portion*

**Harmony Group including gold equivalents \*\***

Tonnes  
(Mt)  
Gold  
(‘000 Kg)  
Gold  
(‘000 Oz)

**Proved**

425.9  
430

13 809

**Probable**

716.9

1 171

37 657

**Total**

1 142.8

1 601

51 466

*\*\* Represents SA Total and Harmony's 50% portion from PNG*

**Mineral Reserves reconciliation: FY12 to FY13**

Underground:

22.8Moz @ 5.87 g/t

PNG:

7.9Moz @ 0.96 g/t

SA surface:

7Moz @ 0.28 g/t

Gold equivalents

Gold

1.5

0.8

0.9

June

2012

Mined

during

FY13

Surface

Sources

Scope

changes

June

2013

Moz

0

10

20

30

40

50

60

13.8

13.8

37.7

39.1

**Gold Equivalent Mineral Reserves Reconciliation – FY12 to FY13**

Gold

(tonnes)

Gold

(Moz)

**June 2012 – gold and gold equivalents**

**1 645**

**52.9**

**Reductions**

Mined during FY13

(46)

(1.5)

Surface Sources

(25)

(0.8)

**Increase**

Scope changes

28

0.9

**June 2013 – gold and gold equivalents**

**1 602**

**51.5**

## 13

Exploration highlights

**INTERNATIONAL (PAPUA NEW GUINEA)****Morobe Mining Joint Venture (MMJV) (50% Harmony)****Wafi-Golpu*****Remodelling and future of the Wafi-Golpu project***

Further to what is said in the chief executive's review about this project on page 4, the Golpu and Wafi deposit remodelling incorporating the latest ore body data has been completed. This scope included the estimation of metallurgical recovery for all processing options available which are dependent on oxidation, rock-type and metal grades.

During the quarter a total of 12 237.7m were drilled. The rig fleet has decreased from 7 to 5 rigs during the month in preparation for the plan of 4 rigs operating on the project in FY14. Another drill rig will be demobbed by the end of the first week of July. Two rigs are currently assigned to the Golpu Resource Definition program, 2 rigs currently assigned to brownfields exploration and 1 rig is completing the final decline path geotechnical hole, after which it will be demobbed.

Drilling in the June 2013 quarter targeted the Golpu Upper Mine Zone volume which demonstrated grade continuity and extended porphyry

content in the south western quadrant, between Golpu and Golpu West. Intercepts include:

WR459

615.8m @ 0.57g/t Au, 0.54% Cu from 490m

WR464

546m @ 0.43g/t Au, 0.84% Cu from 224m

WR474

752m @ 0.48g/t Au, 0.91% Cu from 118m

WR475

1 014m @ 0.34g/t Au, 0.68% Cu from 274m

WR476

566m @ 0.70g/t Au, 1.37% Cu from 548m

WR479^ 1 084m @ 0.71g/t Au, 1.31% Cu from 114m

WR481

646m @ 0.53g/t Au, 0.81% Cu from 125m

WR484^ 504m @ 0.48g/t Au, 1.15% Cu from 179m

*^ Partial result reported*

Since the Golpu Mineral Resource in June 2012, the majority of drilling has been focussed in the upper mineralised zone with 20 holes for 22 194m. This program has extended high grade mineralisation 50m to the north and demonstrated high grade continuity of multiple porphyry intercepts enabling the northern porphyry shape to be defined a single north-south trending intrusive complex.

The results of the combined drilling indicate increased gold and copper grades immediately above the Reid Fault in the vicinity of the Upper Mine Zone (Lift 1 PFS volume). The drill spacing in this area is now approximately 100m, enabling detailed geological interpretations and modelling.

June 2013 Quarter intercepts in the lower mineralised volume include:

WR472W\_1



1 240m @ 0.43 g/t Au, 0.55% Cu from 1 008m

WR472W\_1 was completed to 2 250.1m, the deepest hole drilled to date at Golpu. The hole demonstrated continuity of porphyry and associated mineralisation throughout the PFS lift 2/3 volumes and beyond to the 3450mRL, 150m deeper than any previous drilling. Since the Golpu June 2012 Mineral Resource update 4 holes for 8 107m have been drilled targeting the lower mineralised volume below the Reid Fault. The holes demonstrate vertical continuity of porphyry and associated mineralisation at depth. Mineralisation remains open below the Lower Mine Zone (PFS lift 3 volume).

Brownfields drilling continued in two areas testing shallow epithermal high grade gold targets around the defined diatreme margin and porphyry copper-gold mineralisation at the Miapili prospect, 600m NE of Golpu.

**Figure 1.** Figure showing the Upper Mine intercepts Results

14

**Results for the fourth quarter  
and year ended 30 June 2013**

The mineralisation style in WR483 is similar to previous Northern Zone holes WR392, WR397 and WR426.

Mineralisation is quartz-carbonate-pyrite

veining in strongly argillic altered sediment. The intercepts are 100m north and 100m west of WR392 and WR426.

Brownfields exploration assay results this quarter from the Northern Zone epithermal prospect returned multiple high grade gold intercepts from WR483:

WR483

12m @ 1.12g/t Au from 98m

WR483

32m @ 3.16 g/t Au from 272m

WR483

20m @ 7.38 g/t Au from 320m

WR483

22m @ 4.83 g/t Au from 364m

The Northern Zone appears to be a Wafi Link Zone analogue with similar 30° – 35° east dipping orientation. Based on the current four intercepts, Northern Zone has dimensions of at least 100m (east-west) and 200m (north-south) and remains open to the north. As with Link Zone, Northern Zone exhibits multiple high grade intercepts within a broad gold zone.

Drilling at Miapili is underway to test for porphyry copper-gold mineralisation to the west and below WR315 (534m @ 0.34 g/t Au and 0.08% Cu). Assays are not yet available.

The intersection of porphyry mineralisation in this hole would extend the Golpu northwesterly trend and currently represents the highest potential for a new porphyry discovery within the Wafi Golpu project.

**Figure 2.** Figure showing the Upper and Lower Mine intercepts from the June 2013 quarter

**Figure 3.** New gold intersections in the Northern Zone indicate a potential high grade Link Zone like structure

**15**

**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

**Q4 FY13**

**Results for the**

**fourth quarter and year**

**ended 30 June 2013**

**(Rand)**

16

17

**Results for the fourth quarter  
and year ended 30 June 2013**

Operating results

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

Three  
months

Ended

South Africa

Hidden

Valley

Harmony

Total

Underground production

Surface production

Total

South Africa

Kusasaletu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bambanani

Joel

Unisel

Target 3

Steyn 2

Total

Under-  
ground

Phoenix

Dumps

Kalgold

Total

Surface

**Ore milled**

**- t'000**

**Jun-13**

**212**

**242**

**133**

**211**

**210**

**179**

**55**

**151**

**114**

**73**

**12**

**1 592**

**1 471**

**879**

**367**

**2 717**

**4 309**

**457**

**4 766**

Mar-13

33

249

109

262

181

182

34

139

99

81

12

1 381

1 325

908

332

2 565

3 946

440

4 386

**Gold produced**

**- kg**

**Jun-13**

**688**

**859**

**583**

**815**

**839**

**897**

**614**

**699**

**427**

**419**

**121**

**6 961**

**202**

**346**

**357**

**905**

**7 866**

**722**

**8 588**

Mar-13

49  
897  
484  
1 029  
799  
913  
298  
779  
424  
409  
139  
6 220  
216  
363  
309  
888  
7 108  
591  
7 699

**Gold produced**

**- oz**

**Jun-13**

**22 120**  
**27 617**  
**18 744**  
**26 203**  
**26 974**  
**28 839**  
**19 741**  
**22 473**  
**13 728**  
**13 471**  
**3 890**  
**223 800**  
**6 494**  
**11 124**  
**11 478**  
**29 096**  
**252 896**  
**23 213**  
**276 109**

**Mar-13**

**1 575**  
**28 839**  
**15 561**  
**33 083**  
**25 688**  
**29 354**  
**9 581**  
**25 045**  
**13 632**

13 150  
4 469  
199 977  
6 945  
11 671  
9 935  
28 551  
228 528  
19 001  
247 529  
**Yield –  
g/tonne  
Jun-13**  
**3.25**  
**3.55**  
**4.38**  
**3.86**  
**4.00**  
**5.01**  
**11.16**  
**4.63**  
**3.75**  
**5.74**  
**10.08**  
**4.37**  
**0.14**  
**0.39**  
**0.97**  
**0.33**  
**1.83**  
**1.58**  
**1.80**  
Mar-13  
1.48  
3.60  
4.44  
3.93  
4.41  
5.02  
8.76  
5.60  
4.28  
5.05  
11.58  
4.50  
0.16  
0.40  
0.93  
0.35  
1.80  
1.34

1.76

**Cash operating costs**

– R/kg

**Jun-13**

**577 337**

**332 516**

**444 168**

**418 310**

**289 795**

**281 223**

**201 467**

**243 308**

**331 747**

**297 759**

**257 736**

**340 394**

**317 396**

**332 601**

**320 417**

**324 401**

**338 554**

**487 898**

**351 109**

Mar-13

6 564 347

295 429

505 324

340 586

287 596

248 585

388 477

207 107

318 934

308 220

228 295

355 075

254 986

312 157

354 346

312 931

349 810

515 012

362 491

**Cash operating costs**

– \$/oz

**Jun-13**

**1 900**

**1 094**

**1 462**



1 377  
954  
926  
663  
801  
1 092  
980  
848  
1 120  
1 045  
1 095  
1 054  
1 068  
1 114  
1 606  
1 156  
Mar-13  
22 891  
1 030  
1 762  
1 187  
1 003  
867  
1 354  
722  
1 112  
1 075  
796  
1 238  
889  
1 088  
1 235  
1 091  
1 220  
1 795  
1 264  
**Cash operating  
costs  
– R/tonne**  
**Jun-13**  
1 874  
1 180  
1 947  
1 616  
1 158  
1 409  
2 249  
1 126  
1 243  
1 709  
2 599

1 488

44

131

312

108

618

771

633

Mar-13

9 747

1 064

2 244

1 338

1 270

1 247

3 405

1 161

1 366

1 556

2 644

1 599

42

125

330

108

630

692

636

**Gold sold**

**- Kg**

**Jun-13**

427

793

568

793

816

934

597

700

415

436

118

6 597

205

358

301

864

7 461

685

8 146

Mar-13

129  
839  
470  
1 000  
777  
865  
290  
703  
412  
388  
135  
6 008  
210  
360  
329  
899  
6 907  
599  
7 506  
**Gold sold**  
**- oz**  
**Jun-13**  
**13 728**  
**25 496**  
**18 262**  
**25 496**  
**26 235**  
**30 029**  
**19 194**  
**22 505**  
**13 343**  
**14 018**  
**3 794**  
**212 100**  
**6 591**  
**11 510**  
**9 677**  
**27 778**  
**239 878**  
**22 023**  
**261 901**  
Mar-13  
4 147  
26 974  
15 111  
32 151  
24 981  
27 810  
9 324  
22 602  
13 246

12 474  
4 340  
193 160  
6 752  
11 574  
10 578  
28 904  
222 064  
19 258  
241 322

**Revenue (R'000)**

**Jun-13**

**175 728**  
**335 584**  
**243 101**  
**339 801**  
**349 828**  
**409 201**  
**256 002**  
**300 268**  
**178 132**  
**190 917**  
**50 327**  
**2 828 889**  
**86 460**  
**151 774**  
**124 248**  
**362 482**  
**3 191 371**  
**291 325**  
**3 482 696**

