

African Rainbow Minerals Limited
(Incorporated in the Republic of South Africa)
(Registration number 1933/004580/06)
JSE Share code: ARI
ISIN: ZAE000054045
("ARM" or the "Company")

CHANGE STATEMENT

Shareholders are advised that the audited 2018 Annual Financial Statements contain the following modification to the reviewed consolidated provisional financial statements for the year ended 30 June 2018 released on the Stock Exchange News Service (SENS) of the JSE Limited on Friday, 7 September 2018.

Revenue in the Group statement of profit or loss has been modified to disclose revenue from discontinued operations separately. The revenue disclosed in the reviewed consolidated provisional financial statements released on SENS on 7 September 2018 included revenue from both continuing and discontinued operations (i.e. total operations).

Impact of split on Revenue (R' million)	Continuing operations	Discontinued operations	Total operations
Modified and published in the audited 2018 Annual Financial Statements issued on 30 October 2018	9 263	340	9 603
Published in the reviewed consolidated provisional financial statements released on 7 September 2018	9 603	0	9 603
Difference	340	(340)	0

As required by International Financial Reporting Standards (IFRS) 5, discontinued operations should be excluded from all items of profit and loss and disclosed as a separate line.

Results from discontinued operations, as reported on 7 September 2018, have been correctly excluded from all other line items and notes in the reviewed consolidated provisional financial statements, including the comparative amounts.

The revenue line disclosed in the Group statement of profit or loss is for the purpose of compliance with IFRS. This amount

- is not additive in nature in the Group statement of profit or loss or any other statement or note; and
- has no impact on the Group's net profit or earnings per share calculations.

The abridged Group statement of profit or loss for the year ended 30 June 2018 is therefore as follows:

Group statement of profit or loss for the year ended 30 June 2018

	Notes	F2018 Rm Reviewed	F2017 Rm Audited
Revenue - continuing operations		9 263	9 019
Revenue - discontinued operations		340	600
Continuing operations			
Sales		8 346	8 158
Cost of sales		(6 900)	(6 951)
Gross profit		1 446	1 207
Other operating income*	12	1 527	757
Other operating expenses		(1 263)	(1 750)
Profit from operations before special items		1 710	214
Income from investments		177	238
Finance costs		(360)	(423)
Income from associate*	13	619	181
Income from joint venture**	8	3 510	3 265
Profit before taxation and special items		5 656	3 475
Special items before tax	6	(42)	(2 322)

Profit before taxation from continuing operation		5 614	1 153
Taxation	14	(573)	409
Profit for the year from continuing operation		5 041	1 562
Discontinued operation			
Loss after tax for the year from discontinued operation	16	(219)	(130)
Profit for the year		4 822	1 432
Attributable to:			
Equity holders of ARM			
Profit for the year from continuing operations		4 747	1 431
Loss for the year from discontinued operation		(185)	(59)
Basic earnings for the year		4 562	1 372
Non-controlling interest			
Profit for the year from continuing operations		294	131
Loss for the year from discontinued operation		(34)	(71)
		260	60
Profit for the year		4 822	1 432

* The restructuring of the ARM coal loans had an impact of R652 million profit with no tax effect in other operating income and R325 profit in income from associate with no tax effect (refer notes 10, 11 and 12). Impairment included in income from associate is R19 million (F2017: nil) less tax of R5 million (F2017: nil).

** Impairments included in income from joint venture of R26 million before tax of R7 million (F2017: R470 million before tax of R27 million).

Earnings per share	7		
Basic earnings per share (cents)		2 393	723
Basic earnings from continuing operations per share (cents)		2 490	754
Basic loss from discontinued operation per share (cents)		(97)	(31)
Diluted basic earnings per share (cents)		2 325	703
Diluted basic earnings from continuing operations per share (cents)		2 419	733
Diluted basic loss from discontinued operation per share (cents)		(94)	(30)

The 2018 Annual Financial Statements were audited by the Company's external auditor, Ernst & Young Inc., and their unmodified report is available for inspection at ARM's registered office.

Copies of the audited 2018 Annual Financial Statements and the 2018 Integrated Annual Report (including the Notice of Annual General Meeting) may be obtained from the Company's registered address or may be requested by emailing ir.admin@arm.co.za.

NOTICE OF ANNUAL GENERAL MEETING

A notice for the 85th Annual General Meeting of shareholders of the Company has been issued separately on SENS today, 30 October 2018.

ENDS

For all investor relations queries please contact:

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Johannesburg
30 October 2018

Sponsor: Investec Bank Limited