Mar-13

61 084  
393 842  
221 319  
469 867  
365 507  
406 147  
136 233  
330 439  
193 643  
181 969  
63 311  
2 823 361  
98 617  
169 435  
154 844  
422 896  
3 246 257  
281 787  
3 528 044

**Cash operating  
costs**

**(R'000)**

**Jun-13**

**397 208**

**285 631**

**258 950**

**340 923**

**243 138**

**252 257**

**123 701**

**170 072**

**141 656**

**124 761**

**31 186**

**2 369 483**

**64 114**

**115 080**

**114 389**

**293 583**

**2 663 066**

**352 262**

**3 015 328**

Mar-13

321 653

265 000

244 577

350 463

229 789

226 958

115 766

161 336

135 228

126 062

31 733

2 208 565

55 077

113 313

109 493

277 883

2 486 448

304 372

2 790 820

**Inventory  
movement**

**(R'000)**

**Jun-13**

**(99 945)**

**(29 205)**

**(6 908)**

**(3 191)**

(8 033)  
9 755  
(11 144)  
(2 898)  
(3 786)  
4 827  
(727)  
(151 255)  
(1 659)  
7 156  
(17 223)  
(11 726)  
(162 981)  
(8 871)  
(171 852)

Mar-13

25 111  
(21 389)  
(5 111)  
(12 557)  
(9 232)  
(16 606)  
(3 516)  
(17 535)  
(4 852)  
(9 241)  
(1 907)  
(76 835)  
(1 831)  
(3 624)  
(108)  
(5 563)  
(82 398)  
(1 661)  
(84 059)

**Operating costs**

**(R'000)**

**Jun-13**

**297 263**  
**256 426**  
**252 042**  
**337 732**  
**235 105**  
**262 012**  
**112 557**  
**167 174**  
**137 870**  
**129 588**  
**30 459**  
**2 218 228**  
**62 455**

**122 236**  
**97 166**  
**281 857**  
**2 500 085**  
**343 391**  
**2 843 476**  
Mar-13  
346 764  
243 611  
239 466  
337 906  
220 557  
210 352  
112 250  
143 801  
130 376  
116 821  
29 826  
2 131 730  
53 246  
109 689  
109 385  
272 320  
2 404 050  
302 711  
2 706 761  
**Operating profit**  
**(R'000)**  
**Jun-13**  
**(121 535)**  
**79 158**  
**(8 941)**  
**2 069**  
**114 723**  
**147 189**  
**143 445**  
**133 094**  
**40 262**  
**61 329**  
**19 868**  
**610 661**  
**24 005**  
**29 538**  
**27 082**  
**80 625**  
**691 286**  
**(52 066)**  
**639 220**  
Mar-13  
(285 680)  
150 231

(18 147)  
131 961  
144 950  
195 795  
23 983  
186 638  
63 267  
65 148  
33 485  
691 631  
45 371  
59 746  
45 459  
150 576  
842 207  
(20 924)  
821 283  
**Operating profit**  
**(\$'000)**  
**Jun-13**  
**(12 861)**  
**8 376**  
**(946)**  
**219**  
**12 139**  
**15 574**  
**15 178**  
**14 084**  
**4 261**  
**6 489**  
**2 102**  
**64 615**  
**2 541**  
**3 126**  
**2 866**  
**8 533**  
**73 148**  
**(5 508)**  
**67 640**  
Mar-13  
(32 021)  
16 838  
(2 034)  
14 792  
16 247  
21 946  
2 687  
20 919  
7 091  
7 302  
3 754



77 521

5 086

6 696

5 095

16 877

94 398

(2 346)

92 052

**Capital  
expenditure**

**(R'000)**

**Jun-13**

**147 930**

**63 733**

**95 553**

**83 853**

**46 164**

**69 279**

**26 381**

**43 495**

**20 999**

**41 158**

**921**

**639 466**

**12 746**

**1 865**

**12 369**

**26 980**

**666 446**

**137 986**

**804 432**

Mar-13

55 038

70 686

84 169

78 011

44 020

73 877

20 937

37 419

21 442

35 551

847

521 997

19 068

2 360

1 426

22 854

544 851

132 378

677 229

**Capital  
expenditure**

**(\$'000)**

**Jun-13**

**15 653**

**6 744**

**10 111**

**8 873**

**4 885**

**7 331**

**2 791**

**4 602**

**2 222**

**4 355**

**97**

**67 664**

**1 349**

**197**

**1 309**

**2 855**

**70 519**

**14 601**

**85 120**

**Mar-13**

**6 169**

**7 923**

**9 434**

**8 744**

**4 934**

**8 281**

**2 347**

**4 194**

**2 403**

**3 985**

**95**

**58 509**

**2 137**

**264**

**160**

**2 561**

**61 070**

**14 838**

**75 908**

18

19

**Results for the fourth quarter  
and year ended 30 June 2013**

Operating results – Year on Year  
(Rand/Metric) (US\$/Imperial)

Year

Ended

South Africa

Hidden

Valley

Total

Continuing

Operations

Underground production

Surface production

Other

Total

South

Africa

Kusasaletu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bambanani

Joel

Unisel

Target 3

Steyn 2

Total

Under-

ground

Phoenix

Dumps

Kalgold

Total

Surface

**Ore milled**

**– t'000**

**Jun-13**

**711**

**1 008**

**512**

**1 040**

**868**

**717**

**164**

**611**

**446**

323  
47  
6 447  
5 358  
3 326  
1 398  
10 082  
—  
16 529  
1 844  
18 373  
Jun-12  
1 197  
928  
521  
1 233  
933  
788  
159  
557  
394  
316  
38  
7 064  
4 996  
2 986  
1 342  
9 324  
—  
16 388  
1 766  
18 154  
**Gold produced**  
— kg  
**Jun-13**  
2 740  
3 631  
2 434  
4 154  
3 616  
3 967  
1 606  
3 228  
1 813  
1 626  
477  
29 292  
827  
1 279  
1 332  
3 438

—  
**32 730**  
**2 644**  
**35 374**  
Jun-12  
5 633  
3 075  
2 541  
5 287  
3 220  
3 630  
1 044  
2 663  
1 593  
1 123  
330  
30 139  
822  
1 509  
1 041  
3 372  
—  
33 511  
2 762  
36 273  
**Gold produced**  
**— oz**  
**Jun-13**  
**88 093**  
**116 738**  
**78 255**  
**133 554**  
**116 256**  
**127 542**  
**51 635**  
**103 782**  
**58 289**  
**52 277**  
**15 335**  
**941 756**  
**26 588**  
**41 121**  
**42 825**  
**110 534**  
—  
**1 052 290**  
**85 007**  
**1 137 297**  
Jun-12  
181 105  
98 863

81 695  
169 980  
103 526  
116 708  
33 565  
85 618  
51 216  
36 106  
10 609  
968 991  
26 428  
48 515  
33 469  
108 412  
—  
1 077 403  
88 800  
1 166 203  
**Yield –  
g/tonne**  
**Jun-13**  
**3.85**  
**3.60**  
**4.75**  
**3.99**  
**4.17**  
**5.53**  
**9.79**  
**5.28**  
**4.07**  
**5.03**  
**10.15**  
**4.54**  
**0.15**  
**0.38**  
**0.95**  
**0.34**  
—  
**1.98**  
**1.43**  
**1.93**  
Jun-12  
4.71  
3.31  
4.88  
4.29  
3.45  
4.61  
6.57  
4.78  
4.04

3.55  
 7.74  
 4.26  
 0.16  
 0.51  
 0.78  
 0.36

–  
 2.04  
 1.56  
 2.00

**Cash operating costs**

– R/kg

**Jun-13**  
**553 358**  
**296 714**  
**405 077**  
**343 895**  
**272 403**  
**238 840**  
**292 136**  
**206 737**  
**315 136**  
**316 547**  
**286 067**  
**317 478**  
**279 615**  
**337 428**  
**303 729**  
**310 465**

–  
**316 742**  
**456 803**  
**327 210**

Jun-12  
 261 167  
 285 269  
 319 317  
 243 087  
 263 900  
 234 625  
 470 696  
 208 807  
 312 957  
 380 267  
 359 415  
 273 232  
 241 309  
 247 510  
 293 658

260 245

—

271 923

309 230

274 767

**Cash operating**

**costs**

— \$/oz

**Jun-13**

**1 951**

**1 046**

**1 428**

**1 212**

**960**

**842**

**1 030**

**729**

**1 111**

**1 116**

**1 009**

**1 119**

**986**

**1 190**

**1 071**

**1 095**

—

**1 117**

**1 611**

**1 154**

Jun-12

1 046

1 142

1 279

973

1 057

940

1 885

836

1 253

1 523

1 439

1 094

966

991

1 176

1 042

—

1 089

1 238

1 100



**Cash operating**

**costs**

**– R/tonne**

**Jun-13**

**2 132**

**1 069**

**1 926**

**1 374**

**1 135**

**1 321**

**2 861**

**1 092**

**1 281**

**1 594**

**2 903**

**1 442**

**43**

**130**

**289**

**106**

**–**

**627**

**655**

**630**

**Jun-12**

**1 229**

**945**

**1 557**

**1 042**

**911**

**1 081**

**3 091**

**998**

**1 265**

**1 351**

**2 781**

**1 164**

**40**

**125**

**228**

**94**

**–**

**555**

**484**

**548**

**Gold sold**

**– Kg**

**Jun-13**

**2 698**

**3 550**

**2 423**

4 135  
3 598  
3 925  
1 591  
3 192  
1 804  
1 613  
473  
29 002  
805  
1 278  
1 263  
3 346  
—  
32 348  
2 622  
34 970  
Jun-12  
5 559  
3 049  
2 528  
5 262  
3 203  
3 645  
1 039  
2 679  
1 588  
1 129  
329  
30 010  
832  
1 516  
1 046  
3 394  
—  
33 404  
2 778  
36 182  
**Gold sold**  
— oz  
**Jun-13**  
86 742  
114 135  
77 902  
132 944  
115 679  
126 191  
51 152  
102 625  
58 000  
51 859

15 207  
932 436  
25 882  
41 088  
40 607  
107 577  
—  
1 040 013  
84 299  
1 124 312  
Jun-12  
178 726  
98 027  
81 277  
169 177  
102 979  
117 189  
33 405  
86 132  
51 055  
36 298  
10 578  
964 843  
26 749  
48 740  
33 630  
109 119  
—  
1 073 962  
89 315  
1 163 277  
**Revenue (R'000)**  
**Jun-13**  
1 212 834  
1 615 027  
1 102 618  
1 886 777  
1 639 903  
1 794 310  
717 434  
1 451 977  
824 716  
737 285  
215 105  
13 197 986  
365 212  
578 805  
570 694  
1 514 711  
– 14 712 697  
1 189 031

**15 901 728**

Jun-12

2 319 867

1 283 708

1 063 753

2 218 684

1 348 804

1 525 478

424 105

1 124 316

671 513

472 245

125 415

12 577 888

349 054

636 715

442 203

1 427 972

– 14 005 860

1 163 444

15 169 304

**Cash operating  
costs**

**(R'000)**

**Jun-13**

**1 516 201**

**1 077 368**

**985 957**

**1 428 541**

**985 011**

**947 479**

**469 171**

**667 347**

**571 341**

**514 705**

**136 454**

**9 299 575**

**231 242**

**431 570**

**404 567**

**1 067 379**

**– 10 366 954**

**1 207 788**

**11 574 742**

Jun-12

1 471 151

877 201

811 384

1 285 200

849 759

851 689

491 407  
556 053  
498 541  
427 040  
105 668  
8 225 093  
198 356  
373 492  
305 698  
877 546

—  
9 102 639  
854 093  
9 956 732

**Inventory  
movement  
(R'000)**

**Jun-13**  
**(32 663)**  
**(35 084)**  
**(3 626)**  
**(1 514)**  
**(10 316)**  
**(10 387)**  
**(13 307)**  
**(13 356)**  
**(4 018)**  
**(6 242)**  
**(1 552)**  
**(132 065)**  
**(6 306)**  
**(4 707)**  
**(27 909)**  
**(38 922)**

—  
**(170 987)**  
**(4 079)**  
**(175 066)**

Jun-12  
(32 228)  
(14 915)  
(8 728)  
(9 835)  
(6 364)  
2 952  
2 033  
9 389  
(4 483)  
1 107  
(1 715)  
(62 787)

3 443  
11 109  
5 018  
19 570  
—  
(43 217)  
(2 835)  
(46 052)  
**Operating costs**  
**(R'000)**  
**Jun-13**  
**1 483 538**  
**1 042 284**  
**982 331**  
**1 427 027**  
**974 695**  
**937 092**  
**455 864**  
**653 991**  
**567 323**  
**508 463**  
**134 902**  
**9 167 510**  
**224 936**  
**426 863**  
**376 658**  
**1 028 457**  
**– 10 195 967**  
**1 203 709**  
**11 399 676**  
Jun-12  
1 438 923  
862 286  
802 656  
1 275 365  
843 395  
854 641  
493 440  
565 442  
494 058  
428 147  
103 953  
8 162 306  
201 799  
384 601  
310 716  
897 116  
—  
9 059 422  
851 258  
9 910 680

**Operating profit**

**(R'000)**

**Jun-13**

**(270 704)**

**572 743**

**120 287**

**459 750**

**665 208**

**857 218**

**261 570**

**797 986**

**257 393**

**228 822**

**80 203**

**4 030 476**

**140 276**

**151 942**

**194 036**

**486 254**

**-**

**4 516 730**

**(14 678)**

**4 502 052**

**Jun-12**

**880 944**

**421 422**

**261 097**

**943 319**

**505 409**

**670 837**

**(69 335)**

**558 874**

**177 455**

**44 098**

**21 462**

**4 415 582**

**147 255**

**252 114**

**131 487**

**530 856**

**-**

**4 946 438**

**312 186**

**5 258 624**

**Operating profit**

**(\$'000)**

**Jun-13**

**(30 685)**

**64 922**

**13 635**

**52 113**

75 402

97 167

29 649

90 453

29 176

25 938

9 092

456 862

15 900

17 224

21 995

55 119

—

511 981

(1 664)

510 317

Jun-12

113 417

54 256

33 615

121 447

65 069

86 366

(8 927)

71 952

22 846

5 677

2 764

568 482

18 959

32 459

16 928

68 346

—

636 828

40 192

677 020

**Capital**

**expenditure**

**(R'000)**

**Jun-13**

419 566

285 427

337 462

310 494

170 610

331 010

115 390

159 682

77 930

145 073



**3 830**  
**2 356 474**  
**156 064**  
**14 744**  
**52 470**  
**223 278**  
**26 544**  
**2 606 296**  
**505 888**  
**3 112 184**

Jun-12

415 444  
293 708  
302 342  
287 921  
207 941  
258 570  
185 655  
84 056  
71 068  
89 535  
80 414  
2 276 654  
29 517  
23 884  
76 403  
129 804  
31 540  
2 437 998  
296 463  
2 734 461

**Capital  
expenditure**

**(\$'000)**

**Jun-13**

**47 559**  
**32 354**  
**38 252**  
**35 195**  
**19 339**  
**37 521**  
**13 080**  
**18 100**  
**8 833**  
**16 444**  
**434**  
**267 111**  
**17 690**  
**1 671**  
**5 948**  
**25 309**

**3 009**  
**295 429**  
**57 343**  
**352 772**  
Jun-12  
53 486  
37 813  
38 925  
37 068  
26 771  
33 290  
23 902  
10 822  
9 150  
11 527  
10 353  
293 107  
3 800  
3 075  
9 836  
16 711  
4 061  
313 879  
38 168  
352 047

20

**Results for the fourth quarter  
and year ended 30 June 2013**

CONDENSED CONSOLIDATED INCOME STATEMENTS

(Rand)

**Quarter ended**

**Year ended**

30 June

31 March

30 June

30 June

30 June

2013

2013

2012

2013

2012

Figures in million

Note

(Unaudited)

(Unaudited)

(Unaudited)

(Audited)

**Continuing operations**

Revenue

3 483

3 528

3 934

15 902

15 169

Cost of sales

2

(6 173)

(3 283)

(3 325)

(16 468)

(12 137)

Production costs

(2 844)

(2 707)

(2 639)

(11 400)

(9 911)

Amortisation and depreciation

(501)

(459)

(548)

(1 942)

(1 921)

(Impairment)/reversal of impairment of assets

(2 733)

-
60
(2 733)
60
Other items
(95)
(117)
(198)
(393)
(365)
<b>Gross (loss)/profit</b>
<b>(2 690)</b>
<b>245</b>
<b>609</b>
<b>(566)</b>
<b>3 032</b>
Corporate, administration and other expenditure
(127)
(121)
(91)
(465)
(352)
Social investment expenditure
(57)
(25)
(22)
(127)
(72)
Exploration expenditure
(219)
(157)
(161)
(673)
(500)
Profit on sale of property, plant and equipment
4
-
15
34
139
63
Other expenses – net
5
(169)
(138)
(74)
(350)
(50)
<b>Operating (loss)/profit</b>
<b>(3 262)</b>
<b>(181)</b>

**295**

**(2 042)**

**2 121**

Reversal of impairment of investment in associate

—

—

—

—

56

Impairment of investments

6

—

(39)

(144)

(88)

(144)

Net (loss)/gain on financial instruments

(8)

15

12

173

86

Investment income

67

47

33

185

97

Finance cost

(57)

(65)

(69)

(256)

(286)

**(Loss)/profit before taxation**

**(3 260)**

**(223)**

**127**

**(2 028)**

**1 930**

Taxation

(239)

(44)

(200)

(655)

123

Normal taxation

78

(124)

(83)

(271)

(199)  
 Deferred taxation  
 7  
 (317)  
 80  
 (117)  
 (384)  
 322  
**Net (loss)/profit from continuing operations**  
**(3 499)**  
**(267)**  
**(73)**  
**(2 683)**  
**2 053**  
**Discontinued operations**  
 Profit from discontinued operations  
 8  
 –  
 143  
 180  
 314  
 592  
**Net (loss)/profit for the period**  
**(3 499)**  
**(124)**  
**107**  
**(2 369)**  
**2 645**  
*Attributable to:*  
 Owners of the parent  
 (3 499)  
 (124)  
 107  
 (2 369)  
 2 645  
**(Loss)/earnings per ordinary share (cents)**  
 9  
 (Loss)/earnings from continuing operations  
 (809)  
 (62)  
 (17)  
 (621)  
 477  
 Earnings from discontinued operations  
 –  
 33  
 42  
 73  
 137  
**Total (loss)/earnings**  
**(809)**

**(29)**

**25**

**(548)**

**614**

**Diluted (loss)/earnings per ordinary share (cents)**

9

(Loss)/earnings from continuing operations

(809)

(62)

(17)

(621)

476

Earnings from discontinued operations

—

33

42

73

136

**Total diluted (loss)/earnings**

**(809)**

**(29)**

**25**

**(548)**

**612**

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

**21**

The condensed consolidated provisional financial statements (condensed consolidated financial statements) have been prepared by Harmony Gold Mining Company Limited's corporate reporting team headed by Mr Herman Perry, supervised by the financial director, Mr Frank Abbott. They have been approved by the Board of Harmony Gold Mining Company Limited.

The condensed consolidated financial statements for the 12 months ended 30 June 2013 were reviewed by the group's external auditors, PricewaterhouseCoopers Incorporated (see note 18).

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(Rand)

**Quarter ended**

**Year ended**

30 June

31 March

30 June

30 June

30 June

2013

2013

2012

2013

2012

Figures in million

Note

(Unaudited)

(Unaudited)

(Unaudited)

(Audited)

Net (loss)/profit for the period

(3 499)

(124)

107

(2 369)

2 645

Other comprehensive income for the period,

net of income tax

25

510

606

758

1 587

Foreign exchange translation

26

523

506

749

1 485

Movements on investments

6

(1)

(13)



100

9

102

**Total comprehensive (loss)/income for the period**

**(3 474)**

**386**

**713**

**(1 611)**

**4 232**

*Attributable to:*

Owners of the parent

(3 474)

386

713

(1 611)

4 232

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

All items in Other comprehensive income will be reclassified subsequently to profit or loss when specific conditions are met.

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**Results for the fourth quarter  
and year ended 30 June 2013**

CONDENSED CONSOLIDATED BALANCE SHEETS

(Rand)

At

At

At

30 June

31 March

30 June

2013

2013

2012

Figures in million

Note

(Unaudited)

(Audited)

**ASSETS**

**Non-current assets**

Property, plant and equipment

10

32 820

34 911

32 853

Intangible assets

2 191

2 190

2 196

Restricted cash

37

38

36

Restricted investments

2 054

2 050

1 842

Deferred tax assets

7

104

652

486

Investments

11

153

139

146

Inventories

57

57

58

Trade and other receivables

—

6

28

**Total non-current assets**

**37 416**

**40 043**

**37 645**

**Current assets**

Inventories

1 425

1 206

996

Trade and other receivables

1 162

1 482

1 245

Income and mining taxes

132

3

118

Cash and cash equivalents

2 089

3 099

1 773

4 808

5 790

4 132

Assets of disposal groups classified as held for sale

8

—

—

1 423

**Total current assets**

**4 808**

**5 790**

**5 555**

**Total assets**

**42 224**

**45 833**

**43 200**

**EQUITY AND LIABILITIES**

**Share capital and reserves**

Share capital

28 325

28 331

28 331

Other reserves

3 478

3 392

2 444

Retained earnings

503

4 002

3 307

**Total equity**

**32 306**

**35 725**

**34 082**

**Non-current liabilities**

Deferred tax liabilities

3 021

3 244

3 106

Provision for environmental rehabilitation

1 997

1 961

1 865

Retirement benefit obligation

194

188

177

Other provisions

55

48

30

Borrowings

12

2 252

2 238

1 503

**Total non-current liabilities**

**7 519**

**7 679**

**6 681**

**Current liabilities**

Borrowings

12

286

287

313

Income and mining taxes

4

92

1

Trade and other payables

2 109

2 050

1 747

2 399

2 429

2 061

Liabilities of disposal groups classified as held for sale

8

—

—

376

**Total current liabilities**

**2 399**

**2 429**

**2 437**

**Total equity and liabilities**

**42 224**

**45 833**

**43 200**

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

**23**

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Rand)

for the year ended 30 June 2013

Figures in million

Share

capital

Other

reserves

Retained

earnings

Total

Balance – 30 June 2012

28 331

2 444

3 307

34 082

Issue of shares

1

–

–

1

Share-based payments

(7)

274

–

267

Net loss for the period

–

–

(2 369)

(2 369)

Other comprehensive income for the period

–

758

–

758

Option premium on BEE transaction

–

2

–

2

Dividends paid

1

–

–

(435)

(435)

**Balance – 30 June 2013**

**28 325**

**3 478**

**503**

**32 306**

Balance – 30 June 2011

28 305

762

1 093

30 160

Issue of shares

26

–

–

26

Share-based payments

–

95

–

95

Net profit for the period

–

–

2 645

2 645

Other comprehensive income for the period

–

1 587

–

1 587

Dividends paid

2

–

–

(431)

(431)

**Balance – 30 June 2012**

**28 331**

**2 444**

**3 307**

**34 082**

*1. Dividend of 50 SA cents declared on 13 August 2012 and 50 SA cents on 1 February 2013*

*2. Dividend of 60 SA cents declared on 12 August 2011 and 40 SA cents on 2 February 2012*

The statement of changes in equity for the year ended 30 June 2012 has been audited.

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

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**Results for the fourth quarter  
and year ended 30 June 2013**

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(Rand)

**Quarter ended**

**Year ended**

30 June

31 March

30 June

30 June

30 June

2013

2013

2012

2013

2012

Figures in million

(Unaudited)

(Unaudited)

(Unaudited)

(Audited)

**Cash flow from operating activities**

Cash generated by operations

221

204

1 211

3 154

4 551

Interest and dividends received

48

34

20

138

80

Interest paid

(40)

(27)

(38)

(125)

(141)

Income and mining taxes paid

(129)

(70)

(163)

(312)

(277)

**Cash generated by operating activities**

**100**

**141**

**1 030**



2 855

4 213

**Cash flow from investing activities**

Restricted cash transferred from disposal group

–

252

–

–

–

Proceeds on disposal of Evander

–

1 264

–

1 264

–

Proceeds on disposal of investment in associate

–

–

29

–

222

Proceeds on disposal of Evander 6 and Twistdraai

–

–

125

–

125

Proceeds on disposal of Merriespruit South

–

–

–

61

–

Purchase of investments

(14)

(33)

–

(86)

–

Other investing activities

(1)

3

(56)

(4)

(85)

Net additions to property, plant and equipment

1

(938)

(835)

(952)

(3 713)

(3 140)  
**Cash (utilised)/generated by investing activities**  
**(953)**  
**651**  
**(854)**  
**(2 478)**  
**(2 878)**  
**Cash flow from financing activities**  
Borrowings raised  
–  
–  
342  
678  
1 443  
Borrowings repaid  
(156)  
(4)  
(161)  
(333)  
(1 248)  
Ordinary shares issued – net of expenses  
1  
–  
3  
1  
26  
Option premium on BEE transaction  
2  
–  
–  
2  
–  
Dividends paid  
–  
(217)  
–  
(435)  
(431)  
**Cash (utilised)/generated by financing activities**  
**(153)**  
**(221)**  
**184**  
**(87)**  
**(210)**  
**Foreign currency translation adjustments**  
**(4)**  
**17**  
**(14)**  
**26**  
**(45)**  
Net (decrease)/increase in cash and cash equivalents

(1 010)

588

346

316

1 080

Cash and cash equivalents – beginning of period

3 099

2 511

1 427

1 773

693

**Cash and cash equivalents – end of period**

**2 089**

**3 099**

**1 773**

**2 089**

**1 773**

*1. Includes capital expenditure for Wafi-Golpu and other international projects of R133 million in the June 2013 quarter (March 2013: R148 million) (June 2012: R122 million) and R537 million in the 12 months ended 30 June 2013 (June 2012: R314 million).*

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

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## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the year ended 30 June 2013 (Rand)

**1. Accounting policies***Basis of accounting*

The condensed consolidated provisional financial statements are prepared in accordance with the requirements of the JSE Limited Listings Requirements for provisional reports and the requirements of the Companies Act of South Africa. The Listings Requirements require provisional reports to be prepared in accordance with the framework concepts, the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and contain the information required by IAS 34 Interim Financial Reporting. The accounting policies applied in the preparation of the condensed consolidated provisional financial statements are in terms of IFRS and are consistent with those applied in the previous consolidated annual financial statements.

**2.****Cost of sales****Quarter ended****Year ended**

Figures in million

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

30 June

2012

(Audited)

Production costs – excluding royalty

2 799

2 658

2 623

11 183

9 791

Royalty expense

45

49

16

217

120

Amortisation and depreciation

501

459

548  
 1 942  
 1 921  
 Impairment/(reversal of impairment) of assets  
 1  
 2 733  
 –  
 (60)  
 2 733  
 (60)  
 Rehabilitation (credit)/expenditure  
 2  
 (40)  
 10  
 20  
 (24)  
 (17)  
 Care and maintenance cost of restructured shafts  
 16  
 16  
 19  
 68  
 88  
 Employment termination and restructuring costs  
 3  
 39  
 –  
 11  
 46  
 81  
 Share-based payments  
 4  
 45  
 95  
 21  
 266  
 87  
 Other  
 5  
 35  
 (4)  
 127  
 37  
 126  
**Total cost of sales**  
**6 173**  
**3 283**  
**3 325**  
**16 468**  
**12 137**

1. *The impairment in the June 2013 quarter consists of an impairment of R2.68 billion on Hidden Valley, R31 million on St Helena and R27 million on Steyn 2. The net reversal in the June 2012 quarter consists mainly of a reversal of R194 million for Target 1 and an impairment of R126 million on Steyn 2. Refer to note 10 for further detail.*

2. *The credit in the June 2013 quarter relates to a change in estimate following the annual reassessment. The decrease in the 2012 and 2013 years resulted due to the rehabilitation projects completed in the Free State area during both years.*

3. *Included in the June 2013 quarter are amounts relating to the restructuring at Hidden Valley and the introduction of voluntary retrenchment packages in South Africa.*

*The amounts for the 2012 financial year relates to restructuring at the Bambanani shaft.*

4. *Refer to note 3 for details.*

5. *Included in the June 2013 quarter are amounts relating to the change in estimate of gold in lock-up and other stockpiles. The June 2012 quarter includes amounts relating to the change in estimate of gold in lock-up.*

### **3.**

#### **Share-based payments**

This includes the cost relating to the new Employee Share Ownership Plan (ESOP) awards that were granted in August 2012. In terms of the ESOP rules, all employees other than management were awarded a minimum of 100 Scheme Shares and 200 Share Appreciation Rights (SARs), with employees with service longer than 10 years receiving an additional 10%. Both the Scheme Shares and SARs vest in five equal portions on each anniversary of the award. In addition these employees qualify for an additional cash bonus under the SARs in the event that the share price growth is less than R18 per share. The effect of the bonus puts the employees in the position they would have been in had the share price increased by R18 per share since issue date.

Harmony issued 3.5 million shares to the Tlhakanelo Share Trust on 31 August 2012. In addition, 6 817 880 SARs were issued. In terms of IFRS 2, *Share-based Payment*, the SARs includes an equity-settled portion as well as a cash-settled portion related to the cash bonus. The cash-settled portion has been recognised in the balance sheet, the fair value of which will be remeasured at each reporting date. At the annual general meeting on 28 November 2012, the shareholders authorised the acceleration of the vesting from August to March each year.

During the March 2013 quarter, the first portion of the Scheme Shares and SARs awarded in August 2012 vested, resulting in all qualifying employees receiving a minimum value of R1 912 before tax, amounting to a total value of R58 million being distributed in April 2013. During March 2013, new qualifying employees who have not previously received an offer were awarded 80 Scheme Shares and 160 SARs which will vest in four equal portions on each anniversary of the award. A total of 97 040 Scheme Shares and 194 080 SARs were issued by the Tlhakanelo Share Trust for this award.

### **4.**

#### **Profit on sale of property, plant and equipment**

Included in the amount is the transaction for the sale of the Merriespruit South mining right to Witwatersrand Consolidated Gold Resources Limited (Wits Gold) that was completed, resulting in a profit of R60 million during the December 2012 quarter.

**26**

**Results for the fourth quarter  
and year ended 30 June 2013**

**5.**

**Other expenses – net**

(a) Included in the June 2013 quarter is a foreign exchange translation loss of R161 million (March 2013: R150 million) on the US dollar denominated loan. The effect of foreign exchange changes for the 12 months totals a translation loss of R351 million (June 2012:

R45 million). Refer to note 12 for further details.

(b) On 20 March 2013 Harmony signed transaction and funding agreements to give effect to an empowerment transaction to dispose of 30% of its Free State based Phoenix tailings operation (Phoenix) to BB-BEE shareholders, which includes a free-carry allocation of 5% to a Community Trust that has been created and is currently controlled by Harmony. The transaction closed on 25 June 2013, following the fulfilment of the last condition precedent. In terms of the agreements Phoenix was transferred to a newly incorporated subsidiary (PhoenixCo). The fair value of the net assets for purposes of the transaction was set at R450 million. The awards to the BEE partners have been accounted for as an in-substance option as the BEE partners will only share in the upside of their equity interest in PhoenixCo until the date the financing provided by Harmony is fully repaid. On this date the options will be exercised. The award of the options to the BEE partners is accounted for as an equity-settled share based payment arrangement. The in-substance options carry no vesting conditions and the fair value of the options of R23 million has been expensed on the grant date, 25 June 2013.

**6.**

**Impairment of investments**

A decline in the fair value of the investment in Witwatersrand Consolidated Gold Resource Limited (Wits Gold) during the year resulted in an impairment of R88 million (2012: R144 million) recorded in the income statement.

**7.**

**Deferred taxation**

The net deferred taxation debit in the income statement in the June 2013 quarter is primarily due to the derecognition of the deferred tax asset amounting to R547 million previously recorded for the Hidden Valley operation.

The net deferred taxation debit in the income statement in the June 2012 quarter is mainly due to the annual reassessment of the Life-of-Mine deferred tax rates amounting to R270 million.

**8.**

**Disposal groups classified as held for sale and discontinued operations**

*Evander Gold Mines Limited*

Harmony entered into an agreement to sell its 100% interest in Evander Gold Mines Limited (Evander) to a wholly owned subsidiary of Pan African Resources Plc for R1.5 billion, less certain distributions, during May 2012. The last condition was met on 14 February 2013 and the transaction was completed on 28 February 2013. In terms of the agreement Harmony received a distribution of R210 million and a purchase consideration of R1 314 million. A group profit of R102 million was recorded in the March 2013 quarter.

**9.**

**Earnings and net asset value per share**

**Quarter ended**

**Year ended**

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

30 June

2012

(Audited)

Weighted average number of shares (million)

432.6

431.8

431.4

431.9

430.8

Weighted average number of diluted shares (million)

433.1

432.8

432.3

432.7

432.0

**Total (loss)/earnings per share (cents):**

Basic (loss)/earnings

(809)

(29)

25

(548)

614

Diluted (loss)/earnings

(809)

(29)

25

(548)

612

Headline (loss)/earnings

(186)

(47)

(6)

47

565

– from continuing operations

(186)

(56)



(11)  
(2)  
465  
– from discontinued operations  
–  
9  
5  
49  
100  
Diluted headline (loss)/earnings  
(186)  
(47)  
(6)  
47  
563  
– from continuing operations  
(186)  
(56)  
(11)  
(2)  
463  
– from discontinued operations  
–  
9  
5  
49  
100

27

**Quarter ended**

**Year ended**

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

30 June

2012

(Audited)

Figures in million

**Reconciliation of headline earnings:**

**Continuing operations**

Net (loss)/profit

(3 499)

(267)

(73)

(2 683)

2 053

*Adjusted for:*

Reversal of impairment of investment in associate\*

–

–

–

–

(56)

Impairment of investments\*

–

39

144

88

144

Impairment/(reversal of impairment) of assets

2 733

–

(60)

2 733

(60)

Taxation effect on impairment/(reversal of impairment)

of assets

(38)

–

(34)

(38)

(34)  
 Profit on sale of property, plant and equipment  
 –  
 (15)  
 (34)  
 (139)  
 (63)  
 Taxation effect of profit on sale of property, plant and  
 equipment  
 –  
 –  
 9  
 31  
 16  
**Headline (loss)/earnings\*\***  
**(804)**  
**(243)**  
**(48)**  
**(8)**  
**2 000**  
**Discontinued operations**  
 Net profit  
 –  
 143  
 180  
 314  
 592  
*Adjusted for:*  
 Profit on sale of property, plant and equipment  
 –  
 –  
 (230)  
 –  
 (232)  
 Taxation effect of profit on sale of property, plant and  
 equipment  
 –  
 –  
 71  
 –  
 72  
 Profit on sale of investment in subsidiary\*  
 –  
 (102)  
 –  
 (102)  
 –  
**Headline earnings**  
 –  
**41**  
**21**

212  
 432  
**Total headline (loss)/earnings**  
 (804)  
 (202)  
 (27)  
 204  
 2 432

*\* There is no taxation effect on these items*

*\*\* Write-off of the Hidden Valley deferred tax asset of R547 million is not added back as it is not permitted per the South African Institute of Chartered Accountants Circular on Headline Earnings*

**Net asset value per share**

At  
 30 June  
 2013  
 At  
 31 March  
 2013  
 (Unaudited)

At  
 30 June  
 2012  
 (Audited)

Number of shares in issue

435 289 890  
 435 257 691  
 431 564 236

Net asset value per share (cents)

7 422  
 8 208  
 7 897

**10. Property, plant and equipment and impairment**

One of the most significant assumptions that influence the life-of-mine plans and therefore impairment amount is the expected future gold

price. During this year's testing, we used a short term gold price of US\$1 250, medium term gold price of US\$1 300 and long term gold price

of US\$1 400 per ounce for Hidden Valley and an overall price of R400 000/kg for the South African operations.

A 10% decrease in the gold

price used in the models would have resulted in an additional impairment at Steyn 2 of R17 million, Target 1 of R350 million and the Hidden

Valley operation of R1.96 billion.

**11. Investment in Rand Refinery**

During the June 2013 quarter, an additional 1.4% interest in Rand Refinery was purchased for R14 million. This is in addition to the 7.16%

interest purchased for R72 million in two tranches during the March 2013 and December 2012 quarter. Harmony holds just over 10% interest

in Rand Refinery as at 30 June 2013.

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**Results for the fourth quarter  
and year ended 30 June 2013**

**12. Borrowings**

The Nedbank revolving credit facility was repaid in full during the December 2011 quarter and the full R850 million facility is available until

December 2013. The balance on Nedbank term facilities at 30 June 2013 is R458 million.

Two drawdowns of US\$40 million each (R330 million and R348 million) were made from the US\$300 million syndicated revolving credit facility

during the September and December 2012 quarters, respectively. This takes the drawn level to US\$210 million. The facility is repayable by

September 2015.

The weakening of the Rand against the US dollar resulted in a foreign exchange translation loss of R161 million being recorded against the

borrowings balance in the June 2013 quarter, in addition to the R150 million recorded in the March 2013 quarter. The effect of foreign

exchange changes for the 12 months totals a translation loss of R351 million (2012: R45 million).

**13. Commitments and contingencies**

Figures in million

At

30 June

2013

At

31 March

2013

(Unaudited)

At

30 June

2012

(Audited)

**Capital expenditure commitments**

Contracts for capital expenditure

416

594

519

Authorised by the directors but not contracted for

1 545

958

2 257

**1 961**

**1 552**

**2 776**

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

**Contingent liability**

For a detailed disclosure on contingent liabilities refer to Harmony's annual report for the financial year ended 30 June 2012, available on the

group's website ([www.harmony.co.za](http://www.harmony.co.za)). There were no significant changes in contingencies since 30 June 2012, with the exception of the items

discussed below.

Following the disclosure made in Harmony's annual report for the financial year ended 30 June 2012 relating to silicosis, Harmony and its

subsidiaries, alongside other mining companies operating in South Africa (other respondents) were served with another application to certify a class during January 2013. Harmony, its subsidiaries and other respondents are awaiting a consolidated and supplemented certification application of the two separate applications served.

**14. Subsequent events**

There are no subsequent events to report.

**15. Segment report**

The segment report follows on page 30.

**16. Reconciliation of segment information to consolidated income statements and balance sheet**

Figures in million

**Year ended**

30 June

2013

30 June

2012

Audited

The “Reconciliation of segment information to consolidated financial statements” line item in the segment report is broken down in the following elements, to give a better understanding of the differences between the income statement, balance sheet and segment report:

**Reconciliation of production profit to gross (loss)/profit**

Total segment revenue

16 776

16 574

Total segment production costs

(11 933)

(10 678)

Production profit per segment report

4 843

5 896

Discontinued operations

(341)

(638)

Production profit from continuing operations

4 502

5 258

Cost of sales items, other than production costs and royalty expense

(5 068)

(2 226)

**Gross (loss)/profit as per income statements\***

**(566)**

**3 032**

**29**

Figures in million

**Year ended**

30 June

2013

30 June

2012

**Reconciliation of total segment mining assets to consolidated property, plant and equipment**

Property, plant and equipment not allocated to a segment

Mining assets

836

1 226

Undeveloped property

5 139

5 139

Other non-mining assets

286

110

Wafi-Golpu assets

1 148

553

*Less:* Non-current assets previously classified as held-for-sale

–

(1 124)

**7 409**

**5 904**

*\* The reconciliation was done up to the first recognisable line item on the income statement. The reconciliation will follow the income statement after that.*

**17. Related parties**

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the group, directly or indirectly, including any director (whether executive or otherwise) of the group. During the year, Harmony shares were purchased by certain directors as set out below:

Graham Briggs

14 347 shares

Frank Abbott

73 900 shares

Ken Dicks

20 000 shares

**18. Audit review**

The condensed consolidated financial statements for the year ended 30 June 2013 on pages 20 to 30 have been reviewed in accordance with the International Standards on Review Engagements 2410 – “Review of interim financial information performed by the independent Auditors of the entity” by PricewaterhouseCoopers Inc. Their unqualified review opinion is available for inspection at the company’s registered office.

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Segment report  
(Rand/Metric)  
for the year ended 30 June 2013

**Revenue**

**Production cost**

**Production**

**profit/(loss)**

**Mining assets**

**(1)**

**Capital**

**expenditure**

**#**

**Kilograms**

**produced\***

**Tonnes milled\***

30 June

30 June

30 June

30 June

30 June

30 June

30 June

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

R million

R million

R million

R million

R million

kg

t'000

**Continuing operations**

**South Africa**

**Underground**

Kusasaletu

1 213

2 320



1 484  
1 439  
(271)  
881  
3 435  
3 260  
420  
415  
2 740  
5 633  
711  
1 197  
Doornkop  
1 615  
1 284  
1 042  
862  
573  
422  
3 378  
3 235  
285  
294  
3 631  
3 075  
1 008  
928  
Phakisa  
1 103  
1 064  
982  
803  
121  
261  
4 547  
4 448  
337  
302  
2 434  
2 541  
512  
521  
Tshepong  
1 887  
2 219  
1 427  
1 275  
460  
944  
3 877  
3 693

310  
288  
4 154  
5 287  
1 040  
1 233  
Masimong  
1 640  
1 349  
975  
843  
665  
506  
989  
980  
171  
208  
3 616  
3 220  
868  
933  
Target 1  
1 794  
1 525  
937  
855  
857  
670  
2 704  
2 644  
331  
259  
3 967  
3 630  
717  
788  
Bambanani  
932  
549  
591  
597  
341  
(48)  
882  
944  
119  
266  
2 083  
1 374  
211  
197

Joel

1 452

1 124

654

565

798

559

290

216

160

84

3 228

2 663

611

557

Unisel

825

672

567

494

258

178

656

364

78

71

1 813

1 593

446

394

Target 3

737

472

508

428

229

44

457

345

145

90

1 626

1 123

323

316

**Surface**

All other surface operations

1 515

1 428

1 029

899

486  
529  
264  
233  
250  
162  
3 438  
3 372  
10 082  
9 324  
**Total South Africa**  
**14 713**  
**14 006**  
**10 196**  
**9 060**  
**4 517**  
**4 946**  
**21 479**  
**20 362**  
**2 606**  
**2 439**  
**32 730**  
**33 511**  
**16 529**  
**16 388**  
**International**  
Hidden Valley  
1 189  
1 163  
1 204  
851  
(15)  
312  
3 932  
5 595  
506  
296  
2 644  
2 762  
1 844  
1 766  
**Total international**  
**1 189**  
**1 163**  
**1 204**  
**851**  
**(15)**  
**312**  
**3 932**  
**5 595**  
**506**

296  
2 644  
2 762  
1 844  
1 766  
**Total continuing operations**  
15 902  
15 169  
11 400  
9 911  
4 502  
5 258  
25 411  
25 957  
3 112  
2 735  
35 374  
36 273  
18 373  
18 154  
**Discontinued operations**  
Evander  
874  
1 405  
533  
767  
341  
638  
—  
992  
140  
177  
1 955  
3 369  
390  
638  
**Total discontinued operations**  
874  
1 405  
533  
767  
341  
638  
—  
992  
140  
177  
1 955  
3 369

**390**  
**638**  
**Total operations**

**16 776**

**16 574**

**11 933**

**10 678**

**4 843**

**5 896**

**25 411**

**26 949**

**3 252**

**2 912**

**37 329**

**39 642**

**18 763**

**18 792**

Reconciliation of the  
segment information to the  
consolidated income  
statement and balance sheet  
(refer to note 16)

(874)

(1 405)

(533)

(767)

7 409

5 904

**15 902**

**15 169**

**11 400**

**9 911**

**32 820**

**32 853**

(1)

*Mining assets disclosures included in the segment report and the amounts included in the reconciliation of segment information (refer to note 16) were previously not disclosed and have been reviewed for the year ended 30 June 2013 and 30 June 2012.*

*# Capital expenditure for international operations excludes expenditure spent on Wafi-Golpu of R537 million (2012: R314 million).*

*\* Production statistics are unaudited.*

The segment report for the year ended 30 June 2012 has been audited.

**31**

**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

**Q4 FY13**

**Results for the**

**fourth quarter and year**

**ended 30 June 2013**

**(US\$)**

32

33

**Results for the fourth quarter  
and year ended 30 June 2013**

Operating results

(US\$/Imperial)

Three  
months

ended

South Africa

Hidden

Valley

Harmony

Total

Underground production

Surface production

Total

South Africa

Kusasaletu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bambanani

Joel

Unisel

Target 3

Steyn 2

Total

Under-  
ground

Phoenix

Dumps

Kalgold

Total

Surface

**Ore milled**

**- t'000**

**Jun-13**

**234**

**267**

**147**

**233**

**232**

**197**

**61**

**167**

**126**

**80**

**13**



1 757

1 622

969

405

2 996

4 753

504

5 257

Mar-13

36

275

120

289

200

201

37

153

109

89

13

1 522

1 461

1 001

366

2 828

4 350

485

4 835

**Gold produced**

**- oz**

**Jun-13**

**22 120**

**27 617**

**18 744**

**26 203**

**26 974**

**28 839**

**19 741**

**22 473**

**13 728**

**13 471**

**3 890**

**223 800**

**6 494**

**11 124**

**11 478**

**29 096**

**252 896**

**23 213**

**276 109**

Mar-13

1 575  
28 839  
15 561  
33 083  
25 688  
29 354  
9 581  
25 045  
13 632  
13 150  
4 469  
199 977  
6 945  
11 671  
9 935  
28 551  
228 528  
19 001  
247 529  
**Yield –  
oz/t**  
**Jun-13**  
**0.095**  
**0.103**  
**0.128**  
**0.112**  
**0.116**  
**0.146**  
**0.324**  
**0.135**  
**0.109**  
**0.168**  
**0.299**  
**0.127**  
**0.004**  
**0.011**  
**0.028**  
**0.010**  
**0.053**  
**0.046**  
**0.053**  
Mar-13  
0.044  
0.105  
0.130  
0.114  
0.128  
0.146  
0.259  
0.164  
0.125

0.148  
0.344  
0.131  
0.005  
0.012  
0.027  
0.010  
0.053  
0.039  
0.051

**Cash operating  
costs**

- \$/oz

**Jun-13**

**1 900**

**1 094**

**1 462**

**1 377**

**954**

**926**

**663**

**801**

**1 092**

**980**

**848**

**1 120**

**1 045**

**1 095**

**1 054**

**1 068**

**1 114**

**1 606**

**1 156**

Mar-13

22 891

1 030

1 762

1 187

1 003

867

1 354

722

1 112

1 075

796

1 238

889

1 088

1 235

1 091

1 220

1 795

1 264

**Cash operating**

**costs**

**– \$/t**

**Jun-13**

**180**

**113**

**186**

**155**

**111**

**135**

**215**

**108**

**119**

**165**

**254**

**143**

**4**

**13**

**30**

**10**

**59**

**74**

**61**

Mar-13

1 001

108

228

136

129

127

351

118

139

159

274

163

4

13

34

11

64

70

65

**Gold sold**

**– oz**

**Jun-13**

**13 728**

**25 496**

**18 262**

25 496  
26 235  
30 029  
19 194  
22 505  
13 343  
14 018  
3 794  
212 100  
6 591  
11 510  
9 677  
27 778  
239 878  
22 023  
261 901  
Mar-13  
4 147  
26 974  
15 111  
32 151  
24 981  
27 810  
9 324  
22 602  
13 246  
12 474  
4 340  
193 160  
6 752  
11 574  
10 578  
28 904  
222 064  
19 258  
241 322  
**Revenue (\$'000)**  
Jun-13  
18 594  
35 509  
25 723  
35 955  
37 016  
43 298  
27 088  
31 772  
18 849  
20 201  
5 325  
299 330  
9 149

**16 060**

**13 147**

**38 356**

**337 686**

**30 826**

**368 512**

Mar-13

6 847

44 144

24 807

52 666

40 968

45 523

15 270

37 038

21 705

20 396

7 096

316 460

11 054

18 991

17 356

47 401

363 861

31 584

395 445

**Cash operating**

**costs**

**(\$'000)**

**Jun-13**

**42 030**

**30 223**

**27 400**

**36 074**

**25 727**

**26 692**

**13 089**

**17 995**

**14 989**

**13 201**

**3 300**

**250 720**

**6 784**

**12 177**

**12 103**

**31 064**

**281 784**

**37 273**

**319 057**

Mar-13

36 053

29 703  
27 414  
39 281  
25 756  
25 438  
12 977  
18 084  
15 158  
14 130  
3 556  
247 550  
6 173  
12 701  
12 273  
31 147  
278 697  
34 116  
312 813  
**Inventory  
movement  
(\$'000)**  
**Jun-13**  
**(10 575)**  
**(3 090)**  
**(731)**  
**(338)**  
**(850)**  
**1 032**  
**(1 179)**  
**(307)**  
**(401)**  
**511**  
**(77)**  
**(16 005)**  
**(176)**  
**757**  
**(1 822)**  
**(1 241)**  
**(17 246)**  
**(939)**  
**(18 185)**  
Mar-13  
2 815  
(2 397)  
(573)  
(1 407)  
(1 035)  
(1 861)  
(394)  
(1 965)  
(544)

(1 036)  
(214)  
(8 611)  
(205)  
(406)  
(12)  
(623)  
(9 234)  
(186)  
(9 420)

**Operating costs**

**(\$'000)**

**Jun-13**

**31 455**  
**27 133**  
**26 669**  
**35 736**  
**24 877**  
**27 724**  
**11 910**  
**17 688**  
**14 588**  
**13 712**  
**3 223**  
**234 715**  
**6 608**  
**12 934**  
**10 281**  
**29 823**  
**264 538**  
**36 334**  
**300 872**

Mar-13

38 868  
27 306  
26 841  
37 874  
24 721  
23 577  
12 583  
16 119  
14 614  
13 094  
3 342  
238 939  
5 968  
12 295  
12 261  
30 524  
269 463  
33 930



303 393

**Operating profit**

**(\$'000)**

**Jun-13**

**(12 861)**

**8 376**

**(946)**

**219**

**12 139**

**15 574**

**15 178**

**14 084**

**4 261**

**6 489**

**2 102**

**64 615**

**2 541**

**3 126**

**2 866**

**8 533**

**73 148**

**(5 508)**

**67 640**

Mar-13

(32 021)

16 838

(2 034)

14 792

16 247

21 946

2 687

20 919

7 091

7 302

3 754

77 521

5 086

6 696

5 095

16 877

94 398

(2 346)

92 052

**Capital**

**expenditure**

**(\$'000)**

**Jun-13**

**15 653**

**6 744**

**10 111**

**8 873**

4 885  
7 331  
2 791  
4 602  
2 222  
4 355  
97  
67 664  
1 349  
197  
1 309  
2 855  
70 519  
14 601  
85 120  
Mar-13  
6 169  
7 923  
9 434  
8 744  
4 934  
8 281  
2 347  
4 194  
2 403  
3 985  
95  
58 509  
2 137  
264  
160  
2 561  
61 070  
14 838  
75 908

34

35

**Results for the fourth quarter**

**and year ended 30 June 2013**

Operating results – Year on Year

(US\$/Imperial)

Year

Ended

South Africa

Hidden

Valley

Total

Continuing

Operations

Underground production

Surface production

Other

Total

South

Africa

Kusasaletu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bambanani

Joel

Unisel

Target 3

Steyn 2

Total

Under-

ground

Phoenix

Dumps

Kalgold

Total

Surface

**Ore milled**

**– t'000**

**Jun-13**

**784**

**1 112**

**565**

**1 147**

**958**

**790**

**180**

**674**

**492**

355  
51  
7 108  
5 908  
3 668  
1 542  
11 118  
—  
18 226  
2 033  
20 259  
Jun-12  
1 320  
1 023  
575  
1 359  
1 029  
869  
175  
614  
434  
348  
42  
7 788  
5 509  
3 292  
1 480  
10 281  
—  
18 069  
1 948  
20 017  
**Gold produced**  
— oz  
**Jun-13**  
88 093  
116 738  
78 255  
133 554  
116 256  
127 542  
51 635  
103 782  
58 289  
52 277  
15 335  
941 756  
26 588  
41 121  
42 825  
110 534

-  
**1 052 290**  
**85 007**  
**1 137 297**  
Jun-12  
181 105  
98 863  
81 695  
169 980  
103 526  
116 708  
33 565  
85 618  
51 216  
36 106  
10 609  
968 991  
26 428  
48 515  
33 469  
108 412

-  
1 077 403  
88 800  
1 166 203

**Yield**  
**-g/tonne**

**Jun-13**  
**0.112**  
**0.105**  
**0.139**  
**0.116**  
**0.121**  
**0.161**  
**0.287**  
**0.154**  
**0.118**  
**0.147**  
**0.301**  
**0.132**  
**0.005**  
**0.011**  
**0.028**  
**0.010**

-  
**0.058**  
**0.042**  
**0.056**  
Jun-12  
0.137  
0.097

0.142  
 0.125  
 0.101  
 0.134  
 0.192  
 0.139  
 0.118  
 0.104  
 0.225  
 0.124  
 0.005  
 0.015  
 0.023  
 0.011

–  
 0.060  
 0.046  
 0.058

**Cash operating costs**

– \$/oz

**Jun-13**

**1 951**  
**1 046**  
**1 428**  
**1 212**  
**960**  
**842**  
**1 030**  
**729**  
**1 111**  
**1 116**  
**1 009**  
**1 119**  
**986**  
**1 190**  
**1 071**  
**1 095**

–  
**1 117**  
**1 611**  
**1 154**

Jun-12

1 046  
 1 142  
 1 279  
 973  
 1 057  
 940  
 1 885  
 836

1 253  
1 523  
1 439  
1 094  
966  
991  
1 176  
1 042

–

1 089  
1 238  
1 100

**Cash operating  
costs**

– \$/tonne

**Jun-13**

**219**

**110**

**198**

**141**

**117**

**136**

**295**

**112**

**132**

**164**

**303**

**148**

**4**

**13**

**30**

**11**

–

**64**

**67**

**65**

**Jun-12**

143

110

182

122

106

126

362

117

148

158

324

136

5

15

27

11

–

65

56

64

**Gold sold**

**– oz**

**Jun-13**

**86 742**

**114 135**

**77 902**

**132 944**

**115 679**

**126 191**

**51 152**

**102 625**

**58 000**

**51 859**

**15 207**

**932 436**

**25 882**

**41 088**

**40 607**

**107 577**

–

**1 040 013**

**84 299**

**1 124 312**

Jun-12

178 726

98 027

81 277

169 177

102 979

117 189

33 405

86 132

51 055

36 298

10 578

964 843

26 749

48 740

33 630

109 119

–

1 073 962

89 315

1 163 277

**Revenue**            **-( \$'000 )**



**Jun-13**

137 477

183 066

124 984

213 869

185 886

203 388

81 322

164 584

93 483

83 573

24 383

1 496 015

41 397

65 609

64 689

171 695

—

1 667 710

134 779

1 802 489

Jun-12

298 671

165 271

136 953

285 644

173 652

196 397

54 601

144 750

86 454

60 799

16 147

1 619 339

44 939

81 974

56 931

183 844

—

1 803 183

149 787

1 952 970

**Cash operating  
costs**

**(\$'000)**

**Jun-13**

171 864

122 121

111 760

161 928

111 653

**107 398**  
**53 181**  
**75 645**  
**64 762**  
**58 343**  
**15 467**  
**1 054 122**  
**26 212**  
**48 919**  
**45 858**  
**120 989**

—

**1 175 111**  
**136 905**  
**1 312 016**

Jun-12

189 403  
 112 935  
 104 462  
 165 463  
 109 402  
 109 651  
 63 266  
 71 589  
 64 185  
 54 979  
 13 604  
 1 058 939  
 25 537  
 48 085  
 39 357  
 112 979

—

1 171 918  
 109 960  
 1 281 878

**Inventory  
movement**

**(\$'000)**

**Jun-13**

**(3 702)**  
**(3 977)**  
**(411)**  
**(172)**  
**(1 169)**  
**(1 177)**  
**(1 508)**  
**(1 514)**  
**(455)**  
**(708)**  
**(176)**

(14 969)  
 (715)  
 (534)  
 (3 164)  
 (4 413)

—  
 (19 382)  
 (462)  
 (19 844)

Jun-12

(4 149)  
 (1 920)  
 (1 124)  
 (1 266)

(819)

380

262

1 209

(577)

143

(221)

(8 082)

443

1 430

646

2 519

—

(5 563)

(365)

(5 928)

**Operating costs**

**(\$'000)**

**Jun-13**

**168 162**

**118 144**

**111 349**

**161 756**

**110 484**

**106 221**

**51 673**

**74 131**

**64 307**

**57 635**

**15 291**

**1 039 153**

**25 497**

**48 385**

**42 694**

**116 576**

—

**1 155 729**

**136 443**  
**1 292 172**

Jun-12  
185 254  
111 015  
103 338  
164 197  
108 583  
110 031  
63 528  
72 798  
63 608  
55 122  
13 383  
1 050 857  
25 980  
49 515  
40 003  
115 498

—  
1 166 355  
109 595  
1 275 950

**Operating profit**  
**(\$'000)**

**Jun-13**  
**(30 685)**

**64 922**  
**13 635**  
**52 113**  
**75 402**  
**97 167**  
**29 649**  
**90 453**  
**29 176**  
**25 938**  
**9 092**  
**456 862**  
**15 900**  
**17 224**  
**21 995**  
**55 119**

—  
**511 981**  
**(1 664)**  
**510 317**

Jun-12  
113 417  
54 256  
33 615  
121 447

65 069  
86 366  
(8 927)  
71 952  
22 846  
5 677  
2 764  
568 482  
18 959  
32 459  
16 928  
68 346

—

636 828  
40 192  
677 020

**Capital  
expenditure**

**(\$'000)**

**Jun-13**

**47 559**

**32 354**

**38 252**

**35 195**

**19 339**

**37 521**

**13 080**

**18 100**

**8 833**

**16 444**

**434**

**267 111**

**17 690**

**1 671**

**5 948**

**25 309**

**3 009**

**295 429**

**57 343**

**352 772**

Jun-12

53 486

37 813

38 925

37 068

26 771

33 290

23 902

10 822

9 150

11 527

10 353  
293 107  
3 800  
3 075  
9 836  
16 711  
4 061  
313 879  
38 168  
352 047

**36**

**Results for the fourth quarter  
and year ended 30 June 2013**

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

(US\$)

(Convenience translation)

Figures in million

**Quarter ended**

**Year ended**

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

(Unaudited)

30 June

2012

(Audited)

**Continuing operations**

Revenue

369

395

485

1 803

1 953

Cost of sales

(653)

(367)

(409)

(1 866)

(1 561)

Production costs

(301)

(303)

(325)

(1 292)

(1 276)

Amortisation and depreciation

(53)

(51)

(67)

(220)

(247)

(Impairment)/reversal of impairment of assets

(289)

-
7
(310)
7
Other items
(10)
(13)
(24)
(44)
(45)
<b>Gross (loss)/profit</b>
<b>(284)</b>
<b>28</b>
<b>76</b>
<b>(63)</b>
<b>392</b>
Corporate, administration and other expenditure
(13)
(14)
(11)
(53)
(45)
Social investment expenditure
(6)
(3)
(3)
(14)
(9)
Exploration expenditure
(23)
(18)
(20)
(76)
(64)
Profit on sale of property, plant and equipment
-
2
4
16
8
Other expenses – net
(18)
(15)
(9)
(40)
(6)
<b>Operating (loss)/profit</b>
<b>(344)</b>
<b>(20)</b>
<b>37</b>
<b>(230)</b>



**276**

Reversal of impairment of investment in associate

-  
-  
-

7

Impairment of investments

-  
(4)  
(18)  
(10)  
(19)

Net (loss)/gain on financial instruments

(1)  
2  
1  
20  
11

Investment income

7  
5  
4  
21  
12

Finance cost

(6)  
(7)  
(8)  
(29)  
(37)

**(Loss)/profit before taxation**

**(344)**  
**(24)**  
**16**

**(228)**

**250**

Taxation

(26)  
(5)  
(24)  
(75)  
16

Normal taxation

8  
(14)  
(10)  
(31)  
(25)

Deferred taxation

(34)

9  
 (14)  
 (44)  
 41  
**Net (loss)/profit from continuing operations**  
**(370)**  
**(29)**  
**(8)**  
**(303)**  
**266**  
**Discontinued operations**  
 Profit from discontinued operations  
 –  
 16  
 22  
 36  
 75  
**Net (loss)/profit for the period**  
**(370)**  
**(13)**  
**14**  
**(267)**  
**341**  
*Attributable to:*  
 Owners of the parent  
 (370)  
 (13)  
 14  
 (267)  
 341  
**(Loss)/earnings per ordinary share (cents)**  
 (Loss)/earnings from continuing operations  
 (86)  
 (7)  
 (2)  
 (70)  
 61  
 Earnings from discontinued operations  
 –  
 4  
 5  
 8  
 18  
**Total (loss)/earnings**  
**(86)**  
**(3)**  
**3**  
**(62)**  
**79**  
**Diluted (loss)/earnings per ordinary share (cents)**  
 (Loss)/earnings from continuing operations

(86)  
(7)  
(2)  
(70)  
61

Earnings from discontinued operations

—  
4  
5  
8  
18

**Total diluted (loss)/earnings**

**(86)**  
**(3)**  
**3**  
**(62)**  
**79**

*The currency conversion average rates for the quarter ended: June 2013: US\$1 = R9.45 (March 2013: US\$1 = R8.92, June 2012: US\$1 = R8.12).*

*For the year ended: June 2013: US\$1 = R8.82 (June 2012: US\$= R7.77).*

*The income statement for the year ended 30 June 2012 has been extracted from the 2012 Annual Report.*

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CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(US\$)

(Convenience translation)

Figures in million

**Quarter ended**

**Year ended**

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

(Unaudited)

30 June

2012

(Audited)

Net (loss)/profit for the period

(370)

(13)

14

(267)

341

Other comprehensive income/(loss) for the period, net of income tax

3

58

74

86

(595)

Foreign exchange translation

3

59

62

85

(607)

Movements on investments

—

(1)

12

1

12

**Total comprehensive (loss)/income for the period**

**(367)**

**45**

**88**

**(181)**

(254)

*Attributable to:*

Owners of the parent

(367)

45

88

(181)

(254)

*The currency conversion average rates for the quarter ended: June 2013: US\$1 = R9.45 (March 2013: US\$1 = R8.92, June 2012: US\$1 = R8.12).*

*For the year ended: June 2013: US\$1 = R8.82 (June 2012: US\$1 = R7.77).*

*The statement of comprehensive income for the year ended 30 June 2012 has been extracted from the 2012 Annual Report.*

*All items in Other comprehensive income will be reclassified subsequently to profit or loss when specific conditions are met.*

**Note on convenience translations**

Except where specific statements have been extracted from the 2012 Annual Report, the requirements of IAS 21, *The Effects*

*of the Changes in Foreign Exchange Rates*, have not necessarily been applied in the translation of the US Dollar financial

statements presented on pages 36 to 41.

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**Results for the fourth quarter  
and year ended 30 June 2013**

CONDENSED CONSOLIDATED BALANCE SHEETS

(US\$)

(Convenience translation)

Figures in million

At

30 June

2013

(Unaudited)

At

31 March

2013

(Unaudited)

At

30 June

2012

(Audited)

**ASSETS**

**Non-current assets**

Property, plant and equipment

3 287

3 787

4 003

Intangible assets

219

238

268

Restricted cash

4

4

4

Restricted investments

206

222

224

Deferred tax assets

10

71

59

Investments

15

15

18

Inventories

6

6

7

Trade and other receivables

—

1	
3	
<b>Total non-current assets</b>	
<b>3 747</b>	
<b>4 344</b>	
<b>4 586</b>	
<b>Current assets</b>	
Inventories	
143	
131	
121	
Trade and other receivables	
116	
161	
152	
Income and mining taxes	
13	
–	
14	
Cash and cash equivalents	
209	
336	
216	
481	
628	
503	
Assets of disposal groups classified as held for sale	
–	
–	
174	
<b>Total current assets</b>	
<b>481</b>	
<b>628</b>	
<b>677</b>	
<b>Total assets</b>	
<b>4 228</b>	
<b>4 972</b>	
<b>5 263</b>	
<b>EQUITY AND LIABILITIES</b>	
<b>Share capital and reserves</b>	
Share capital	
2 837	
3 074	
4 036	
Other reserves	
348	
368	
(64)	
Retained earnings	
50	
434	

180

**Total equity**

**3 235**

**3 876**

**4 152**

**Non-current liabilities**

Deferred tax liabilities

303

352

378

Provision for environmental rehabilitation

200

213

227

Retirement benefit obligation

19

20

22

Other provisions

6

5

4

Borrowings

226

243

183

**Total non-current liabilities**

**754**

**833**

**814**

**Current liabilities**

Borrowings

29

31

38

Income and mining taxes

–

10

–

Trade and other payables

210

222

213

239

263

251

Liabilities of disposal groups classified as held for sale

–

–

46

**Total current liabilities**



**239**

**263**

**297**

**Total equity and liabilities**

**4 228**

**4 972**

**5 263**

*The balance sheet for June 2013 converted at a conversion rate of US\$1 = R9.98 (March 2013: US\$1 = R9.22, June 2012: US\$1 = R8.21).*

*The balance sheet as at 30 June 2012 has been extracted from the 2012 Annual Report.*

**39**

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(US\$)

for the year ended 30 June 2013 (Convenience translation)

Figures in million

Share

capital

Other

reserves

Retained

earnings

Total

Balance – 30 June 2012

2 838

245

331

3 414

Share-based payments

(1)

27

–

26

Net loss for the period

–

–

(237)

(237)

Other comprehensive income for the period

–

76

–

76

Dividends paid

–

–

(44)

(44)

**Balance – 30 June 2013**

**2 837**

**348**

**50**

**3 235**

Balance – 30 June 2011

4 033

519

(102)

4 450

Issue of shares

3

–

–

3
Share-based payments
–
12
–
12
Net profit for the period
–
–
341
341
Other comprehensive income for the period
–
(595)
–
(595)
Dividends paid
–
–
(59)
(59)
<b>Balance – 30 June 2012</b>
<b>4 036</b>
<b>(64)</b>
<b>180</b>
<b>4 152</b>

*The currency conversion closing rates for the period ended 30 June 2013: US\$1 = R9.98 (June 2012: US\$1 = R8.21).  
The statement of changes in equity for the year ended 30 June 2012 has been extracted from the 2012 Annual Report.*

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**Results for the fourth quarter  
and year ended 30 June 2013**

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(US\$)

(Convenience translation)

Figures in million

**Quarter ended**

**Year ended**

30 June

2013

(Unaudited)

31 March

2013

(Unaudited)

30 June

2012

(Unaudited)

30 June

2013

(Unaudited)

30 June

2012

(Audited)

**Cash flow from operating activities**

Cash generated by operations

23

23

149

358

586

Interest and dividends received

5

4

2

16

10

Interest paid

(4)

(3)

(5)

(14)

(18)

Income and mining taxes paid

(14)

(8)

(20)

(35)

(33)

**Cash generated by operating activities**

**10**

16

126

325

545

**Cash flow from investing activities**

Restricted cash transferred from disposal group

–

28

–

–

–

Proceeds on disposal of Evander

–

142

–

143

–

Proceeds on disposal of investment in associate

–

–

4

–

28

Proceeds on disposal of Evander 6 and Twistdraai

–

–

15

–

15

Proceeds on disposal of Merriespruit South

–

–

–

7

–

Purchase of investments

(1)

(4)

–

(10)

–

Other investing activities

–

–

(7)

–

(10)

Net additions to property, plant and equipment

1

(99)

(94)

(117)
(421)
(404)
<b>Cash (utilised)/generated by investing activities</b>
<b>(100)</b>
<b>72</b>
<b>(105)</b>
<b>(281)</b>
<b>(371)</b>
<b>Cash flow from financing activities</b>
Borrowings raised
–
–
43
77
188
Borrowings repaid
(17)
–
(20)
(38)
(159)
Ordinary shares issued – net of expenses
–
–
–
–
3
Dividends paid
–
(24)
(1)
(49)
(57)
<b>Cash (utilised)/generated by financing activities</b>
<b>(17)</b>
<b>(24)</b>
<b>22</b>
<b>(10)</b>
<b>(25)</b>
<b>Foreign currency translation adjustments</b>
<b>(20)</b>
<b>(23)</b>
<b>(13)</b>
<b>(41)</b>
<b>(35)</b>
Net (decrease)/increase in cash and cash equivalents
(127)
41
30
(7)

114
Cash and cash equivalents – beginning of period
336
295
186
216
102
<b>Cash and cash equivalents – end of period</b>
<b>209</b>
<b>336</b>
<b>216</b>
<b>209</b>
<b>216</b>

*1. Includes capital expenditure for Wafi-Golpu and other international projects of US\$14 million in the June 2013 quarter (March 2013: US\$17 million) June 2012: US\$15 million) and*

*US\$61 million in the 12 months ended 30 June 2013 (June 2012: US\$40 million).*

*The currency conversion average rates for the quarter ended: June 2013: US\$1 = R9.45 (March 2013: US\$1 = R8.92, June 2012: US\$1 = R8.12).*

*For the year ended: June 2013: US\$1 = R8.82 (June 2012: US\$1 = R7.77).*

*Closing balance translated at closing rates of: June 2013: US\$1 = R9.98 (June 2012: US\$1 = R8.21).*

*The cash flow statement for the year ended 30 June 2012 has been extracted from the 2012 Annual Report.*

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Segment report

(US\$/Imperial)

for the year ended 30 June 2013

**Revenue**

**Production**

**cost**

**Production**

**profit/(loss)**

**Mining assets**

**(1)**

**Capital**

**expenditure**

**#**

**Ounces**

**produced\***

**Tons milled\***

30 June

30 June

30 June

30 June

30 June

30 June

30 June

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

US\$ million

US\$ million

US\$ million

US\$ million

US\$ million

oz

t'000

**Continuing operations**

**South Africa**

**Underground**

Kusasaletu

137

299



168  
185  
(31)  
114  
344  
397  
48  
53  
88 093  
181 105  
784  
1 320  
Doornkop  
183  
165  
118  
111  
65  
54  
338  
394  
32  
38  
116 738  
98 863  
1 112  
1 023  
Phakisa  
125  
137  
111  
103  
14  
34  
455  
542  
38  
39  
78 255  
81 695  
565  
575  
Tshepong  
214  
286  
162  
164  
52  
122  
388  
450

35  
37  
133 554  
169 980  
1 147  
1 359  
Masimong  
186  
174  
110  
109  
76  
65  
99  
119  
19  
27  
116 256  
103 526  
958  
1 029  
Target 1  
203  
196  
106  
110  
97  
86  
271  
322  
38  
33  
127 542  
116 708  
790  
869  
Bambanani  
106  
71  
67  
77  
39  
(6)  
88  
115  
14  
34  
66 970  
44 174  
231  
217

Joel  
165  
145  
74  
73  
91  
72  
29  
26  
18  
11  
103 782  
85 618  
674  
614  
Unisel  
93  
86  
64  
64  
29  
22  
66  
44  
9  
9  
58 289  
51 216  
492  
434  
Target 3  
84  
61  
58  
55  
26  
6  
46  
42  
16  
12  
52 277  
36 106  
355  
348  
**Surface**  
All other surface operations  
172  
183  
117  
115

55  
68  
26  
28  
28  
20  
110 534  
108 412  
11 118  
10 281  
**Total South Africa**  
**1 668**  
**1 803**  
**1 155**  
**1 166**  
**513**  
**637**  
**2 150**  
**2 479**  
**295**  
**313 1 052 290 1 077 403**  
**18 226**  
**18 069**  
**International**  
Hidden Valley  
135  
150  
137  
110  
(2)  
40  
394  
682  
57  
38  
85 007  
88 800  
2 033  
1 948  
**Total international**  
**135**  
**150**  
**137**  
**110**  
**(2)**  
**40**  
**394**  
**682**  
**57**  
**38**  
**85 007**

**88 800**  
**2 033**  
**1 948**  
**Total continuing operations**  
**1 803**  
**1 953**  
**1 292**  
**1 276**  
**511**  
**677**  
**2 544**  
**3 161**  
**352**  
**351 1 137 297 1 166 203**  
**20 259**  
**20 017**  
 Discontinued operations  
 Evander  
 99  
 181  
 60  
 99  
 39  
 82  
 -  
 121  
 15  
 23  
 62 855  
 108 317  
 430  
 704  
**Total discontinued operations**  
**99**  
**181**  
**60**  
**99**  
**39**  
**82**  
 -  
**121**  
**15**  
**23**  
**62 855**  
**108 317**  
**430**  
**704**  
**Total operations**  
**1 902**

**2 134**

**1 352**

**1 375**

**550**

**759**

**2 544**

**3 282**

**367**

**374 1 200 152 1 274 520**

**20 689**

**20 721**

*(1)*

*Segment mining assets disclosures were previously not reported and are unaudited for the year ended 30 June 2013 and 30 June 2012.*

*#*

*Capital expenditure for international operations excludes expenditure spent on Wafi-Golpu of US\$61 million (2012: US\$40 million).*

*\* Production statistics are unaudited.*

The segment report for the year ended 30 June 2012 has been audited. The segment report for the year ended 30 June 2013 is unaudited.

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**Results for the fourth quarter  
and year ended 30 June 2013**

DEVELOPMENT RESULTS

(Metric)

Quarter ending June 2013

Channel

Reef

Meters

Sampled

Meters

Width

(Cm's)

Value

(g/t)

Gold

(Cmg/t)

Tshepong

Basal

406

396

8.36

158.77

1 327

B Reef

165

138

58.18

11.75

684

**All Reefs**

**571**

**534**

**21.23**

**54.68**

**1 161**

Phakisa

Basal

245

256

95.20

14.09

1 341

**All Reefs**

**245**

**256**

**95.20**

**14.09**

**1 341**

Doornkop

South Reef

438

399

42.96

18.84

809

**All Reefs**

**438**

**399**

**42.96**

**18.84**

**809**

Kusasaletu

VCR Reef

497

502

104.20

11.49

1 197

**All Reefs**

**497**

**502**

**104.20**

**11.49**

**1 197**

Total Target

(Incl. Target 1 & Target 3)

Elsburg

75

60

266.40

4.38

1 166

Basal

25

12

11.50

86.30

993

A Reef

33

34

73.71

11.72

864

B Reef

302

170

139.13

12.76

1 776

**All Reefs**



**435**  
**276**  
**153.19**  
**9.77**  
**1 497**  
Masimong 5  
Basal  
582  
510  
43.24  
15.33  
663  
B Reef  
84  
141  
98.04  
14.55  
1 427  
**All Reefs**  
**666**  
**651**  
**55.11**  
**15.03**  
**828**  
Unisel  
Basal  
292  
216  
207.40  
6.79  
1 409  
Leader  
464  
410  
217.42  
6.33  
1 376  
Middle  
64  
26  
189.00  
10.14  
1 917  
**All Reefs**  
**820**  
**652**  
**212.97**  
**6.61**  
**1 409**  
Joel  
Beatrix

303  
297  
150.00  
14.65  
2 197  
**All Reefs**  
**303**  
**297**  
**150.00**  
**14.65**  
**2 197**  
Total Harmony  
Basal  
1 550  
1 390  
68.11  
16.09  
1 096  
Beatrix  
303  
297  
150.00  
14.65  
2 197  
Leader  
464  
410  
217.42  
6.33  
1 376  
B Reef  
551  
449  
101.35  
13.13  
1 331  
A Reef  
33  
34  
73.71  
11.72  
864  
Middle  
64  
26  
189.00  
10.14  
1 917  
Elsburg  
75  
60

266.40  
 4.38  
 1 166  
 South Reef  
 438  
 399  
 42.96  
 18.84  
 809  
 VCR Reef  
 497  
 502  
 104.20  
 11.49  
 1 197  
**All Reefs**  
**3 975**  
**3 567**  
**102.81**  
**12.03**  
**1 236**  
 DEVELOPMENT RESULTS  
 (Imperial)  
 Quarter ending June 2013  
 Channel  
 Reef  
 Meters  
 Sampled  
 Meters  
 Width  
 (inch)  
 Value  
 (oz/t)  
 Gold  
 (In.oz/t)  
 Tshepong  
 Basal  
 1 332  
 1 299  
 3.00  
 5.08  
 15  
 B Reef  
 540  
 453  
 23.00  
 0.34  
 8  
**All Reefs**  
**1 872**  
**1 752**

**8.00**

**1.67**

**13**

Phakisa

Basal

803

840

37.00

0.42

15

**All Reefs**

**803**

**840**

**37.00**

**0.42**

**15**

Doornkop

South Reef

1 438

1 309

17.00

0.55

9

**All Reefs**

**1 438**

**1 309**

**17.00**

**0.55**

**9**

Kusasaletu

VCR Reef

1 629

1 647

41.00

0.34

14

**All Reefs**

**1 629**

**1 647**

**41.00**

**0.34**

**14**

Total Target

(Incl. Target 1 & Target 3)

Elsburg

247

197

105.00

0.13

13

Basal

81  
39  
5.00  
2.28  
11  
A Reef  
108  
112  
29.00  
0.34  
10  
B Reef  
992  
558  
55.00  
0.37  
20  
**All Reefs**  
**1 428**  
**906**  
**60.00**  
**0.29**  
**17**  
Masimong 5  
Basal  
1 909  
1 673  
17.00  
0.45  
8  
B Reef  
277  
463  
39.00  
0.42  
16  
**All Reefs**  
**2 186**  
**2 136**  
**22.00**  
**0.43**  
**10**  
Unisel  
Basal  
959  
709  
82.00  
0.20  
16  
Leader  
1 521

1 345

86.00

0.18

16

Middle

210

85

74.00

0.30

22

**All Reefs**

**2 690**

**2 139**

**84.00**

**0.19**

**16**

Joel

Beatrix

995

974

59.00

0.43

25

**All Reefs**

**995**

**974**

**59.00**

**0.43**

**25**

Total Harmony

Basal

5 085

4 560

27.00

0.47

13

Beatrix

995

974

59.00

0.43

25

Leader

1 521

1 345

86.00

0.18

16

B Reef

1 809

1 473

40.00  
0.38  
15  
A Reef  
108  
112  
29.00  
0.34  
10  
Middle  
210  
85  
74.00  
0.30  
22  
Elsburg  
247  
197  
105.00  
0.13  
13  
South Reef  
1 438  
1 309  
17.00  
0.55  
9  
VCR Reef  
1 629  
1 647  
41.00  
0.34  
14  
**All Reefs**  
**13 041**  
**11 703**  
**40.00**  
**0.36**  
**14**

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NOTES



44  
44  
44  
44  
44  
4  
4  
4

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

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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

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Investor Relations Manager

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Executive: Corporate and Investor Relations

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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

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Dated: August 14, 2013

Harmony Gold Mining Company Limited

By: /s/ Frank Abbott

Name: Frank Abbott

Title: Financial Director